Registration No.

201101007816 (935955-M)

AIA PUBLIC TAKAFUL BHD.

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

Registration No.

201101007816 (935955-M)

AIA PUBLIC TAKAFUL BHD.

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UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

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Registration No.

201101007816 (935955-M)

AIA PUBLIC TAKAFUL BHD.
(Incorporated in Malaysia)

UNAUDITED CONDENSED INCOME STATEMENT
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

	Note	6 months period ended 30.06.2026		6 months period ended 30.06.2025	
		Family takaful fund	Company	Family takaful fund	Company
		RM'000	RM'000	RM'000	RM'000
Takaful revenue	10	398,596	528,858	398,822	501,749
Takaful service expense	11	(406,081)	(414,488)	(396,766)	(389,951)
Takaful service result before retakaful certificates held		(7,485)	114,370	2,056	111,798
Net expenses from retakaful certificates held		(10,896)	(4,493)	(15,565)	(10,258)
Takaful service result		(18,381)	109,877	(13,509)	101,540
Profit income from:					
Financial assets not measured at fair value through profit or loss		5,194	20,969	5,060	17,430
Financial assets measured at fair value through profit or loss		56,667	56,867	51,495	51,495
Other investment income		75,237	75,118	(63,606)	(64,006)
Movement in impairment loss on financial assets		52	(232)	(144)	(4,330)
Net Investment result	12	137,150	152,722	(7,195)	589
Takaful finance (expenses)/income for takaful certificates issued	13	(120,371)	(103,167)	506	7,834
Retakaful finance income for retakaful certificates held	13	10,896	683	15,565	787
Takaful financial result		(109,475)	(102,484)	16,071	8,621

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UNAUDITED CONDENSED INCOME STATEMENT
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

	Note	6 months period ended 30.06.2026		6 months period ended 30.06.2025	
		Family takaful fund	Company	Family takaful fund	Company
		RM'000	RM'000	RM'000	RM'000
Other operating expenses		(3,784)	(15,363)	-	(14,043)
Profit/(loss) before zakat and taxation		5,509	144,752	(4,633)	96,707
Tax expense attributable to participants		(5,509)	(5,509)	4,633	4,633
Profit before zakat and taxation attributable to shareholders		-	139,243	-	101,340
Zakat		-	-	-	-
Taxation		(5,509)	(36,854)	4,633	(18,886)
Tax expense attributable to participants		5,509	5,509	(4,633)	(4,633)
Tax expense attributable to shareholders		-	(31,345)	-	(23,519)
Net profit for the period		-	107,898	-	77,821
Profit per share (sen): Basic			23.98		17.29

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

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UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

	6 months period ended 30.06.2026		6 months period ended 30.06.2025	
	Family takaful fund	Company	Family takaful fund	Company
	RM'000	RM'000	RM'000	RM'000
Net profit for the period	-	107,898	-	77,821
Other comprehensive income:				
Items that may be subsequently reclassified to profit or loss				
Net fair value (losses)/gains on financial assets at fair value through other comprehensive income	(675)	(5,661)	-	9,506
Net realised gains on financial assets at fair value through other comprehensive income reclassified to profit or loss	(107)	-	-	(1,007)
Deferred tax	63	1,234	-	(2,160)
Other comprehensive outgo attributable to participants	719	719	-	-
Other comprehensive (outgo)/income for the period	-	(3,708)	-	6,339
Total comprehensive income for the period	-	104,190	-	84,160

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UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note	30.06.2026 Family takaful fund RM'000	30.06.2026 Company RM'000	31.12.2025 Family takaful fund RM'000	31.12.2025 Company RM'000
ASSETS					
Property and equipment		-	194	-	263
Intangible assets		-	17,342	-	16,746
Right-of-use-assets		-	972	-	1,162
Financial assets - fair value through other comprehensive income (FVOCI)	14	133,642	958,134	136,251	925,056
Financial assets - fair value through profit or loss (FVPTL)	14	4,367,757	4,387,840	4,244,987	4,264,474
Takaful certificate assets	15	107,128	37,048	108,966	37,000
Retakaful certificate assets	15	52,355	101,255	51,304	103,773
Other receivables		32,505	44,116	28,644	40,222
Cash and cash equivalents		309,949	359,189	222,174	241,660
Total assets		5,003,336	5,906,090	4,792,326	5,630,356
EQUITY					
Share capital		-	450,000	-	450,000
General reserves		-	(33,333)	-	(33,333)
Retained earnings		-	1,105,561	-	1,047,663
Other comprehensive income fair value reserves		-	5,399	-	9,107
Total equity		-	1,527,627	-	1,473,437

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UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026 (CONTINUED)

		30.06.2026		31.12.2025	
	Note	Family takaful fund	Company	Family takaful fund	Company
		RM'000	RM'000	RM'000	RM'000
LIABILITIES					
Takaful certificates liabilities	15	4,919,386	4,057,061	4,614,285	3,850,723
Deferred tax liabilities		22,682	235,892	20,114	227,318
Lease liabilities		-	1,098	-	1,289
Other payables		59,120	60,703	157,336	57,045
Tax payables		2,148	23,709	591	20,544
Total liabilities		5,003,336	4,378,643	4,792,326	4,156,919
Total equity and liabilities		5,003,336	5,906,090	4,792,326	5,630,356

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

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UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

	Non-distributable				
	Share capital RM'000	General reserves RM'000	Fair value reserve RM'000	Retained earnings RM'000	Total equity RM'000
At 1 January 2025	450,000	(33,333)	3,685	878,418	1,298,770
Total comprehensive Income for the period	-	-	6,339	77,821	84,160
At 30 June 2025	450,000	(33,333)	10,024	956,239	1,382,930
At 1 January 2026	450,000	(33,333)	9,107	1,047,663	1,473,437
Total comprehensive income for the period	-	-	(3,708)	107,898	104,190
Dividend	-	-	-	(50,000)	(50,000)
At 30 June 2026	450,000	(33,333)	5,399	1,105,561	1,527,627

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UNAUDITED CONDENSED STATEMENT OF CASH FLOWS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

