

MNRB HOLDINGS BERHAD

197201001795 (13487-A)

UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2025

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2025**

	Current quarter		Cumulative quarter	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024
	RM'000	RM'000	RM'000	RM'000
Insurance/takaful revenue	813,874	757,960	1,680,154	1,506,314
Insurance/takaful service expenses	(714,624)	(621,164)	(1,295,218)	(1,254,891)
Insurance contracts/takaful certificates service result before reinsurance contracts/retakaful certificates held	99,250	136,796	384,936	251,423
Allocation of reinsurance/retakaful premiums/contributions	(159,627)	(155,425)	(351,162)	(335,281)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	149,757	180,169	237,768	301,713
Net expense from reinsurance contracts/retakaful certificates held	(9,870)	24,744	(113,394)	(33,568)
Insurance/takaful service result	89,380	161,540	271,542	217,855
Interest income/profit revenue calculated using the effective interest/profit method	42,895	45,338	90,636	107,962
Other investment income	68,598	73,794	129,400	119,601
Net realised gains/(loss)	9,094	7,073	(5,360)	10,446
Net fair value gains on financial assets at fair value through profit and loss	49,499	37,235	153,449	59,672
Net foreign exchange losses on investments	(8,335)	(161,967)	(41,355)	(162,557)
Allowance for impairment on financial assets	(92)	(3)	(68)	(16)
Investment results	161,659	1,470	326,702	135,108
Net insurance/takaful finance/profit expenses from insurance contracts/takaful certificates issued	(118,134)	(25,114)	(258,842)	(89,149)
Net reinsurance/retakaful finance/profit income from reinsurance contracts/retakaful certificates held	5,976	(13,278)	7,323	(9,181)
Unallocated deficit and changes in the value of the underlying items attributable to participants	20,910	13,605	18,483	16,520
Net insurance/takaful financial result	(91,248)	(24,787)	(233,036)	(81,810)
Fees and other income	6,166	4,771	13,464	9,541
Management and other expenses	(22,250)	(24,884)	(43,770)	(50,795)
Finance cost	(6,856)	(9,095)	(14,722)	(17,057)
Other net expenses	(22,940)	(29,208)	(45,028)	(58,311)
Share of results of associates	2,962	7,938	18,636	16,558
Profit before zakat and taxation	139,813	116,953	338,816	229,400
Tax attributable to participants	(10,681)	(8,973)	(16,936)	(17,002)
Profit before zakat and taxation attributable to equity holders of the Holding Company	129,132	107,980	321,880	212,398
Zakat	381	(371)	(257)	(724)
Taxation	(17,246)	(14,869)	(40,930)	(26,730)
Net profit for the year attributable to equity holders of the Holding Company	112,267	92,740	280,693	184,944

The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2025.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2025**

	Current quarter		Cumulative quarters	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024
	RM'000	RM'000	RM'000	RM'000
Net profit for the year attributable to equity holders of the Holding Company	112,267	92,740	280,693	184,944
<u>Other comprehensive income/(loss)</u>				
Other comprehensive income/(loss) to be reclassified to income statements in subsequent periods:				
Effects of post acquisition foreign exchange translation reserve on investment in an associate	(7,674)	(7,684)	(16,847)	(7,437)
Effects of foreign exchange translation reserve on investment in subsidiary	-	(1,775)	-	(1,698)
Net gains/(losses) on financial assets at fair value through other comprehensive income ("FVOCI"):				
Net gains on fair value changes	710	15,936	9,578	14,961
Realised (losses)/gains transferred to income statements	(633)	1,056	(685)	3,648
Deferred tax relating to fair value changes on financial assets at FVOCI	(170)	(1,409)	(2,164)	(1,487)
	<u>(7,767)</u>	<u>6,124</u>	<u>(10,118)</u>	<u>7,988</u>
Other comprehensive income/(loss) not to be reclassified to income statements in subsequent periods:				
Net gains/(losses) on fair value changes on financial assets at FVOCI	428	(3,146)	(98)	(89)
Revaluation of land and buildings	587	616	1,174	1,141
Deferred tax relating to revaluation of land and buildings	(47)	945	(94)	(91)
Other comprehensive income attributable to participants	404	(4,652)	(5,311)	(4,787)
	<u>1,372</u>	<u>(6,237)</u>	<u>(4,329)</u>	<u>(3,826)</u>
Other comprehensive losses for the period, net of tax	(6,395)	(113)	(14,447)	4,162
Total comprehensive income for the period, net of tax	105,872	92,627	266,246	189,106
Total comprehensive income for the period attributable to owners of the Company	105,872	92,627	266,246	189,106
Basic earnings per share attributable to equity holders of the Company (sen)	14.34	11.84	35.84	23.62

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2025

	30.09.2025	31.03.2025
	RM'000	RM'000
Assets		
Property and equipment	232,571	237,951
Intangible assets	112,607	114,438
Right-of-use assets	1,575	2,202
Investments in associates	159,899	165,795
Financial and other assets	12,561,498	12,020,752
Deferred tax assets	39,689	42,442
Insurance contracts/takaful certificates assets	90,151	105,830
Reinsurance contracts/retakaful certificates assets	680,862	617,654
Tax recoverable	47,430	48,840
Cash and bank balances	75,695	112,844
Total assets	14,001,977	13,468,748
Liabilities		
Borrowings	620,000	620,000
Insurance contracts/takaful certificates liabilities	9,323,084	9,077,338
Reinsurance contracts/retakaful certificates liabilities	50,635	34,124
Lease liabilities	1,891	2,293
Other payables	238,368	251,747
Deferred tax liabilities	50,704	33,660
Tax payable	7,572	6,366
Provision for zakat	2,611	2,354
Total liabilities	10,294,865	10,027,882
Equity		
Share capital	738,502	738,502
Reserves	2,968,610	2,702,364
Total equity attributable to equity holders of the Holding Company	3,707,112	3,440,866
Total liabilities and equity	14,001,977	13,468,748
Net assets per share (RM)	4.73	4.39

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2025**

	← Attributable to owners of the Company →					Total RM'000
	← Reserves →				Retained profits RM'000	
	Share capital RM'000	Foreign exchange translation reserve RM'000	Fair value reserve RM'000	Revaluation reserve RM'000		
At 1 April 2024	738,502	17,443	36,653	53,911	2,277,123	3,123,632
Net profit for the period	-	-	-	-	184,944	184,944
Total other comprehensive loss/(income) for the period	-	(9,135)	12,247	1,050	-	4,162
Total comprehensive (loss)/income for the period	-	(9,135)	12,247	1,050	184,944	189,106
At 30 September 2024	738,502	8,308	48,900	54,961	2,462,067	3,312,738
At 1 April 2025	738,502	8,502	41,246	59,557	2,593,059	3,440,866
Net profit for the period	-	-	-	-	280,693	280,693
Total other comprehensive (loss)/income for the period	-	(16,847)	1,320	1,080	-	(14,447)
Total comprehensive (loss)/income for the period	-	(16,847)	1,320	1,080	280,693	266,246
At 30 September 2025	738,502	(8,345)	42,566	60,637	2,873,752	3,707,112

