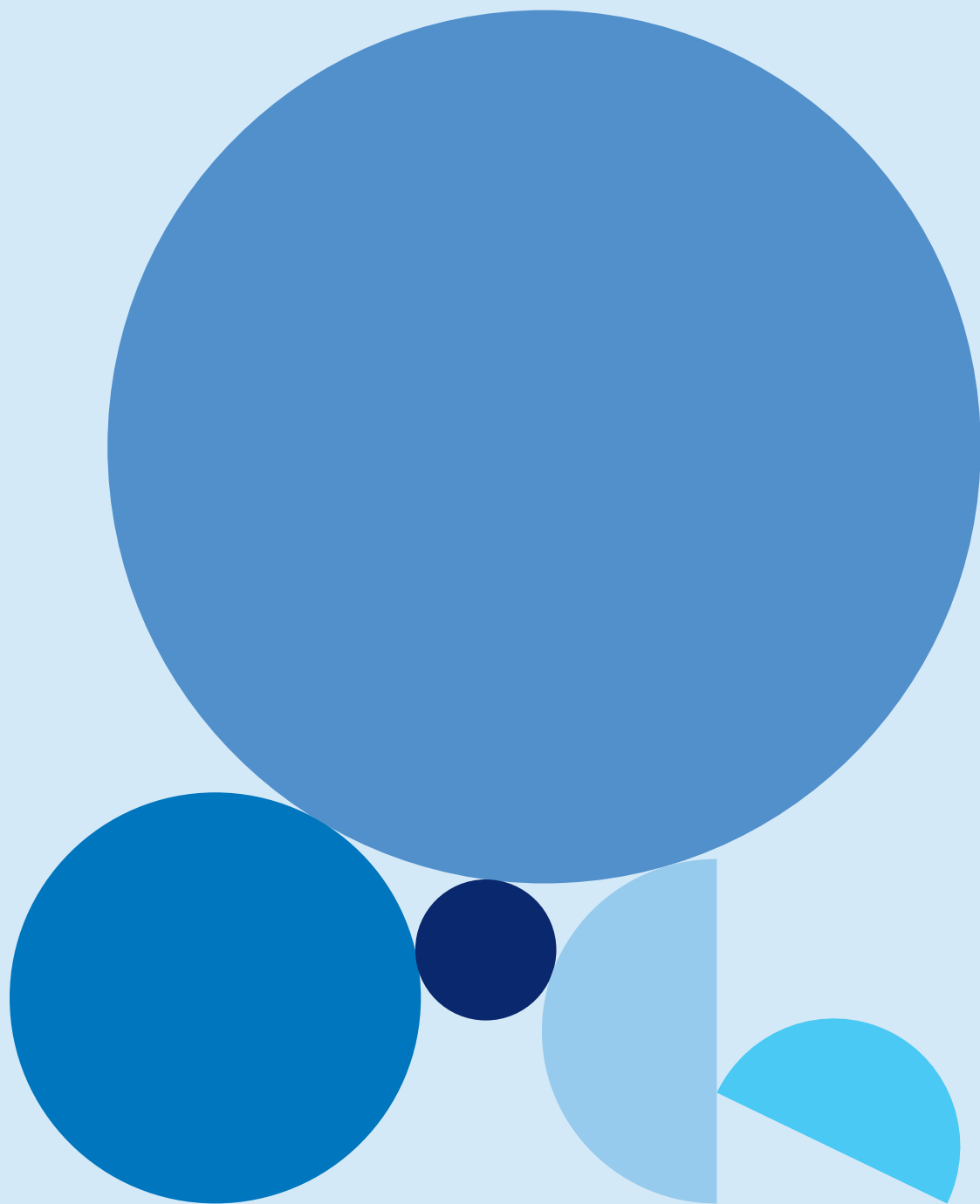


Unaudited Condensed  
Interim Financial Statements  
for the six months period ended  
30 June 2025



Company No.

200601012246 (731996-H)

## **ZURICH TAKAFUL MALAYSIA BERHAD**

(Incorporated in Malaysia)

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Company No.

200601012246 (731996-H)

## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

|                              |      | Family Takaful Fund |                  | Company          |                  |
|------------------------------|------|---------------------|------------------|------------------|------------------|
|                              |      | 30.06.2025          | 31.12.2024       | 30.06.2025       | 31.12.2024       |
| ASSETS                       | Note | RM'000              | RM'000           | RM'000           | RM'000           |
| Property and equipment       |      | -                   | -                | 6,859            | 6,982            |
| Right-of-use assets          |      | -                   | -                | 1,201            | 2,020            |
| Investments                  | 10   | 1,002,298           | 976,653          | 1,252,376        | 1,291,547        |
| Retakaful certificate assets | 11   | 3,719               | 6,936            | 3,719            | 6,936            |
| Other receivables            |      | 746                 | 1,028            | 13,781           | 1,982            |
| Tax recoverable              |      | 1,168               | 1,595            | 12,568           | 12,599           |
| Cash and cash equivalents    |      | 86,927              | 83,415           | 149,191          | 105,213          |
| <b>TOTAL ASSETS</b>          |      | <b>1,094,858</b>    | <b>1,069,627</b> | <b>1,439,695</b> | <b>1,427,279</b> |

The accompanying notes form an integral part of these condensed interim financial statements.

Company No.

200601012246 (731996-H)

## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025 (CONTINUED)

|  | Note | Family Takaful Fund |                  | Company          |                  |
|--|------|---------------------|------------------|------------------|------------------|
|  |      | 30.06.2025          | 31.12.2024       | 30.06.2025       | 31.12.2024       |
|  |      | RM'000              | RM'000           | RM'000           | RM'000           |
| <b>EQUITY, PARTICIPANTS' FUND AND SHAREHOLDER'S EQUITY</b>             |      |                     |                  |                  |                  |
| Share capital  |      | -                   | -                | 290,000          | 290,000          |
| Retained earnings  |      | -                   | -                | 37,316           | 36,130           |
| Other reserve  |      | -                   | -                | 3,947            | 1,900            |
| <b>TOTAL SHAREHOLDER'S EQUITY</b>                                      |      | <b>-</b>            | <b>-</b>         | <b>331,263</b>   | <b>328,030</b>   |
| <b>LIABILITIES</b>   |      |                     |                  |                  |                  |
| Takaful certificate liabilities  | 11   | 1,056,691           | 1,029,186        | 1,043,922        | 1,032,018        |
| Lease liabilities  |      | -                   | -                | 1,271            | 2,085            |
| Tax payable  |      | 3,568               | 2,592            | 3,568            | 2,592            |
| Deferred tax liabilities   |      | 1,354               | 4,327            | 3,894            | 2,862            |
| Other payables   |      | 33,245              | 33,522           | 55,777           | 59,692           |
| <b>TOTAL LIABILITIES</b>   |      | <b>1,094,858</b>    | <b>1,069,627</b> | <b>1,108,432</b> | <b>1,099,249</b> |
| <b>TOTAL LIABILITIES, PARTICIPANTS' FUNDS AND SHAREHOLDER'S EQUITY</b> |      | <b>1,094,858</b>    | <b>1,069,627</b> | <b>1,439,695</b> | <b>1,427,279</b> |

The accompanying notes form an integral part of these condensed interim financial statements.

Company No.

200601012246 (731996-H)

## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

|   | Family Takaful Fund |                | Company         |                |
|---|---------------------|----------------|-----------------|----------------|
|   | 30.06.2025          | 30.06.2024     | 30.06.2025      | 30.06.2024     |
|   | RM'000              | RM'000         | RM'000          | RM'000         |
|   |                     | Restated       |                 | Restated       |
| Takaful revenue   | 172,005             | 147,239        | 172,701         | 149,981        |
| Takaful service expense   | (139,262)           | (126,495)      | (131,997)       | (110,738)      |
| <b>Takaful service result before retakaful certificates held</b>      | <b>32,743</b>       | <b>20,744</b>  | <b>40,704</b>   | <b>39,243</b>  |
| Allocation of retakaful contributions                                 | (13,959)            | (11,408)       | (13,959)        | (11,408)       |
| Amounts recoverable from retakaful operators for incurred claims      | 9,539               | 7,730          | 9,539           | 7,730          |
| <b>Net expense from retakaful certificates held</b>                   | <b>(4,420)</b>      | <b>(3,678)</b> | <b>(4,420)</b>  | <b>(3,678)</b> |
| <b>Takaful service result</b>   | <b>28,323</b>       | <b>17,066</b>  | <b>36,284</b>   | <b>35,565</b>  |
| Investment income   | 14,657              | 13,106         | 20,764          | 18,022         |
| Realised (losses)/gains   | (6,395)             | 4,450          | (6,495)         | 4,450          |
| Fair value (losses)/gains   | (41,056)            | 76,002         | (41,056)        | 76,002         |
| (Impairment losses)/reversal of impairment losses on financial assets | (41)                | 312            | 34              | 405            |
| <b>Total investment (losses)/income</b>                               | <b>(32,835)</b>     | <b>93,870</b>  | <b>(26,753)</b> | <b>98,879</b>  |

The accompanying notes form an integral part of these condensed interim financial statements.

Company No.

