

MNRB HOLDINGS BERHAD

197201001795 (13487-A)

UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED
31 DECEMBER 2025

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025**

	Current quarter		Cumulative quarter	
	Three months ended	Three months ended	Nine months ended	Nine months ended
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Insurance/takaful revenue	864,156	723,558	2,544,310	2,229,872
Insurance/takaful service expenses	(737,805)	(490,250)	(2,033,023)	(1,745,141)
Insurance contracts/takaful certificates service result before reinsurance contracts/retakaful certificates held	126,351	233,308	511,287	484,731
Allocation of reinsurance/retakaful premiums/contributions	(115,867)	(160,667)	(467,029)	(495,948)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	99,030	37,727	336,798	339,440
Net expense from reinsurance contracts/retakaful certificates held	(16,837)	(122,940)	(130,231)	(156,508)
Insurance/takaful service result	109,514	110,368	381,056	328,223
Interest income/profit revenue calculated using the effective interest/profit method	32,076	47,081	122,712	155,043
Other investment income	76,670	54,791	206,070	174,392
Net realised gains/(loss)	578	5,832	(4,782)	16,278
Net fair value (losses)/gains on financial assets at fair value through profit and loss	(5,726)	(14,114)	147,723	45,558
Net foreign exchange (losses)/gain on investments	(17,538)	83,371	(58,893)	(79,186)
Reversal/(allowance) for impairment on financial assets	82	(34)	14	(50)
Investment results	86,142	176,927	412,844	312,035
Net insurance/takaful finance/profit expenses from insurance contracts/takaful certificates issued	(21,925)	(165,406)	(280,767)	(254,555)
Net reinsurance/retakaful finance/profit income from reinsurance contracts/retakaful certificates held	1,030	22,876	8,353	13,695
Unallocated deficit and changes in the value of the underlying items attributable to participants	5,137	23,393	23,620	39,913
Net insurance/takaful financial result	(15,758)	(119,137)	(248,794)	(200,947)
Fees and other income	13,776	6,992	27,240	16,533
Management and other expenses	(19,901)	(15,306)	(63,671)	(66,101)
Finance cost	(7,449)	(6,853)	(22,171)	(23,910)
Other net expenses	(13,574)	(15,167)	(58,602)	(73,478)
Share of results of associates	6,163	(9,698)	24,799	6,860
Profit before zakat and taxation	172,487	143,293	511,303	372,693
Tax attributable to participants	(755)	(3,197)	(17,691)	(20,199)
Profit before zakat and taxation attributable to equity holders of the Holding Company	171,732	140,096	493,612	352,494
Zakat	(510)	(528)	(767)	(1,252)
Taxation	(20,255)	(23,708)	(61,185)	(50,438)
Net profit for the year attributable to equity holders of the Holding Company	150,967	115,860	431,660	300,804

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 31 DECEMBER 2025**

	Current quarter		Cumulative quarters	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Net profit for the year attributable to equity holders of the Holding Company	150,967	115,860	431,660	300,804
<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	(459)	(7,860)	(17,306)	(15,297)
Effects of foreign exchange translation reserve on investment in subsidiary	-	980	-	(718)
Net gains/(losses) on financial assets at fair value through other comprehensive income ("FVOCI"):				
Net (losses)/gains on fair value changes	(5,688)	(9,341)	3,890	5,620
Realised gains/(losses) transferred to income statements	375	(977)	(310)	2,671
Deferred tax relating to fair value changes on financial assets at FVOCI	1,066	1,312	(1,098)	(175)
	<u>(4,706)</u>	<u>(15,886)</u>	<u>(14,824)</u>	<u>(7,899)</u>
Other comprehensive income/(loss) not to be reclassified to income statements in subsequent periods:				
Net gains on fair value changes on financial assets at FVOCI	712	136	614	47
Revaluation of land and buildings	827	571	2,001	1,712
Deferred tax relating to revaluation of land and buildings	(47)	(46)	(141)	(137)
Other comprehensive income/(expenses) attributable to participants	3,466	447	(1,845)	(4,340)
	<u>4,958</u>	<u>1,108</u>	<u>629</u>	<u>(2,718)</u>
Other comprehensive gain/(losses) for the period, net of tax	252	(14,778)	(14,195)	(10,617)
Total comprehensive income for the period, net of tax	151,219	101,082	417,465	290,187
Total comprehensive income for the period attributable to owners of the Company	151,219	101,082	417,465	290,187
Basic earnings per share attributable to equity holders of the Company (sen)	19.28	14.80	55.12	38.41