	6 months period ended 30.06.2026 RM'000	6 months period ended 30.06.2025 RM'000
Cash flows from operating activities		
Profit before taxation for the financial period	144,752	96,707
Adjustments for:		
(Reversal)/Allowance for expected credit loss of other financial assets	(256)	605
Depreciation of property and equipment	69	64
Depreciation of right of use assets	190	187
Amortisation of intangible assets	7,751	2,427
Finance cost of leases	33	33
Net amortisation of premium on investments	3,301	3,062
Profit Income	(81,137)	(71,987)
Dividend Income	(22,261)	(17,563)
Realised gain	(18,673)	(325)
Fair value (gains)/losses on fair value through profit or loss (FVTPL) financial assets	(34,871)	82,236
Operating (loss)/profit before working capital changes	(1,102)	95,446
Increase in other receivables	(3,893)	(26,246)
(Increase)/decrease in Takaful certificates assets	(48)	43,442
Decrease in Retakaful assets	2,518	5,699
Increase in Takaful certificates liabilities	206,338	50,434
Increase in other payables	3,658	56,790
Decrease in financial assets	(110,787)	(217,831)
Cash generated from operating activities	96,684	7,734
Finance cost of leases paid	(33)	(33)
Income tax paid	(23,882)	(8,985)
Profit income received	81,137	71,987
Dividend received	22,161	17,023
Net cash generated from operating activities	176,067	87,726

AIA PUBLIC TAKAFUL BHD.
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UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

	6 months period ended 30.06.2026 RM'000	6 months period ended 30.06.2025 RM'000
Cash flows from investing activities		
Purchase of property and equipment	-	(24)
Purchase of intangible assets	(8,347)	(1,908)
Net cash used in investing activities	(8,347)	(1,932)
Cash flows from financing activities		
Repayment of lease liabilities	(191)	(189)
Dividends paid	(50,000)	-
Net cash used in financing activities	(50,191)	(189)
Net increase in cash and cash equivalents	117,529	85,605
Cash and cash equivalents at 1 January	241,660	228,782
Cash and cash equivalents at 30 June	359,189	314,387
Cash and cash equivalents comprise:		
Cash and bank balances	121,170	96,368
Fixed deposit with licensed Islamic Banks	238,019	218,019
	359,189	314,387

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

1 CORPORATE INFORMATION

The Company is engaged principally in managing Family Takaful business including investment linked business. There has been no significant change in the principal activity during the financial period.

The Company is a public limited liability company, incorporated and domiciled in Malaysia. The address of principal place of business and registered office of the Company are as follows:

Principal place of business
Level 14, Menara AIA
99 Jalan Ampang
50450 Kuala Lumpur

Registered office
Level 13 & Level 29, Menara AIA
99 Jalan Ampang
50450 Kuala Lumpur

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

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 19 August 2026.

2 BASIS OF PREPARATION

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

Under the concept of Takaful, individuals make contributions to a pool which is managed by a third party with the overall aim of using the monies to aid fellow participants in times of need. Accordingly, as a takaful operator, the Company manages the Family Takaful fund in line with the principles of Wakalah (agency), which is the main business model adopted by the Company. Under the Wakalah model, the takaful operator is not a participant in the fund but manages the funds (including the relevant assets and liabilities) towards the purpose outlined above.

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

The unaudited 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 2025.

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 2025, except for the adoption of the following:

3.1 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 2026.

The following accounting standards, amendments and interpretations are effective for the financial period beginning on or after 1 January 2026:

- Amendments to MFRS 9 and MFRS 7, Amendments to the Classification and Measurement of Financial Instruments
- Annual Improvements to MFRS Accounting Standards - Amendments to MFRS 1, MFRS 7, MFRS 9, MFRS10 and MFRS 107

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

3.2 Critical Accounting Estimates and Judgements

The Company makes estimates and assumptions that affect the reported amounts of assets, liabilities, 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 may 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 takaful certificates, classification of financial assets, impairment of financial assets and fair value measurement.

Level of aggregation and recognition of group of takaful certificates

For certificates issued to which the Company does not apply the premium allocation approach (PAA), the judgements exercised in determining whether certificates 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 certificates becoming onerous; and
- using information about profitability estimation for the relevant group of products.

3 MATERIAL ACCOUNTING POLICIES (CONTINUED)

3.2 Critical Accounting Estimates and Judgements (Continued)

Measurement of takaful certificates not measured under the premium allocation approach

The asset or liability for groups of takaful certificates is measured as the total of fulfilment cash flows and contractual service margin ("CSM").

The fulfilment cash flows of takaful certificates 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 certificate form. The Company exercises significant judgement in making appropriate assumptions and techniques.

CSM represents the unearned profits that the Company will recognise as it provides services under the takaful certificates 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 certificates in the group, determined by considering for each certificate, the quantity of the services provided under a certificate and its expected coverage period. The Company exercises judgements in determining the quantity of the services provided under a certificate which will affect the amounts recognised in the financial statements as takaful revenue from takaful certificates issued.

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

3 MATERIAL ACCOUNTING POLICIES (CONTINUED)

3.2 Critical Accounting Estimates and Judgements (Continued)

Determination of coverage unit

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

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

For certificates providing predominately takaful coverage, the quantity of services is determined for the certificates as a whole based on the expected maximum benefits less investment component. For certificates providing multiple services, the quantity of services is determined based on the benefits provided to certificate holder 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 contribution. The Company applies judgement in these determinations.

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

4 SEASONALITY OR CYCLICALITY

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

5 UNUSUAL ITEMS

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

6 CHANGES IN ESTIMATES

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

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.

8 DIVIDEND

The members had, on 11 June 2026, approved a final dividend for the financial year ended 31 December 2025 as follows:

In respect of the financial year ended 31 December 2025:

	RM'000
Final single-tier dividend of RM0.1111 per ordinary share on 450,000,000 ordinary shares, paid on 12 June 2026.	50,000

9 MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

There were no material events subsequent to the financial period ended 30 June 2026 that have not been reflected in the condensed interim financial statements.