200601012246 (731996-H)

## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

|  | Family Takaful Fund |                  | Company      |                  |
|--|---------------------|------------------|--------------|------------------|
|  | 30.06.2025          | 30.06.2024       | 30.06.2025   | 30.06.2024       |
|  | RM'000              | RM'000           | RM'000       | RM'000           |
|  |                     | Restated         |              | Restated         |
| Takaful finance expense for takaful certificates issued            | (4,912)             | (105,519)        | (2,405)      | (100,737)        |
| Retakaful finance income/(expense) for retakaful certificates held | 4,421               | (2)              | 4,421        | (2)              |
| <b>Net takaful financial result</b>                                | <b>(491)</b>        | <b>(105,521)</b> | <b>2,016</b> | <b>(100,739)</b> |
| Fee income   | 2,185               | 1,941            | 2,185        | 1,941            |
| Other income/(expense)   | 185                 | -                | (11,592)     | (11,125)         |
| Other finance cost   | -                   | -                | (13)         | (9)              |
| <b>(Loss)/profit before zakat and taxation</b>                     | <b>(2,633)</b>      | <b>7,356</b>     | <b>2,127</b> | <b>24,512</b>    |
| Tax income/(expense) attributable to participants                  | 2,633               | (7,356)          | 2,633        | (7,356)          |
| Tax (expense)/income attributable to Takaful Operator              | -                   | -                | (3,574)      | 21,584           |
| Zakat  | -                   | -                | -            | 962              |
| <b>Net profit for the financial period</b>                         | <b>-</b>            | <b>-</b>         | <b>1,186</b> | <b>39,702</b>    |
| <b>Basic/diluted earnings per share (sen)</b>                      | <b>-</b>            | <b>-</b>         | <b>0.41</b>  | <b>17.26</b>     |

The accompanying notes form an integral part of these condensed interim financial statements.

Company No.

200601012246 (731996-H)

## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

|  | Family Takaful Fund |            | Company      |               |
|--|---------------------|------------|--------------|---------------|
|  | 30.06.2025          | 30.06.2024 | 30.06.2025   | 30.06.2024    |
|  | RM'000              | RM'000     | RM'000       | RM'000        |
|  |                     | Restated   |              | Restated      |
| <b>Net profit for the financial period</b>   | -                   | -          | 1,186        | 39,702        |
| <b>Other comprehensive income, net of tax:</b>                                       |                     |            |              |               |
| Items that may be subsequently reclassified to profit or loss in subsequent periods: |                     |            |              |               |
| <b>Fair value through other comprehensive income investments:</b>                    |                     |            |              |               |
| Gross gains/(losses) on fair value changes   | 8,232               | (9,219)    | 10,212       | (8,713)       |
| Realised gains/(losses) transferred to profit or loss                                | 98                  | 11,308     | (2)          | 11,308        |
| Change in allowance for Expected Credit Loss ("ECL")                                 | 41                  | (312)      | (34)         | (405)         |
| Deferred tax expenses  | (670)               | (142)      | (1,101)      | (241)         |
| <b>Net gains on fair value changes</b>   | 7,701               | 1,635      | 9,075        | 1,949         |
| Takaful finance income/(expense) for takaful certificates issued                     | -                   | -          | 673          | (92)          |
| Other comprehensive loss attributable to participants                                | (7,701)             | (1,635)    | (7,701)      | (1,635)       |
| <b>Total other comprehensive income, net of tax</b>                                  | -                   | -          | 2,047        | 222           |
| <b>Total comprehensive income for the financial period</b>                           | -                   | -          | <b>3,233</b> | <b>39,924</b> |

The accompanying notes form an integral part of these condensed interim financial statements.

Company No.

200601012246 (731996-H)

## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

|  | Issued and fully<br>paid-up ordinary<br>shares | Non-distributable     |  | Distributable        | Total          |
|--|--|-----------------------|--|----------------------|----------------|
|  | Share<br>capital                               | Fair value<br>reserve | Takaful/<br>retakaful<br>finance<br>reserves | Retained<br>earnings |                |
| Company  | RM'000   | RM'000                | RM'000                                       | RM'000               | RM'000         |
| At 1 January 2024 (As previously stated)       | 180,000  | 581                   | (25)   | 67,699               | 248,255        |
| Effects of prior year adjustments (Note 15)    | -  | -                     | -  | (39,493)             | (39,493)       |
| <b>At 1 January 2024 (Restated)</b>            | <b>180,000</b>                                 | <b>581</b>            | <b>(25)</b>                                  | <b>28,206</b>        | <b>208,762</b> |
| Issuance of shares during the financial period | 50,000   | -                     | -  | -                    | 50,000         |
| Net profit for the financial period            | -  | -                     | -  | 39,702               | 39,702         |
| Other comprehensive income for the period      | -  | 314                   | (92)   | -                    | 222            |
| <b>At 30 June 2024</b>                         | <b>230,000</b>                                 | <b>895</b>            | <b>(117)</b>                                 | <b>67,908</b>        | <b>298,686</b> |
| <b>At 1 January 2025</b>                       | <b>290,000</b>                                 | <b>527</b>            | <b>1,373</b>                                 | <b>36,130</b>        | <b>328,030</b> |
| Net profit for the financial period            | -  | -                     | -  | 1,186                | 1,186          |
| Other comprehensive income for the period      | -  | 1,374                 | 673  | -                    | 2,047          |
| <b>At 30 June 2025</b>                         | <b>290,000</b>                                 | <b>1,901</b>          | <b>2,046</b>                                 | <b>37,316</b>        | <b>331,263</b> |

The accompanying notes form an integral part of these condensed interim financial statements.



Company No.

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## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### UNAUDITED CONDENSED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

|   |      | 6 months<br>period<br>ended<br>30.06.2025 | 6 months<br>period<br>ended<br>30.06.2024 |
|---|------|---|---|
|   | Note | RM'000                                    | RM'000                                    |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                               |      |   |   |
| Cash generated from/(used in) operating activities                        | 14   | 45,508                                    | (52,599)                                  |
| Profit income received  |      | 1,742                                     | 1,708                                     |
| Interest expense on lease liabilities                                     |      | (35)                                      | (61)                                      |
| Income tax paid   |      | (1,605)                                   | (710)                                     |
| <b>Net cash flows generated from/(used in) operating activities</b>       |      | <b>45,610</b>                             | <b>(51,662)</b>                           |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                               |      |   |   |
| Proceeds from disposal of property and equipment                          |      | 71  | -   |
| Purchase of property and equipment  |      | (941)                                     | -   |
| <b>Net cash flows used in investing activities</b>                        |      | <b>(870)</b>                              | <b>-</b>                                  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                               |      |   |   |
| Proceeds from issuance of shares  |      | -   | 50,000                                    |
| Payment of lease liabilities (principal portion)                          |      | (762)                                     | (844)                                     |
| <b>Net cash flows (used in)/generated from financing activities</b>       |      | <b>(762)</b>                              | <b>49,156</b>                             |
| <b>Net increase/(decrease) in cash and cash equivalents</b>               |      | <b>43,978</b>                             | <b>(2,506)</b>                            |
| <b>Cash and cash equivalents at the beginning of the financial period</b> |      | <b>105,213</b>                            | <b>97,265</b>                             |
| <b>Cash and cash equivalents at the end of the financial period</b>       |      | <b>149,191</b>                            | <b>94,759</b>                             |
| <b>Cash and cash equivalents comprise:</b>                                |      |   |   |
| Cash and bank balances  |      | 149,191                                   | 94,759                                    |
|   |      | <u>149,191</u>                            | <u>94,759</u>                             |

The accompanying notes form an integral part of these condensed interim financial statements.

Company No.

200601012246 (731996-H)

## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

#### 1. BASIS OF PREPARATION

The condensed interim financial statements of the Company are unaudited and have been prepared in accordance with the MFRS 134 *Interim Financial Reporting* and Guidelines / Circulars issued by Bank Negara Malaysia ("BNM"). The unaudited condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2024, which were prepared in accordance with the MFRS Accounting Standards and IFRS Accounting Standards.

In accordance with the Islamic Financial Services Act 2013 ("IFSA"), the assets and liabilities of the Takaful fund is segregated from those of the Takaful Operator: a concept known as segregation of funds. However, in compliance with MFRS 10 *Consolidated Financial Statements*, the assets, liabilities, income and expenses of the Takaful fund are consolidated with those of the Takaful Operator to represent the control possessed by the Takaful Operator over the respective funds. The inclusion of separate information of the Takaful fund and the Takaful Operator together with the consolidated financial information of the Company in the statement of financial position, the statement profit or loss, the statement of comprehensive income as well as certain relevant notes to the financial statements represents additional supplementary information required for BNM reporting.

The explanatory notes attached to the unaudited condensed 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 2024.

#### Amendments effective for annual periods beginning on or after 1 January 2025

The accounting policies adopted by the Company for 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 2024, except for the adoption of the following amendments to MFRS:

Amendments to MFRS 121 – *The Effects of Changes in Foreign Exchange Rates* Lack of Exchangeability

Effective date

1 January 2025

The adoption of the amendments above had no material financial impact on the unaudited condensed interim financial statements of the Company.

**ZURICH TAKAFUL MALAYSIA BERHAD**

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)**

**2. AUDITOR'S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditor's report on the audited financial statements for the financial year ended 31 December 2024 was not qualified.

**3. SEASONAL OR CYCLICAL FACTORS**

The Company's business operations are not significantly affected by any unusual seasonal or cyclical factors.

**4. UNUSUAL ITEMS**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial period under review.

**5. CHANGE IN ACCOUNTING ESTIMATES**

There were no material changes in basis used for accounting estimates for the financial period ended 30 June 2025.

**6. DIVIDEND PAYMENT**

There was no dividend paid during the current financial period under review.

**7. CHANGES IN COMPOSITION OF THE COMPANY**

There were no changes in composition of the Company during the current financial period under review.

**8. SIGNIFICANT AND SUBSEQUENT EVENT**

There is no material subsequent event from the end of the current financial period under review, to the date of these unaudited condensed interim financial statements.