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025**

	30.09.2025	30.09.2024
	RM '000	RM '000
Cash flows from operating activities		
Profit before zakat and taxation	321,880	212,398
Adjustments for:		
Depreciation of:		
- property and equipment	4,540	4,437
- right-of-use assets	2,007	2,096
Amortisation of intangible assets	13,241	5,052
Finance costs	18,863	18,007
Losses/(gains) from disposal of property and equipment	236	(725)
Realised gains on disposal of investments	(5,360)	(7,549)
Net amortisation of premiums on investments	994	1,228
Interest income/profit revenue	(209,955)	(212,736)
Dividend income	(19,841)	(18,917)
Rental income	(2,513)	(2,474)
Share of results of associates	(18,636)	(16,558)
Net foreign exchange losses	41,355	162,557
Net fair value gains on financial assets	(162,929)	(74,544)
Allowance for impairment loss of financial assets and other receivables	2,105	902
Tax attributable to the participants	16,936	17,002
Operating cash flows before working capital changes	<u>2,923</u>	<u>90,176</u>
Changes in working capital:		
Financial assets	(602,339)	(278,760)
Staff financing	358	(125)
Insurance contracts/takaful certificates	494,272	520,394
Reinsurance contracts/retakaful certificates	(46,697)	(337,484)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025 (CONT'D.)**

	30.09.2025	30.09.2024
	RM '000	RM '000
Cash flows from operating activities (cont'd.)		
Changes in working capital (cont'd.)		
Increase/(decrease) in tax, zakat, other payables and lease liabilities	(4,726)	(17,678)
Interest income/profit revenue received	199,447	193,772
Dividend income received	27,112	11,890
Rental received	2,341	1,925
Income tax and zakat paid	(36,906)	(33,892)
Net cash generated from operating activities	35,785	150,218
Cash flows from investing activities		
Purchase of property and equipment	(2,412)	(3,097)
Purchase of intangible assets	(8,589)	(5,689)
Proceeds from disposal of property and equipment	472	5,155
Dividend received from an associate	7,686	7,087
Net cash (used in)/generated from investing activities	(2,843)	3,456
Cash flows from financing activities		
Payment of lease liabilities	(1,370)	(2,301)
Interest/profit paid	(7,128)	(15,835)
Net cash used in from financing activities	(8,498)	(18,136)
Net increase during the period	24,444	135,538
Cash and cash equivalents at beginning of the period	112,844	115,604
Cash and cash equivalents at end of the period	137,288	251,142
Cash and cash equivalents comprise:		
Fixed and call deposits (with original maturities of less than three-months) with licensed financials institutions	61,593	44,828
Cash and bank balances	75,695	206,314
	137,288	251,142

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

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

These condensed consolidated interim financial statements of MNRB Holdings Berhad ("MNRB" or "the Company") and its subsidiaries (MNRB and its subsidiaries are collectively referred to as "the Group") as at and for the financial period ended 30 September 2025 have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), the International Accounting Standard ("IAS") 134 Interim Financial Reporting, paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and Guidelines/Circulars issued by Bank Negara Malaysia ("BNM") and Shariah rulings and precepts.

The condensed consolidated interim financial statements should be read in conjunction with the Group's most recent audited consolidated financial statements for the financial year ended 31 March 2025.

Changes in accounting policies

(i) Adoption of New MFRS and Amendments to MFRSs

The accounting policies adopted are consistent with those of the previous financial year except with respect to the following Standards and Amendments to Standards which are mandatory for annual financial periods beginning on or after 1 April 2025 and which were adopted by the Group on 1 April 2025.

Amendments to MFRS 16 *Lease Liability in as Sale and Leaseback*

Amendments to MFRS 101 *Non-current Liabilities with Covenants*

Amendments to MFRS 107 *Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures*

The adoption of the above accounting standards and amendments to Standards did not have any material impact on the financial statements of the Group.

(ii) Standards issued but not yet effective

The following are Amendments to Standards issued by the Malaysian Accounting Standards Board ("MASB"), but not yet effective, up to the date of issuance of these condensed consolidated interim financial statements. The Group intends to adopt these Amendments to Standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 and MFRS 7 <i>Classification and Measurement of Financial Instruments</i>	1 January 2026
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
Amendments that are part of Annual Improvements - Volume 11	1 January 2026
- Amendments to MFRS 1 <i>First-time Adoption of MFRS Accounting Standards</i>	
- Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	
- Amendments to MFRS 9 <i>Financial Instruments</i>	
- Amendments to MFRS 10 <i>Consolidated Financial Instruments</i>	
- Amendments to MFRS 107 <i>Statement of Cash Flows</i>	

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A1. Basis of preparation (cont'd.)

(ii) Standards issued but not yet effective (cont'd.)

Description	Effective for annual periods beginning on or after
Amendments to MFRS 18 <i>Presentation and Disclosures in Financial Statements</i>	1 January 2027
Amendments to MFRS 19 <i>Subsidiaries without Public Accountability Disclosures</i>	1 January 2027
Amendments to MFRS 10 <i>Consolidated Financial Statements</i> and MFRS 128 <i>Investments in Associates and Joint Ventures - Sale or Distributions of Assets between an Investor and its Associate or Joint Venture</i>	To be determined by MASB

Except for MFRS 18, the directors expect that the adoption of the above Amendments to Standards will not have a material impact on the Group's condensed consolidated interim financial statements upon initial application. The Group is currently evaluating the potential impact, if any, arising from the adoption of MFRS 18.

A2. Auditors' Report on preceding annual financial statements

The auditors' report on the audited financial statements for the financial year ended 31 March 2025 was not subject to any qualification.

A3. Seasonal or cyclical factors

Notwithstanding the uncertainties recent global climate-related incidents and geopolitical tensions, the Group's operations for the financial period ended 30 September 2025 remained resilient and were not materially affected.

With regard to cyclical factors, the performance of the Group is directly correlated with the industry trends and the economic conditions of the countries in which the Group has its business and risk exposures. The Group continues to monitor these factors closely and implements proactive risk management strategies to maintain stability and support sustainable growth.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial period ended 30 September 2025.