10 TAKAFUL REVENUE

		30.06.2026		30.06.2025	
	Note	Family Takaful fund	Company	Family Takaful fund	Company
		RM'000	RM'000	RM'000	RM'000
Certificates not measured under PAA					
Amounts relating to the changes in the liability for remaining coverage:					
Expected claims and takaful service expenses incurred in the period	a	322,270	289,142	326,691	287,002
Change in the risk adjustment for non-financial risk	b	-	3,873	-	3,926
Amount of CSM recognised in profit or loss		-	136,078	-	120,524
Experience adjustment for contribution variance and others		(4,254)	(4,843)	(6,064)	(8,793)
Amounts relating to recovery of takaful acquisition cash flows	c	26,635	50,555	27,353	48,248
Certificates not measured under PAA	15.1.1.1	344,651	474,805	347,980	450,907
Certificates measured under PAA	15.1.2.1	53,945	54,053	50,842	50,842
Total takaful revenue		398,596	528,858	398,822	501,749

Notes:

a. Expected takaful service expenses incurred in the period comprise claims and other expenses which the Family Takaful fund expects to pay on covered events that occurred during the period.

b. Change in risk adjustment shows amount of risk which expired during the period.

c. Acquisition cash flows are allocated on a straight-line basis over the coverage period of the group of certificates.

11 TAKAFUL SERVICE EXPENSES

	Note	30.06.2026 RM'000	30.06.2025 RM'000
Family Takaful fund			
Incurred claims and other takaful service expenses		391,400	357,706
Incurred wakalah fees	a,b	14,022	33,415
Amortisation of acquisition cash flows - wakalah fees	c	36,817	32,145
Changes to liabilities for incurred claims		(36,158)	(26,500)
Total takaful service expenses		406,081	396,766

	Note	30.06.2026 RM'000	30.06.2025 RM'000
Represented by:			
Certificates not measured under PAA	15.1.1.1	357,958	341,606
Certificates measured under PAA	15.1.2.1	48,123	55,160
		406,081	396,766

11 TAKAFUL SERVICE EXPENSES (CONTINUED)

	Note	30.06.2026 RM'000	30.06.2025 RM'000
Company			
Incurred claims and other takaful service expenses		390,424	352,273
Amortisation of acquisition cash flows	c	56,537	53,274
Losses on onerous certificates and reversal of losses on onerous certificates		(567)	8,308
Changes to liabilities for incurred claims		(31,906)	(23,904)
Total takaful service expenses		414,488	389,951
Represented by:			
Certificates not measured under PAA	15.1.1.1	374,605	342,897
Certificates measured under PAA	15.1.2.1	39,883	47,054
Total		414,488	389,951

Notes:

a. The wakalah fees paid to the Shareholder’s Fund during the period is RM261,220,000 (2025: RM255,198,000). The breakdown of incurred wakalah fees by nature is as follows:

	30.06.2026 RM'000	30.06.2025 RM'000
Wakalah fees – Commissions	127,429	124,665
Wakalah fees – Management expenses	133,791	130,533
	261,220	255,198

b. Wakalah fee income paid to Shareholder’s fund and commission incurred by Shareholder’s fund are as follows:

	30.6.2026 RM'000	30.6.2025 RM'000
Wakalah fees	261,220	255,198
Payment of commission	127,429	124,665

c. Acquisition cash flows are allocated on a straight-line basis over the coverage period of the group of certificates.

d. Inclusive in Takaful Service Expenses, there is incurred takaful benefits payable in the form of hibah from the Shareholder's fund to the takaful participants and/or the Family Takaful Fund which is supplementary to the main takaful benefits of RM154,000 (2025: RM251,000).

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

12 NET INVESTMENT RESULT

30.06.2026	Family Takaful fund RM'000	Company RM'000
Profit income of financial assets not measured at FVTPL		
At amortised cost	2,596	2,983
At FVOCI	2,598	17,986
Profit income of financial assets measured at FVTPL		
At FVTPL - designated	49,673	49,673
At FVTPL - mandatory	6,994	7,194
Other investment revenue		
Dividend income	22,092	22,261
Net gains of financial assets not measured at FVTPL		
At FVOCI	107	227
Net gains/(losses) of financial assets measured at FVTPL		
Debt securities (designated)	(20,954)	(20,954)
Debt securities (mandatory)	(4,070)	(4,061)
Equity securities	76,771	77,040
Derivatives	279	282
Net gains of other financial instruments measured at FVTPL		
Net foreign exchange gains	1,012	323
Movement in impairment loss on financial assets	52	(232)
Net investment result	137,150	157,722

12 NET INVESTMENT RESULT (CONTINUED)

	Family Takaful fund	Company
	RM'000	RM'000
30.06.2025		
Profit income of financial assets not measured at FVTPL		
At amortised cost	2,339	2,438
At FVOCI	2,720	14,992
Profit income of financial assets measured at FVTPL		
At FVTPL - designated	44,833	44,833
At FVTPL - mandatory	6,662	6,662
Other investment revenue		
Dividend income	17,401	17,563
Net gains of financial assets not measured at FVTPL		
At FVOCI	538	1,007
Net gains/(losses) of financial assets measured at FVTPL		
Debt securities (designated)	44,493	44,493
Debt securities (mandatory)	4,456	4,456
Equity securities	(124,298)	(125,817)
Derivatives	509	516
Net gains of other financial instruments measured at FVTPL		
Net foreign exchange gains	(6,704)	(6,224)
Movement in impairment loss on financial assets	(144)	(4,330)
Net investment result	(7,195)	589

13 TAKAFUL FINANCIAL RESULT

	Family Takaful fund	Company
	RM'000	RM'000
30.6.2026		
Takaful finance income/(expenses) from takaful certificates issued		
Changes in fair value of underlying items	(130,999)	(130,999)
Profit accreted	11,407	(3,186)
Effect of changes in profit rates and other financial assumptions	(779)	31,362
Effect of measuring changes in estimates at current rates and adjusting the CSM at the rates on initial recognition	-	(344)
	(120,371)	(103,167)
30.06.2025		
Takaful finance income/(expenses) from takaful certificates issued		
Changes in fair value of underlying items	12,061	16,518
Profit accreted	(5)	(3,821)
Effect of changes in profit rates and other financial assumptions	(11,550)	(4,634)
Effect of measuring changes in estimates at current rates and adjusting the CSM at the rates on initial recognition	-	(229)
	506	7,834