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025**

	31.12.2025	31.03.2025
	RM'000	RM'000
Assets		
Property and equipment	228,094	237,951
Intangible assets	138,960	114,438
Right-of-use assets	1,899	2,202
Investments in associates	165,202	165,795
Financial and other assets	12,586,350	12,020,752
Deferred tax assets	39,863	42,442
Insurance contracts/takaful certificates assets	100,568	105,830
Reinsurance contracts/retakaful certificates assets	741,434	617,654
Tax recoverable	48,715	48,840
Cash and bank balances	93,629	112,844
Total assets	14,144,714	13,468,748
Liabilities		
Borrowings	620,000	620,000
Insurance contracts/takaful certificates liabilities	9,364,268	9,077,338
Reinsurance contracts/retakaful certificates liabilities	55,460	34,124
Lease liabilities	2,144	2,293
Other payables	259,903	251,747
Deferred tax liabilities	52,900	33,660
Tax payable	7,541	6,366
Provision for zakat	3,121	2,354
Total liabilities	10,365,337	10,027,882
Equity		
Share capital	738,502	738,502
Reserves	3,040,875	2,702,364
Total equity attributable to equity holders of the Holding Company	3,779,377	3,440,866
Total liabilities and equity	14,144,714	13,468,748
Net assets per share (RM)	4.83	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 31 DECEMBER 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	-	-	-	-	300,804	300,804
Total other comprehensive loss/(income) for the period	-	(16,015)	5,397	-	-	(10,618)
Total comprehensive (loss)/income for the period	-	(16,015)	5,397	-	300,804	290,186
Dividend paid during the period	-	-	-	-	(78,309)	(78,309)
At 31 December 2024	738,502	1,428	42,050	53,911	2,499,618	3,335,509
At 1 April 2025	738,502	8,502	41,246	59,557	2,593,059	3,440,866
Net profit for the period	-	-	-	-	431,660	431,660
Total other comprehensive (loss)/income for the period	-	(17,306)	607	1,860	-	(14,839)
Total comprehensive (loss)/income for the period	-	(17,306)	607	1,860	431,660	416,821
Dividend paid during the period	-	-	-	-	(78,309)	(78,309)
At 31 December 2025	738,502	(8,804)	41,853	61,417	2,946,410	3,779,377

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**

	31.12.2025	31.12.2024
	RM '000	RM '000
Cash flows from operating activities		
Profit before zakat and taxation	493,612	352,494
Adjustments for:		
Depreciation of:		
- property and equipment	6,770	6,515
- right-of-use assets	2,947	3,020
Amortisation of intangible assets	17,713	15,437
Reclassification of intangible assets to expenses		
Finance costs	26,724	29,904
Losses/(gains) from disposal of property and equipment	236	(788)
Realised gains on disposal of investments	(4,782)	(16,278)
Net (accretion)/amortisation of premiums on investments	(520)	1,157
Interest income/profit revenue	(314,263)	(290,202)
Dividend income	(16,907)	(14,995)
Rental income	(3,771)	(3,722)
Share of results of associates	(24,799)	(6,860)
Net foreign exchange losses	58,893	79,186
Net fair value gains on financial assets	(147,723)	(45,558)
Allowance for impairment loss of financial assets and other receivables	2,629	412
Tax attributable to the participants	15,808	16,036
Operating cash flows before working capital changes	<u>112,567</u>	<u>125,758</u>
Changes in working capital:		
Financial assets	(449,529)	(538,424)
Staff financing	292	(416)
Insurance contracts/takaful certificates	292,192	439,091
Reinsurance contracts/retakaful certificates	<u>(102,444)</u>	<u>(216,599)</u>
Operating cash flows before working capital changes	<u>(146,922)</u>	<u>(190,589)</u>

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

	31.12.2025	31.12.2024
	RM '000	RM '000
Cash flows from operating activities (cont'd.)		
Changes in working capital (cont'd.)		
Tax, zakat, other payables and lease liabilities	132,428	213,233
Interest income/profit revenue received	285,624	253,610
Dividend income received	27,311	12,850
Rental received	3,630	2,854
Income tax and zakat paid	(57,798)	(83,816)
Net cash generated from operating activities	244,274	208,142
Cash flows from investing activities		
Purchase of property and equipment	(3,932)	(4,290)
Purchase of intangible assets	(73,890)	(7,372)
Proceeds from disposal of property and equipment	-	2,753
Proceed from disposal of intangible asset	20,821	-
Dividend received from an associate	8,086	7,087
Net cash (used in)/generated from investing activities	(48,914)	(1,822)
Cash flows from financing activities		
Payment of lease liabilities	(1,218)	(1,549)
Interest/profit paid	(18,979)	(19,026)
Dividend paid	(78,309)	(78,309)
Net cash used in from financing activities	(98,506)	(98,884)
Net increase during the period	96,854	107,436
Cash and cash equivalents at beginning of the period	112,844	115,604
Cash and cash equivalents at end of the period	209,698	223,040
Cash and cash equivalents comprise:		
Fixed and call deposits (with original maturities of less than three-months) with licensed financial institutions	116,069	114,162
Cash and bank balances	93,629	108,878
	209,698	223,040