A5. Changes in estimates

There were no material changes in estimates used in the preparation of these condensed consolidated interim financial statements.

A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities during the financial period ended 30 September 2025.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A7. Dividend paid

The Company on 22 August 2025, had declared a final single-tier dividend ("Final dividend") of 5.0 sen (2024: 5.0 sen) per ordinary share and a final single-tier special dividend ("Special dividend") of 5.0 sen (2024: 5.0 sen) per ordinary share in respect of the financial year ended 31 March 2025. The entitlement date for the dividend payment was on 22 September 2025 and the said dividend was paid on 6 October 2025.

A8. Carrying amount of revalued properties

The valuation of property and equipment and investment properties have been brought forward, without any change, from the audited financial statements for the financial period ended 30 September 2025.

A9. Significant events

There were no significant events of the Group during the financial period ended 30 September 2025.

A10. Subsequent events

There were no subsequent events of the Group during the financial period ended 30 September 2025.

A11. Changes in the composition of the Group

There was no change in the composition of the Group for the current financial quarter under review.

A12. Capital commitments

The amount of capital commitments of the Group as at 30 September 2025 were as follows:

	RM'000
Authorised and contracted for:	
Property and equipment	5,263
Software developments	18,631
	<u>23,894</u>
Authorised but not contracted for:	
Property and equipment	14,698
Software developments	40,926
	<u>55,624</u>

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A13. Segmental reporting

The Group has five business segments as follows:

Segments

Investment holding and others	Investment holding and non-insurance/takaful subsidiaries
Reinsurance	Underwriting of all classes of general reinsurance business
Retakaful	Management of family and general retakaful businesses
General takaful	Management of general takaful business
Family takaful	Management of family and investment-linked takaful businesses

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Investment holding and others RM'000	Adjustments and eliminations RM'000	Group RM'000
30 September 2025							
<u>Revenue</u>							
Insurance/takaful revenue	907,032	78,104	556,619	174,314	-	(35,915)	1,680,154
Interest income/profit revenue calculated using the effective interest/profit method	33,106	3,333	24,390	25,192	5,733	(1,118)	90,636
Other investment income	70,817	1,348	539	63,687	695	(7,686)	129,400
Fee income	-	-	-	-	36,501	(34,656)	1,845
Total revenue	<u>1,010,955</u>	<u>82,785</u>	<u>581,548</u>	<u>263,193</u>	<u>42,929</u>	<u>(79,375)</u>	<u>1,902,035</u>
Profit/(loss) before zakat and taxation	<u>225,149</u>	<u>(3)</u>	<u>58,267</u>	<u>15,859</u>	<u>1,326</u>	<u>21,282</u>	<u>321,880</u>
Profit/(loss) after zakat and taxation	<u>206,516</u>	<u>(55)</u>	<u>44,160</u>	<u>9,428</u>	<u>188</u>	<u>20,456</u>	<u>280,693</u>
30 September 2024							
<u>Revenue</u>							
Insurance/takaful revenue	916,812	28,999	410,231	159,545	-	(9,273)	1,506,314
Interest income/profit revenue calculated using the effective interest/profit method	58,067	(1)	21,078	23,682	7,155	(2,019)	107,962
Other investment income	54,303	3,637	2,421	65,736	391	(6,887)	119,601
Fee income	-	-	-	-	35,256	(32,737)	2,519
Total revenue	<u>1,029,182</u>	<u>32,635</u>	<u>433,730</u>	<u>248,963</u>	<u>42,802</u>	<u>(50,916)</u>	<u>1,736,396</u>
Profit/(loss) before zakat and taxation	<u>161,494</u>	<u>(204)</u>	<u>40,302</u>	<u>7,308</u>	<u>(1,043)</u>	<u>4,541</u>	<u>212,398</u>
Profit/(loss) after zakat and taxation	<u>140,775</u>	<u>(194)</u>	<u>30,276</u>	<u>5,417</u>	<u>(3,257)</u>	<u>11,927</u>	<u>184,944</u>

The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2025.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A14. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business

Pursuant to Paragraph 11.4(f) of Bank Negara Malaysia's Financial Reporting Policy document issued on 29 April 2022, the breakdown of Unaudited Statement of Profit or Loss and Statements of Financial Position of Reinsurance Business, Retakaful Business, Family Takaful Business, General Takaful Business are disclosed as follows:

(a) Unaudited condensed consolidated statement of profit or loss for financial period ended 30 September 2025

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others*	Group RM'000
Insurance/takaful revenue	907,032	78,104	556,619	174,314	(35,915)	1,680,154
Insurance/takaful service expenses	(624,457)	(52,238)	(478,227)	(184,659)	44,363	(1,295,218)
Insurance contracts/takaful certificates service result before reinsurance/ retakaful certificates held	282,575	25,866	78,392	(10,345)	8,448	384,936
Allocation of reinsurance/retakaful premiums/contributions	(125,156)	(33,442)	(156,944)	(71,535)	35,915	(351,162)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	56,867	23,449	123,380	50,592	(16,520)	237,768
Net expense from reinsurance/retakaful contracts/certificates held	(68,289)	(9,993)	(33,564)	(20,943)	19,395	(113,394)
Insurance/takaful service results	214,286	15,873	44,828	(31,288)	27,843	271,542
Interest income/profit revenue calculated using the effective interest/profit method	33,106	3,333	24,390	25,192	4,615	90,636
Other investment income	70,817	1,348	539	63,687	(6,991)	129,400
Net realised gains/(loss)	207	-	(933)	(4,398)	(236)	(5,360)
Net fair value gains on financial assets at fair value through profit and loss	47,156	596	6,775	97,112	1,810	153,449
Net foreign exchange losses on investments	(49,879)	-	-	-	8,524	(41,355)
Allowance for impairment on financial assets	(14)	-	(51)	(3)	-	(68)
Investment results	101,393	5,277	30,720	181,590	7,722	326,702
Net insurance/takaful finance expenses from insurance contracts/takaful certificates issued	(78,611)	2,114	(16,910)	(165,708)	273	(258,842)
Net reinsurance/retakaful profit/finance income from reinsurance contracts/retakaful certificates held	2,365	(510)	5,867	(126)	(273)	7,323
Unallocated (surplus)/deficit and changes in the value of the underlying items attributable to participants	-	(20,835)	(4,875)	46,122	(1,929)	18,483
Net insurance/takaful financial results	(76,246)	(19,231)	(15,918)	(119,712)	(1,929)	(233,036)
Fees and other income	3,845	47	4,320	4,751	501	13,464
Management and other expenses	(11,801)	(117)	(1,858)	(8,102)	(21,892)	(43,770)
Finance cost	(6,328)	-	(119)	(2)	(8,273)	(14,722)
Net other (expenses)/income	(14,284)	(70)	2,343	(3,353)	(29,664)	(45,028)
Share of results of associates	-	-	-	-	18,636	18,636
Profit before zakat and taxation	225,149	1,849	61,973	27,237	22,608	338,816
Tax attributable to participants	-	(1,852)	(3,706)	(11,378)	-	(16,936)
Profit before zakat and taxation attributable to equity holders of the Holding Company	225,149	(3)	58,267	15,859	22,608	321,880
Zakat	-	-	(241)	(16)	-	(257)
Taxation	(18,633)	(52)	(13,866)	(6,415)	(1,964)	(40,930)
Net profit for the period attributable to equity holders of the Holding Company	206,516	(55)	44,160	9,428	20,644	280,693

* Include Investment Holding Company, consolidation adjustments and eliminations.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONT'D.)

