

Company No.

201001040438 (924363-W)

**AIA GENERAL BERHAD**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025**

Company No.

201001040438 (924363-W)

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(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025**

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**AIA GENERAL BERHAD**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INCOME STATEMENT  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025**

		<b>6 months period ended 30.06.2025 RM'000</b>	<b>6 months period ended 30.06.2024 RM'000</b>
	<b>Note</b>		
Insurance revenue	11	178,441	179,626
Insurance service expenses		(132,802)	(148,950)
Net expenses from reinsurance contracts		(282)	(442)
<b>Insurance service results</b>		<b>45,357</b>	<b>30,234</b>
Interest revenue on:	12a	4,942	5,730
Financial asset not measured at fair value through profit or loss		4,942	5,650
Financial asset measured at fair value through profit or loss		-	80
Other investment revenue	12b	15,077	8,882
Net impairment (loss)/gains on financial assets		(419)	109
<b>Investment return</b>		<b>19,600</b>	<b>14,721</b>
Net finance expenses from insurance contract	12c	(4,522)	(4,273)
Net finance expenses from reinsurance contract	12d	(91)	(104)
<b>Net investment result</b>		<b>14,987</b>	<b>10,344</b>
Other operating expenses		(7,457)	(14,077)
<b>Profit before tax</b>		<b>52,887</b>	<b>26,501</b>
Tax expense		(10,867)	(3,368)
<b>Net profit</b>		<b>42,020</b>	<b>23,133</b>
Basic earnings per share (sen)		<b>22.12</b>	<b>12.18</b>

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

**AIA GENERAL BERHAD**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025**

	<b>Note</b>	<b>6 months period ended 30.06.2025 RM'000</b>	<b>6 months period ended 30.06.2024 RM'000</b>
<b>Net profit</b>		42,020	23,133
<b>Other comprehensive income/(expense):</b>			
<u>Items that may be subsequently reclassified to profit or loss</u>			
Net fair value gains on financial assets at fair value through other comprehensive income		3,703	894
Net realised gains on financial assets at fair value through other comprehensive income reclassified to profit or loss		(4)	(2,479)
Deferred taxation		(895)	380
Change in fair value reserve		2,804	(1,205)
Change in insurance finance reserve	12c	(1,621)	125
Deferred taxation		389	(30)
		(1,232)	95
<b>Total other comprehensive income/(expense) - net of tax, for the period</b>		1,572	(1,110)
<b>Total comprehensive income for the period</b>		43,592	22,023

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

**AIA GENERAL BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2025**

	<u>Note</u>	<u>30.06.2025</u> RM'000	<u>31.12.2024</u> RM'000
<b><u>ASSETS</u></b>			
Intangible asset		3,165	3,337
Property and equipment		705	804
Reinsurance contract assets	14	29,923	22,152
Financial investments:	13		
Amortised cost		131	138
Fair value through other comprehensive income		208,963	199,706
Fair value through profit or loss		413,463	414,998
Current tax assets		7,464	11,053
Other assets		43,117	36,533
Cash and cash equivalents		33,485	24,385
<b>Total assets</b>		<b>740,416</b>	<b>713,106</b>
<b><u>LIABILITIES</u></b>			
Insurance contract liabilities	14	243,935	248,948
Deferred tax liabilities		50,282	42,364
Other liabilities		11,080	10,267
<b>Total liabilities</b>		<b>305,297</b>	<b>301,579</b>
<b><u>EQUITY</u></b>			
Share capital		190,000	190,000
Retained earnings		238,844	216,824
Other comprehensive income:			
Fair value reserve		8,288	5,484
Insurance finance reserve		(2,013)	(781)
<b>Total equity</b>		<b>435,119</b>	<b>411,527</b>
<b>Total equity and liabilities</b>		<b>740,416</b>	<b>713,106</b>

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Company No.

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**AIA GENERAL BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025**

	Non-distributable				Distributable	
	Share capital	Fair value reserves	Insurance Finance reserves	Share-based reserves	Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	190,000	5,484	(781)	-	216,824	411,527
Net profit	-	-	-	-	42,020	42,020
Other comprehensive income for the period	-	2,804	(1,232)	-	-	1,572
Share based compensation:						
- value of employee services	-	-	-	49	-	49
- repayment to ultimate holding company	-	-	-	(49)	-	(49)
Dividend paid during the financial period	-	-	-	-	(20,000)	(20,000)
At 30 June 2025	190,000	8,288	(2,013)	-	238,844	435,119

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

Company No.

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**AIA GENERAL BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

		Non-distributable			Distributable	
	Share capital	Fair value reserves	Insurance Finance reserves	Share-based reserves	Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	190,000	6,641	(492)	-	202,795	398,944
Net profit	-	-	-	-	23,133	23,133
Other comprehensive income for the period	-	(1,205)	95	-	-	(1,110)
Share based compensation:						
- value of employee services	-	-	-	49	-	49
- repayment to ultimate holding company	-	-	-	(49)	-	(49)
Dividend paid during the financial period	-	-	-	-	(20,000)	(20,000)
At 30 June 2024	190,000	5,436	(397)	-	205,928	400,967

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

**AIA GENERAL BERHAD**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS**  
**FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025**

	<b>6 months period ended <u>30.06.2025</u> RM'000</b>	<b>6 months period ended <u>30.06.2024</u> RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	52,887	26,501
Interest and dividend income	(13,801)	(9,588)
Net amortisation of premium on investments	(42)	(41)
Realised gains	(1,404)	(2,792)
Fair value gains	(4,247)	(1,664)
Depreciation		
- property and equipment	17	54
- right-of-use assets	81	110
Amortisation		
- intangible assets	159	107
Interest expense	15	26
Operating profit before working capital changes	<u>33,665</u>	<u>12,713</u>
<b>Changes in working capital:</b>		
Increase in FVOCI and FVTPL financial assets	(1,016)	(16,291)
Increase in reinsurance contract assets	(7,771)	(8,153)
(Increase)/decrease in other assets	(5,970)	926
(Decrease)/increase in insurance contract liabilities	(5,013)	15,024
Increase/(decrease) in other liabilities	1,959	(7,095)
Cash generated/(used in) from operating activities	<u>15,854</u>	<u>(2,876)</u>
Income taxes paid	(417)	(1,473)
Interest income received	4,934	6,752
Interest paid	(15)	(26)
Dividend income received	8,818	3,817
<b>Net cash generated from operating activities</b>	<u>29,176</u>	<u>6,194</u>



**AIA GENERAL BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS**  
**FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

	6 months period ended <b>30.06.2025</b> RM'000	6 months period ended <b>30.06.2024</b> RM'000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of intangible assets	(9)	(14)
Proceeds from disposal of intangible assets	21	-
<b>Net cash outflow from investing activities</b>	<u>12</u>	<u>(14)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of lease liabilities	(88)	(103)
Dividend paid	(20,000)	(20,000)
<b>Net cash outflow from financing activities</b>	<u>(20,088)</u>	<u>(20,103)</u>
<b>NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	9,100	(13,923)
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>	24,385	55,371
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<u>33,485</u>	<u>41,448</u>
<b><u>Cash and cash equivalents comprised:</u></b>		
Cash and bank balances	33,015	41,448
Fixed and call deposits with licensed financial institutions with maturity of equal and less than 3 months	470	-
	<u>33,485</u>	<u>41,448</u>

The Company classifies cash flows from the acquisition and disposal of financial assets as operating cash flows as the purchases are funded from cash flows predominantly associated with the origination of insurance contracts, net of cash flows for payments of benefits and claims incurred for insurance contracts, which are respectively treated under the operating activities.

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

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025**

**1 CORPORATE INFORMATION**

The Company is engaged principally in the underwriting of all classes of general insurance business.

There has been no significant change in the principal activity during the financial period.

The Company is a public limited liability company, incorporated under the Companies Act 2016 and Financial Services Act, 2013 ("FSA") and domiciled in Malaysia. The registered office and principal place of business of the Company are located at Level 13 and Level 29, Menara AIA, 99 Jalan Ampang, 50450 Kuala Lumpur.