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 31 December 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 a 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 of recent global climate-related incidents and geopolitical tensions, the Group's operations for the financial period ended 31 December 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 31 December 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 31 December 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 31 December 2025.

A9. Significant events

There were no significant events of the Group during the financial period ended 31 December 2025.

A10. Subsequent events

There were no subsequent events of the Group during the financial period ended 31 December 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 31 December 2025 were as follows:

	RM'000
Authorised and contracted for:	
Property and equipment	12,442
Software developments	32,896
	<u>45,338</u>
Authorised but not contracted for:	
Property and equipment	7,475
Software developments	25,339
	<u>32,814</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
31 December 2025							
<u>Revenue</u>							
Insurance/takaful revenue	1,365,487	119,727	852,397	259,306	-	(52,607)	2,544,310
Interest income/profit revenue calculated using the effective interest/profit method	45,272	5,021	37,069	28,233	8,787	(1,670)	122,712
Other investment income	105,609	2,022	671	104,978	75,876	(83,086)	206,070
Fee income	-	-	-	-	55,086	(52,211)	2,875
Total revenue	1,516,368	126,770	890,137	392,517	139,749	(189,574)	2,875,967
Profit/(loss) before zakat and taxation	347,629	2,456	81,813	27,363	73,123	(38,772)	493,612
Profit/(loss) after zakat and taxation	318,141	1,791	60,304	18,834	72,923	(40,333)	431,660
31 December 2024							
<u>Revenue</u>							
Insurance/takaful revenue	1,347,397	54,182	630,648	237,336	-	(39,691)	2,229,872
Interest income/profit revenue calculated using the effective interest/profit method	79,516	2,215	32,237	31,590	11,166	(1,681)	155,043
Other investment income	74,017	3,667	3,239	102,523	150,722	(159,776)	174,392
Fee income	-	-	-	-	57,000	(53,532)	3,468
Total revenue	1,500,930	60,064	666,124	371,449	218,888	(254,680)	2,562,775
Profit/(loss) before zakat and taxation	296,859	924	58,037	6,387	149,070	(158,783)	352,494
Profit/(loss) after zakat and taxation	256,554	772	43,029	6,346	145,352	(151,249)	300,804

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 31 December 2025

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others* RM'000	Group RM'000
Insurance/takaful revenue	1,365,487	119,727	852,397	259,306	(52,607)	2,544,310
Insurance/takaful service expenses	(991,785)	(94,336)	(739,988)	(279,369)	72,455	(2,033,023)
Insurance contracts/takaful certificates service result before reinsurance/ retakaful certificates held	373,702	25,391	112,409	(20,063)	19,848	511,287
Allocation of reinsurance/retakaful premiums/contributions	(157,610)	(46,296)	(251,566)	(64,164)	52,607	(467,029)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	85,830	38,189	194,170	43,060	(24,451)	336,798
Net expense from reinsurance/retakaful contracts/certificates held	(71,780)	(8,107)	(57,396)	(21,104)	28,156	(130,231)
Insurance/takaful service results	301,922	17,284	55,013	(41,167)	48,004	381,056
Interest income/profit revenue calculated using the effective interest/profit method	45,272	5,021	37,069	28,233	7,117	122,712
Other investment income	105,609	2,022	671	104,978	(7,210)	206,070
Net realised gains/(loss)	3,740	-	(182)	(8,104)	(236)	(4,782)
Net fair value gains on financial assets at fair value through profit and loss	36,407	584	6,404	98,282	6,046	147,723
Net foreign exchange losses on investments	(72,363)	-	-	-	13,470	(58,893)
Reversal/(allowance) for impairment on financial assets	56	-	(37)	(5)	-	14
Investment results	118,721	7,627	43,925	223,384	19,187	412,844
Net insurance/takaful finance expenses from insurance contracts/takaful certificates issued	(60,776)	386	(24,396)	(196,412)	431	(280,767)
Net reinsurance/retakaful profit/finance income from reinsurance contracts/retakaful certificates held	1,246	(618)	8,342	(187)	(430)	8,353
Unallocated (surplus)/deficit and changes in the value of the underlying items attributable to participants	-	(20,290)	(3,370)	55,061	(7,781)	23,620
Net insurance/takaful financial results	(59,530)	(20,522)	(19,424)	(141,538)	(7,780)	(248,794)
Fees and other income	5,815	64	7,690	12,515	1,156	27,240
Management and other expenses	(9,814)	(114)	(2,792)	(12,346)	(38,605)	(63,671)
Finance cost	(9,485)	-	(273)	(3)	(12,410)	(22,171)
Net other (expenses)/income	(13,484)	(50)	4,625	166	(49,859)	(58,602)
Share of results of associates	-	-	-	-	24,799	24,799
Profit before zakat and taxation	347,629	4,339	84,139	40,845	34,351	511,303
Tax attributable to participants	-	(1,883)	(2,326)	(13,482)	-	(17,691)
Profit before zakat and taxation attributable to equity holders of the Holding Company	347,629	2,456	81,813	27,363	34,351	493,612
Zakat	-	-	(624)	(143)	-	(767)
Taxation	(29,488)	(665)	(20,885)	(8,386)	(1,761)	(61,185)
Net profit for the period attributable to equity holders of the Holding Company	318,141	1,791	60,304	18,834	32,590	431,660