A14. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business (cont'd.)

(b) Unaudited condensed consolidated statement of profit or loss for financial period ended 30 September 2024

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others* RM'000	Group RM'000
Insurance/takaful revenue	916,812	28,999	410,231	159,545	(9,273)	1,506,314
Insurance/takaful service expenses	(770,336)	(37,037)	(328,682)	(175,972)	57,136	(1,254,891)
Insurance contracts/takaful certificates service result before reinsurance/ retakaful certificates held	146,476	(8,038)	81,549	(16,427)	47,863	251,423
Allocation of reinsurance/retakaful premiums/contributions	(155,416)	(869)	(119,889)	(68,380)	9,273	(335,281)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	142,434	21,285	86,439	53,651	(2,096)	301,713
Net expense from reinsurance/retakaful contracts/certificates held	(12,982)	20,416	(33,450)	(14,729)	7,177	(33,568)
Insurance/takaful service results	133,494	12,378	48,099	(31,156)	55,040	217,855
Interest income/profit revenue calculated using the effective interest/profit method	58,067	(1)	21,078	23,682	5,136	107,962
Other investment income	54,303	3,637	2,421	65,736	(6,496)	119,601
Net realised (losses)/gains	(104)	-	(2,902)	10,604	2,848	10,446
Net fair value gains on financial assets at fair value through profit and loss	39,812	303	2,993	41,474	(24,910)	59,672
Net foreign exchange losses on investments	(162,557)	-	-	-	-	(162,557)
Allowance for impairment on financial assets	-	-	(2)	(14)	-	(16)
Investment results	(10,479)	3,939	23,588	141,482	(23,422)	135,108
Net insurance/takaful finance/profit expenses from insurance contracts/takaful certificates issued	53,685	(395)	(10,109)	(132,042)	(288)	(89,149)
Net reinsurance/retakaful profit/finance income from reinsurance contracts/retakaful certificates held	(12,739)	-	3,270	-	288	(9,181)
Unallocated (surplus)/deficit and changes in the value of the underlying items attributable to participants	-	(8,502)	(18,452)	43,474	-	16,520
Net insurance/takaful financial results	40,946	(8,897)	(25,291)	(88,568)	-	(81,810)
Fees and other income	4,625	64	2,513	3,115	(776)	9,541
Management and other expenses	(751)	(6,925)	(2,663)	(7,108)	(33,348)	(50,795)
Finance cost	(6,341)	-	(153)	(9)	(10,554)	(17,057)
Net other expenses	(2,467)	(6,861)	(303)	(4,002)	(44,678)	(58,311)
Share of results of associates	-	-	-	-	16,558	16,558
Profit/(loss) before zakat and taxation	161,494	559	46,093	17,756	3,498	229,400
Tax attributable to participants	-	(763)	(5,791)	(10,448)	-	(17,002)
Profit/(loss) before zakat and taxation attributable to equity holders of the Holding Company	161,494	(204)	40,302	7,308	3,498	212,398
Zakat	-	-	(692)	(32)	-	(724)
Taxation	(20,719)	10	(9,334)	(1,859)	5,172	(26,730)
Net profit for the period attributable to equity holders of the Holding Company	140,775	(194)	30,276	5,417	8,670	184,944

* Include Investment Holding Company, consolidation adjustments and eliminations.

The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2025.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A14. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business (cont'd.)

(c) Unaudited condensed consolidated statement of financial position as at 30 September 2025

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others* RM'000	Group RM'000
Assets						
Property and equipment	141,134	-	625	88,438	2,374	232,571
Intangible assets	4,984	-	53,938	50,428	3,257	112,607
Right-of-use assets	-	-	4,503	28	(2,956)	1,575
Investments in associates	141,667	-	-	-	18,232	159,899
Financial and other assets	5,588,088	212,003	1,472,060	4,986,404	302,943	12,561,498
Deferred tax assets	-	-	34,749	-	4,940	39,689
Insurance contracts/takaful certificates assets	-	-	-	76,177	13,974	90,151
Reinsurance contracts/retakaful certificates assets	245,600	45,163	381,843	46,173	(37,917)	680,862
Tax recoverable	-	-	2,126	29,165	16,139	47,430
Cash and bank balances	27,169	1,045	36,179	10,528	774	75,695
Total assets	6,148,642	258,211	1,986,023	5,287,341	321,760	14,001,977
Liabilities						
Borrowings	250,000	-	-	-	370,000	620,000
Insurance contracts/takaful certificates liabilities	3,102,126	205,145	1,434,438	4,619,292	(37,917)	9,323,084
Reinsurance contracts/retakaful certificates liabilities	-	-	-	36,661	13,974	50,635
Lease liabilities	-	-	4,772	30	(2,911)	1,891
Other payables	26,627	2,147	133,731	73,780	2,083	238,368
Deferred tax liabilities	26,267	4,805	-	24,912	(5,280)	50,704
Tax payable	5,966	-	149	1,105	352	7,572
Provision for zakat	-	3	2,410	198	-	2,611
Total liabilities	3,410,986	212,100	1,575,500	4,755,978	340,301	10,294,865
Equity						
Share capital	663,106	-	230,000	405,000	(559,604)	738,502
Reserves	2,074,550	46,111	180,523	126,363	541,063	2,968,610
Total equity attributable to equity holders of the Holding Company	2,737,656	46,111	410,523	531,363	(18,541)	3,707,112
Total liabilities and equity	6,148,642	258,211	1,986,023	5,287,341	321,760	14,001,977

* Include Investment Holding Company, consolidation adjustments and eliminations.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A14. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business (cont'd.)