The immediate holding company of the Company is AIA Bhd., a company incorporated in Malaysia. The Directors regard AIA Group Limited, a company incorporated in Hong Kong and listed on the Stock Exchange of Hong Kong Limited, as the ultimate holding company.

The interim financial statements are authorised for issue by the Board on 14 August 2025.

**2 Basis of preparation**

The condensed interim financial statements of the Company are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting.

The Company have adopted the MFRS framework issued by the Malaysian Accounting Standards Board ("MASB") and Policy Document on Financial Reporting for Insurers issued by Bank Negara Malaysia ("BNM").

The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2024.

**3 MATERIAL ACCOUNTING POLICIES**

The accounting policies and presentation adopted by the Company for the condensed interim financial statements are consistent with those adopted by the Company's audited financial statements for the financial year ended 31 December 2024, except for the adoption of the following:

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**3 MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**3.1 Changes in accounting policies and effects arising from adoption of revised MFRS**

**Standards, amendments to published standards and interpretations to existing standards that are effective and relevant to the Company's financial period beginning on or after 1 January 2025**

- (i) The following accounting standards, amendments and interpretations are effective for the financial period beginning on or after 1 January 2025 :
- Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates (Lack of Exchangeability)

The adoption of the above accounting standards, amendments and interpretations does not have any significant financial impact on the financial statements.

The preparation of the interim condensed financial statements in conformity with MFRS 134 requires management to make judgement on estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and income and expenses. Actual results may differ from these estimates. The interim condensed financial statements contain condensed financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the 2024 annual financial statements. The interim condensed financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with MFRS.

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**3 MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**3.2 Critical accounting estimates and judgements in applying accounting policies**

In the preparation of the interim condensed financial statements, the Company makes estimates and assumptions that affect the reported amounts of assets, liabilities, and revenue and expenses. All estimates are based on management's knowledge of current facts and circumstances, assumptions based on that knowledge and predictions of future events and actions. Actual results can always differ from those estimates, possibly significantly.

Items that are considered particularly sensitive to changes in estimates and assumptions, and the relevant accounting policies are those which relate to insurance contracts and impairment of financial assets.

The following are the judgements made by management that have the most significant effect on the amounts recognised in the interim condensed financial statements:

**3.2.1 Level of aggregation and recognition of group of insurance contracts**

For contracts issued to which the Company does not apply the premium allocation approach, the judgements exercised in determining whether contracts are onerous on initial recognition or those that have no significant possibility of becoming onerous subsequently are:

- based on the likelihood of changes in assumptions which, if they occurred, would result in the contracts becoming onerous; and
- using information about profitability estimation for the relevant group of products.

**3.2.2 Measurement of insurance contracts not measured under the premium allocation approach**

The asset or liability for groups of insurance contracts is measured as the total of fulfilment cash flows and Contractual Service Margin ("CSM").

The fulfilment cash flows of insurance contracts represent the present value of estimated future cash outflows, less the present value of estimated future cash inflows and adjusted for a provision for the risk adjustment for non-financial risk. The assumptions used and the techniques for estimating fulfilment cash flows and risk adjustments for non-financial risk are based on actual experience and policy form. The Company exercises significant judgement in making appropriate assumptions and techniques.

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**3 MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**3.2 Critical accounting estimates and judgements in applying accounting policies (continued)**

**3.2.2 Measurement of insurance contracts not measured under the premium allocation approach (continued)**

CSM represents the unearned profits that the Company will recognise as it provides services under the insurance contracts in a group. The amounts of CSM recognised in profit or loss are determined by identifying the coverage units in the group, allocating the CSM at the end of period equally to each coverage unit provided in the current period and expected to be provided in the future. The number of coverage units in a group is the quantity of the services provided by the contracts in the group, determined by considering for each contract the quantity of the services provided under a contract and its expected coverage duration. The Company exercises judgements in determining the quantity of the services provided under a contract which will affect the amounts recognised in the financial statements as insurance revenue from insurance contracts issued.

The judgements exercised in the valuation of insurance contracts affect the amounts recognised in the financial statements as assets or liabilities of insurance contracts.

**3.2.3 Determination of coverage unit**

The CSM of a group of contracts is recognised as insurance revenue in each period based on the number of coverage units provided in the period, which is determined by considering for each contract the quantity of the services provided, its expected coverage duration and time value of money.

The quantity of services provided by insurance contracts could include insurance coverage, investment-return service and investment-related service, as applicable. In assessing the services provided by insurance contracts, the terms and benefit features of the contracts are considered.

For contracts providing predominately insurance coverage, the quantity of services is determined for the contract as a whole based on the expected maximum benefits less investment component. For contracts providing multiple services, the quantity of services is determined based on the benefits provided to policyholder for each service with the relative weighting considered in the calculation through the use of factors. Relevant elements are considered in determining the quantity of service including among others, benefit payments and premiums. The Company applies judgement in these determinations.

Expected coverage duration is derived based on the likelihood of an insured event occurring to the extent they affect the expected duration of contracts in the group. Determining the expected coverage duration is judgemental since it involves making an expectation of when claims and lapse will occur.

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**3 MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**3.2.4 Measurement of insurance contracts under the premium allocation approach**

Other than insurance contracts not measured under the Premium Allocation Approach ("PAA"), the Company applies the PAA for the other short term insurance contracts. When measuring liabilities for remaining coverage, the PAA is broadly similar to the Company's previous accounting treatment under MFRS 4. However, when measuring liabilities for incurred claims, the Company now discounts cash flows that are expected to occur more than one year after the date on which the claims are incurred and includes an explicit risk adjustment for non-financial risk.

**3.2.5 Impairment of financial assets**

The Company recognises loss allowances for Expected Credit Loss ("ECL") on financial assets measured at amortised cost and debt securities measured at fair value through other comprehensive income. The measurement of ECL requires the use of complex models and significant assumptions about future economic conditions and credit behaviour.

A number of significant judgements are also required in applying the accounting requirements for measuring ECL, such as:

- Determining criteria for significant increase in credit risk since initial recognition;
- Choosing appropriate models and assumptions for the measurement of ECL; and
- Establishing the methodology for incorporating forward-looking information into the measurement of ECL.

**4 SEASONALITY OR CYCLICALITY**

The business operations of the Company were not significantly affected by seasonality or cyclical factors during the interim financial period.

**5 UNUSUAL ITEMS**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial period ended 30 June 2025.

**6 CHANGES IN ESTIMATES**

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

**7 ISSUES, REPURCHASES AND REPAYMENTS OF DEBT AND EQUITY SECURITIES**

There were no issuance, cancellation, repurchase and repayment of debt and equity securities during the current financial period ended 30 June 2025.

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**8 DIVIDEND PAID**

The members had, on 5 June 2025, approved a final dividend for the financial year ended 31 December 2024 as follows:

In respect of the financial year ended 31 December 2024:

	<b><u>RM'000</u></b>
Final single-tier dividend of RM0.1053 per ordinary share on 190,000,000 ordinary shares, paid on 10 June 2025	20,000

**9 CHANGES IN THE COMPOSITION OF THE COMPANY**

There was no change in the composition of the Company during the period under review.

**10 MATERIAL EVENT SUBSEQUENT TO THE END OF THE PERIOD**

There was no material event subsequent to the financial period ended 30 June 2025 that has not been reflected in the condensed interim financial statements.