**9. CONTINGENT LIABILITIES**

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

**ZURICH TAKAFUL MALAYSIA BERHAD**

(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
(CONTINUED)****10. INVESTMENTS**

The Family Takaful Fund's and the Company's investments are summarised by measurement categories as follows:

|   | <b>Family Takaful Fund</b> |                   | <b>Company</b>    |                   |
|---|----------------------------|-------------------|-------------------|-------------------|
|   | <b>30.06.2025</b>          | <b>31.12.2024</b> | <b>30.06.2025</b> | <b>31.12.2024</b> |
|   | <b>RM'000</b>              | <b>RM'000</b>     | <b>RM'000</b>     | <b>RM'000</b>     |
| (a) Financial assets at FVOCI                     | 474,224                    | 408,794           | 724,302           | 723,688           |
| (b) Financial assets at FVTPL                     | 528,074                    | 567,859           | 528,074           | 567,859           |
|   | <u>1,002,298</u>           | <u>976,653</u>    | <u>1,252,376</u>  | <u>1,291,547</u>  |
| The following investments mature after 12 months: |                            |                   |                   |                   |
| Financial assets at FVOCI                         | 470,153                    | 408,284           | 697,503           | 685,653           |
| Financial assets at FVTPL                         | 88,667                     | 75,839            | 88,667            | 75,839            |
|   | <u>558,820</u>             | <u>484,123</u>    | <u>786,170</u>    | <u>761,492</u>    |

The breakdown of the financial assets by measurement categories are set out in the table below:

**(a) Financial assets at FVOCI**

|                                  | <b>Family Takaful Fund</b> |                   | <b>Company</b>    |                   |
|----------------------------------|----------------------------|-------------------|-------------------|-------------------|
|                                  | <b>30.06.2025</b>          | <b>31.12.2024</b> | <b>30.06.2025</b> | <b>31.12.2024</b> |
|                                  | <b>RM'000</b>              | <b>RM'000</b>     | <b>RM'000</b>     | <b>RM'000</b>     |
| <u>At fair value</u>             |                            |                   |                   |                   |
| Government Investment Issues     | 32,177                     | 17,575            | 32,177            | 17,575            |
| Unquoted Islamic debt securities | 442,047                    | 391,219           | 692,125           | 706,113           |
|                                  | <u>474,224</u>             | <u>408,794</u>    | <u>724,302</u>    | <u>723,688</u>    |

**(b) Financial assets at FVTPL**

|                                  |                |                |                |                |
|----------------------------------|----------------|----------------|----------------|----------------|
| <u>At fair value</u>             |                |                |                |                |
| Government Investment Issues     | 2,476          | 2,418          | 2,476          | 2,418          |
| Unquoted Islamic debt securities | 89,435         | 75,412         | 89,435         | 75,412         |
| Shariah-approved quoted equities | 145,128        | 167,493        | 145,128        | 167,493        |
| Unit trusts                      | 291,035        | 322,536        | 291,035        | 322,536        |
|                                  | <u>528,074</u> | <u>567,859</u> | <u>528,074</u> | <u>567,859</u> |

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## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES

The breakdown of groups of takaful certificates issued and retakaful certificates held, that are in an asset position and those in a liability position is set out in the table below:

|  | 30.06.2025   |                    |                    | 31.12.2024   |                    |                    |
|--|--------------|--------------------|--------------------|--------------|--------------------|--------------------|
|  | Assets       | Liabilities        | Net                | Assets       | Liabilities        | Net                |
|  | RM'000       | RM'000             | RM'000             | RM'000       | RM'000             | RM'000             |
| <b><u>Family Takaful Fund</u></b>                              |              |                    |                    |              |                    |                    |
| <b>Takaful certificates</b>                                    |              |                    |                    |              |                    |                    |
| Takaful certificates issued                                    | -            | (1,056,691)        | (1,056,691)        | -            | (1,029,186)        | (1,029,186)        |
| Retakaful certificates held                                    | 3,719        | -                  | 3,719              | 6,936        | -                  | 6,936              |
| <b>Takaful and retakaful certificates assets/(liabilities)</b> | <b>3,719</b> | <b>(1,056,691)</b> | <b>(1,052,972)</b> | <b>6,936</b> | <b>(1,029,186)</b> | <b>(1,022,250)</b> |
| <b><u>Company</u></b>  |              |                    |                    |              |                    |                    |
| <b>Takaful certificates</b>                                    |              |                    |                    |              |                    |                    |
| Takaful certificates issued                                    | -            | (1,043,922)        | (1,043,922)        | -            | (1,032,018)        | (1,032,018)        |
| Retakaful certificates held                                    | 3,719        | -                  | 3,719              | 6,936        | -                  | 6,936              |
| <b>Takaful and retakaful certificates assets/(liabilities)</b> | <b>3,719</b> | <b>(1,043,922)</b> | <b>(1,040,203)</b> | <b>6,936</b> | <b>(1,032,018)</b> | <b>(1,025,082)</b> |

Company No.

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## ZURICH TAKAFUL MALAYSIA BERHAD

(Incorporated in Malaysia)

### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.1 Takaful certificates issued

The roll-forward of the liabilities for takaful certificates issued, showing the liabilities for remaining coverage and the liabilities for incurred claims for portfolios included in the Family Takaful Fund, is disclosed in the table below:

|   | Note | 30.06.2025                         |                |                                 |                  | 31.12.2024                         |                |                                 |                |
|---|------|------------------------------------|----------------|---------------------------------|------------------|------------------------------------|----------------|---------------------------------|----------------|
|   |      | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total            | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total          |
|   |      | Excluding loss component           | Loss component |                                 |                  | Excluding loss component           | Loss component |                                 |                |
| <b>Family Takaful Fund</b>  |      | RM'000                             | RM'000         | RM'000                          | RM'000           | RM'000                             | RM'000         | RM'000                          | RM'000         |
| Takaful certificate liabilities as at 1 January                   |      | 963,816                            | -              | 65,370                          | 1,029,186        | 815,236                            | -              | 59,710                          | 874,946        |
| <b>Net family takaful certificate liabilities as at 1 January</b> |      | <b>963,816</b>                     | <b>-</b>       | <b>65,370</b>                   | <b>1,029,186</b> | <b>815,236</b>                     | <b>-</b>       | <b>59,710</b>                   | <b>874,946</b> |
| <b>Takaful revenue</b>  |      | (172,005)                          | -              | -                               | (172,005)        | (334,019)                          | -              | -                               | (334,019)      |
| Expected incurred claims and other takaful service expenses       |      | (175,945)                          | -              | -                               | (175,945)        | (326,870)                          | -              | -                               | (326,870)      |
| Other amount  |      | 3,940                              | -              | -                               | 3,940            | (7,149)                            | -              | -                               | (7,149)        |
| <b>Takaful service expense</b>                                    |      | -                                  | -              | 139,262                         | 139,262          | -                                  | -              | 300,919                         | 300,919        |
| Incurred claims and other takaful service expenses                |      | -                                  | -              | 139,262                         | 139,262          | -                                  | -              | 300,919                         | 300,919        |
| <b>Investment components</b>                                      |      | (39,109)                           | -              | 39,109                          | -                | (88,612)                           | -              | 88,612                          | -              |
| <b>Takaful service result</b>                                     |      | (211,114)                          | -              | 178,371                         | (32,743)         | (422,631)                          | -              | 389,531                         | (33,100)       |
| <b>Takaful finance expenses</b>                                   | a    | 12,613                             | -              | -                               | 12,613           | 166,595                            | -              | -                               | 166,595        |
| <b>Total changes in the statement of profit or loss and OCI</b>   |      | (198,501)                          | -              | 178,371                         | (20,130)         | (256,036)                          | -              | 389,531                         | 133,495        |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.1 Takaful certificates issued (continued)

The roll-forward of the liabilities for takaful certificates issued, showing the liabilities for remaining coverage and the liabilities for incurred claims for portfolios included in the Family Takaful Fund, is disclosed in the table below: (continued)

|  | Note | 30.06.2025                         |                |                                 |                  | 31.12.2024                         |                |                                 |                  |
|--|------|------------------------------------|----------------|---------------------------------|------------------|------------------------------------|----------------|---------------------------------|------------------|
|  |      | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total            | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total            |
|  |      | Excluding loss component           | Loss component |                                 |                  | Excluding loss component           | Loss component |                                 |                  |
|  |      | RM'000                             | RM'000         | RM'000                          | RM'000           | RM'000                             | RM'000         | RM'000                          | RM'000           |
| <b>Family Takaful Fund</b>   |      |                                    |                |                                 |                  |                                    |                |                                 |                  |
| <b>Cash flows</b>  |      |                                    |                |                                 |                  |                                    |                |                                 |                  |
| Contributions and contribution tax received                                    | b    | 225,805                            | -              | -                               | 225,805          | 422,483                            | -              | -                               | 422,483          |
| Claims and other expenses paid including investment components                 |      | -                                  | -              | (173,784)                       | (173,784)        | -                                  | -              | (383,871)                       | (383,871)        |
| <b>Total cash flows</b>  |      | 225,805                            | -              | (173,784)                       | 52,021           | 422,483                            | -              | (383,871)                       | 38,612           |
| <b>Other movements</b>   |      | (4,386)                            | -              | -                               | (4,386)          | (17,867)                           | -              | -                               | (17,867)         |
| <b>Net takaful certificate liabilities as at 30 June 2025/31 December 2024</b> |      | <b>986,734</b>                     | <b>-</b>       | <b>69,957</b>                   | <b>1,056,691</b> | <b>963,816</b>                     | <b>-</b>       | <b>65,370</b>                   | <b>1,029,186</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.1 Takaful certificates issued (continued)