13 TAKAFUL FINANCIAL RESULT (CONTINUED)

	Family Takaful fund	Company
	RM'000	RM'000
30.06.2026		
Retakaful finance income for retakaful certificates held		
Profit accretion	3,636	683
Participant's share of changes in fair value of underlying items	7,260	-
	10,896	683
30.06.2025		
Retakaful finance income for retakaful certificates held		
Profit accretion	3,560	787
Participant's share of changes in fair value of underlying items	12,005	-
	15,565	787

14 FINANCIAL ASSETS

(a) The Company's financial assets are as follows:

	Family Takaful fund RM'000	Company RM'000
30.06.2026		
Financial assets at FVOCI:		
Government investment issues	45,275	213,191
Cagamas	-	11,112
Unquoted corporate sukuks	88,367	733,831
	133,642	958,134
Financial assets at FVTPL:		
Government investment issues	797,397	797,397
Cagamas	59,842	59,842
Unquoted corporate sukuks	1,894,904	1,904,865
Quoted shariah approved shares	1,384,613	1,394,701
Unquoted shariah approved equities	17,943	17,943
Warrant	312	346
Shariah approved unit trusts	212,746	212,746
	4,367,757	4,387,840
31.12.2025		
Financial assets at FVOCI:		
Government investment issues	24,948	194,298
Cagamas	8,544	32,730
Unquoted corporate sukuks	102,759	698,028
	136,251	925,056
Financial assets at FVTPL:		
Government investment issues	726,634	726,634
Cagamas	73,754	73,754
Unquoted corporate sukuks	1,927,225	1,937,175
Quoted shariah approved shares	1,324,463	1,334,000
Unquoted shariah approved equities	18,040	18,040
Warrant	65	65
Shariah approved unit trusts	174,806	174,806
	4,244,987	4,264,474

14 FINANCIAL ASSETS (CONTINUED)

(a) The Company's financial assets are as follows: (continued)

	Family Takaful fund RM'000	Company RM'000
30.06.2026		
Current		
FVTPL	1,747,423	1,752,674
FVOCI	37,744	135,703
	1,785,167	1,888,377
Non-current		
FVTPL	2,620,334	2,635,165
FVOCI	95,898	822,431
	2,716,232	3,457,597
31.12.2025		
Current		
FVTPL	1,636,298	1,645,834
FVOCI	41,159	146,610
	1,677,457	1,792,444
Non-current		
FVTPL	2,608,689	2,618,640
FVOCI	95,092	778,446
	2,703,781	3,397,086

14 FINANCIAL ASSETS (CONTINUED)

(b) Movement in carrying values

	Family Takaful fund RM'000	Company RM'000
FVOCI		
At 1 January 2025	145,612	726,816
Purchases	50,158	360,913
Disposals at amortised cost	(60,060)	(167,375)
Fair value gains recorded in:		
Takaful certificates liabilities/ Other comprehensive income	752	6,668
Net amortisation of premiums	(211)	(1,966)
At 1 January 2026	136,251	925,056
Purchases	51,837	178,070
Disposals at amortised cost	(53,657)	(139,199)
Fair value gains recorded in:		
Takaful certificates liabilities/ Other comprehensive income	(678)	(4,686)
Net amortisation of premiums	(111)	(1,107)
At 30 June 2026	133,642	958,134

14 FINANCIAL ASSETS (CONTINUED)

(b) Movement in carrying values (continued)

	Family Takaful fund RM'000	Company RM'000
FVTPL		
At 1 January 2025	3,830,715	3,844,358
Purchases	2,056,214	2,070,058
Disposals at fair value	(1,649,508)	(1,656,863)
Fair value losses recorded in:		
Profit or loss	11,891	11,246
Net amortisation of premiums	(4,325)	(4,325)
At 1 January 2026	4,244,987	4,264,474
Purchases	776,274	778,359
Disposals at fair value	(685,973)	(687,669)
Fair value losses recorded in:		
Profit or loss	34,663	34,870
Net amortisation of premiums	(2,194)	(2,194)
At 30 June 2026	4,367,757	4,387,840

14 FINANCIAL ASSETS (CONTINUED)

(c) Fair value hierarchy

The following table show financial investments recorded at fair value analyzed by the different basis of fair value as follows:

	30.06.2026 RM'000	31.12.2025 RM'000
FVOCI		
Family Takaful fund		
Valuation techniques – market observable inputs (Level 2)	133,642	136,251
Company		
Valuation techniques – market observable inputs (Level 2)	958,134	925,056
FVTPL		
Family Takaful fund		
Quoted market price (Level 1)	1,597,671	1,499,334
Valuation techniques – market observable inputs (Level 2)	2,770,086	2,745,653
	4,367,757	4,244,987
Company		
Quoted market price (Level 1)	1,607,793	1,508,871
Valuation techniques – market observable inputs (Level 2)	2,780,047	2,755,603
	4,387,840	4,264,474

14 FINANCIAL ASSETS (CONTINUED)

(c) Fair value hierarchy (continued)

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

Level 1:
Financial instruments measured in whole or in part by reference to published quotes in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, secondary market via dealer and broker, pricing services or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's length basis.

Level 2:
Financial instruments measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions are instruments for which pricing is obtained via pricing services. However, where prices have not been determined in active market, instruments with fair values based on broker quotes, investment in unit and property trusts with fair values obtained via fund managers and instruments that are valued using the Company's own models where majority of assumptions are market observable.

Level 3:
Financial instruments measured in whole or in part using a valuation technique based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. The main asset class in this category is unquoted equity securities. Valuation techniques are used to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the instrument at the measurement date. However, the fair value measurement objective remains the same, that is, an exit price from the perspective of the Company. Therefore, unobservable inputs reflect the Company's own assumptions about the assumptions that market participants would use in pricing the instrument (including assumptions about risk). These inputs are developed based on the best information available, which might include the Company's own data.

14 FINANCIAL ASSETS (CONTINUED)

(d) Interests in structured entities

The Company has determined that the investment funds in mutual funds are structured entities.

The following table summarizes the Company's investment in unconsolidated structured entities as at 30 June 2026 and 31 December 2025:

	30.06.2026 RM'000	31.12.2025 RM'000
Company		
Investment Funds *(1)*		
Equity securities at fair value through profit or loss	212,746	174,806

Notes:
(1) Balance represents the Company's interests in mutual funds.