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
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**11 INSURANCE REVENUE**

	<b><u>Note</u></b>	<b><u>30.06.2025</u></b> <b>RM'000</b>	<b><u>30.06.2024</u></b> <b>RM'000</b>
<b>Contracts not measured under the PAA</b>			
<b>Amounts related to changes in liabilities for remaining coverage:</b>			
Contractual service margin recognised for services provided	14(iii)	28,835	37,334
Change in risk adjustment for non-financial risk for risk expired		3,899	2,319
Expected incurred claims and other insurance service expenses		55,650	49,088
Others		5,725	449
Recovery of insurance acquisition cash flows		39,267	35,069
	14(i)	133,376	124,259
<b>Contracts measured under the PAA</b>	14(v)	45,065	55,367
<b>Total insurance revenue</b>		<b>178,441</b>	<b>179,626</b>



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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
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**12 NET INVESTMENT RESULT**

**a. Interest revenue on financial assets**

	<b><u>30.06.2025</u></b> <b>RM'000</b>	<b><u>30.06.2024</u></b> <b>RM'000</b>
<b>Interest revenue on financial assets</b>		
Financial assets measured at amortised cost	341	377
Financial assets measured at fair value through other comprehensive income	4,601	5,273
Financial assets mandatory at fair value through profit or loss	-	80
<b>Total interest revenue on financial assets</b>	<u>4,942</u>	<u>5,730</u>

**b. Other investment return**

	<b><u>30.06.2025</u></b> <b>RM'000</b>	<b><u>30.06.2024</u></b> <b>RM'000</b>
<b>Other investment revenue</b>		
Dividend income	8,818	3,817
Others	608	609
	<u>9,426</u>	<u>4,426</u>
<b>Net gains/(losses) of financial assets not at fair value through profit or loss</b>		
Net realised gains of debt securities measured at fair value through other comprehensive income	4	2,479
<b>Net gains/(losses) of other financial instruments at fair value through profit or loss</b>		
Net losses of debt investments	-	(56)
Net gains of mutual funds	5,647	2,033
<b>Net gains in respect of financial instruments at fair value through profit or loss</b>	<u>5,647</u>	<u>1,977</u>
<b>Net gains</b>	<u>5,651</u>	<u>4,456</u>
<b>Total other investment revenue</b>	<u>15,077</u>	<u>8,882</u>

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**12 NET INVESTMENT RESULT (CONTINUED)**

**c. Net finance expenses from insurance contracts**

	<b><u>30.06.2025</u></b> <b>RM'000</b>	<b><u>30.06.2024</u></b> <b>RM'000</b>
<b>Net finance expenses from insurance contracts</b>		
Interest accreted	(4,504)	(4,268)
Effect of changes in interest rates and other financial assumptions	(1,640)	120
Effect of measuring changes in estimates at current rates and adjusting the CSM at the rates on initial recognition	1	-
<b>Total net finance expenses from insurance contracts</b>	<u>(6,143)</u>	<u>(4,148)</u>

**Net finance expenses from insurance contracts are represented by:**

Amount recognised in income statement	(4,522)	(4,273)
Amount recognised in other comprehensive income	(1,621)	125
<b>Total net finance expenses from insurance contracts</b>	<u>(6,143)</u>	<u>(4,148)</u>

**d. Net finance expenses from reinsurance contracts**

	<b><u>30.06.2025</u></b> <b>RM'000</b>	<b><u>30.06.2024</u></b> <b>RM'000</b>
<b>Net finance expenses from reinsurance contracts held</b>		
Interest accreted	(91)	(104)
<b>Total net finance income from reinsurance contracts held</b>	<u>(91)</u>	<u>(104)</u>

**Net investment result is represented by:**

Amount recognised in income statement	14,987	10,344
Amount recognised in other comprehensive income	-	-
<b>Total net investment result</b>	<u>14,987</u>	<u>10,344</u>

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**13 FINANCIAL INVESTMENTS**

**Fair value of financial investments**

The Company classifies all financial assets as either at fair value through profit or loss, or as at fair value through other comprehensive income, or at amortised cost. Financial liabilities are classified as either at fair value through profit or loss or at amortised cost.

The following tables present the fair values of the Company's financial assets and financial liabilities:

	<b>30.06.2025</b>		<b>31.12.2024</b>	
	<b><u>FVTPL</u></b>	<b><u>FVOCI</u></b>	<b><u>FVTPL</u></b>	<b><u>FVOCI</u></b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Corporate bonds	-	208,963	-	199,706
Mutual funds	413,463	-	414,998	-
Total	<u>413,463</u>	<u>208,963</u>	<u>414,998</u>	<u>199,706</u>

	<b><u>30.06.2025</u></b>	<b><u>31.12.2024</u></b>
	<b>RM'000</b>	<b>RM'000</b>
Current	38,381	15,030
Non current	584,045	599,674
	<u>622,426</u>	<u>614,704</u>

**Loans and deposits**

	<b><u>30.06.2025</u></b>	<b><u>31.12.2024</u></b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Amortised cost</b>		
<b>Loans</b>		
Other secured loans	261	267
Expected credit loss of loans	(130)	(129)
Total	<u>131</u>	<u>138</u>

Loans are generally expected to be recovered above 12 months after the end of the reporting period

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**13 FINANCIAL INVESTMENTS (CONTINUED)**

**Fair value of financial investments (continued)**

	Fair value					
	Mandatory FVTPL RM'000	Designated FVTPL RM'000	FVOCI RM'000	Amortised cost RM'000	Total carrying value RM'000	Total fair value RM'000
<b>30 June 2025</b>						
Financial investments						
Loans and deposits	-	-	-	131	131	131
Debt securities	-	-	208,963	-	208,963	208,963
Mutual funds	413,463	-	-	-	413,463	413,463
Receivables	-	-	-	40,921	40,921	40,921
Accrued investment income	-	-	-	2,196	2,196	2,196
Cash and cash equivalents	-	-	-	33,485	33,485	33,485
<b>Financial assets</b>	<b>413,463</b>	<b>-</b>	<b>208,963</b>	<b>76,733</b>	<b>699,159</b>	<b>699,159</b>

	Amortised cost RM'000	Total carrying value RM'000	Total fair value RM'000
<b>30 June 2025</b>			
Other liabilities	11,080	11,080	11,080
<b>Financial liabilities</b>	<b>11,080</b>	<b>11,080</b>	<b>11,080</b>

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## NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

### 13 FINANCIAL INVESTMENTS (CONTINUED)

Fair value of financial investments (continued)

	Fair value					
	Mandatory FVTPL RM'000	Designated FVTPL RM'000	FVOCI RM'000	Amortised cost RM'000	Total carrying value RM'000	Total fair value RM'000
<b>31 December 2024</b>						
Financial investments						
Loans and deposits	-	-	-	138	138	138
Debt securities	-	-	199,706	-	199,706	199,706
Mutual funds	414,998	-	-	-	414,998	414,998
Receivables	-	-	-	34,387	34,387	34,387
Accrued investment income	-	-	-	2,146	2,146	2,146
Cash and cash equivalent	-	-	-	24,385	24,385	24,385
<b>Financial assets</b>	<b>414,998</b>	<b>-</b>	<b>199,706</b>	<b>61,056</b>	<b>675,760</b>	<b>675,760</b>

	Amortised cost RM'000	Total carrying value RM'000	Total fair value RM'000
<b>31 December 2024</b>			
Other liabilities	10,267	10,267	10,267
<b>Financial liabilities</b>	<b>10,267</b>	<b>10,267</b>	<b>10,267</b>

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
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**13 FINANCIAL INVESTMENT (CONTINUED)**

**Fair value measurements on a recurring basis**

A summary of the fair value hierarchy of assets carried at fair value on a recurring basis:

30 June 2025	Fair value hierarchy			<b>Total</b> RM'000
	<b>Level 1</b> RM'000	<b>Level 2</b> RM'000	<b>Level 3</b> RM'000	
<b>Financial assets</b>				
<b>At fair value through other comprehensive income</b>				
Debt securities	-	208,963	-	208,963
<b>At fair value through profit or loss</b>				
Mutual funds	-	413,463	-	413,463
<b>Total assets on a recurring fair value measurement basis</b>	<b>-</b>	<b>622,426</b>	<b>-</b>	<b>622,426</b>

31 December 2024	Fair value hierarchy			<b>Total</b> RM'000
	<b>Level 1</b> RM'000	<b>Level 2</b> RM'000	<b>Level 3</b> RM'000	
<b>Financial assets</b>				
<b>At fair value through other comprehensive income</b>				
Debt securities	-	199,706	-	199,706
<b>At fair value through profit or loss</b>				
Mutual funds	-	414,998	-	414,998
<b>Total assets on a recurring fair value measurement basis</b>	<b>-</b>	<b>614,704</b>	<b>-</b>	<b>614,704</b>

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**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD**

**Insurance contracts and reinsurance contracts held**

	<b>Note</b>	<b>30 June 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
Insurance contract liabilities not measured under the PAA	(i), (ii)	241,164	246,884
Insurance contract liabilities measured under the PAA	(v)	151,920	144,286
Assets for insurance acquisition cash flows not measured under the PAA	(vii)	(149,149)	(142,222)
<b>Insurance contract liabilities</b>		<b>243,935</b>	<b>248,948</b>
Reinsurance contracts not measured under the PAA	(iii),(iv)	1,160	872
Reinsurance contracts measured under the PAA	(vi)	28,763	21,280
<b>Reinsurance contract assets</b>		<b>29,923</b>	<b>22,152</b>

**Movement in carrying amounts**

The following reconciliations show how the net carrying amounts of insurance contracts and reinsurance contracts held in each presentation segment changed during the year as a result of cash flows and amounts recognised in the income statement and statement of comprehensive income. The Company presents a table separately analyses movements in the liabilities for remaining coverage and movements in the liabilities for incurred claims and reconciles these movements to the line items in the income statement and statement of comprehensive income. A second reconciliation is presented for contracts not measured under the premium allocation approach, which separately analyses changes in the estimates of the present value of future cash flows, the risk adjustment for non-financial risk and the contractual service margin.