* Includes 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 31 December 2024

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others* RM'000	Group RM'000
Insurance/takaful revenue	1,347,397	54,182	630,648	237,336	(39,691)	2,229,872
Insurance/takaful service expenses	(970,845)	(62,298)	(528,086)	(268,244)	84,332	(1,745,141)
Insurance contracts/takaful certificates service result before reinsurance/ retakaful certificates held	376,552	(8,116)	102,562	(30,908)	44,641	484,731
Allocation of reinsurance/retakaful premiums/contributions	(242,742)	(510)	(191,008)	(101,379)	39,691	(495,948)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	130,302	30,544	142,261	82,549	(46,216)	339,440
Net expense from reinsurance/retakaful contracts/certificates held	(112,440)	30,034	(48,747)	(18,830)	(6,525)	(156,508)
Insurance/takaful service results	264,112	21,918	53,815	(49,738)	38,116	328,223
Interest income/profit revenue calculated using the effective interest/profit method	79,516	2,215	32,237	31,590	9,485	155,043
Other investment income	74,017	3,667	3,239	102,523	(9,054)	174,392
Net realised (losses)/gains	(158)	5	(2,758)	15,822	3,367	16,278
Net fair value gains on financial assets at fair value through profit and loss	14,789	37	2,279	42,838	(14,385)	45,558
Net foreign exchange losses on investments	(79,186)	-	-	-	-	(79,186)
Allowance for impairment on financial assets	-	-	-	(50)	-	(50)
Investment results	88,978	5,924	34,997	192,723	(10,587)	312,035
Net insurance/takaful finance/profit expenses from insurance contracts/takaful certificates issued	(60,362)	(198)	(18,850)	(175,433)	288	(254,555)
Net reinsurance/retakaful profit/finance income from reinsurance contracts/retakaful certificates held	7,488	-	6,495	-	(288)	13,695
Unallocated (surplus)/deficit and changes in the value of the underlying items attributable to participants	-	(10,648)	(14,086)	64,647	-	39,913
Net insurance/takaful financial results	(52,874)	(10,846)	(26,441)	(110,786)	-	(200,947)
Fees and other income	6,660	111	3,934	5,034	794	16,533
Management and other expenses	(485)	(15,008)	(3,579)	(16,278)	(30,751)	(66,101)
Finance cost	(9,532)	-	(222)	(11)	(14,145)	(23,910)
Net other expenses	(3,357)	(14,897)	133	(11,255)	(44,102)	(73,478)
Share of results of associates	-	-	-	-	6,860	6,860
Profit/(loss) before zakat and taxation	296,859	2,099	62,504	20,944	(9,713)	372,693
Tax attributable to participants	-	(1,175)	(4,467)	(14,557)	-	(20,199)
Profit/(loss) before zakat and taxation attributable to equity holders of the Holding Company	296,859	924	58,037	6,387	(9,713)	352,494
Zakat	-	(148)	(952)	(152)	-	(1,252)
Taxation	(40,305)	(4)	(14,056)	111	3,816	(50,438)
Net profit for the period attributable to equity holders of the Holding Company	256,554	772	43,029	6,346	(5,897)	300,804