(d) Audited condensed consolidated statement of financial position as at 31 March 2025

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others* RM'000	Group RM'000
Assets						
Property and equipment	143,080	1	2,073	89,370	3,427	237,951
Intangible assets	3,732	-	54,604	50,103	5,999	114,438
Right-of-use assets	-	-	5,496	200	(3,494)	2,202
Investments in associates	152,000	-	-	-	13,795	165,795
Financial and other assets	5,319,466	187,363	1,381,930	4,856,910	275,083	12,020,752
Deferred tax assets	-	-	36,149	-	6,293	42,442
Insurance contracts/takaful certificates assets	1,710	4,429	-	110,289	(10,598)	105,830
Reinsurance contracts/retakaful certificates assets	265,095	11,429	316,962	51,491	(27,323)	617,654
Tax recoverable	-	-	3,440	29,165	16,235	48,840
Cash and bank balances	31,914	921	39,001	13,163	27,845	112,844
Total assets	5,916,997	204,143	1,839,655	5,200,691	307,262	13,468,748
Liabilities						
Borrowings	251,000	-	-	-	369,000	620,000
Insurance contracts/takaful certificates liabilities	3,063,449	153,425	1,349,703	4,538,084	(27,323)	9,077,338
Reinsurance contracts/retakaful certificates liabilities	3,594	399	-	40,727	(10,596)	34,124
Lease liabilities	-	-	5,793	204	(3,704)	2,293
Other payables	42,453	1,086	116,839	83,956	7,413	251,747
Deferred tax liabilities	24,671	-	-	15,158	(6,169)	33,660
Tax payable	2,086	1,570	-	2,507	203	6,366
Provision for zakat	-	3	2,169	182	-	2,354
Total liabilities	3,387,253	156,483	1,474,504	4,680,818	328,824	10,027,882
Equity						
Share capital	663,106	-	230,000	405,000	(559,604)	738,502
Reserves	1,866,638	47,660	135,151	114,873	538,042	2,702,364
Total equity attributable to equity holders of the Holding Company	2,529,744	47,660	365,151	519,873	(21,562)	3,440,866
Total liabilities and equity	5,916,997	204,143	1,839,655	5,200,691	307,262	13,468,748

* Include Investment Holding Company, consolidation adjustments and eliminations.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A15. Fair value information

MFRS 7 Financial Instruments: Disclosures ("MFRS 7") requires the classification of financial instruments measured at fair value according to a hierarchy that reflects the significance of inputs used in making the measurements, in particular, whether the inputs used are observable or unobservable. MFRS 13 Fair Value Measurement requires similar disclosure requirements as MFRS 7, but extends to include all assets and liabilities measured at fair value and/or for which fair values are disclosed. The following levels of hierarchy are used for determining and disclosing the fair value of the Group's assets:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 - Inputs that are based on observable market data, either directly or indirectly

Level 3 - Inputs that are not based on observable market data

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

- (i) The carrying amounts of financial assets, such as loans and receivables and cash and bank balances, are reasonable approximation of their fair values due to the relatively short term maturity of these balances;
- (ii) The fair values of quoted equities are based on quoted market prices as at the reporting date;
- (iii) The fair values of Malaysian government securities, government investment issues and unquoted corporate debt securities are based on indicative market prices from the Bond Pricing Agency of Malaysia ("BPAM");
- (iv) The fair values of investments in mutual funds, unit trust funds and real estate investment trusts are valued based on the net asset values of the underlying funds as at the reporting date;
- (v) Freehold land and buildings have been revalued based on valuations performed by accredited independent valuers having appropriate recognised professional qualification. The valuations are based on the income and comparison approaches. In arriving at the fair value of the assets, the valuers had also taken into consideration the future developments in terms of infrastructure in the vicinity of the properties; and
- (vi) The fair value of the Group's investments in associate and unquoted equity instruments in Malaysia is determined using the adjusted net assets method, a valuation technique that estimates fair value based on the fair value of the underlying assets and liabilities of the investee entities. In applying this method, each identifiable asset and liability of the investee is remeasured individually to its fair value in accordance with the principles of MFRS 13 *Fair Value Measurement*. The resulting net asset value is then attributed to the investor based on its proportionate equity interest in the investee.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONT'D.)

A15. Fair value information (cont'd.)

Description of significant unobservable inputs:

	Valuation technique	Significant Observable Input	Range
30 September 2025/31 March 2025			
<u>Property and equipment</u>			
Office building of Malaysian Re	Income approach	Yield Rental per square foot	6.00% RM4.70
Office buildings of Takaful IKHLAS Family Berhad - Ikhlas Point	Income approach	Yield Rental per square feet	4.70% to 6.00% RM5.50 to RM6.20
Office buildings of Takaful IKHLAS Family Berhad - Branches	Comparison approach	Sales price per square feet for similar properties	RM289 to RM366
Unquoted equity instruments (Malaysia)	Adjusted net assets method	Net assets of the investee	Not applicable

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

There has been no transfer between Level 1 and Level 2 of the fair value hierarchy during the financial period.

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A15. Fair value information (cont'd.)

Financial instruments that are measured at fair value disclosed under Levels 1, 2 and 3 of the fair value hierarchy as at 30 September 2025

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial assets				
a) Property and equipment				
Freehold land	-	-	47,000	47,000
Building	-	-	161,085	161,085
	-	-	208,085	208,085
b) Financial assets at FVTPL				
<u>Designated upon initial recognition</u>				
Government investment issues	-	1,997,070	-	1,997,070
Unquoted islamic private debt securities	-	1,468,364	-	1,468,364
<u>Mandatorily measured</u>				
Quoted shares in Malaysia:				
Shariah approved equities	366,024	-	-	366,024
Others	177,905	-	-	177,905
Unquoted perpetual bond in Malaysia	-	4,999	-	4,999
Unquoted corporate debt securities	-	993,661	-	993,661
Shariah approved unit trust funds:				
Others	357,762	-	-	357,762
Real estate investment trusts	139,364	-	-	139,364
	1,041,055	4,464,094	-	5,505,149
c) Financial assets at FVOCI				
Malaysian government securities	-	109,575	-	109,575
Government investment issues	-	536,970	-	536,970
Unquoted corporate debt securities	-	689,283	-	689,283
Unquoted shares in Malaysia	-	-	92,608	92,608
Unquoted Islamic private debt securities	-	287,631	-	287,631
Golf club memberships	-	-	233	233
	-	1,623,459	92,841	1,716,300

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONT'D.)

A15. Fair value information (cont'd.)