The roll-forward of the liabilities for takaful certificates issued, showing the liabilities for remaining coverage and the liabilities for incurred claims for portfolios included in the Company, is disclosed in the table below:

| Company   | Note | 30.06.2025                         |                          |                                 |                  | 31.12.2024                         |                          |                                 |                 |
|---|------|------------------------------------|--------------------------|---------------------------------|------------------|------------------------------------|--------------------------|---------------------------------|-----------------|
|   |      | Liabilities for remaining coverage |                          | Liabilities for incurred claims |                  | Liabilities for remaining coverage |                          | Liabilities for incurred claims |                 |
|   |      | Excluding loss component<br>RM'000 | Loss component<br>RM'000 | for incurred claims<br>RM'000   | Total<br>RM'000  | Excluding loss component<br>RM'000 | Loss component<br>RM'000 | for incurred claims<br>RM'000   | Total<br>RM'000 |
| Takaful certificate liabilities as at 1 January                   |      | 899,312                            | 65,405                   | 67,301                          | 1,032,018        | 777,162                            | 59,249                   | 61,333                          | 897,744         |
| <b>Net family takaful certificate liabilities as at 1 January</b> |      | <b>899,312</b>                     | <b>65,405</b>            | <b>67,301</b>                   | <b>1,032,018</b> | <b>777,162</b>                     | <b>59,249</b>            | <b>61,333</b>                   | <b>897,744</b>  |
| <b>Takaful revenue</b>  |      | (172,701)                          | -                        | -                               | (172,701)        | (294,579)                          | -                        | -                               | (294,579)       |
| Expected incurred claims and other takaful service expenses       |      | (132,421)                          | -                        | -                               | (132,421)        | (202,391)                          | -                        | -                               | (202,391)       |
| Change in risk adjustment for non-financial risk expired          |      | (1,757)                            | -                        | -                               | (1,757)          | (3,325)                            | -                        | -                               | (3,325)         |
| CSM recognised for service provided                               |      | (13,285)                           | -                        | -                               | (13,285)         | (25,978)                           | -                        | -                               | (25,978)        |
| Recovery of takaful acquisition cashflows                         |      | (29,179)                           | -                        | -                               | (29,179)         | (55,736)                           | -                        | -                               | (55,736)        |
| Other amount  |      | 3,941                              | -                        | -                               | 3,941            | (7,149)                            | -                        | -                               | (7,149)         |



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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.1 Takaful certificates issued (continued)

The roll-forward of the liabilities for takaful certificates issued, showing the liabilities for remaining coverage and the liabilities for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

| Company   | Note | 30.06.2025                         |                |                                 |          | 31.12.2024                         |                |                                 |          |
|---|------|------------------------------------|----------------|---------------------------------|----------|------------------------------------|----------------|---------------------------------|----------|
|   |      | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total    | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total    |
|   |      | Excluding loss component           | Loss component |                                 |          | Excluding loss component           | Loss component |                                 |          |
|   |      | RM'000                             | RM'000         | RM'000                          | RM'000   | RM'000                             | RM'000         | RM'000                          | RM'000   |
| <b>Takaful service expense</b>  |      | 29,179                             | (106)          | 102,924                         | 131,997  | 55,736                             | 5,262          | 205,410                         | 266,408  |
| Incurred claims and other takaful service expenses                          |      | -                                  | -              | 102,924                         | 102,924  | -                                  | -              | 205,410                         | 205,410  |
| Net losses recognised on onerous certificates and reversals of those losses |      | -                                  | (106)          | -                               | (106)    | -                                  | 5,262          | -                               | 5,262    |
| Amortisation of takaful acquisition cash flows                              |      | 29,179                             | -              | -                               | 29,179   | 55,736                             | -              | -                               | 55,736   |
| <b>Investment components</b>  |      | (39,109)                           | -              | 39,109                          | -        | (88,612)                           | -              | 88,612                          | -        |
| <b>Takaful service result</b>   |      | (182,631)                          | (106)          | 142,033                         | (40,704) | (327,455)                          | 5,262          | 294,022                         | (28,171) |
| <b>Takaful finance expenses</b>   | a    | 7,897                              | 1,536          | -                               | 9,433    | 139,216                            | 894            | -                               | 140,110  |
| <b>Total changes in the statement of profit or loss and OCI</b>             |      | (174,734)                          | 1,430          | 142,033                         | (31,271) | (188,239)                          | 6,156          | 294,022                         | 111,939  |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.1 Takaful certificates issued (continued)

The roll-forward of the liabilities for takaful certificates issued, showing the liabilities for remaining coverage and the liabilities for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

| Company   | Note | 30.06.2025                         |                |                                 |           | 31.12.2024                         |                |                                 |           |
|---|------|------------------------------------|----------------|---------------------------------|-----------|------------------------------------|----------------|---------------------------------|-----------|
|   |      | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total     | Liabilities for remaining coverage |                | Liabilities for incurred claims | Total     |
|   |      | Excluding loss component           | Loss component |                                 |           | Excluding loss component           | Loss component |                                 |           |
|   |      | RM'000                             | RM'000         | RM'000                          | RM'000    | RM'000                             | RM'000         | RM'000                          | RM'000    |
|   |      |                                    |                |                                 |           |                                    |                |                                 |           |
| Cash flows  |      |                                    |                |                                 |           |                                    |                |                                 |           |
| Contributions and contribution tax received                             | b    | 223,977                            | -              | -                               | 223,977   | 407,385                            | -              | -                               | 407,385   |
| Claims and other expenses paid including investment components          |      | -                                  | -              | (137,889)                       | (137,889) | -                                  | -              | (288,054)                       | (288,054) |
| Takaful acquisition cash flows  |      | (38,527)                           | -              | -                               | (38,527)  | (79,129)                           | -              | -                               | (79,129)  |
| Total cash flows  |      | 185,450                            | -              | (137,889)                       | 47,561    | 328,256                            | -              | (288,054)                       | 40,202    |
| Other movements   |      | (4,386)                            | -              | -                               | (4,386)   | (17,867)                           | -              | -                               | (17,867)  |
| Net takaful certificate liabilities as at 30 June 2025/31 December 2024 |      | 905,642                            | 66,835         | 71,445                          | 1,043,922 | 899,312                            | 65,405         | 67,301                          | 1,032,018 |

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### **NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)**

#### **11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)**

##### **11.1 Takaful certificates issued (continued)**

**Notes:**

- a.** The Company disaggregates takaful finance expenses between profit or loss and other comprehensive income. The Company does not disaggregate changes in the risk adjustment for non-financial risk between takaful service result and takaful finance expenses.
- b.** The refunds of contributions have been included in this line.

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.2 Retakaful certificates held

The roll-forward of the net liabilities or assets for retakaful certificates held, showing the assets for remaining coverage and the amounts recoverable on incurred claims arising from business ceded to retakaful operators in the Family Takaful Fund, is disclosed in the table below:

|   | Note | 30.06.2025                        |                         |  |                | 31.12.2024                        |                         |  |                 |
|---|------|-----------------------------------|-------------------------|--|----------------|-----------------------------------|-------------------------|--|-----------------|
|   |      | Assets for remaining coverage     |                         | Amounts recoverable on incurred claims | Total          | Assets for remaining coverage     |                         | Amounts recoverable on incurred claims | Total           |
|   |      | Excluding loss-recovery component | Loss-recovery component |  |                | Excluding loss-recovery component | Loss-recovery component |  |                 |
| <u>Family Takaful Fund</u>  |      | RM'000                            | RM'000                  | RM'000                                 | RM'000         | RM'000                            | RM'000                  | RM'000                                 | RM'000          |
| Retakaful certificate assets as at 1 January                            |      | 21,538                            | -                       | (28,474)                               | (6,936)        | -                                 | -                       | -                                      | -               |
| Retakaful certificate liabilities as at 1 January                       |      | -                                 | -                       | -                                      | -              | 30,928                            | -                       | (29,239)                               | 1,689           |
| <b>Net retakaful certificate (assets)/liabilities as at 1 January</b>   |      | <b>21,538</b>                     | <b>-</b>                | <b>(28,474)</b>                        | <b>(6,936)</b> | <b>30,928</b>                     | <b>-</b>                | <b>(29,239)</b>                        | <b>1,689</b>    |
| Allocation of retakaful contributions                                   |      | 13,959                            | -                       | -                                      | 13,959         | 23,967                            | -                       | -                                      | 23,967          |
| Amounts recoverable from retakaful operators                            |      | -                                 | -                       | (9,539)                                | (9,539)        | -                                 | -                       | (18,731)                               | (18,731)        |
| <b>Net (income)/expense from retakaful certificates held</b>            |      | <b>13,959</b>                     | <b>-</b>                | <b>(9,539)</b>                         | <b>4,420</b>   | <b>23,967</b>                     | <b>-</b>                | <b>(18,731)</b>                        | <b>5,236</b>    |
| <b>Retakaful finance income</b>   |      | <b>(4,386)</b>                    | <b>-</b>                | <b>-</b>                               | <b>(4,386)</b> | <b>(19,069)</b>                   | <b>-</b>                | <b>-</b>                               | <b>(19,069)</b> |
| <b>Effect of changes in non-performance risk of retakaful operators</b> |      | <b>(34)</b>                       | <b>-</b>                | <b>-</b>                               | <b>(34)</b>    | <b>(171)</b>                      | <b>-</b>                | <b>-</b>                               | <b>(171)</b>    |
| <b>Total changes in the statement of profit or loss and OCI</b>         |      | <b>9,539</b>                      | <b>-</b>                | <b>(9,539)</b>                         | <b>-</b>       | <b>4,727</b>                      | <b>-</b>                | <b>(18,731)</b>                        | <b>(14,004)</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.2 Retakaful certificates held (continued)