* Includes 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 31 December 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	136,096	-	587	88,477	2,934	228,094
Intangible assets	5,460	-	86,418	43,972	3,110	138,960
Right-of-use assets	-	-	8,158	-	(6,259)	1,899
Investments in associates	132,484	-	-	-	32,718	165,202
Financial and other assets	5,594,382	211,550	1,552,675	5,009,956	217,787	12,586,350
Deferred tax assets	-	-	34,800	-	5,063	39,863
Insurance contracts/takaful certificates assets	-	-	-	80,796	19,772	100,568
Reinsurance contracts/retakaful certificates assets	250,309	43,097	402,007	43,579	2,442	741,434
Tax recoverable	-	-	2,126	29,210	17,379	48,715
Cash and bank balances	38,615	874	40,385	12,598	1,157	93,629
Total assets	6,157,346	255,521	2,127,156	5,308,588	296,103	14,144,714
Liabilities						
Borrowings	250,000	-	80,000	-	290,000	620,000
Insurance contracts/takaful certificates liabilities	3,061,169	202,367	1,466,492	4,631,798	2,442	9,364,268
Reinsurance contracts/retakaful certificates liabilities	-	-	-	35,688	19,772	55,460
Lease liabilities	-	-	8,337	-	(6,193)	2,144
Other payables	21,977	2,023	151,524	79,468	4,911	259,903
Deferred tax liabilities	26,742	5,733	-	24,970	(4,545)	52,900
Tax payable	4,663	-	1,401	1,258	219	7,541
Provision for zakat	-	3	2,793	325	-	3,121
Total liabilities	3,364,551	210,126	1,710,547	4,773,507	306,606	10,365,337
Equity						
Share capital	663,106	-	230,000	405,000	(559,604)	738,502
Reserves	2,129,689	45,395	186,609	130,081	549,101	3,040,875
Total equity attributable to equity holders of the Holding Company	2,792,795	45,395	416,609	535,081	(10,503)	3,779,377
Total liabilities and equity	6,157,346	255,521	2,127,156	5,308,588	296,103	14,144,714

* Includes 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

* Includes 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
31 December 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 31 December 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	-	1,854,649	-	1,854,649
Unquoted islamic private debt securities	-	1,602,225	-	1,602,225
<u>Mandatorily measured</u>				
Quoted shares in Malaysia:				
Shariah approved equities	466,595	-	-	466,595
Others	323,960	-	-	323,960
Unquoted perpetual bond in Malaysia	-	4,999	-	4,999
Unquoted corporate debt securities	-	1,252,632	-	1,252,632
Shariah approved unit trust funds:				
Others	346,107	-	-	346,107
Real estate investment trusts	23,319	-	-	23,319
	1,165,352	4,714,505	-	5,879,857
c) Financial assets at FVOCI				
Malaysian government securities	-	99,656	-	99,656
Government investment issues	-	474,802	-	474,802
Unquoted corporate debt securities	-	525,036	-	525,036
Unquoted shares in Malaysia	-	-	93,081	93,081
Unquoted Islamic private debt securities	-	293,337	-	293,337
Golf club memberships	-	-	233	233
	-	1,392,831	93,314	1,486,145

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
Quoted shares in Malaysia:				
Unquoted corporate debt securities	-	1,482,048	-	1,482,048
Malaysian government securities unsecured	-	355,091	-	355,091
<u>Mandatorily measured</u>				
Quoted shares in Malaysia:				
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 31 December 2025 or the previous year ended 31 March 2025.