Financial instruments that are measured at fair value disclosed under Levels 1, 2 and 3 of the fair value hierarchy as at 31 March 2025

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial assets				
a) Property and equipment				
Freehold land	-	-	47,000	47,000
Building	-	-	161,085	161,085
	-	-	208,085	208,085
b) Financial assets at FVTPL				
<u>Designated upon initial recognition</u>				
Corporate Debit securities	-	1,226,292	-	1,226,292
Government investment issues	-	2,366,432	-	2,366,432
<u>Quoted shares in Malaysia:</u>				
Unquoted corporate debt securities	-	1,482,048	-	1,482,048
Malaysian government securities unsecured	-	355,091	-	355,091
<u>Mandatorily measured</u>				
<u>Quoted shares in Malaysia:</u>				
Shariah approved equities	508,222	-	-	508,222
Warrants	239	-	-	239
Others	79,312	-	-	79,312
Unquoted perpetual bond in Malaysia	-	4,992	-	4,992
Unquoted corporate debt securities	329,964	-	-	329,964
- Shariah approved	14,226	-	-	14,226
- Non-Shariah approved	2,782	-	-	2,782
	934,745	5,434,855	-	6,369,600
c) Financial assets at FVOCI				
Government investment issues	-	475,736	-	475,736
Unquoted shares in Malaysia	-	-	92,706	92,706
Unquoted Islamic private debt securities	-	372,961	-	372,961
Golf club memberships	-	-	233	233
	-	848,697	92,939	941,636

PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

A15. Fair value information (cont'd.)

(i) Derivatives

The Group did not enter into any derivative transactions during the period ended 30 September 2025 or the previous year ended 31 March 2025.

A16. Insurance contracts/takaful certificates assets/liabilities and reinsurance contracts/retakaful certificates assets/liabilities

	30.09.2025			31.03.2025		
	Remaining coverage RM'000	Incurred claims RM'000	Total RM'000	Remaining coverage RM'000	Incurred claims RM'000	Total RM'000
Assets						
Insurance contracts/takaful certificates	86,786	3,365	90,151	215,212	(109,382)	105,830
Reinsurance contracts/retakaful certificates	2,348	678,514	680,862	(172,659)	790,313	617,654
	89,135	681,878	771,013	42,553	680,931	723,484
Liabilities						
Insurance contracts/takaful certificates	4,426,885	4,896,199	9,323,084	4,013,590	5,063,748	9,077,338
Reinsurance contracts/retakaful certificates	66,172	(15,537)	50,635	57,140	(23,016)	34,124
	4,493,057	4,880,662	9,373,719	4,070,730	5,040,732	9,111,462

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of 3 months current quarter profitability against 3 months current quarter in prior period

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others* RM'000	Group RM'000
30 September 2025						
<u>Revenue</u>						
Insurance/takaful revenue	416,251	29,796	289,074	83,305	(4,552)	813,874
Interest income/profit revenue calculated using the effective interest/profit method	14,387	1,649	12,439	12,343	2,077	42,895
Other investment income	42,287	676	258	32,901	(7,524)	68,598
Fee income	-	-	-	-	2,212	2,212
Total revenue	<u>472,925</u>	<u>32,121</u>	<u>301,771</u>	<u>128,549</u>	<u>(7,787)</u>	<u>927,579</u>
Profit/(loss) before zakat and taxation	<u>98,238</u>	<u>3,759</u>	<u>26,784</u>	<u>11,934</u>	<u>(11,583)</u>	<u>129,132</u>
30 September 2024						
<u>Revenue</u>						
Insurance/takaful revenue	439,265	16,951	222,211	79,532	-	757,960
Interest income/profit revenue calculated using the effective interest/profit method	27,323	(1,545)	10,905	6,779	1,876	45,338
Other investment income	36,792	3,483	2,023	38,141	(6,645)	73,794
Fee income	-	-	-	-	1,725	1,725
Total revenue	<u>503,380</u>	<u>18,889</u>	<u>235,139</u>	<u>124,452</u>	<u>(3,044)</u>	<u>878,817</u>
Profit/(loss) before zakat and taxation	<u>69,183</u>	<u>(523)</u>	<u>23,791</u>	<u>1,589</u>	<u>13,940</u>	<u>107,980</u>

* Include Investment Holding Company, consolidation adjustments and eliminations.

The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2025.

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B1. Review of 3 months current quarter profitability against 3 months current quarter in prior period (cont'd.)

The Group

For the quarter ended 30 September 2025, the Group recorded a total revenue of RM927.6 million, an increase of RM48.8 million or 5.5% compared to RM878.8 million in the corresponding quarter last year. This growth was primarily driven by stronger performances across the general takaful, retakaful, and family takaful segments, particularly within the motor class and family retakaful portfolios.

The total revenue improvement was further supported by higher net investment income, reflecting the recovery of the Malaysian capital markets during the quarter.

The Group's profit before zakat and taxation rose to RM129.1 million, an increase of RM21.1 million or 19.6% from RM108.0 million in the same quarter last year. The improved profitability was underpinned by higher insurance/takaful revenue, stronger investment returns, and lower unrealised foreign exchange losses on foreign assets, alongside favourable fair value gains across both equity and bond portfolios.

Despite the revenue growth, the insurance/takaful service result moderated during the quarter, primarily due to the recognition of onerous contracts arising from a more refined and periodic claims reserving review conducted as part of the Group's ongoing enhancement of its MFRS 17 implementation practices. This refinement ensures a timelier reflection of emerging claim trends and updated assumptions. By contrast, the corresponding quarter last year benefited from a reversal of previously recognised onerous contracts, resulting in a higher comparative base. Excluding the impact of onerous contracts, the insurance/takaful service result remained largely stable year-on-year, demonstrating the underlying strength and resilience of the Group's core operations.

Reinsurance Business

The Reinsurance business recorded total revenue of RM472.9 million, a decrease of RM30.5 million or 6.1% compared to RM503.4 million in the corresponding quarter last year. The decline was mainly attributable to a lower release of the Contractual Service Margin (CSM) during the quarter, following a reduction in insurance revenue across the Managing General Agent (MGA), Domestic Treaty, and Specialty lines of business.

Despite the revenue decline, the segment's profit before zakat and taxation increased by RM29.0 million or 42.0% to RM98.2 million, compared to RM69.2 million in the same quarter last year. The improvement was largely driven by higher net investment results, supported by lower unrealised foreign exchange losses on foreign assets, underscoring the resilience of the segment's overall earnings.

Retakaful Business

The Retakaful business delivered a solid performance during the quarter, recording total revenue of RM32.1 million, a 70.1% increase from RM18.9 million in the corresponding quarter last year. The strong growth was primarily driven by higher gross written contributions, particularly from the Family Retakaful portfolio, reflecting continued expansion in this segment's business activities.