The roll-forward of the net liabilities or assets for retakaful certificates held, showing the assets for remaining coverage and the amounts recoverable on incurred claims arising from business ceded to retakaful operators in the Family Takaful Fund, is disclosed in the table below: (continued)

|   | Note | 30.06.2025                        |                         |  |                | 31.12.2024                        |                         |  |                |
|---|------|-----------------------------------|-------------------------|--|----------------|-----------------------------------|-------------------------|--|----------------|
|   |      | Assets for remaining coverage     |                         | Amounts recoverable on incurred claims | Total          | Assets for remaining coverage     |                         | Amounts recoverable on incurred claims | Total          |
|   |      | Excluding loss-recovery component | Loss-recovery component |  |                | Excluding loss-recovery component | Loss-recovery component |  |                |
| <u>Family Takaful Fund</u>  |      | RM'000                            | RM'000                  | RM'000                                 | RM'000         | RM'000                            | RM'000                  | RM'000                                 | RM'000         |
| <b>Cash flows</b>   |      |                                   |                         |  |                |                                   |                         |  |                |
| Contributions and similar expense paid                                      |      | (5,658)                           | -                       | -                                      | (5,658)        | (31,984)                          | -                       | -                                      | (31,984)       |
| Amounts received from retakaful operators                                   |      | -                                 | -                       | 4,489                                  | 4,489          | -                                 | -                       | 19,496                                 | 19,496         |
| <b>Total cash flows</b>   |      | (5,658)                           | -                       | 4,489                                  | (1,169)        | (31,984)                          | -                       | 19,496                                 | (12,488)       |
| <b>Other movements</b>  |      | 4,386                             | -                       | -                                      | 4,386          | 17,867                            | -                       | -                                      | 17,867         |
| <b>Net retakaful certificate assets as at 30 June 2025/31 December 2024</b> |      | <b>29,804</b>                     | <b>-</b>                | <b>(33,523)</b>                        | <b>(3,719)</b> | <b>21,538</b>                     | <b>-</b>                | <b>(28,474)</b>                        | <b>(6,936)</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.2 Retakaful certificates held (continued)

The roll-forward of the net liabilities or assets for retakaful certificates held, showing the assets for remaining coverage and the amounts recoverable on incurred claims arising from business ceded to retakaful operators in the Company, is disclosed in the table below:

| Company   | Note | 30.06.2025                             |                         |  |                | 31.12.2024                             |                         |  |                 |
|---|------|--|-------------------------|--|----------------|--|-------------------------|--|-----------------|
|   |      | Assets for remaining coverage          |                         | Amounts recoverable on incurred claims | Total          | Assets for remaining coverage          |                         | Amounts recoverable on incurred claims | Total           |
|   |      | Excluding loss-recovery/gain component | Loss-recovery component |  |                | Excluding loss-recovery/gain component | Loss-recovery component |  |                 |
|   |      | RM'000                                 | RM'000                  |  |                | RM'000                                 | RM'000                  |  |                 |
| Retakaful certificate assets as at 1 January                            |      | 21,538                                 | -                       | (28,474)                               | (6,936)        | -                                      | -                       | -                                      | -               |
| Retakaful certificate liabilities as at 1 January                       |      | -                                      | -                       | -                                      | -              | 30,928                                 | -                       | (29,239)                               | 1,689           |
| <b>Net retakaful certificate (assets)/ liabilities as at 1 January</b>  |      | <b>21,538</b>                          | <b>-</b>                | <b>(28,474)</b>                        | <b>(6,936)</b> | <b>30,928</b>                          | <b>-</b>                | <b>(29,239)</b>                        | <b>1,689</b>    |
| Allocation of retakaful contributions                                   |      | 13,959                                 | -                       | -                                      | 13,959         | 23,967                                 | -                       | -                                      | 23,967          |
| Amounts recoverable from retakaful operators                            |      | -                                      | -                       | (9,539)                                | (9,539)        | -                                      | -                       | (18,731)                               | (18,731)        |
| <b>Net income or expense from retakaful certificates held</b>           |      | <b>13,959</b>                          | <b>-</b>                | <b>(9,539)</b>                         | <b>4,420</b>   | <b>23,967</b>                          | <b>-</b>                | <b>(18,731)</b>                        | <b>5,236</b>    |
| <b>Retakaful finance income</b>   |      | <b>(4,386)</b>                         | <b>-</b>                | <b>-</b>                               | <b>(4,386)</b> | <b>(19,069)</b>                        | <b>-</b>                | <b>-</b>                               | <b>(19,069)</b> |
| <b>Effect of changes in non-performance risk of retakaful operators</b> |      | <b>(34)</b>                            | <b>-</b>                | <b>-</b>                               | <b>(34)</b>    | <b>(171)</b>                           | <b>-</b>                | <b>-</b>                               | <b>(171)</b>    |
| <b>Total changes in the statement of profit or loss and OCI</b>         |      | <b>9,539</b>                           | <b>-</b>                | <b>(9,539)</b>                         | <b>-</b>       | <b>4,727</b>                           | <b>-</b>                | <b>(18,731)</b>                        | <b>(14,004)</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.2 Retakaful certificates held (continued)

The roll-forward of the net liabilities or assets for retakaful certificates held, showing the assets for remaining coverage and the amounts recoverable on incurred claims arising from business ceded to retakaful operators in the Company, is disclosed in the table below: (continued)

| Company   | Note | 30.06.2025   |                                |   |                | 31.12.2024   |                            |   |                |
|---|------|--|--------------------------------|---|----------------|--|----------------------------|---|----------------|
|   |      | Assets for remaining coverage                        |                                |   |                | Assets for remaining coverage                        |                            |   |                |
|   |      | Excluding<br>loss-<br>recovery/<br>gain<br>component | Loss-<br>recovery<br>component | Amounts<br>recoverable<br>on incurred<br>claims | Total          | Excluding<br>loss-<br>recovery/<br>gain<br>component | Loss-recovery<br>component | Amounts<br>recoverable<br>on incurred<br>claims | Total          |
|   |      | RM'000   | RM'000                         | RM'000  | RM'000         | RM'000   | RM'000                     | RM'000  | RM'000         |
| <b>Cash flows</b>   |      |  |                                |   |                |  |                            |   |                |
| Contributions and similar expense paid                                      |      | (5,658)  | -                              | -   | (5,658)        | (31,984)   | -                          | -   | (31,984)       |
| Amounts received from retakaful operators                                   |      | -  | -                              | 4,489   | 4,489          | -  | -                          | 19,496  | 19,496         |
| <b>Total cash flows</b>   |      | (5,658)  | -                              | 4,489   | (1,169)        | (31,984)   | -                          | 19,496  | (12,488)       |
| <b>Other movements</b>  |      | 4,386  | -                              | -   | 4,386          | 17,867   | -                          | -   | 17,867         |
| <b>Net retakaful certificate assets as at 30 June 2025/31 December 2024</b> |      | <b>29,804</b>  | <b>-</b>                       | <b>(33,523)</b>                                 | <b>(3,719)</b> | <b>21,538</b>  | <b>-</b>                   | <b>(28,474)</b>                                 | <b>(6,936)</b> |

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)****11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)****11.3 Takaful certificates issues – analysis by measurement components**

The table below presents a roll-forward of the liabilities for takaful certificates issued, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of takaful certificates issued by the Family Takaful Fund:

|   | Note     | 30.06.2025                                      |                  |                            |                  | 31.12.2024                                      |                  |                            |                |
|---|----------|---|------------------|----------------------------|------------------|---|------------------|----------------------------|----------------|
|   |          | Liabilities for remaining coverage              |                  |                            |                  | Liabilities for remaining coverage              |                  |                            |                |
|   |          | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total            | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total          |
| <b>Family Takaful Fund</b>                                      |          | RM'000  | RM'000           | RM'000                     | RM'000           | RM'000  | RM'000           | RM'000                     | RM'000         |
| Takaful certificate liabilities as at 1 January                 |          | 1,029,186                                       | -                | -                          | 1,029,186        | 874,946   | -                | -                          | 874,946        |
| <b>Net takaful certificate liabilities as at 1 January</b>      |          | <b>1,029,186</b>                                | <b>-</b>         | <b>-</b>                   | <b>1,029,186</b> | <b>874,946</b>                                  | <b>-</b>         | <b>-</b>                   | <b>874,946</b> |
| Changes that relate to current services:                        |          | (34,726)  | -                | -                          | (34,726)         | (34,587)  | -                | -                          | (34,587)       |
| Experience adjustments  |          | (34,726)  | -                | -                          | (34,726)         | (34,587)  | -                | -                          | (34,587)       |
| Changes that relate to past services:                           |          | 1,983   | -                | -                          | 1,983            | 1,487   | -                | -                          | 1,487          |
| Adjustments to liabilities for incurred claims                  |          | 1,983   | -                | -                          | 1,983            | 1,487   | -                | -                          | 1,487          |
| <b>Takaful service result</b>                                   |          | (32,743)  | -                | -                          | (32,743)         | (33,100)  | -                | -                          | (33,100)       |
| <b>Takaful finance expenses</b>                                 | <b>a</b> | 12,614  | -                | -                          | 12,614           | 166,595   | -                | -                          | 166,595        |
| <b>Total changes in the statement of profit or loss and OCI</b> |          | (20,129)  | -                | -                          | (20,129)         | 133,495   | -                | -                          | 133,495        |



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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)****11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)****11.3 Takaful certificates issues – analysis by measurement components (continued)**