The Company's maximum exposure to loss arising from its interests in these unconsolidated structured entities is limited to the carrying amount of the assets. Dividend income and profit income are received during the reporting period from these interests in unconsolidated structured entities.

(e) Impairment of financial assets

Inputs, assumptions, and techniques used for estimating impairment

Significant increase in credit risk

When determining whether the credit risk (i.e. risk of default) on a financial instrument has increased significantly since initial recognition, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both qualitative and quantitative information and analysis based on the Company's experience, expert credit assessment and forward-looking information.

The Company primarily identifies whether a significant increase in credit risk has occurred for an exposure by comparing the internal rating as at the reporting date with the internal rating as at the date of initial recognition of the exposure. Where external credit ratings are available, internal ratings are assigned consistent with such ratings in accordance with the Company's credit risk assessment framework. Where external credit ratings are not readily available, an internal rating methodology has been adopted.

14 FINANCIAL ASSETS (CONTINUED)

(e) Impairment of financial assets (continued)

Inputs, assumptions, and techniques used for estimating impairment (continued)

Significant increase in credit risk (continued)

The Company monitors changes in credit risk by tracking the change in internal rating of the exposure. The Company also monitors relevant information, including price movements of securities, and assess whether such information signifies a change in credit risk.

The Company has assumed that the credit risk of a financial asset has not increased significantly since initial recognition if the financial asset has low credit risk at the reporting date. The Company considers a financial asset to have low credit risk when its credit risk rating is equivalent to the globally understood definition of ‘investment-grade'.

As a backstop, the Company considers that a significant increase in credit risk occurs no later than when an asset is more than 30 days past due. Days past due are determined by counting the number of days since the earliest elapsed due date in respect of which full payment has not been received. Due dates are determined without considering any grace period that might be available to the debtor.

Modified financial assets

The contractual terms of a financial asset may be modified for a number of reasons including changing market conditions and other factors not related to a current or potential credit deterioration of the debtor. An existing financial asset whose terms have been modified may be derecognised and the renegotiated asset recognised as a new financial asset at fair value in accordance with the accounting policies.

When the terms of a financial asset are modified and the modification does not result in derecognition, the determination of significant increases in credit risk is assessed based on the change in internal reporting as at the reporting date and the date of initial recognition. The internal rating at reporting date is rated based on the modified contractual terms while the initial rating is rated based on the original contractual terms.

14 FINANCIAL ASSETS (CONTINUED)

(e) Impairment of financial assets (continued)

Inputs, assumptions, and techniques used for estimating impairment (continued)

Definition of default

The Company considers a financial asset to be in default when the debtor is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to mitigating actions. The criteria of “default” are consistent with those of “credit-impaired”.

Incorporation of forward-looking information

The Company incorporates forward-looking information into both its assessment of whether the credit risk of an instrument has increased significantly since initial recognition and its measurement of ECL. It formulates a 'base case' view of the future direction of relevant economic variables and a representative range of other possible forecast scenarios based on management knowledge and consideration of a variety of external actual and forecast information. This process involves developing two or more additional economic scenarios and considering the relative probabilities of each outcome. External information includes economic data and forecasts published, supranational organisations, and selected private-sector and academic forecasters.

The base case represents a best estimate and the other scenarios represent more optimistic and more pessimistic outcomes.

The Company has identified and documented key drivers of credit risk and ECL for each portfolio of financial instruments and, using an analysis of historical data, has estimated relationship between macro-economic variables and key drivers of credit risk.

Measurement of ECL

The key inputs into the measurement of ECL are the term structures of probability of default (PD), loss given default (LGD) and exposure at default (EAD).

To determine lifetime and 12-month PDs, the Company leverages on the internal rating and convert it into probability of default based on the level of rating and obligor characteristics like industry type and country. The PDs are adjusted to reflect forward-looking information as described above. Changes in the rating at the reporting date for a counterparty or exposure lead to a change in the estimate of the associated PD.

14 FINANCIAL ASSETS (CONTINUED)

(e) Impairment of financial assets (continued)

Inputs, assumptions, and techniques used for estimating impairment (continued)

Measurement of ECL (continued)

LGD is the magnitude of the likely loss if there is a default. The Company leverages on recovery statistics to calculate LGD. The LGD models consider a number of factors including among others, the structure, collateral and seniority of the claim, that are integral to the financial asset. LGD estimates are recalibrated for different economic scenarios. They are calculated on a discounted cash flow basis using the effective interest rate as the discounting factor.

EAD represents the expected exposure in the event of a default. The Company derives the EAD from the current exposure to the counterparty and potential changes to the current amount allowed under the contract, including amortisation and prepayments. The EAD of a financial asset is its gross carrying amount.

As described above, and subject to using a maximum of a 12-month PD for financial assets for which credit risk has not significantly increased, the Company measures ECL considering the risk of default over the maximum contractual period (including any debtor's extension options) over which it is exposed to credit risk.

Where modelling of a parameter is carried out on a collective basis, the financial instruments are grouped on the basis of shared risk characteristics, which include instrument type, credit risk gradings, collateral type, date of initial recognition, remaining term to maturity and industry of debtor.

The groupings are subject to regular review to ensure that exposures within a particular group remain appropriately homogeneous. When ECL are measured using parameters based on collective modelling, a significant input into the measurement of ECL is the external information that the Company uses to derive the default rates of its portfolios.

14 FINANCIAL ASSETS (CONTINUED)

(e) Impairment of financial assets (continued)

Inputs, assumptions, and techniques used for estimating impairment (continued)

Credit-impaired financial assets

Financial assets, other than those at FVTPL, are assessed for impairment regularly. This requires the exercise of significant judgement. The Company assesses at each reporting date whether there is objective evidence that a financial asset or a group of financial assets is credit-impaired. Objective evidence that a financial asset, or a group of assets, is credit-impaired includes observable data that comes to the attention of the Company about the following events:

- significant financial difficulty of the issuer or debtor;
- a breach of contract, such as a default or delinquency in payments;
- the restructuring of an amount due to the Company on terms that the Company would not otherwise consider;
- it becomes probable that the issuer or debtor will enter bankruptcy or other financial reorganisation; or
- the disappearance of an active market for that financial asset because of financial difficulties.