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

	Remaining coverage RM'000	31.12.2025 Incurred claims RM'000	Total RM'000	Remaining coverage RM'000	31.03.2025 Incurred claims RM'000	Total RM'000
Assets						
Insurance contracts/takaful certificates	74,120	26,448	100,568	215,212	(109,382)	105,830
Reinsurance contracts/retakaful certificates	(200,997)	942,431	741,434	(172,659)	790,313	617,654
	(126,877)	968,879	842,002	42,553	680,931	723,484
Liabilities						
Insurance contracts/takaful certificates	4,215,093	5,149,175	9,364,268	4,013,590	5,063,748	9,077,338
Reinsurance contracts/retakaful certificates	41,626	13,834	55,460	57,140	(23,016)	34,124
	4,256,719	5,163,009	9,419,728	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
31 December 2025						
<u>Revenue</u>						
Insurance/takaful revenue	458,455	41,623	295,778	84,992	(16,692)	864,156
Interest income/profit revenue calculated using the effective interest/profit method	12,166	1,688	12,679	3,041	2,502	32,076
Other investment income	34,792	674	132	41,291	(219)	76,670
Fee income	-	-	-	-	1,030	1,030
Total revenue	<u>505,413</u>	<u>43,985</u>	<u>308,589</u>	<u>129,324</u>	<u>(13,379)</u>	<u>973,932</u>
Profit before zakat and taxation	<u>122,480</u>	<u>2,459</u>	<u>23,546</u>	<u>11,504</u>	<u>11,743</u>	<u>171,732</u>
31 December 2024						
<u>Revenue</u>						
Insurance/takaful revenue	430,585	25,183	220,417	77,791	(30,418)	723,558
Interest income/profit revenue calculated using the effective interest/profit method	21,449	2,216	11,159	7,908	4,349	47,081
Other investment income	19,714	30	818	36,787	(2,558)	54,791
Fee income	-	-	-	-	949	949
Total revenue	<u>471,748</u>	<u>27,429</u>	<u>232,394</u>	<u>122,486</u>	<u>(27,678)</u>	<u>826,379</u>
Profit/(loss) before zakat and taxation	<u>135,365</u>	<u>1,128</u>	<u>17,735</u>	<u>(921)</u>	<u>(13,211)</u>	<u>140,096</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 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 31 December 2025, the Group recorded a total revenue of RM973.9 million, an increase of RM147.6 million or 17.9% compared to RM826.4 million in the corresponding quarter last year. This stronger performance was driven by improved contributions across all segments, namely the General Takaful, Reinsurance, Retakaful, and Family Takaful segment.

The Group's profit before zakat and taxation rose to RM171.7 million, representing an increase of RM31.6 million or 22.6% from RM140.1 million reported in the same quarter last year. The uplift in profitability was supported by higher insurance and takaful revenue across all segments, led particularly by the General Takaful and Reinsurance segment, underpinned by the growth in the Motor and Specialty portfolios.

Reinsurance Business

The Reinsurance business recorded total revenue of RM505.4 million, an increase of RM33.7 million or 7.1% compared to RM471.7 million in the corresponding quarter last year. This growth was primarily driven by stronger growth in the Specialty, Local and Overseas Treaty, and Voluntary Cession ("VC") portfolios, supported by the release of the Contractual Service Margin ("CSM") across the Local Treaty, Specialty, and VC portfolio.

Despite the revenue improvement, the segment's profit before zakat and taxation declined by RM12.9 million or 9.5% to RM122.5 million, compared to RM135.4 million in the same quarter last year. The lower profit was mainly attributed to lower net investment results arising from higher unrealised foreign exchange losses on foreign assets, following the strengthening of the Malaysian Ringgit (MYR) during the quarter.

Retakaful Business

The Retakaful business delivered a solid performance during the quarter, recording total revenue of RM44.0 million, a 60.6% or RM16.6 million increase from RM27.4 million in the corresponding quarter last year. This strong growth was primarily driven by higher takaful revenue, particularly from the Family Retakaful portfolio, reflecting continued expansion in the segment's business activities.

In tandem with the higher revenue, the segment registered a profit before zakat and taxation of RM2.5 million, an increase of RM1.4 million or 127.3% compared to RM1.1 million in the same quarter last year, mainly contributed by the General Retakaful portfolio. This improvement was largely supported by disciplined cost management, underscoring the segment's positive momentum and enhanced efficiency.

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 RM308.6 million, an increase of RM76.2 million or 32.8% compared to RM232.4 million in the corresponding quarter last year. This strong performance was mainly driven by higher takaful revenue, particularly from the Motor portfolio, reflecting continued business expansion and sustained portfolio strength.

The segment's profit before zakat and taxation increased by RM5.8 million or 32.8% to RM23.5 million, from RM17.7 million in the same quarter last year. The improvement was supported by higher takaful revenue and stronger net investment income, primarily attributed to higher profit income during the quarter.

Family Takaful Business

The Family Takaful business recorded total revenue of RM129.3 million, an increase of RM6.8 million or 5.6% compared to RM122.5 million in the corresponding quarter last year. The growth was mainly driven by higher takaful revenue, particularly from the Group Credit Term ("GCTT") portfolio.

In tandem with the higher revenue, the segment registered a profit before zakat and taxation of RM11.5 million, representing a strong increase of RM12.4 million compared to a loss of RM0.9 million in the same quarter last year. The improved result was primarily supported by sustained cost discipline, more efficient expense management, enabling the segment to deliver a return to profitability for the quarter and one-off income from the bancatakaful business.