The table below presents a roll-forward of the liabilities for takaful certificates issued, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of takaful certificates issued by the Family Takaful Fund: (continued)

|  | Note | 30.06.2025                                      |                  |                            |                  | 31.12.2024                                      |                  |                            |                  |
|--|------|---|------------------|----------------------------|------------------|---|------------------|----------------------------|------------------|
|  |      | Liabilities for remaining coverage              |                  |                            |                  | Liabilities for remaining coverage              |                  |                            |                  |
|  |      | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total            | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total            |
|  |      | RM'000  | RM'000           | RM'000                     | RM'000           | RM'000  | RM'000           | RM'000                     | RM'000           |
| <b><u>Family Takaful Fund</u></b>  |      |   |                  |                            |                  |   |                  |                            |                  |
| <b>Cash flows</b>  |      |   |                  |                            |                  |   |                  |                            |                  |
| Contributions and contribution tax received                                    |      | 225,806   | -                | -                          | 225,806          | 422,483   | -                | -                          | 422,483          |
| Claims and other takaful service expenses paid                                 |      | (173,786)                                       | -                | -                          | (173,786)        | (383,871)                                       | -                | -                          | (383,871)        |
| <b>Total cash flows</b>  |      | 52,020  | -                | -                          | 52,020           | 38,612  | -                | -                          | 38,612           |
| <b>Other movements</b>   |      | (4,386)   | -                | -                          | (4,386)          | (17,867)  | -                | -                          | (17,867)         |
| <b>Net takaful certificate liabilities as at 30 June 2025/31 December 2024</b> |      | <b>1,056,691</b>                                | <b>-</b>         | <b>-</b>                   | <b>1,056,691</b> | <b>1,029,186</b>                                | <b>-</b>         | <b>-</b>                   | <b>1,029,186</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.3 Takaful certificates issues – analysis by measurement components (continued)

The table below presents a roll-forward of the liabilities for takaful certificates issued, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of takaful certificates issued by the Company:

| Company  | Note | 30.06.2025                                      |                  |                            |                  | 31.12.2024                                      |                  |                            |                |
|--|------|---|------------------|----------------------------|------------------|---|------------------|----------------------------|----------------|
|  |      | Liabilities for remaining coverage              |                  |                            |                  | Liabilities for remaining coverage              |                  |                            |                |
|  |      | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total            | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total          |
|  |      | RM'000  | RM'000           | RM'000                     | RM'000           | RM'000  | RM'000           | RM'000                     | RM'000         |
| Takaful certificate liabilities as at 1 January                        |      | 852,897   | 25,465           | 153,656                    | 1,032,018        | 628,109   | 24,918           | 244,717                    | 897,744        |
| <b>Net takaful certificate liabilities as at 1 January</b>             |      | <b>852,897</b>                                  | <b>25,465</b>    | <b>153,656</b>             | <b>1,032,018</b> | <b>628,109</b>                                  | <b>24,918</b>    | <b>244,717</b>             | <b>897,744</b> |
| Changes that relate to current services:                               |      | (32,102)  | (1,632)          | (13,285)                   | (47,019)         | (8,618)   | (3,663)          | (25,978)                   | (38,259)       |
| Contractual service margin recognised for services provided            |      | -   | -                | (13,285)                   | (13,285)         | -   | -                | (25,978)                   | (25,978)       |
| Risk adjustment for the risk expired                                   |      | -   | (1,632)          | -                          | (1,632)          | -   | (3,663)          | -                          | (3,663)        |
| Experience adjustments   |      | (32,102)  | -                | -                          | (32,102)         | (8,618)   | -                | -                          | (8,618)        |
| Changes that relate to future services:                                |      | (19,043)  | 1,567            | 21,808                     | 4,332            | 71,556  | 3,323            | (66,278)                   | 8,601          |
| Certificates initially recognised in the period                        |      | (10,825)  | 1,657            | 10,512                     | 1,344            | (40,717)  | 2,878            | 37,839                     | -              |
| Changes in estimates that adjust the contractual service margin        |      | (11,906)  | 610              | 11,296                     | -                | 104,662   | (545)            | (104,117)                  | -              |
| Changes in estimates that do not adjust the contractual service margin |      | 3,688   | (700)            | -                          | 2,988            | 7,611   | 990              | -                          | 8,601          |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.3 Takaful certificates issues – analysis by measurement components (continued)

The table below presents a roll-forward of the liabilities for takaful certificates issued, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of takaful certificates issued in the Company: (continued)

| Company  | Note | 30.06.2025                                      |                  |                            |                  | 31.12.2024                                      |                  |                            |                  |
|--|------|---|------------------|----------------------------|------------------|---|------------------|----------------------------|------------------|
|  |      | Liabilities for remaining coverage              |                  |                            |                  | Liabilities for remaining coverage              |                  |                            |                  |
|  |      | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total            | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total            |
|  |      | RM'000  | RM'000           | RM'000                     | RM'000           | RM'000  | RM'000           | RM'000                     | RM'000           |
| Changes that relate to past services:  |      | 1,983   | -                | -                          | 1,983            | 1,487   | -                | -                          | 1,487            |
| Adjustments to liabilities for incurred claims                                 |      | 1,983   | -                | -                          | 1,983            | 1,487   | -                | -                          | 1,487            |
| <b>Takaful services result</b>   |      | (49,162)  | (65)             | 8,523                      | (40,704)         | 64,425  | (340)            | (92,256)                   | (28,171)         |
| <b>Takaful finance expenses</b>  |      | 8,135   | 728              | 570                        | 9,433            | 138,028   | 887              | 1,195                      | 140,110          |
| <b>Total changes in the statement of profit or loss and OCI</b>                |      | (41,027)  | 663              | 9,093                      | (31,271)         | 202,453   | 547              | (91,061)                   | 111,939          |
| <b>Cash flows</b>  |      |   |                  |                            |                  |   |                  |                            |                  |
| Contributions and contribution tax received                                    |      | 223,977   | -                | -                          | 223,977          | 407,385   | -                | -                          | 407,385          |
| Claims and other takaful service expenses paid                                 |      | (137,889)                                       | -                | -                          | (137,889)        | (288,054)                                       | -                | -                          | (288,054)        |
| Takaful acquisition cash flows   |      | (38,527)  | -                | -                          | (38,527)         | (79,129)  | -                | -                          | (79,129)         |
| <b>Total cash flows</b>  |      | 47,561  | -                | -                          | 47,561           | 40,202  | -                | -                          | 40,202           |
| <b>Other movements</b>   |      | (4,386)   | -                | -                          | (4,386)          | (17,867)  | -                | -                          | (17,867)         |
| <b>Net takaful certificate liabilities as at 30 June 2025/31 December 2024</b> |      | <b>855,045</b>                                  | <b>26,128</b>    | <b>162,749</b>             | <b>1,043,922</b> | <b>852,897</b>                                  | <b>25,465</b>    | <b>153,656</b>             | <b>1,032,018</b> |

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)****11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)****11.4 Retakaful certificates held – analysis by measurement components**

The table below presents a roll-forward of the net liabilities/(assets) for retakaful certificates held, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of retakaful certificates held by the Family Takaful Fund:

|  | Note | 30.06.2025                                      |                  |                            |                | 31.12.2024                                      |                  |                            |                 |
|--|------|---|------------------|----------------------------|----------------|---|------------------|----------------------------|-----------------|
|  |      | Liabilities for remaining coverage              |                  |                            |                | Liabilities for remaining coverage              |                  |                            |                 |
|  |      | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total          | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total           |
|  |      | RM'000  | RM'000           | RM'000                     | RM'000         | RM'000  | RM'000           | RM'000                     | RM'000          |
| <b>Family Takaful Fund</b>   |      |   |                  |                            |                |   |                  |                            |                 |
| Retakaful certificate assets as at 1 January   |      | (6,936)   | -                | -                          | (6,936)        | -   | -                | -                          | -               |
| Retakaful certificate liabilities as at 1 January                                    |      | -   | -                | -                          | -              | 1,689   | -                | -                          | 1,689           |
| <b>Net retakaful certificate (assets)/liabilities as at 1 January</b>                |      | <b>(6,936)</b>                                  | <b>-</b>         | <b>-</b>                   | <b>(6,936)</b> | <b>1,689</b>                                    | <b>-</b>         | <b>-</b>                   | <b>1,689</b>    |
| Changes that relate to current services:   |      | 4,397   | -                | -                          | 4,397          | 4,702   | -                | -                          | 4,702           |
| Experience adjustments   |      | 4,397   | -                | -                          | 4,397          | 4,702   | -                | -                          | 4,702           |
| Changes that relate to past services:  |      | 23  | -                | -                          | 23             | 534   | -                | -                          | 534             |
| Changes in amounts recoverable arising from changes in liability for incurred claims |      | 23  | -                | -                          | 23             | 534   | -                | -                          | 534             |
| <b>Retakaful finance expense</b>   |      | <b>(4,386)</b>                                  | <b>-</b>         | <b>-</b>                   | <b>(4,386)</b> | <b>(19,069)</b>                                 | <b>-</b>         | <b>-</b>                   | <b>(19,069)</b> |
| <b>Effect of changes in non-performance risk of retakaful operators</b>              |      | <b>(34)</b>                                     | <b>-</b>         | <b>-</b>                   | <b>(34)</b>    | <b>(171)</b>                                    | <b>-</b>         | <b>-</b>                   | <b>(171)</b>    |
| <b>Total changes in the statement of profit or loss and OCI</b>                      |      | <b>-</b>  | <b>-</b>         | <b>-</b>                   | <b>-</b>       | <b>(14,004)</b>                                 | <b>-</b>         | <b>-</b>                   | <b>(14,004)</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.4 Retakaful certificates held – analysis by measurement components (continued)