A financial asset that has been renegotiated due to a deterioration in the debtor's condition is usually considered to be credit-impaired unless there is evidence that the risk of not receiving contractual cash flows has reduced significantly and there are no other indicators of impairment.

15 TAKAFUL AND RETAKAFUL CERTIFICATES

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

	30.06.2026		31.12.2025	
	Assets	Liabilities	Assets	Liabilities
	RM'000	RM'000	RM'000	RM'000
Family Takaful fund				
Takaful certificates				
- Certificates not measured under the PAA	139,286	4,919,386	130,037	4,614,285
- Certificates measured under the PAA	(32,158)	-	(21,071)	-
	107,128	4,919,386	108,966	4,614,285
Retakaful certificates				
- Certificates not measured under the PAA	52,152	-	51,304	-
- Certificates measured under the PAA	203	-	-	-
	52,355	-	51,304	-

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

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

	30.06.2026		31.12.2025	
	Assets	Liabilities	Assets	Liabilities
	RM'000	RM'000	RM'000	RM'000
Company				
- Certificates not measured under the PAA	71,860	4,057,061	65,347	3,850,723
- Certificates measured under the PAA	(34,812)	-	(28,347)	-
	37,048	4,057,061	37,000	3,850,723
Retakaful certificates				
- Certificates not measured under the PAA	101,255	-	103,773	-
	101,255	-	103,773	-

The Family Takaful fund/Company disaggregates information to provide disclosure in respect of family takaful certificates issued and retakaful certificates held separately. This disaggregation has been determined based on how the Family Takaful fund/Company is managed.

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA

15.1.1.1 Takaful certificates issued

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the family takaful fund, is disclosed in the table below:

		30.06.2026				31.12.2025			
		Liabilities for remaining coverage				Liabilities for remaining coverage			
	Note	Excluding loss component	Loss component	Liabilities for incurred claims	Total	Excluding loss component	Loss component	Liabilities for incurred claims	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund									
Takaful certificate liabilities as at 1 January		4,269,561	-	344,724	4,614,285	4,029,182	-	118,964	4,148,146
Takaful certificate assets as at 1 January		(101,959)	-	(28,078)	(130,037)	(79,981)	-	(22,616)	(102,597)
Net family takaful certificate liabilities as at 1 January		**4,167,602**	**-**	**316,646**	**4,484,248**	**3,949,201**	**-**	**96,348**	**4,045,549**
Takaful revenue	10	(344,651)	-	-	(344,651)	(735,815)	-	-	(735,815)
Takaful service expense	11	26,635	-	331,323	357,958	50,152	-	863,029	913,181
Investment components		(49,262)	-	49,262	-	(188,497)	-	188,497	-
Takaful service result		**(367,278)**	**-**	**380,585**	**13,307**	**(874,610)**	-	**1,051,976**	**177,366**
Takaful finance expenses/(income)	13	116,575	-	(2,026)	114,549	(38,649)	-	22,569	(16,080)
Total changes in the statement of profit or loss and OCI		**(250,703)**	**-**	**378,559**	**127,856**	**(913,259)**	**-**	**1,074,545**	**161,286**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the family takaful fund, is disclosed in the table below: (continued)

		30.06.2026				31.12.2025			
		Liabilities for remaining coverage				Liabilities for remaining coverage			
	Note	Excluding loss component	Loss component	Liabilities for incurred claims	Total	Excluding loss component	Loss component	Liabilities for incurred claims	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund (continued)									
Cash flows									
Contributions received	a	853,863	-	-	853,863	1,736,787	-	-	1,736,787
Qard received		14,008	-	-	14,008	18,047	-	-	18,047
Claims and other expenses paid including investment components		-	-	(458,399)	(458,399)	-	-	(957,329)	(957,329)
Takaful acquisition cash flows paid		(241,476)	-	-	(241,476)	(525,394)	-	-	(525,394)
Total cash flows		**626,395**	**-**	**(458,399)**	**167,996**	**1,229,440**	**-**	**(957,329)**	**272,111**
Other movements		-	-	-	-	(97,780)	-	103,082	5,302
Net takaful certificate liabilities as at 30 June/31 December		**4,543,294**	**-**	**236,806**	**4,780,100**	**4,167,602**	**-**	**316,646**	**4,484,248**
Takaful certificate liabilities as at 30 June/31 December		4,655,432	-	263,954	4,919,386	4,269,561	-	344,724	4,614,285
Takaful certificate assets as at 30 June/31 December		(112,138)	-	(27,148)	(139,286)	(101,959)	-	(28,078)	(130,037)
Net takaful certificate liabilities as at 30 June/31 December		**4,543,294**	**-**	**236,806**	**4,780,100**	**4,167,602**	**-**	**316,646**	**4,484,248**

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FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below:

		30.06.2026					
		Liabilities for remaining coverage		Liabilities for incurred claims			
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Assets for takaful acquisition cash flows	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company							
Takaful certificate liabilities as at 1 January		3,541,497	2,813	299,573	6,840	-	3,850,723
Takaful certificate assets as at 1 January		(16,381)	15,231	26,922	2,231	(93,350)	(65,347)
Net family takaful certificate liabilities/(assets) as at 1 January		**3,525,116**	**18,044**	**326,495**	**9,071**	**(93,350)**	**3,785,376**
Takaful revenue	10	(474,805)	-	-	-	-	(474,805)
Takaful service expense	11	50,554	(1,601)	325,212	440	-	374,605
Investment components		(47,001)	-	47,001	-	-	-
Takaful service result		**(471,252)**	**(1,601)**	**372,213**	**440**	**-**	**(100,200)**
Takaful finance expenses	13	102,676	272	219	-	-	103,167
Total changes in the statement of profit or loss and OCI		**(368,576)**	**(1,329)**	**372,432**	**440**	**-**	**2,967**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		30.06.2026					
		Liabilities for remaining coverage		Liabilities for incurred claims			
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Assets for takaful acquisition cash flows	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company (continued)							
Cash flows							
Contributions received	a	859,080	-	-	-	-	859,080
Claims and other expenses paid including investment components		-	-	(452,540)	-	-	(452,540)
Takaful acquisition cash flows paid		(199,424)	-	-	-	(9,107)	(208,531)
Other amounts received		-	-	305	-	-	305
Total cash flows		**659,656**	**-**	**(452,235)**	**-**	**(9,107)**	**198,314**
Non-cash operating expenses		(818)	-	(638)	-	-	(1,456)
Allocation to group of takaful certificate		(2,273)	-	-	-	2,273	-
Net takaful certificate (assets)/liabilities as at 30 June		**3,813,105**	**16,715**	**246,054**	**9,511**	**(100,184)**	**3,985,201**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		30.06.2026					
		Liabilities for remaining coverage		Liabilities for incurred claims			
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Assets for takaful acquisition cash flows	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company (continued)							
Takaful certificate liabilities as at 30 June		3,829,209	2,554	218,116	7,182	-	4,057,061
Takaful certificate assets as at 30 June		(16,104)	14,161	27,938	2,329	(100,184)	(71,860)
Net takaful certificate liabilities/(assets) as at 30 June		**3,813,105**	**16,715**	**246,054**	**9,511**	**(100,184)**	**3,985,201**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		31.12.2025					
		Liabilities for remaining coverage		Liabilities for incurred claims			
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Assets for takaful acquisition cash flows	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company							
Takaful certificate liabilities as at 1 January		3,158,508	9,991	256,849	6,556	-	3,431,904
Takaful certificate assets as at 1 January		(24,342)	-	26,558	2,206	(87,181)	(82,759)
Net family takaful certificate liabilities/(assets) as at 1 January		**3,134,166**	**9,991**	**283,407**	**8,762**	**(87,181)**	**3,349,145**
Takaful revenue		(976,209)	-	-	-	-	(976,209)
Takaful service expense		99,152	7,766	728,401	309	-	835,628
Investment components		(190,735)	-	190,735	-	-	-
Takaful service result		**(1,067,792)**	**7,766**	**919,136**	**309**	**-**	**(140,581)**
Takaful finance expenses		79,379	287	598	-	-	80,264
Total changes in the statement of profit or loss and OCI		**(988,413)**	**8,053**	**919,734**	**309**	**-**	**(60,317)**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		31.12.2025					
		Liabilities for remaining coverage		Liabilities for incurred claims			
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Assets for takaful acquisition cash flows	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company (continued)							
Cash flows							
Contributions received	a	1,742,660	-	-	-	-	1,742,660
Claims and other expenses paid including investment components		-	-	(878,048)	-	-	(878,048)
Takaful acquisition cash flows paid		(356,730)	-	-	-	(10,378)	(367,108)
Other amounts received		-	-	3,132	-	-	3,132
Total cash flows		**1,385,930**	**-**	**(874,916)**	**-**	**(10,378)**	**500,636**
Non-cash operating expenses		(2,358)	-	(1,730)	-	-	(4,088)
Allocation to group of takaful certificate		(4,209)	-	-	-	4,209	-
Net takaful certificate liabilities/(assets) as at 31 December		**3,525,116**	**18,044**	**326,495**	**9,071**	**(93,350)**	**3,785,376**

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates not measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		31.12.2025					
		Liabilities for remaining coverage		Liabilities for incurred claims			
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Assets for takaful acquisition cash flows	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company (continued)							
Takaful certificate liabilities as at 31 December		3,541,497	2,813	299,573	6,840	-	3,850,723
Takaful certificate assets as at 31 December		(16,381)	15,231	26,922	2,231	(93,350)	(65,347)
Net takaful certificate liabilities/(assets) as at 31 December		**3,525,116**	**18,044**	**326,495**	**9,071**	**(93,350)**	**3,785,376**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

Notes:

a. The refunds of contributions have been included in this line.

b. The balance and reconciliations of fulfillment cash flows include obligations to repay Qard advanced by the Shareholder’s fund to the Family Takaful fund. Qard was advanced by the Shareholder's fund in compliance with the requirements set out in paragraph 19 of the Bank Negara Malaysia (BNM) Takaful Operational Framework (TOF). Consistent with those requirements, the amount does not bear interest. The amount is repayable, and to the extent, the Family Takaful fund has available resources. In accordance with Paragraph 19.4 of the BNM TOF, the Shareholder's fund has determined a time period during which the Qard shall be repaid and consequently the period beyond which any unpaid Qard will be deemed irrecoverable and the outstanding amount forgiven. The table below reconciles the nominal value of the Qard included in fulfillment cash flows:

	Family Takaful fund	
Nominal amount	30.06.2026	31.12.2025
	RM'000	RM'000
Opening balance	118,400	104,392
Qard increased during the period/year	-	14,008
Closing balance	118,400	118,400

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.1 Takaful certificates issued (continued)

Notes (continued):

c. The following table illustrates the expected timing of when assets for takaful acquisition cash flows will be de-recognised and included in the measurement of the group of takaful certificates to which they are allocated.

	30.06.2026 RM'000			
	5 Year or Less	5-10 Years	After 10 years	Total
Company				
Expected timing of derecognition of assets balance as at 30 June	21,571	18,262	60,351	100,184

	31.12.2025 RM'000			
	5 Year or Less	5-10 Years	After 10 years	Total
Company				
Expected timing of derecognition of assets balance as at 31 December	20,114	17,126	56,110	93,350

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.2 Retakaful certificates held

The roll-forward of the net asset or liability for retakaful certificates held for certificates not measured under PAA, showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the family takaful fund, is disclosed in the table below:

	30.06.2026				31.12.2025			
	Assets for remaining coverage				Assets for remaining coverage			
	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family takaful fund								
Net retakaful certificate assets / (liabilities) as at 1 January	**(105,555)**	**-**	**156,859**	**51,304**	**(15,142)**	**-**	**41,489**	**26,347**
Net (expense)/income from retakaful certificates held	(55,406)	-	44,713	(10,693)	(105,105)	-	90,125	(14,980)
Net finance income from retakaful certificates	10,693	-	-	10,693	14,980	-	-	14,980
Total changes in the statement of profit or loss and OCI	**(44,713)**	**-**	**44,713**	**-**	**(90,125)**	**-**	**90,125**	**-**

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15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.2 Retakaful certificates held (continued)