In line with the higher revenue, the segment registered a profit before zakat and taxation of RM3.8 million, a significant turnaround from a loss of RM0.5 million in the same period last year. This improvement was mainly attributable to enhanced retakaful service results and disciplined cost management, underscoring the positive momentum and improving operational efficiency within the segment.

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B1. Review of 3 months current quarter profitability against 3 months current quarter in prior period (cont'd.)

General Takaful Business

The General Takaful business recorded total revenue of RM301.8 million, an increase of RM66.7 million or 28.3% compared to RM235.1 million in the corresponding quarter last year. The strong growth was mainly driven by higher takaful revenue, particularly from the motor portfolio, reflecting continued business expansion and portfolio strength.

The segment's profit before zakat and taxation rose modestly by RM3.0 million or 12.6% to RM26.8 million, from RM23.8 million in the same quarter last year. The improvement was supported by higher takaful revenue and stronger net investment income, mainly attributed to net realised gains from the equities portfolio.

Family Takaful Business

The Family Takaful business recorded total revenue of RM128.5 million, an increase of RM4.0 million or 3.3% compared to RM124.5 million in the corresponding quarter last year. The growth was mainly driven by higher takaful revenue, particularly from the Group Credit Term (GCTT), Group Term (GTT), and Group Hospitalisation (GHS) portfolios.

In tandem with the higher revenue, the segment's profit before zakat and taxation rose significantly by RM10.3 million to RM11.9 million, from RM1.6 million or 7.5 times in the same quarter last year. The improvement was supported by stronger takaful service results and improved investment performance, reflecting favourable fair value gains in the bond portfolio.

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B2. Review of current year to date performance against corresponding year to date

The Group

The Group delivered a strong set of results for the period ended 30 September 2025, with total revenue rising 9.5% to RM1,902.0 million from RM1,736.4 million in the corresponding period last year. The growth was primarily driven by stronger performances across the General Takaful, Retakaful, and Family Takaful segments, as a reflection of the Group's continued business expansion and solid market position.

Revenue momentum was further boosted by higher net investment income, reflecting the recovery of the Malaysian capital markets during the year.

Profit before zakat and taxation surged 51.5% to RM321.9 million, compared to RM212.4 million in the same period last year. The stronger performance was mainly attributed to higher insurance/takaful service results arising from revenue growth, improved claims experience, and higher investment income, arising from favourable fair value gains in both the equity and bond portfolios.

The Group also benefited from a higher share of profit from associates, supported by stronger insurance service results and improved investment returns, reinforcing its positive earnings momentum and resilient performance outlook.

Reinsurance Business

The Reinsurance business reported total revenue of RM1,011.0 million, a slight decrease of 1.8% year-on-year from RM1,029.2 million. The softer revenue performance reflected a lower release of Contractual Service Margin (CSM), following reduced insurance revenue across the Managing General Agent (MGA), Overseas Treaty, and Specialty lines.

Despite the moderation in topline growth, the segment delivered a strong profit before zakat and taxation rising 39.4% to RM225.1 million from RM161.4 million a year ago. The improvement was largely driven by stronger insurance service results, supported by favourable claims experience, higher insurance revenue, and robust investment income from favourable fair value gains and lower unrealised foreign exchange losses on foreign assets.

Overall, the Reinsurance business continues to demonstrate earnings resilience and operational discipline, underscoring its pivotal role as a key profit engine for the Group.

Retakaful Business

The Retakaful business recorded total revenue of RM82.8 million, a substantial increase of RM50.2 million or 153.7% compared to RM32.6 million in the same period last year. The strong growth was primarily driven by higher gross written contributions, particularly from the Family Retakaful portfolio, in line with the segment's ongoing business expansion.

The segment recorded a marginal loss before zakat and taxation of RM3,000, compared to a loss of RM204,000 in the same period last year. The improvement was mainly supported by stronger retakaful service results and higher net investment income, reflecting the segment's improving operational fundamentals.

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B2. Review of current year to date performance against corresponding year to date (cont'd.)

General Takaful Business

The General Takaful business delivered an impressive performance, with total revenue surging 34.1% to RM581.5 million from RM433.7 million a year ago. This robust growth was supported by strong momentum in the motor and fire portfolios, reflecting the segment's expanding market reach and sustained demand across key product lines.

Profit before zakat and taxation climbed 44.6% year-on-year to RM58.3 million, up RM18.0 million from RM40.3 million previously. The earnings uplift was driven by stronger takaful service results on the back of higher revenue and solid investment returns, supported by favourable fair value gains in the equities portfolio.

Family Takaful Business

The Family Takaful business continued its upward trajectory, posting total takaful revenue of RM263.2 million, up 5.7% year-on-year from RM249.0 million. The growth was fuelled by stronger contributions from the Group Credit Term (GCTT), Group Term (GTT), and Group Hospitalisation (GHS) portfolios, reflecting sustained demand across key group protection products.

Profit before zakat and taxation more than doubled to RM15.9 million, rising 117.8% from RM7.3 million a year earlier. The sharp improvement was primarily driven by higher net investment income, due to favourable fair value gains in the bond portfolio, highlighting the segment's stable earnings and prudent investment management.

B3. Review of current quarter profitability against immediate preceding quarter

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others RM'000	Group RM'000
Profit before zakat and taxation, 3 months ended,						
30 September 2025	98,238	3,759	26,784	11,934	(11,583)	129,132
30 June 2025	126,911	(3,762)	31,483	3,925	34,191	192,748

The Group

For the quarter ended 30 September 2025, the Group recorded a profit before zakat and taxation of RM129.1 million, a decrease of RM63.6 million or 33.0% compared to RM192.7 million in the preceding quarter.

The lower profit was mainly attributable to lower insurance/takaful service results, driven by reduced insurance/takaful revenue and higher insurance/takaful service expenses, arising primarily from higher net claims incurred within the Reinsurance and General Takaful segments.

In addition, net investment income declined during the quarter, mainly due to lower unrealised fair value gains, while the share of profit from associates also moderated, as a reflection of weaker insurance service results in the current quarter.

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B3. Review of current quarter profitability against immediate preceding quarter (cont'd.)

Reinsurance Business

The Reinsurance business recorded a profit before zakat and taxation of RM98.2 million, a decrease of RM28.7 million or 22.6% compared to RM126.9 million in the preceding quarter. The decline was primarily driven by lower insurance service results, attributable to a reduced release of the Contractual Service Margin (CSM) and higher insurance service expenses, arising from increased net claims incurred during the quarter.

Retakaful Business

The Retakaful business recorded a profit before zakat and taxation of RM3.8 million, representing a notable turnaround from a loss of RM3.8 million in the preceding quarter. The improvement was primarily driven by stronger takaful service results, supported by lower insurance service expenses, largely reflecting a reduction in attributable expenses during the quarter.