The table below presents a roll-forward of the net liabilities/(assets) for retakaful certificates held, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of retakaful certificates held by the Family Takaful Fund: (continued)

|  | Note | 30.06.2025                                      |                 |                            |                | 31.12.2024                                      |                 |                            |                |
|--|------|---|-----------------|----------------------------|----------------|---|-----------------|----------------------------|----------------|
|  |      | Liabilities for remaining coverage              |                 |                            |                | Liabilities for remaining coverage              |                 |                            |                |
|  |      | Estimates of present value of future cash flows | Risk adjustment | Contractual service margin | Total          | Estimates of present value of future cash flows | Risk adjustment | Contractual service margin | Total          |
|  |      | RM'000  | RM'000          | RM'000                     | RM'000         | RM'000  | RM'000          | RM'000                     | RM'000         |
| <b>Family Takaful Fund</b>   |      |   |                 |                            |                |   |                 |                            |                |
| <b>Cash flows</b>  |      |   |                 |                            |                |   |                 |                            |                |
| Contributions and similar expenses paid                                    |      | (5,658)   | -               | -                          | (5,658)        | (31,984)  | -               | -                          | (31,984)       |
| Amounts received from retakaful operators                                  |      | 4,489   | -               | -                          | 4,489          | 19,496  | -               | -                          | 19,496         |
| <b>Total cash flows</b>  |      | (1,169)   | -               | -                          | (1,169)        | (12,488)  | -               | -                          | (12,488)       |
| <b>Other movements</b>   |      | 4,386   | -               | -                          | 4,386          | 17,867  | -               | -                          | 17,867         |
| <b>Net retakaful certificate assets as at 30 June 2025/31December 2024</b> |      | <b>(3,719)</b>                                  | <b>-</b>        | <b>-</b>                   | <b>(3,719)</b> | <b>(6,936)</b>                                  | <b>-</b>        | <b>-</b>                   | <b>(6,936)</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.4 Retakaful certificates held – analysis by measurement components (continued)

The table below presents a roll-forward of the net liabilities/(assets) for retakaful certificates held, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of retakaful certificates held by the Company:

| Company  | Note | 30.06.2025                                      |                  |                            |                | 31.12.2024                                      |                  |                            |                 |
|--|------|---|------------------|----------------------------|----------------|---|------------------|----------------------------|-----------------|
|  |      | Liabilities for remaining coverage              |                  |                            |                | Liabilities for remaining coverage              |                  |                            |                 |
|  |      | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total          | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total           |
|  |      | RM'000  | RM'000           | RM'000                     | RM'000         | RM'000  | RM'000           | RM'000                     | RM'000          |
| Retakaful certificate assets as at 1 January   |      | (6,936)   | -                | -                          | (6,936)        | -   | -                | -                          | -               |
| Retakaful certificate liabilities as at 1 January                                    |      | -   | -                | -                          | -              | 1,689   | -                | -                          | 1,689           |
| <b>Net retakaful certificate (assets)/liabilities as at 1 January</b>                |      | <b>(6,936)</b>                                  | <b>-</b>         | <b>-</b>                   | <b>(6,936)</b> | <b>1,689</b>                                    | <b>-</b>         | <b>-</b>                   | <b>1,689</b>    |
| Changes that relate to current services:   |      | 4,397   | -                | -                          | 4,397          | 4,702   | -                | -                          | 4,702           |
| Experience adjustments   |      | 4,397   | -                | -                          | 4,397          | 4,702   | -                | -                          | 4,702           |
| Changes that relate to past services:  |      | 23  | -                | -                          | 23             | 534   | -                | -                          | 534             |
| Changes in amounts recoverable arising from changes in liability for incurred claims |      | 23  | -                | -                          | 23             | 534   | -                | -                          | 534             |
| <b>Retakaful finance expense</b>   |      | <b>(4,386)</b>                                  | <b>-</b>         | <b>-</b>                   | <b>(4,386)</b> | <b>(19,069)</b>                                 | <b>-</b>         | <b>-</b>                   | <b>(19,069)</b> |
| <b>Effect of changes in non-performance risk of retakaful operators</b>              |      | <b>(34)</b>                                     | <b>-</b>         | <b>-</b>                   | <b>(34)</b>    | <b>(171)</b>                                    | <b>-</b>         | <b>-</b>                   | <b>(171)</b>    |
| <b>Total changes in the statement of profit or loss and OCI</b>                      |      | <b>-</b>  | <b>-</b>         | <b>-</b>                   | <b>-</b>       | <b>(14,004)</b>                                 | <b>-</b>         | <b>-</b>                   | <b>(14,004)</b> |

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 11. TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

##### 11.4 Retakaful certificates held – analysis by measurement components (continued)

The table below presents a roll-forward of the net liabilities/(assets) for retakaful certificates held, showing estimated of the present value of future cash flows, risk adjustment and CSM for portfolio of retakaful certificates held by the Company: (continued)

| <u>Company</u>  | Note | 30.06.2025                                      |                  |                            |                | 31.12.2024                                      |                  |                            |                |
|---|------|---|------------------|----------------------------|----------------|---|------------------|----------------------------|----------------|
|   |      | Liabilities for remaining coverage              |                  |                            |                | Liabilities for remaining coverage              |                  |                            |                |
|   |      | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total          | Estimates of present value of future cash flows | Risk adjust-ment | Contractual service margin | Total          |
|   |      | RM'000  | RM'000           | RM'000                     | RM'000         | RM'000  | RM'000           | RM'000                     | RM'000         |
| <b>Cash flows</b>   |      |   |                  |                            |                |   |                  |                            |                |
| Contributions and similar expenses paid                                     |      | (5,658)   | -                | -                          | (5,658)        | (31,984)  | -                | -                          | (31,984)       |
| Amounts received from retakaful operators                                   |      | 4,489   | -                | -                          | 4,489          | 19,496  | -                | -                          | 19,496         |
| <b>Total cash flows</b>   |      | (1,169)   | -                | -                          | (1,169)        | (12,488)  | -                | -                          | (12,488)       |
| <b>Other movements</b>  |      | 4,386   | -                | -                          | 4,386          | 17,867  | -                | -                          | 17,867         |
| <b>Net retakaful certificate assets as at 30 June 2025/31 December 2024</b> |      | <b>(3,719)</b>                                  | <b>-</b>         | <b>-</b>                   | <b>(3,719)</b> | <b>(6,936)</b>                                  | <b>-</b>         | <b>-</b>                   | <b>(6,936)</b> |

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
(CONTINUED)****12. FAIR VALUE INFORMATION****(a) Determination of fair value and fair value hierarchy**

The Company classifies fair value measurement using a fair value hierarchy that reflects the significant of the inputs used in making the measurements. The fair value hierarchy has the following levels:

**Level 1 – Quoted market price**

Included in the quoted price category are financial instruments that are measured in whole or in part by reference to published quotes in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, secondary market via dealer and broker, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

**Level 2 – Valuation Techniques - Market observable input**

Financial instruments in this category are measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions. It includes financial instruments for which pricing is obtained via pricing services, but where prices have not been determined in an active market, instruments with fair values based on broker quotes and discounted cash flows, the price of the most recent transactions may be used provided that there has not been a significant change in economic circumstances since the time of the transaction, or if the conditions have changed, that price should be adjusted to reflect the change in conditions by reference to current prices for similar financial instruments and investment in structured products with fair values obtained via investment bankers and/or fund managers.

**Level 3 – Valuation Techniques - Unobservable inputs**

Non-market observable inputs mean that fair values are determined in whole or in part using a valuation technique based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. Example of main asset classes in this category are unquoted equity securities, un-rated securities, investment properties, non-performing loans and debt securities from organisations in default. Valuation techniques of these portfolios are used to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the instrument at the measurement date. However, the fair value measurement objective remains the same, that is, an exit price from the perspective of the Company. Therefore, unobservable inputs reflect the Company's own assumptions about the assumptions that market participants would use in pricing the instrument (including assumptions about risk). These inputs are developed based on the best information available, which might include the Company's own data and judgments.



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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)****12. FAIR VALUE INFORMATION (CONTINUED)****(b) Financial instruments carried at fair value**

The table below shows the financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

|                                   | <b>Level 1</b>        | <b>Level 2</b>        | <b>Level 3</b>        | <b>Total</b>         |
|-----------------------------------|-----------------------|-----------------------|-----------------------|----------------------|
| <b><u>Family Takaful Fund</u></b> | <b><u>RM'000</u></b>  | <b><u>RM'000</u></b>  | <b><u>RM'000</u></b>  | <b><u>RM'000</u></b> |
| <b><u>30 June 2025</u></b>        |                       |                       |                       |                      |
| Financial assets at FVOCI:        |                       |                       |                       |                      |
| Government Investment Issues      | -                     | 32,177                | -                     | 32,177               |
| Unquoted Islamic debt securities  | -                     | 442,047               | -                     | 442,047              |
| Financial assets at FVTPL:        |                       |                       |                       |                      |
| Government Investment Issues      | -                     | 2,476                 | -                     | 2,476                |
| Unquoted Islamic debt securities  | -                     | 88,915                | 520*                  | 89,435               |
| Shariah-approved quoted equities  | 145,128               | -                     | -                     | 145,128              |
| Unit trusts                       | 291,035               | -                     | -                     | 291,035              |
|                                   | <u>436,163</u>        | <u>565,615</u>        | <u>520</u>            | <u>1,002,298</u>     |
|                                   | <b><u>Level 1</u></b> | <b><u>Level 2</u></b> | <b><u>Level 3</u></b> | <b><u>Total</u></b>  |
|                                   | <b><u>RM'000</u></b>  | <b><u>RM'000</u></b>  | <b><u>RM'000</u></b>  | <b><u>RM'000</u></b> |
| <b><u>31 December 2024</u></b>    |                       |                       |                       |                      |
| Financial assets at FVOCI:        |                       |                       |                       |                      |
| Government Investment Issues      | -                     | 17,575                | -                     | 17,575               |
| Unquoted Islamic debt securities  | -                     | 391,219               | -                     | 391,219              |
| Financial assets at FVTPL:        |                       |                       |                       |                      |
| Government Investment Issues      | -                     | 2,418                 | -                     | 2,418                |
| Unquoted Islamic debt securities  | -                     | 74,892                | 520*                  | 75,412               |
| Shariah-approved quoted equities  | 167,493               | -                     | -                     | 167,493              |
| Unit trusts                       | 322,536               | -                     | -                     | 322,536              |
|                                   | <u>490,029</u>        | <u>486,104</u>        | <u>520</u>            | <u>976,653</u>       |

\*There were no movements in fair value of Level 3 financial instrument of the Company during the current and previous financial year.