Portfolio that are measured under PAA are mainly from Motor and Fire line of business, whereas those contracts not measured under PAA relate to Personal Accident line of business.

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(i) Analysis by remaining coverage and incurred claims of insurance contracts not measured under the premium allocation approach

Note	30 June 2025				31 December 2024			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component			Excluding loss component	Loss component		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	-	-	-	-	-	-	-	-
Opening liabilities	62,097	71	184,716	246,884	60,169	9	170,989	231,167
<b>Net opening balance</b>	<b>62,097</b>	<b>71</b>	<b>184,716</b>	<b>246,884</b>	<b>60,169</b>	<b>9</b>	<b>170,989</b>	<b>231,167</b>
<b>Insurance revenue</b>	<b>11 (133,376)</b>	-	-	<b>(133,376)</b>	<b>(238,559)</b>	-	-	<b>(238,559)</b>
<b>Insurance service expenses</b>								
Incurred claims and other insurance service expenses	-	(659)	33,185	32,526	-	(18)	125,108	125,090
Amortisation of insurance acquisition cash flows	39,267	-	-	39,267	78,151	-	-	78,151
Losses and reversal of losses on onerous contracts	-	1,724	-	1,724	-	47	-	47
Adjustments to liabilities for incurred claims	-	-	10,864	10,864	-	-	(12,467)	(12,467)
<b>Total insurance service expenses</b>	<b>39,267</b>	<b>1,065</b>	<b>44,049</b>	<b>84,381</b>	<b>78,151</b>	<b>29</b>	<b>112,641</b>	<b>190,821</b>
<b>Insurance service result</b>	<b>(94,109)</b>	<b>1,065</b>	<b>44,049</b>	<b>(48,995)</b>	<b>(160,408)</b>	<b>29</b>	<b>112,641</b>	<b>(47,738)</b>
Net finance expenses from insurance contracts	971	42	5,130	6,143	2,177	33	6,305	8,515
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(93,138)</b>	<b>1,107</b>	<b>49,179</b>	<b>(42,852)</b>	<b>(158,231)</b>	<b>62</b>	<b>118,946</b>	<b>(39,223)</b>



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**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(i) Analysis by remaining coverage and incurred claims of insurance contracts not measured under the premium allocation approach (continued)

Note	30 June 2025				31 December 2024			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component			Excluding loss component	Loss component		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Cash flows</b>								
Premium received	118,838	-	-	118,838	242,323	-	-	242,323
Claims and other insurance service expenses paid, including investment components	-	-	(43,886)	(43,886)	-	-	(105,068)	(105,068)
Insurance acquisition cash flows paid	(28,800)	-	(63)	(28,863)	(65,405)	-	(151)	(65,556)
<b>Total cash flows</b>	<b>90,038</b>	<b>-</b>	<b>(43,949)</b>	<b>46,089</b>	<b>176,918</b>	<b>-</b>	<b>(105,219)</b>	<b>71,699</b>
<b>Adjusted for:</b>								
Allocation from assets for insurance acquisition cash flows	(8,957)	-	-	(8,957)	(16,759)	-	-	(16,759)
<b>Total non-cash items</b>	<b>(8,957)</b>	<b>-</b>	<b>-</b>	<b>(8,957)</b>	<b>(16,759)</b>	<b>-</b>	<b>-</b>	<b>(16,759)</b>
<b>Net closing liabilities</b>	<b>50,040</b>	<b>1,178</b>	<b>189,946</b>	<b>241,164</b>	<b>62,097</b>	<b>71</b>	<b>184,716</b>	<b>246,884</b>
Closing assets	-	-	-	-	-	-	-	-
Closing liabilities	50,040	1,178	189,946	241,164	62,097	71	184,716	246,884
<b>Net closing balance</b>	<b>50,040</b>	<b>1,178</b>	<b>189,946</b>	<b>241,164</b>	<b>62,097</b>	<b>71</b>	<b>184,716</b>	<b>246,884</b>

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FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(ii) Analysis by measurement component of insurance contracts not measured under the premium allocation approach

	30 June 2025						
	CSM						Total
	Estimates of present value of future cash flows RM'000	Risk adjustment for non- financial risk RM'000	Total CSM RM'000	Contracts under modified retrospective approach RM'000	Contracts under fair value approach RM'000	Other contracts RM'000	
Opening assets	-	-	-	-	-	-	-
Opening liabilities	208,287	14,533	24,064	-	-	24,064	246,884
<b>Net opening balance</b>	<b>208,287</b>	<b>14,533</b>	<b>24,064</b>	<b>-</b>	<b>-</b>	<b>24,064</b>	<b>246,884</b>
<b>Changes that relate to current services</b>	<b>(33,665)</b>	<b>916</b>	<b>(28,835)</b>	<b>-</b>	<b>1</b>	<b>(28,836)</b>	<b>(61,584)</b>
CSM recognised for services provided	-	-	(28,835)	-	1	(28,836)	(28,835)
Change in risk adjustment for non-financial risk	-	916	-	-	-	-	916
Experience adjustments	(33,665)	-	-	-	-	-	(33,665)
<b>Changes that relate to future services</b>	<b>(33,788)</b>	<b>3,959</b>	<b>31,554</b>	<b>-</b>	<b>(1)</b>	<b>31,555</b>	<b>1,725</b>
Contracts initially recognised in the year	(31,176)	4,019	32,063	-	-	32,063	4,906
Changes in estimates that adjust the CSM	579	(70)	(509)	-	(1)	(508)	-
Changes in estimates that result in losses and reversal of losses on onerous contracts	(3,191)	10	-	-	-	-	(3,181)
<b>Changes that relate to past services</b>	<b>14,528</b>	<b>(3,664)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,864</b>
<b>Total insurance service result</b>	<b>(52,925)</b>	<b>1,211</b>	<b>2,719</b>	<b>-</b>	<b>-</b>	<b>2,719</b>	<b>(48,995)</b>

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FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(ii) Analysis by measurement component of insurance contracts not measured under the premium allocation approach

		30 June 2025					
		CSM					
Note	Estimates of present value of future cash flows RM'000	Risk adjustment for non-financial risk RM'000	Total CSM RM'000	Contracts under modified retrospective approach RM'000	Contracts under fair value approach RM'000	Other contracts RM'000	Total RM'000
Net finance expenses from insurance contracts	5,469	-	674	-	-	674	6,143
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(47,456)</b>	<b>1,211</b>	<b>3,393</b>	<b>-</b>	<b>-</b>	<b>3,393</b>	<b>(42,852)</b>
Cash flows	46,089	-	-	-	-	-	46,089
Allocation from assets for insurance acquisition cash flows	(8,957)	-	-	-	-	-	(8,957)
<b>Net closing balance</b>	<b>197,963</b>	<b>15,744</b>	<b>27,457</b>	<b>-</b>	<b>-</b>	<b>27,457</b>	<b>241,164</b>
Closing assets	-	-	-	-	-	-	-
Closing liabilities	197,963	15,744	27,457	-	-	27,457	241,164
<b>Net closing balance</b>	<b>197,963</b>	<b>15,744</b>	<b>27,457</b>	<b>-</b>	<b>-</b>	<b>27,457</b>	<b>241,164</b>