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 31 December 2025, with total revenue increasing by RM313.2 million or 12.2% to RM2,876.0 million from RM2,562.8 million in the corresponding period last year. This growth was driven by improved performance across all business segments, namely General Takaful, Retakaful, Family Takaful and Reinsurance, reflecting the Group's continued business expansion and sustained market position.

Revenue momentum was further supported by higher net investment income, in line with the recovery in the Malaysian capital markets during the year.

Profit before zakat and taxation increased by 40.0% to RM493.6 million, compared to RM352.5 million in the same period last year. The stronger performance was primarily attributable to higher insurance/takaful service results on the back of revenue growth, alongside improved investment results 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 the Group's earnings strength and resilient performance profile.

Reinsurance Business

The Reinsurance business reported total revenue of RM1,516.4 million, an increase of RM15.4 million or 1.0% from RM1,500.9 million. The higher revenue performance was primarily driven by improved expectations on claims and insurance service expenses, together with a higher recovery of expected acquisition cashflows.

The segment delivered a strong profit before zakat and taxation, increasing by 17.1% or RM50.8 million to RM347.6 million from RM296.9 million. The improvement was mainly attributable to stronger insurance service results, supported by favourable claims experience, higher insurance revenue, and resilient investment performance, underpinned by favourable fair value gains and lower unrealised foreign exchange losses on foreign assets.

Overall, the Reinsurance business continued to demonstrate earnings resilience and disciplined execution during the period, reinforcing its role as a key contributor to the Group's overall profitability.

Retakaful Business

The Retakaful business recorded total revenue of RM126.8 million, a substantial increase of RM66.7 million or 111.0% compared to RM60.1 million in the same period last year. The strong growth was primarily driven by higher takaful revenue, particularly from the Family Retakaful portfolio, in line with the segment's ongoing business expansion.

The segment recorded a profit before zakat and taxation of RM2.5 million, an increase of RM1.6 million or 177.8% compared to RM0.9 million in the corresponding period last year. The improvement was supported by higher net investment results and continued cost discipline, reflecting strengthening operational fundamentals within the segment.

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 increasing by 33.6% or RM224.0 million to RM890.1 million from RM666.1 million in the corresponding period last year. This strong growth was supported by sustained momentum in the motor and fire portfolios, reflecting the segment's expanding market presence and continued demand across key product lines.

Profit before zakat and taxation increased by 41.0% to RM81.8 million, up RM23.8 million from RM58.0 million previously. The earnings uplift was driven by stronger takaful service results on the back of higher revenue, supported by solid investment returns arising from favourable fair value gains in the equities portfolio.

Overall, the General Takaful business continues to demonstrate resilient fundamentals and healthy growth traction, reinforcing its position as a one of the key earnings contributor to the Group.

Family Takaful Business

The Family Takaful business continued its upward trajectory, posting total revenue of RM392.5 million, an increase of 5.7% year-on-year from RM371.4 million. The growth was driven by stronger contributions from the Group Credit Term (GCTT) and Group Hospitalisation (GHS) portfolios, reflecting sustained demand for key group protection products.

Profit before zakat and taxation more than tripled to RM27.4 million, rising 4.3 times from RM6.4 million a year earlier. The significant improvement was primarily supported by higher net investment results, driven by favourable fair value gains in the bond portfolio, contributing to the segment's stable earnings performance.

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,						
31 December 2025	122,480	2,459	23,546	11,504	11,743	171,732
30 September 2025	98,238	3,759	26,784	11,934	(11,583)	129,132

The Group

For the quarter ended 31 December 2025, the Group recorded a profit before zakat and taxation of RM171.7 million, an increase of RM42.6 million or 33.0% compared to RM129.1 million in the preceding quarter.

The higher profit was mainly attributable to stronger insurance and takaful service results, driven by higher takaful revenue across all segments, namely the General Takaful, Reinsurance, Retakaful, and Family Takaful businesses with notable contributions from the Specialty and Motor portfolios.

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 RM122.5 million, an increase of RM24.3 million or 24.7% compared to RM98.2 million in the preceding quarter.

The improved profitability was mainly driven by stronger insurance service results, supported by higher revenue from the Specialty, Local and Overseas Treaty, and VC portfolios. This uplift was further reinforced by continued cost discipline across other operating expenses, contributing to the segment's stronger overall performance for the quarter.

Retakaful Business

The Retakaful business recorded a profit before zakat and taxation of RM2.5 million, a decrease of RM1.3 million or 34.2% compared to RM3.8 million in the preceding quarter. The decline was primarily driven by higher net takaful financial results, mainly from the profit interest accretion in retakaful certificates issued.