**ZURICH TAKAFUL MALAYSIA BERHAD**

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
(CONTINUED)****12. FAIR VALUE INFORMATION (CONTINUED)****(b) Financial instruments carried at fair value (continued)**

The table below shows the financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

| <b>Company</b>                    | <b>Level 1</b> | <b>Level 2</b> | <b>Level 3</b> | <b>Total</b>     |
|-----------------------------------|----------------|----------------|----------------|------------------|
|                                   | <b>RM'000</b>  | <b>RM'000</b>  | <b>RM'000</b>  | <b>RM'000</b>    |
| <b><u>30 June 2025</u></b>        |                |                |                |                  |
| <b>Financial assets</b>           |                |                |                |                  |
| FVOCI financial assets:           |                |                |                |                  |
| Government Investment Issues      | -              | 32,177         | -              | 32,177           |
| Islamic debt securities, unquoted | -              | 692,125        | -              | 692,125          |
| Financial assets at FVTPL:        |                |                |                |                  |
| Government Investment Issues      | -              | 2,476          | -              | 2,476            |
| Unquoted Islamic debt securities  | -              | 88,915         | 520*           | 89,435           |
| Shariah-approved quoted equities  | 145,128        | -              | -              | 145,128          |
| Unit trusts                       | 291,035        | -              | -              | 291,035          |
|                                   | <u>436,163</u> | <u>815,693</u> | <u>520</u>     | <u>1,252,376</u> |
|                                   | <b>Level 1</b> | <b>Level 2</b> | <b>Level 3</b> | <b>Total</b>     |
|                                   | <b>RM'000</b>  | <b>RM'000</b>  | <b>RM'000</b>  | <b>RM'000</b>    |
| <b><u>31 December 2024</u></b>    |                |                |                |                  |
| Financial assets at FVOCI:        |                |                |                |                  |
| Government Investment Issues      | -              | 17,575         | -              | 17,575           |
| Unquoted Islamic debt securities  | -              | 706,113        | -              | 706,113          |
| Financial assets at FVTPL:        |                |                |                |                  |
| Government Investment Issues      | -              | 2,418          | -              | 2,418            |
| Unquoted Islamic debt securities  | -              | 74,892         | 520*           | 75,412           |
| Shariah-approved quoted equities  | 167,493        | -              | -              | 167,493          |
| Unit trusts                       | 322,536        | -              | -              | 322,536          |
|                                   | <u>490,029</u> | <u>800,998</u> | <u>520</u>     | <u>1,291,547</u> |

\*There were no movements in fair value of Level 3 financial instrument of the Company during the current and previous financial year.

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## ZURICH TAKAFUL MALAYSIA BERHAD

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### NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

#### 13. TOTAL CAPITAL AVAILABLE

The regulated capital of the Company as at 30 June 2025 comprised of Available Capital of RM275,084,000 (31 December 2024: RM269,976,000).

The capital structure of the Company as at 30 June 2025, as prescribed under the RBCT Framework, is shown below:

|  | <b>30.06.2025</b>     | <b>31.12.2024</b>     |
|--|-----------------------|-----------------------|
|  | <b>RM'000</b>         | <b>RM'000</b>         |
| <b><u>Tier 1 Capital</u></b>                                     |                       |                       |
| Paid-up share capital  | 290,000               | 290,000               |
| Valuation surplus in takaful fund                                | 25,659                | 12,745                |
| Accumulated losses of Shareholder's Fund                         | (28,765)              | (15,876)              |
|  | <u>286,894</u>        | <u>286,868</u>        |
| <b><u>Tier 2 Capital</u></b>                                     |                       |                       |
| Fair value through other comprehensive income ("FVOCI") reserves | 7,163                 | 1,629                 |
|  | <u>7,163</u>          | <u>1,629</u>          |
| Less:  |                       |                       |
| Amount deducted from capital                                     | (18,973)              | (18,522)              |
| <b>Total capital available</b>                                   | <b><u>275,084</u></b> | <b><u>269,976</u></b> |

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)****14. CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES**

|   | <b>Company</b>    |                   |
|---|-------------------|-------------------|
|   | <b>30.06.2025</b> | <b>30.06.2024</b> |
|   | <b>RM'000</b>     | <b>RM'000</b>     |
|   |                   | <b>Restated</b>   |
| <b>Cash flow from operating activities</b>  |                   |                   |
| <b>Net profit for the financial period</b>  | 1,186             | 39,702            |
| <b>Adjustments for:</b>   |                   |                   |
| Depreciation of property and equipment  | 994               | 800               |
| Depreciation of right-of-use assets   | 871               | 840               |
| Amortisation of intangible assets   | -                 | 41                |
| Investment income   | (20,800)          | (18,427)          |
| Realised losses/(gains) recorded in profit or loss                                | 6,495             | (4,450)           |
| Fair value losses/(gains) recorded in profit or loss                              | 41,056            | (76,002)          |
| Interest expense on lease liabilities   | 35                | 61                |
| Tax expense/(income) attributable to Takaful Operator                             | 3,574             | (21,584)          |
| Tax income/(expense) attributable to participants                                 | (2,633)           | 7,356             |
| <b>Net cash flows from operating activities before changes in working capital</b> | <b>30,778</b>     | <b>(71,663)</b>   |
| <b>Changes in working capital:</b>  |                   |                   |
| (Increase)/decrease in financial assets at FVTPL                                  | (4,513)           | 10,670            |
| Decrease/(increase) in financial assets at FVOCI                                  | 16,563            | (72,281)          |
| Decrease in financial assets at amortised cost                                    | -                 | 5,351             |
| Increase in other receivables   | (11,799)          | (2,717)           |
| Increase in takaful certificate liabilities                                       | 12,577            | 87,990            |
| Decrease in other payables  | (1,315)           | (3,454)           |
| Increase/(decrease) in retakaful certificate liabilities                          | 3,217             | (6,495)           |
| <b>Cash generated from/(used in) operating activities</b>                         | <b>45,508</b>     | <b>(52,599)</b>   |

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**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
(CONTINUED)****15. COMPARATIVES****Prior year adjustments and reclassifications**

The comparatives figures have been restated due to:

- a) On the adoption of MFRS 17 effective 1 January 2023, losses on onerous contracts had been erroneously set-off against Takaful certificate liabilities on the statement of financial position of the Company. Such losses should have been recognised in profit or loss of the previous financial years. This incorrect accounting entry had resulted in the losses on onerous contracts arising being incorrectly reported as part of Takaful certificates liabilities instead of being recognised immediately in profit or loss, in prior financial years. Prior year adjustments have been reflected in financial statements for the financial year ended 31 December 2024. Correspondingly, the comparatives for the six months period ended 30 June 2024 have been restated to reflect the adjustments.
- b) Reclassifications of takaful revenue, takaful service expense and takaful finance expense made to the prior period statement of profit or loss to conform with current financial period presentation.

The relevant comparative figures have been restated in accordance with MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors*. The effects of the adjustments on the opening balance of retained earnings as at 1 January 2024 are reflected in statement of changes in equity and the impacted components of statement of profit or loss for the six months period ended 30 June 2024 are presented below:

**Statement of profit or loss for the six months period ended 30 June 2024**Company

|   | As previously<br>stated<br>30.06.2024 | Adjustment<br>(a) | Reclassification<br>(b) | As restated<br>30.06.2024 |
|---|---------------------------------------|-------------------|-------------------------|---------------------------|
|   | RM'000                                | RM'000            | RM'000                  | RM'000                    |
| Takaful revenue   | 322,645                               | (28,705)          | (143,959)               | 149,981                   |
| Takaful service expense   | (261,589)                             | 13,839            | 137,012                 | (110,738)                 |
| <b>Takaful service result before<br/>retakaful certificates held</b>      | <b>61,056</b>                         | <b>(14,866)</b>   | <b>(6,947)</b>          | <b>39,243</b>             |
| <b>Takaful service result</b>   | <b>57,378</b>                         | <b>(14,866)</b>   | <b>(6,947)</b>          | <b>35,565</b>             |
| Takaful finance expense for takaful<br>certificates issued                | (174,517)                             | 66,833            | 6,947                   | (100,737)                 |
| Retakaful finance expense for<br>retakaful certificates held              | (2)                                   | -                 | -                       | (2)                       |
| <b>Net takaful finance result</b>   | <b>(174,519)</b>                      | <b>66,833</b>     | <b>6,947</b>            | <b>(100,739)</b>          |
| <b>Net (loss)/income for the financial<br/>period</b>                     | <b>(12,265)</b>                       | <b>51,967</b>     | <b>-</b>                | <b>39,702</b>             |
| Takaful finance income/(expense)<br>for takaful certificates issued       | 451                                   | -                 | (543)                   | (92)                      |
| Other comprehensive loss<br>attributable to participants                  | (2,178)                               | -                 | 543                     | (1,635)                   |
| <b>Total other comprehensive<br/>income, net of tax</b>                   | <b>222</b>                            | <b>-</b>          | <b>-</b>                | <b>222</b>                |
| <b>Total comprehensive<br/>(loss)/income for the financial<br/>period</b> | <b>(12,043)</b>                       | <b>51,967</b>     | <b>-</b>                | <b>39,924</b>             |

**Zurich Takaful Malaysia Berhad**

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