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**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(ii) Analysis by measurement component of insurance contracts not measured under the premium allocation approach (continued)

	31 December 2024					
	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Total CSM	CSM		
				Contracts under modified retrospective approach	Contracts under fair value approach	Other contracts
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	-	-	-	-	-	-
Opening liabilities	186,972	11,755	32,440	-	-	32,440
<b>Net opening balance</b>	<b>186,972</b>	<b>11,755</b>	<b>32,440</b>	<b>-</b>	<b>-</b>	<b>32,440</b>
<b>Changes that relate to current services</b>	<b>21,467</b>	<b>5,352</b>	<b>(62,137)</b>	<b>-</b>	<b>9</b>	<b>(62,146)</b>
CSM recognised for services provided	-	-	(62,137)	-	9	(62,146)
Change in risk adjustment for non-financial risk	-	5,352	-	-	-	-
Experience adjustments	21,467	-	-	-	-	-
<b>Changes that relate to future services</b>	<b>(58,109)</b>	<b>6,111</b>	<b>52,044</b>	<b>-</b>	<b>(9)</b>	<b>52,053</b>
Contracts initially recognised in the year	(82,011)	4,839	79,440	-	-	79,440
Changes in estimates that adjust the CSM	26,771	625	(27,396)	-	(9)	(27,387)
Changes in estimates that result in losses and reversal of losses on onerous contracts	(2,869)	647	-	-	-	-
<b>Changes that relate to past services</b>	<b>(3,781)</b>	<b>(8,685)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total insurance service result</b>	<b>(40,423)</b>	<b>2,778</b>	<b>(10,093)</b>	<b>-</b>	<b>-</b>	<b>(10,093)</b>

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(ii) Analysis by measurement component of insurance contracts not measured under the premium allocation approach (continued)

	31 December 2024					
	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Total CSM	CSM		Total
				Contracts under modified retrospective approach	Contracts under fair value approach	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Net finance expenses from insurance contracts	6,798	-	1,717	-	-	8,515
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(33,625)</b>	<b>2,778</b>	<b>(8,376)</b>	<b>-</b>	<b>-</b>	<b>(39,223)</b>
Cash flows	71,699	-	-	-	-	71,699
Allocation from assets for insurance acquisition cash flows	(16,759)	-	-	-	-	(16,759)
<b>Net closing balance</b>	<b>208,287</b>	<b>14,533</b>	<b>24,064</b>	<b>-</b>	<b>-</b>	<b>246,884</b>
Closing assets	-	-	-	-	-	-
Closing liabilities	208,287	14,533	24,064	-	-	246,884
<b>Net closing balance</b>	<b>208,287</b>	<b>14,533</b>	<b>24,064</b>	<b>-</b>	<b>-</b>	<b>246,884</b>

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**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(iii) Analysis by remaining coverage and incurred claims of reinsurance contracts held not measured under the premium allocation approach

Note	30 June 2025				31 December 2024			
	Asset for remaining coverage				Asset for remaining coverage			
	Excluding loss-recovery component	Loss recovery component	Asset for incurred claims	Total	Excluding loss-recovery component	Loss recovery component	Asset for incurred claims	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	(3,364)	-	4,236	872	(2,710)	-	4,568	1,858
Opening liabilities	-	-	-	-	-	-	-	-
<b>Net opening balance</b>	<b>(3,364)</b>	<b>-</b>	<b>4,236</b>	<b>872</b>	<b>(2,710)</b>	<b>-</b>	<b>4,568</b>	<b>1,858</b>
<b>Changes in the income statement and statement of comprehensive income</b>								
Net expenses from reinsurance contracts held (excluding effect of changes in non performance risk of reinsurers)	(493)	-	86	(407)	(1,314)	-	(439)	(1,753)
Net expenses from reinsurance contracts held	(493)	-	86	(407)	(1,314)	-	(439)	(1,753)
Net finance income from reinsurance contracts held	(91)	-	-	(91)	(202)	-	-	(202)
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(584)</b>	<b>-</b>	<b>86</b>	<b>(498)</b>	<b>(1,516)</b>	<b>-</b>	<b>(439)</b>	<b>(1,955)</b>

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
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**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(iii) Analysis by remaining coverage and incurred claims of reinsurance contracts held not measured under the premium allocation approach (continued)

	30 June 2025				31 December 2024			
	Asset for remaining coverage		Asset for incurred claims	Total	Asset for remaining coverage		Asset for incurred claims	Total
	Excluding loss-recovery component	Loss recovery component			Excluding loss-recovery component	Loss recovery component		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Cash flows</b>								
Premiums paid	898	-	-	898	862	-	-	862
Amounts received	-	-	(134)	(134)	-	-	84	84
Other amounts paid	-	-	22	22	-	-	23	23
<b>Total cash flows</b>	<b>898</b>	<b>-</b>	<b>(112)</b>	<b>786</b>	<b>862</b>	<b>-</b>	<b>107</b>	<b>969</b>
<b>Net closing balance</b>	<b>(3,050)</b>	<b>-</b>	<b>4,210</b>	<b>1,160</b>	<b>(3,364)</b>	<b>-</b>	<b>4,236</b>	<b>872</b>
Closing assets	(3,050)	-	4,210	1,160	(3,364)	-	4,236	872
Closing liabilities	-	-	-	-	-	-	-	-
<b>Net closing balance</b>	<b>(3,050)</b>	<b>-</b>	<b>4,210</b>	<b>1,160</b>	<b>(3,364)</b>	<b>-</b>	<b>4,236</b>	<b>872</b>

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**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(iv) Analysis by measurement component of reinsurance contracts held not measured under the premium allocation approach

		30 June 2025				
Note	Estimates of present value of future cash flows	Risk adjustment for non- financial risk	Total CSM	CSM		Total
				Contracts under fair value approach	Other contracts	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	(2,593)	241	3,224	3,224	-	872
Opening liabilities	-	-	-	-	-	-
<b>Net opening balance</b>	<b>(2,593)</b>	<b>241</b>	<b>3,224</b>	<b>3,224</b>	<b>-</b>	<b>872</b>
<b>Changes that relate to current services</b>	<b>3,558</b>	<b>266</b>	<b>(290)</b>	<b>(290)</b>	<b>-</b>	<b>3,534</b>
CSM recognised for services received	-	266	(290)	(290)	-	(24)
Change in risk adjustment for non-financial risk	-	-	-	-	-	-
Experience adjustments	3,558	-	-	-	-	3,558
<b>Changes that relate to future services</b>	<b>(875)</b>	<b>-</b>	<b>875</b>	<b>875</b>	<b>-</b>	<b>-</b>
<b>Changes that relate to past services</b>	<b>(3,699)</b>	<b>(242)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,941)</b>
<b>Total net (expenses) / income from reinsurance contracts held</b>	<b>(1,016)</b>	<b>24</b>	<b>585</b>	<b>585</b>	<b>-</b>	<b>(407)</b>
Net finance expenses from insurance contracts	(168)	-	77	77	-	(91)
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(1,184)</b>	<b>24</b>	<b>662</b>	<b>662</b>	<b>-</b>	<b>(498)</b>

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### NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

(iv) Analysis by measurement component of reinsurance contracts held not measured under the premium allocation approach

30 June 2025						
	Estimates of present value of future cash flows	Risk adjustment for non- financial risk	Total CSM	CSM		Total
				Contracts under fair value approach	Other contracts	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Cash flows</b>						
Premium paid	898	-	-	-	-	898
Other amount paid	22	-	-	-	-	22
Amount received	(134)	-	-	-	-	(134)
<b>Total cash flow</b>	<b>786</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>786</b>
<b>Net closing balance</b>	<b>(2,991)</b>	<b>265</b>	<b>3,886</b>	<b>3,886</b>	<b>-</b>	<b>1,160</b>
Closing assets	(2,991)	265	3,886	3,886	-	1,160
Closing liabilities	-	-	-	-	-	-
<b>Net closing balance</b>	<b>(2,991)</b>	<b>265</b>	<b>3,886</b>	<b>3,886</b>	<b>-</b>	<b>1,160</b>

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**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(iv) Analysis by measurement component of reinsurance contracts held not measured under the premium allocation approach (continued)