General Takaful Business

The General Takaful business recorded a profit before zakat and taxation of RM23.5 million, a decrease of RM3.3 million or 12.3% compared to RM26.8 million in the preceding quarter. The decline was primarily attributable to lower net investment results during the quarter, driven by lower unrealised fair value gains within the equity portfolio.

Family Takaful Business

The Family Takaful business recorded a profit before zakat and taxation of RM11.5 million, a marginal decrease of RM0.4 million or 3.4% compared to RM11.9 million in the preceding quarter. The decline was primarily driven by lower net investment results during the quarter, attributable to lower unrealised fair value gains in the bond portfolio.

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 stable macroeconomic conditions, domestic demand and private consumption. Initiatives like Visit Malaysia 2026 and the Government's commitment under Belanjawan 2026 to allocate significant resources to high-impact sectors such as construction, technology and electronics manufacturing services electrical which will further reinforce Malaysia's 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 also key to navigating global pressures and capturing emerging and untapped opportunities, particularly in the overseas market.

The Group remains confident in the long-term growth of its reinsurance and retakaful businesses, supported by its portfolio diversification strategy focused on sustainable profitability. At the same time, the Group continues to strengthen its commitment to sustainability, including its target to become a Net Zero Carbon Organisation by 2050. Its Sustainability Strategy and Roadmap are being enhanced to align with regulatory requirements, entity-level priorities, and emerging EESG best practices.

B5. Explanatory note for variance from profit forecast

There was no profit forecast issued by the Group during the period ended 31 December 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 Nine months ended	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Interest income/profit revenue calculated using the effective interest/profit method				
Interest income/profit revenue	32,076	47,081	122,712	155,043
	<u>32,076</u>	<u>47,081</u>	<u>122,712</u>	<u>155,043</u>
Other investment income				
Interest income/profit revenue	73,075	48,171	191,616	133,416
Dividend income	4,351	(130)	16,833	36,648
Net amortisation of premiums on investments	(140)	(446)	(227)	(1,156)
Investment expenses	(616)	(50)	(2,152)	(1,762)
	<u>76,670</u>	<u>54,791</u>	<u>206,070</u>	<u>174,392</u>
Net realised gains/(loss)				
Government investment issues	(3,773)	4,240	5,619	(5,063)
Malaysian Government Securities	91	124	2,531	124
Unquoted islamic private debt securities	(2,661)	636	(4,391)	(267)
Quoted shares in Malaysia	6,081	2,549	(5,418)	24,200
Corporate debt securities	455	(1,673)	909	(2,927)
Shariah approved unit trust funds	151	9	(8,653)	495
Property and equipment	234	(53)	4,621	(284)
	<u>578</u>	<u>5,832</u>	<u>(4,782)</u>	<u>16,278</u>
Net fair value (losses)/gains on financial assets at fair value through profit and loss				
Unquoted corporate debt securities	(4,279)	5,057	8,033	5,356
Government investment issues	(7,163)	(7,339)	32,438	3,170
Unquoted islamic private debt securities	(4,045)	(15,059)	3,485	(12,734)
Quoted shares in Malaysia	18,603	(4,613)	77,194	18,612
Shariah approved unit trust funds	5,199	17,864	35,854	39,020
Malaysian government securities	(571)	(1,416)	4,189	742
	<u>(5,726)</u>	<u>(14,114)</u>	<u>147,723</u>	<u>45,558</u>
Net foreign exchange (losses)/gain on investments	(17,538)	83,371	(58,893)	(79,186)
Reversal/(allowance) for impairment losses on financial assets	82	(34)	14	(50)
Investment results	86,142	176,927	412,844	312,035

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 Nine months ended	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Profit before zakat and taxation	171,732	140,096	493,612	352,494
Taxation:				
Current tax	(18,467)	(9,696)	(54,873)	(41,105)
Deferred tax	(1,788)	(14,012)	(6,312)	(9,333)
	<u>(20,255)</u>	<u>(23,708)</u>	<u>(61,185)</u>	<u>(50,438)</u>
Effective tax rate	<u>12%</u>	<u>17%</u>	<u>12%</u>	<u>14%</u>

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:

	31.12.2025 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 Nine months ended	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Net profit for the period (RM'000)	150,967	115,860	431,660	300,804
Number of ordinary shares in issue ('000)	783,088	783,088	783,088	783,088
Basic earnings per share (sen)	19.28	14.80	55.12	38.41

B13. Additional disclosures for the income statement

	Current quarter Three months ended		Current quarter Nine months ended	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Depreciation and amortisation	(7,642)	(13,387)	(27,430)	(24,972)

By Order of the Board

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

Dated: 13 February 2026