General Takaful Business

The General Takaful business recorded a profit before zakat and taxation of RM26.8 million, a decrease of RM4.7 million or 14.9% compared to RM31.5 million in the preceding quarter. The decline was primarily attributable to lower net investment results, driven by reduced unrealised fair value gains within the equity portfolio.

Family Takaful Business

The Family Takaful business recorded a profit before zakat and taxation of RM11.9 million, an increase of RM8.0 million or 205.1% compared to RM3.9 million in the preceding quarter. The improvement was primarily driven by stronger takaful service results and higher net takaful financial results, as a reflection of the segment's improved operational and investment performance during the quarter.

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B4. Current period prospect

Malaysia's economy is projected to grow between 4% and 4.5% in 2026, driven by strong domestic demand, private consumption, and strategic investments, particularly in services and manufacturing. Initiatives like Visit Malaysia 2026 and targeted assistance programmes will further support economic momentum, while capital expenditure in high-impact sectors and stable macroeconomic conditions reinforce growth prospects.

The global (re)insurance and (re)takaful industry faces a mixed outlook due to market volatility and softening growth, yet remains promising for resilient players. In Malaysia, the industry is expected to maintain its growth trajectory, supported by regulatory enhancements, increased demand for financial protection, and government initiatives under Belanjawan 2026. These include affordable insurance products, healthcare reforms, and expanded financial inclusion efforts.

The reinsurance and retakaful segment is poised to benefit from stable market conditions, favorable pricing, and rising awareness of climate-related risks. The Group remains optimistic about its long-term prospects, leveraging strategic diversification and disciplined underwriting to enhance financial performance. Continued innovation and adaptability are key to navigating global pressures and capturing emerging opportunities.

Takaful industry penetration is targeted to double by 2028, amid evolving customer expectations and intensifying competition. The Group's takaful arm is advancing growth through digital platforms, customer-centric strategies, and inclusive offerings aligned with national goals. With a stable economic outlook, supportive fiscal policies, and a commitment to sustainability, the Group is focused on optimizing returns while progressing toward its Net Zero 2050 ambition through an enhanced Sustainability Strategy.

B5. Explanatory note for variance from profit forecast

There was no profit forecast issued by the Group during the period ended 30 September 2025.

B6. Status of corporate proposal

There is no corporate proposal announced but not completed as at the date of this announcement.

B7. Off balance sheet financial instruments

There were no financial instruments with material off balance sheet risk as at the date of this report.

B8. Material litigation

There was no pending material litigation as at the date of this announcement.

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B9. Investment results

	Current quarter Three months ended		Current quarter Six months ended	
	30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
Interest income/profit revenue calculated using the effective interest/profit method				
Interest income/profit revenue	42,895	45,338	90,636	107,962
	<u>42,895</u>	<u>45,338</u>	<u>90,636</u>	<u>107,962</u>
Other investment income				
Interest income/profit revenue	62,157	41,200	118,541	85,245
Dividend income	8,215	33,690	12,482	36,778
Net amortisation of premiums on investments	(994)	(363)	(87)	(710)
Investment expenses	(780)	(733)	(1,536)	(1,712)
	<u>68,598</u>	<u>73,794</u>	<u>129,400</u>	<u>119,601</u>
Net realised gains/(loss)				
Government investment issues	8,737	(2,136)	9,392	(9,303)
Malaysian Government Securities	2,365	-	2,440	-
Unquoted islamic private debt securities	339	(1,440)	(1,730)	(903)
Quoted shares in Malaysia	3,761	15,292	(11,499)	21,651
Corporate debt securities	454	(1,254)	454	(1,254)
Shariah approved unit trust funds	(9,188)	813	(8,804)	486
Property and equipment	2,626	(4,202)	4,387	(231)
	<u>9,094</u>	<u>7,073</u>	<u>(5,360)</u>	<u>10,446</u>
Net fair value gains on financial assets at fair value through profit and loss				
Unquoted corporate debt securities	1,150	840	12,312	299
Government investment issues	(6,695)	12,355	39,601	10,509
Unquoted islamic private debt securities	1,603	12,202	7,530	2,325
Quoted shares in Malaysia	29,783	17,707	58,591	23,225
Shariah approved unit trust funds	25,291	(7,478)	30,655	21,156
Malaysian government securities	(1,633)	1,609	4,760	2,158
	<u>49,499</u>	<u>37,235</u>	<u>153,449</u>	<u>59,672</u>
Net foreign exchange losses on investments	<u>(8,335)</u>	<u>(161,967)</u>	<u>(41,355)</u>	<u>(162,557)</u>
Allowance for impairment losses on financial assets	<u>(92)</u>	<u>(3)</u>	<u>(68)</u>	<u>(16)</u>
Investment results	<u>161,659</u>	<u>1,470</u>	<u>326,702</u>	<u>135,108</u>

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B10. Taxation

	Current quarter Three months ended		Current quarter Six months ended	
	30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
Profit before zakat and taxation	129,132	107,980	321,880	212,398
Taxation:				
Current tax	(16,711)	(20,954)	(36,406)	(31,409)
Deferred tax	(535)	6,085	(4,524)	4,679
	<u>(17,246)</u>	<u>(14,869)</u>	<u>(40,930)</u>	<u>(26,730)</u>
Effective tax rate	13%	14%	13%	13%

The effective tax rate was lower than the statutory tax rate of 24% due to reinsurance/retakaful operating profit being taxed at 8%.

B11. Borrowings and debt securities

The Group borrowings were as follows:

	30.09.2025 RM'000	31.03.2025 RM'000
Unsecured long term borrowings:		
Sukuk Murabahah due on 22 March 2029	420,000	420,000
Subordinated Debt due on 26 October 2032	200,000	200,000
	<u>620,000</u>	<u>620,000</u>

PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)

B12. Earnings per share

	Current quarter Three months ended		Current quarter Six months ended	
	30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
Net profit for the period (RM'000)	112,267	92,740	280,693	184,944
Number of ordinary shares in issue ('000)	783,088	783,088	783,088	783,088
Basic earnings per share (sen)	14.34	11.84	35.84	23.62

B13. Additional disclosures for the income statement

	Current quarter Three months ended		Current quarter Six months ended	
	30.09.2025 RM'000	30.09.2024 RM'000	30.09.2025 RM'000	30.09.2024 RM'000
Depreciation and amortisation	(8,713)	(5,952)	(19,788)	(11,585)

By Order of the Board

LENA ABD LATIF
Company Secretary
License No. LS0008766
SSM Practicing Cert. No. 201908002386
Kuala Lumpur

Dated: 17 November 2025