	31 December 2024						
	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Total CSM	CSM			Total
				Contracts under modified retrospective approach	Contracts under fair value approach	Other contracts	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	(123)	-	1,981	-	1,981	-	1,858
Opening liabilities	-	-	-	-	-	-	-
Net opening balance	(123)	-	1,981	-	1,981	-	1,858
Changes that relate to current services	3,185	241	(406)	-	(406)	-	3,020
CSM recognised for services received	-	241	(406)	-	(406)	-	(165)
Experience adjustments	3,185	-	-	-	-	-	3,185
Changes that relate to future services	(1,543)	-	1,543	-	1,543	-	-
Changes that relate to past services	(4,773)	-	-	-	-	-	(4,773)
Total net (expenses) / income from reinsurance contracts held	(3,131)	241	1,137	-	1,137	-	(1,753)
Net finance expenses from insurance contracts	(308)	-	106	-	106	-	(202)
Total changes in the income statement and statement of comprehensive income	(3,439)	241	1,243	-	1,243	-	(1,955)

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#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

(iv) Analysis by measurement component of reinsurance contracts held not measured under the premium allocation approach

	31 December 2024					
	Estimates of present value of future cash flows	Risk adjustment for non- financial risk	Total CSM	CSM		Total
				Contracts under modified retrospective approach	Contracts under fair value approach	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Cash flows</b>						
Premium paid	862	-	-	-	-	862
Other amount paid	23	-	-	-	-	23
Amount received	84	-	-	-	-	84
<b>Total cash flow</b>	<b>969</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>969</b>
<b>Net closing balance</b>	<b>(2,593)</b>	<b>241</b>	<b>3,224</b>	<b>-</b>	<b>3,224</b>	<b>872</b>
Closing assets	(2,593)	241	3,224	-	3,224	872
Closing liabilities	-	-	-	-	-	-
<b>Net closing balance</b>	<b>(2,593)</b>	<b>241</b>	<b>3,224</b>	<b>-</b>	<b>3,224</b>	<b>872</b>

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)****14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(v) Analysis by remaining coverage and incurred claims of insurance contracts measured under the premium allocation approach

		30 June 2025			
		Liabilities for remaining coverage		Liabilities for incurred claims	
Note	Excluding loss component	Loss component	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	-	-	-	-	-
Opening liabilities	24,793	5,096	105,118	9,279	144,286
<b>Net opening balance</b>	<b>24,793</b>	<b>5,096</b>	<b>105,118</b>	<b>9,279</b>	<b>144,286</b>
<b>Insurance revenue</b>	<b>(45,065)</b>	-	-	-	<b>(45,065)</b>
<b>Insurance service expenses</b>					
Incurred claims and other insurance service expenses	-	-	22,019	6,478	28,497
Amortisation of insurance acquisition cash flows	16,666	-	-	-	16,666
Losses and reversal of losses on onerous contracts	-	(856)	-	-	(856)
Adjustments to liabilities for incurred claims	-	-	9,128	(5,014)	4,114
<b>Total insurance service expenses</b>	<b>16,666</b>	<b>(856)</b>	<b>31,147</b>	<b>1,464</b>	<b>48,421</b>
<b>Insurance service result</b>	<b>(28,399)</b>	<b>(856)</b>	<b>31,147</b>	<b>1,464</b>	<b>3,356</b>
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(28,399)</b>	<b>(856)</b>	<b>31,147</b>	<b>1,464</b>	<b>3,356</b>

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(v) Analysis by remaining coverage and incurred claims of insurance contracts measured under the premium allocation approach (continued)

	30 June 2025				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of future cash flows	Risk adjustment for non- financial risk	
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Cash flows</b>					
Premium received	48,811	-	-	-	48,811
Claims and other insurance service expenses paid including investment components	-	-	(26,779)	-	(26,779)
Insurance acquisition cash flows paid	(17,709)	-	(45)	-	(17,754)
<b>Total cash flows</b>	<b>31,102</b>	<b>-</b>	<b>(26,824)</b>	<b>-</b>	<b>4,278</b>
<b>Net closing balance</b>	<b>27,496</b>	<b>4,240</b>	<b>109,441</b>	<b>10,743</b>	<b>151,920</b>

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### NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

(v) Analysis by remaining coverage and incurred claims of insurance contracts measured under the premium allocation approach

	31 December 2024				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	
	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	-	-	-	-	-
Opening liabilities	44,860	20,071	83,786	8,490	157,207
<b>Net opening balance</b>	<b>44,860</b>	<b>20,071</b>	<b>83,786</b>	<b>8,490</b>	<b>157,207</b>
<b>Insurance revenue</b>	<b>(115,970)</b>	-	-	-	<b>(115,970)</b>
<b>Insurance service expenses</b>					
Incurred claims and other insurance service expense	-	-	80,693	7,503	88,196
Amortisation of insurance acquisition cash flows	29,650	-	-	-	29,650
Losses and reversal of losses on onerous contracts	-	(14,975)	-	-	(14,975)
Adjustments to liabilities for incurred claims	-	-	(5,045)	(6,714)	(11,759)
<b>Total insurance service expenses</b>	<b>29,650</b>	<b>(14,975)</b>	<b>75,648</b>	<b>789</b>	<b>91,112</b>
Investment components	-	-	-	-	-
<b>Insurance service result</b>	<b>(86,320)</b>	<b>(14,975)</b>	<b>75,648</b>	<b>789</b>	<b>(24,858)</b>
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(86,320)</b>	<b>(14,975)</b>	<b>75,648</b>	<b>789</b>	<b>(24,858)</b>

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### NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

(v) Analysis by remaining coverage and incurred claims of insurance contracts measured under the premium allocation approach (continued)

	31 December 2024				
	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of present value of future cash flows	Risk adjustment for non- financial risk	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows					
Premium received	90,444	-	-	-	90,444
Claims and other insurance service expenses paid, including investment components	-	-	(54,234)	-	(54,234)
Insurance acquisition cash flows paid	(24,191)	-	(82)	-	(24,273)
Total cash flows	66,253	-	(54,316)	-	11,937
Net closing balance	24,793	5,096	105,118	9,279	144,286

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### NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

(vi) Analysis by measurement component of reinsurance contracts held measured under the premium allocation approach

	30 June 2025				
	Assets for remaining coverage		Assets for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of future cash flows	Risk adjustment for non- financial risk	
	RM'000	RM'000	RM'000	RM'000	
Opening assets	4,282	127	16,258	613	21,280
Opening liabilities	-	-	-	-	-
<b>Net opening balance</b>	<b>4,282</b>	<b>127</b>	<b>16,258</b>	<b>613</b>	<b>21,280</b>
<b>Changes in the income statement and statement of comprehensive income</b>					
Net expenses from reinsurance contracts held (excluding effect of changes in non-performance risk of reinsurers)	(8,098)	(21)	8,213	31	125
<b>Net expenses from reinsurance contracts held</b>	<b>(8,098)</b>	<b>(21)</b>	<b>8,213</b>	<b>31</b>	<b>125</b>
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(8,098)</b>	<b>(21)</b>	<b>8,213</b>	<b>31</b>	<b>125</b>



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FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)****14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(vi) Analysis by measurement component of reinsurance contracts held measured under the premium allocation approach (continued)

	30 June 2025				
	Assets for remaining coverage		Assets for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of future cash flows	Risk adjustment for non- financial risk	
	RM'000	RM'000	RM'000	RM'000	
<b>Cash flows</b>					
Premiums paid	9,835	-	-	-	9,835
Amounts received	-	-	(2,746)	-	(2,746)
Other amounts paid	-	-	269	-	269
<b>Total cash flow</b>	<b>9,835</b>	<b>-</b>	<b>(2,477)</b>	<b>-</b>	<b>7,358</b>
<b>Net closing balance</b>	<b>6,019</b>	<b>106</b>	<b>21,994</b>	<b>644</b>	<b>28,763</b>
Closing assets	6,019	106	21,994	644	28,763
Closing liabilities	-	-	-	-	-
<b>Net closing balance</b>	<b>6,019</b>	<b>106</b>	<b>21,994</b>	<b>644</b>	<b>28,763</b>

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### NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

(vi) Analysis by measurement component of reinsurance contracts held measured under the premium allocation approach

	31 December 2024				
	Assets for remaining coverage		Assets for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	
	RM'000	RM'000	RM'000	RM'000	RM'000
Opening assets	3,912	-	26,541	-	30,453
Opening liabilities	-	-	-	-	-
<b>Net opening balance</b>	<b>3,912</b>	<b>-</b>	<b>26,541</b>	<b>-</b>	<b>30,453</b>
<b>Changes in the income statement and statement of comprehensive income</b>					
Net expenses from reinsurance contracts held (excluding effect of changes in non-performance risk of reinsurers)	(22,855)	127	(1,233)	613	(23,348)
<b>Net expenses from reinsurance contracts held</b>	<b>(22,855)</b>	<b>127</b>	<b>(1,233)</b>	<b>613</b>	<b>(23,348)</b>
Net finance income from reinsurance contracts held	-	-	-	-	-
<b>Total changes in the income statement and statement of comprehensive income</b>	<b>(22,855)</b>	<b>127</b>	<b>(1,233)</b>	<b>613</b>	<b>(23,348)</b>

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### NOTES TO THE FINANCIAL STATEMENTS

FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

(vi) Analysis by measurement component of reinsurance contracts held measured under the premium allocation approach (continued)

	31 December 2024				
	Assets for remaining coverage		Assets for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Cash flows</b>					
Premiums paid	23,225	-	-	-	23,225
Amounts received	-	-	(9,327)	-	(9,327)
Other amounts paid	-	-	277	-	277
<b>Total cash flow</b>	<b>23,225</b>	<b>-</b>	<b>(9,050)</b>	<b>-</b>	<b>14,175</b>
<b>Net closing balance</b>	<b>4,282</b>	<b>127</b>	<b>16,258</b>	<b>613</b>	<b>21,280</b>
Closing assets	4,282	127	16,258	613	21,280
Closing liabilities	-	-	-	-	-
<b>Net closing balance</b>	<b>4,282</b>	<b>127</b>	<b>16,258</b>	<b>613</b>	<b>21,280</b>

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**NOTES TO THE FINANCIAL STATEMENTS****FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)****14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

(vii) Analysis by Reconciliation of assets for insurance acquisition cash flows not measured under the premium allocation approach

	<b>Note</b>	<b>30 June 2025</b>	<b>31 December 2024</b>
		<b>RM'000</b>	<b>RM'000</b>
<b>Opening balance</b>		<b>142,222</b>	<b>145,848</b>
Assets recognised for insurance acquisition cash flows paid during the period		15,884	13,133
Allocation to groups of insurance contracts	14(i)	(8,957)	(16,759)
<b>Net closing balance</b>		<b>149,149</b>	<b>142,222</b>
Closing assets		-	-
Closing liabilities		149,149	142,222
<b>Net closing balance</b>		<b>149,149</b>	<b>142,222</b>

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### NOTES TO THE FINANCIAL STATEMENTS

FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

#### 14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)

##### Effect of contracts initially recognised in the year

The following tables summarise the effect on the measurement components of insurance contracts and reinsurance contracts held arising from the initial recognition of contracts not measured under the premium allocation approach that were initially recognised in the year.

##### Insurance contracts

	Profitable contracts issued	Onerous contracts issued	Total
	RM'000	RM'000	RM'000
<b>30 June 2025</b>			
Estimates of present value of future cash outflows			
Insurance acquisition cash flows	27,922	12,630	40,552
Claims payable and other expenses	46,527	7,719	54,246
<b>Total estimates of present value of future cash outflows</b>	<b>74,449</b>	<b>20,349</b>	<b>94,798</b>
Estimates of present value of future cash inflows	(109,598)	(16,376)	(125,974)
Risk adjustment for non-financial risk	3,086	933	4,019
Contractual service margin	32,063	-	32,063
<b>Losses recognised on initial recognition</b>	<b>-</b>	<b>4,906</b>	<b>4,906</b>

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**FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

**Effect of contracts initially recognised in the year (continued)**

The following tables summarise the effect on the measurement components of insurance contracts and reinsurance contracts held arising from the initial recognition of contracts not measured under the premium allocation approach that were initially recognised in the year. (continued)

**Insurance contracts (continued)**

	<b>Profitable contracts issued</b>	<b>Onerous contracts issued</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>31 December 2024</b>			
Estimates of present value of future cash outflows			
Insurance acquisition cash flows	52,552	13,375	65,927
Claims payable and other expenses	89,663	10,930	100,593
<b>Total estimates of present value of future cash outflows</b>	<b>142,215</b>	<b>24,305</b>	<b>166,520</b>
Estimates of present value of future cash inflows	(225,720)	(22,811)	(248,531)
Risk adjustment for non-financial risk	4,065	774	4,839
Contractual service margin	79,440	-	79,440
<b>Losses recognised on initial recognition</b>	<b>-</b>	<b>2,268</b>	<b>2,268</b>

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**FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

Effect of contracts initially recognised in the year (continued)

Analysis of assets for insurance acquisition cash flows

	<b>Note</b>	<b><u>30 June 2025</u></b>	<b><u>31 December 2024</u></b>
		<b>RM'000</b>	<b>RM'000</b>
Opening balance presented in insurance contract assets		-	-
Opening balance presented in insurance contract liabilities		142,222	145,848
<b>Total opening balance</b>		<b>142,222</b>	<b>145,848</b>
Assets recognised for insurance acquisition cash flows paid during the year	14(vii)	15,884	13,133
Allocation to groups of insurance contracts	14(vii)	(8,957)	(16,759)
Impairment losses and reversals		-	-
<b>Total closing balance</b>		<b>149,149</b>	<b>142,222</b>
Closing balance presented in insurance contract assets		-	-
Closing balance presented in insurance contract liabilities		149,149	142,222
<b>Total closing balance</b>		<b>149,149</b>	<b>142,222</b>

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**FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

**Fulfilment cash flows**

Estimates of future cash flows

The Company's objective in estimating future cash flows is to determine the expected value or probability-weighted mean of the full range of possible outcomes. The Company incorporates, in an unbiased way, all reasonable and supportable information that is available without undue cost or effort at the reporting date. This information includes both internal and external historical data about claims and other experience, updated to reflect current expectations of future events.

The estimates of future cash flows reflect the Company's view of current conditions at the reporting date and the estimates of any relevant market variables are consistent with observable market prices.

When estimating future cash flows, the Company takes into account current expectations of future events that might affect those cash flows. However, expectations of future changes in legislation that would change or discharge a present obligation or create new obligations under existing contracts are not taken into account until the change in legislation is substantively enacted.

Cash flows are within the boundary of a contract if they arise from substantive right and obligations that existing during the reporting period. They relate directly to the fulfilment of the contract, including those for which the Company has discretion over the amount or timing. These include payments to (or on behalf of) policyholders, insurance acquisition cash flows and other costs that are incurred in fulfilling contracts.

Insurance acquisition cash flows arise from the activities of selling, underwriting and starting a group of contracts that are directly attributable to the portfolio of contracts to which the group belongs. Other costs that are incurred in fulfilling the contracts include claims handling, maintenance and administration costs, and recurring commissions payable on instalment premiums receivable within the contract boundary.

Insurance acquisition cash flows and other costs that are incurred in fulfilling contracts comprise both direct costs and an allocation of fixed and variable overheads.

Methodology and assumptions

*Mortality*

Assumptions have been developed by the Company based on recent historical experience, and expectations of current and expected future experience including mortality improvement. Where historical experience is not credible, reference has been made to pricing assumptions supplemented by market data, where available.

Mortality assumptions have been expressed as a percentage of either standard industry experience tables or, where experience is sufficiently credible, as a percentage of tables that have been developed internally by the Company.



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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

**Fulfilment cash flows (Continued)**

*Morbidity*

Assumptions have been developed by the Company based on recent historical experience, and expectations of current and expected future experience. Morbidity rate assumptions have been expressed as a percentage of standard industry experience tables or as expected claims ratios.

*Persistency*

Persistency covers the assumptions required, where relevant, for policy lapse (including surrender) and premium persistency.

Assumptions have been developed by the Company based on recent historical experience, and best estimate expectations of expected future experience. Persistency assumptions would vary by policy year and product type with different rates for regular and single premium products where appropriate.

Where experience for a particular product was not credible enough to allow any meaningful analysis to be performed, experience for similar products was used as a basis for future persistency experience assumptions.

*Expenses*

The expense assumptions have been set based on the most recent expense analysis. The purpose of the expense analysis is to allocate total expenses between acquisition, maintenance and other activities that, and then to allocate these acquisition and maintenance expenses that can be directly attributed to the portfolio of insurance contracts to derive unit cost assumptions.

Where the expenses associated with certain activities have been identified as being one-off, these expenses have been excluded from the expense analysis.

Expenses assumptions have been determined for acquisition and maintenance activities that can be directly attributed to the portfolio of insurance contracts, split by product type, and unit costs expressed as a percentage of premiums, sum assured and an amount per policy. Where relevant, expense assumptions have been calculated per distribution channel.

Expense assumptions do not make allowance for any anticipated future expense savings as a result of any strategic initiatives aimed at improving policy administration and claims handling efficiency. Assumptions for commission rates and other sales-related payments have been set in line with actual experience.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

**Fulfilment cash flows (Continued)**

*Reinsurance*

Reinsurance assumptions have been developed by the Company based on the reinsurance arrangements in-force as at the reporting date and the recent historical and expected future experience.

*An adjustment to reflect the time value of money and the financial risks related to future cash flows*

The Company adjusts the estimate of future cash flows to reflect the time value of money and the financial risks related to those cash flows. The cash flows are discounted by the discount rates reflect the time value of money, the characteristics of the cash flows and the liquidity characteristics of the insurance contracts.

The top-down approach has been primarily adopted for the derivation of discount rates. A top-down approach starts with considering a yield curve that reflects the current market rates of return of a reference portfolio of assets that have similar characteristic of the insurance contracts, and adjust this downwards to eliminate any factors not relevant to the insurance contract (primarily the allowance for credit risk). The assessment of credit risk premium is done on external and internal ratings when the reference portfolio contains assets which are rated. Alternatively, a bottom-up approach could be used under which discount rates are determined by adjusting the liquid risk-free yield curve to reflect the liquidity characteristics of the insurance contracts.

In constructing the discount rates, market observable rates are used up to the last available market data point which is reliable and also relevant in reflecting the characteristic of the insurance contracts. The market observable rates are extrapolated between this point and an ultimate forward rate derived using long-term estimates by applying generally accepted technique such as Smith-Wilson method etc.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 (CONTINUED)**

**14 INSURANCE CONTRACTS AND REINSURANCE CONTRACTS HELD (CONTINUED)**

**Fulfilment cash flows (Continued)**

**Risk adjustments for non-financial risk**

Risk adjustments for non-financial risk are generally determined by considering the expected cash flows arising from insurance contracts, consistent with the way that non-financial risk is managed. Risk adjustments are determined separately from estimates from the present value of future cash flows, using the confidence level technique.

Applying a confidence level technique, the Company estimates the probability distribution of the expected present value of the future cash flows from insurance contracts at each reporting date and calculates the risk adjustment for non-financial risk as the excess of the value at risk at 75th percentile (the target confidence level) over the expected present value of the future cash flows.

**Contractual service margin**

The CSM of a group of contracts is recognised as insurance revenue in each period based on the number of coverage units provided in the period, which is determined by considering for each contract the quantity of the services provided, its expected coverage duration and time value of money.

For a group of contracts that is onerous at the start of a reporting period and becomes profitable subsequently that CSM is recognised during the reporting period, the total amount of recognised CSM is released to profit or loss if there are no more future coverage units.

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**15 BASIC EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the profit for the financial period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

	<u><b>30.06.2025</b></u> <b>RM'000</b>	<u><b>30.06.2024</b></u> <b>RM'000</b>
Profit after tax attributable to the shareholder	42,020	23,133
Weighted average number of shares in issue during the financial period	190,000	190,000
Basic earnings per share (sen)	22.12	12.18

**16 REGULATORY CAPITAL REQUIREMENT**

The capital structure of the Company as at 30 June 2025 and 31 December 2024, as prescribed under the RBC Framework, is based on the RBC framework and Insurance Companies Statistical System ("ICSS") guidance notes issued by BNM. The financial information to derive the Total Capital Available as at 30 June 2025 and 31 December 2024 is in accordance with the statistical returns, comprising ICSS and RBC reporting forms for the financial period ended 30 June 2025 and 31 December 2024 respectively.

	<u><b>30.06.2025</b></u> <b>RM'000</b>	<u><b>31.12.2024</b></u> <b>RM'000</b>
<b><u>Eligible Tier 1 Capital</u></b>		
Share capital (paid up)	190,000	190,000
Reserves, including retained earnings	95,497	82,042
	<u>285,497</u>	<u>272,042</u>
<b><u>Tier 2 Capital</u></b>		
Fair value reserves	8,288	5,484
	<u>8,288</u>	<u>5,484</u>
<b>Amount deducted from capital</b>	<u>(3,166)</u>	<u>(5,279)</u>
<b>Total capital available</b>	<u>290,619</u>	<u>272,247</u>

These are based on statistical returns for financial period ended 30 June 2025 and 31 December 2024, including the estimation of insurance contract liabilities based on the valuation methods specified in Part D of the RBC Framework in accordance with the provisions of the FSA 2013 and the accounting policies prescribed in the notes to the statistical returns.

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**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

**17 CONTINGENCIES**

Malaysia Competition Commission (“MyCC”) had on 25 September 2020 delivered their decision against the General Insurance Association of Malaysia (“PIAM”) and its 22 member companies with regards to an alleged infringement of Section 4(2)(a) of the Act in relation to agreement to fix parts trade discount and labour rates for 6 vehicle makes. MyCC found PIAM and its 22 members companies have infringed Section 4 prohibition by participating in an agreement which has, as its object, the prevention, restriction or distortion in relation to the market of parts trade and labour charge for PIAM approved repairers’ scheme (PARS) workshop from 1.1.2012 to 17.2.2017.

MyCC imposed a financial penalty of RM1,837,453.12 on the Company. In view of the impact of COVID-19 pandemic, MyCC granted a reduction of 25% of the financial penalty, accordingly the Company financial penalty has been reduced to RM1,378,089.84. MyCC also granted the Company a moratorium period for the payment of the financial penalty up to 6 months and payment of the financial penalty by equal monthly installment for up to 6 months.

The Company had filed a Notice of Appeal and applied for a stay on the financial penalty in October 2020. The Competition Appeal Tribunal (CAT) has completed the hearing for the appeal at the end of April 2023.

On 2 September 2022, the Malaysian Competition Commission (MyCC) 's Competition Appeal Tribunal (CAT) has decided to allow the appeal of General Insurance Association of Malaysia (“PIAM”) and its 22 members’ company (including AIA) against the decision of MyCC. With the success of this appeal the decision of MyCC is set aside.

MyCC has filed an application to seek leave to commence judicial review proceedings in the High Court to review the recent decision of CAT. PIAM and its members were given leave from the High Court to appear in MyCC’s ex parte application for leave to commence judicial review which has been fixed for hearing on 8 May 2023.

On 8 May 2023, the hearing was converted to case management where the Court fixed the hearing date on 30 November 2023.

Upon the conclusion of the hearing on 30 November 2023, the court dismissed MyCC’s application on 16 January 2024, and awarded cost of RM10,000 to each insurer (including AIA) and PIAM. MyCC has filed its notice of appeal to the Court of Appeal on 15 February 2024. The Court of Appeal set 15 May 2024, for the case management.

During the case management on 15 May 2024, the Court scheduled the hearing of appeal on 22 May 2025, to be held at the Court of Appeal. The Court also set the deadline for the parties to submit their written submission on 8 May 2025, with another case management session scheduled for the same date.

The Court has since rescheduled the hearing date to 30 April 2026, with directions for any further submissions (if any) to be filed by 15 April 2026. A case management session has been fixed for 16 April 2026 to monitor compliance with the filing directions.

Saved as disclosed above, the Company does not have any other contingent assets and liabilities since the last annual balance sheet date.