The roll-forward of the net asset or liability for retakaful certificates held for certificates not measured under PAA, showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the family takaful fund, is disclosed in the table below: (continued)

	30.06.2026				31.12.2025			
	Assets for remaining coverage				Assets for remaining coverage			
	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Family takaful fund (continued)</u>								
Cash flows								
Contributions paid	11,416	-	-	11,416	55,317	-	-	55,317
Other amounts received	-	-	(10,568)	(10,568)	-	-	(49,861)	(49,861)
Total cash flows	**11,416**	**-**	**(10,568)**	**848**	**55,317**	**-**	**(49,861)**	**5,456**
Other movements	-	-	-	-	(55,605)	-	75,106	19,501
Net retakaful certificate assets/(liabilities) as at 30 June/31 December	**(138,852)**	**-**	**191,004**	**52,152**	**(105,555)**	**-**	**156,859**	**51,304**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.2 Retakaful certificates held (continued)

The roll-forward of the net asset or liability for retakaful certificates held for certificates not measured under PAA, showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the Company, is disclosed in the table below:

	30.06.2026					31.12.2025				
	Assets for remaining coverage		Amounts recoverable on incurred claims			Assets for remaining coverage		Amounts recoverable on incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company										
Net retakaful certificate assets/(liabilities)	**(52,973)**	**-**	**156,746**	**-**	**103,773**	**(16,449)**	**-**	**116,504**	**-**	**100,055**
Net (expense)/income from retakaful certificates	(48,765)	-	44,475	-	(4,290)	(93,317)	-	89,682	-	(3,635)
Net finance income from retakaful certificates	683	-	-	-	683	1,476	-	-	-	1,476
Total changes in the statement of profit or loss and OCI	**(48,082)**	**-**	**44,475**	**-**	**(3,607)**	**(91,841)**	**-**	**89,682**	**-**	**(2,159)**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.1 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA (continued)

15.1.1.2 Retakaful certificates held (continued)

The roll-forward of the net asset or liability for retakaful certificates held for certificates not measured under PAA, showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the Company, is disclosed in the table below: (continued)

	30.06.2026					31.12.2025				
	Assets for remaining coverage		Amounts recoverable on incurred claims			Assets for remaining coverage		Amounts recoverable on incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company (continued)										
Cash flows										
Contributions paid	11,416	-	-	-	11,416	55,317	-	-	-	55,317
Other amounts received	-	-	(10,334)	-	(10,334)	-	-	(49,458)	-	(49,458)
Total cash flows	**11,416**	**-**	**(10,334)**	**-**	**1,082**	**55,317**	**-**	**(49,458)**	**-**	**5,859**
Other movements	-	-	7	-	7	-		18	-	18
Net retakaful certificate assets/(liabilities) as at 30 June/31 December	**(89,639)**	**-**	**190,894**	**-**	**101,255**	**(52,973)**	**-**	**156,746**	**-**	**103,773**

Notes:
The Company applies a consistent accounting policy to retakaful certificates held and recognizes net takaful finance expense in profit or loss only.

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA

15.1.2.1 Takaful certificates issued

The roll-forward of the net asset or liability for takaful certificates issued for certificates measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the family takaful fund, is disclosed in the table below:

		30.06.2026				31.12.2025			
		Liabilities for remaining coverage				Liabilities for remaining coverage			
	Note	Excluding loss component	Loss component	Liabilities for incurred claims	Total	Excluding loss component	Loss component	Liabilities for incurred claims	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund									
Net takaful certificate (assets)/ liabilities as at 1 January		**(359)**	**-**	**21,430**	**21,071**	**(14,039)**	**-**	**21,764**	**7,725**
Takaful revenue	10	(53,945)	-	-	(53,945)	(106,993)	-	-	(106,993)
Takaful service expense	11	10,181	-	37,942	48,123	17,117	-	92,583	109,700
Takaful service result		**(43,764)**	**-**	**37,942**	**(5,822)**	**(89,876)**	**-**	**92,583**	**2,707**
Takaful finance expenses	13	5,822	-	-	5,822	1,372	-	-	1,372
Total changes in the statement of profit or loss and OCI		**(37,942)**	**-**	**37,942**	**-**	**(88,504)**	**-**	**92,583**	**4,079**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA (continued)

15.1.2.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the family takaful fund, is disclosed in the table below: (continued)

		30.06.2026				31.12.2025			
		Liabilities for remaining coverage				Liabilities for remaining coverage			
	Note	Excluding loss component	Loss component	Liabilities for incurred claims	Total	Excluding loss component	Loss component	Liabilities for incurred claims	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund (continued)									
Cash flows									
Contributions received		70,891	-	-	70,891	98,832	-	-	98,832
Claims and other expenses paid including investment components		-	-	(47,697)	(47,697)	-	-	(84,764)	(84,764)
Acquisition cash flows paid		(12,107)	-	-	(12,107)	(18,394)	-	-	(18,394)
Total cash flows		58,784	-	(47,697)	11,087	**80,438**	**-**	**(84,764)**	**(4,326)**
Other movements		-	-	-	-	21,746	-	(8,153)	13,593
Net takaful certificate liabilities/(assets) as at 30 June/31 December		**20,483**	**-**	**11,675**	**32,158**	**(359)**	**-**	**21,430**	**21,071**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA (continued)

15.1.2.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below:

		30.06.2026				
		Liabilities for remaining coverage		Liabilities for incurred claims		
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
		RM'000	RM'000	RM'000	RM'000	RM'000
Company						
Net takaful certificate liabilities as at 1 January		**5,782**	**-**	**21,973**	**592**	**28,347**
Takaful revenue	10	(54,053)	-	-	-	(54,053)
Takaful service expense	11	5,983	-	33,864	36	39,883
Takaful service result		**(48,070)**	**-**	**33,864**	**36**	**(14,170)**
Total changes in the statement of profit or loss and OCI		**(48,070)**	**-**	**33,864**	**36**	**(14,170)**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA (continued)

15.1.2.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		30.06.2026				
		Liabilities for remaining coverage		Liabilities for incurred claims		
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
		RM'000	RM'000	RM'000	RM'000	RM'000
Company (continued)						
Cash flows						
Contributions received		70,920	-	-	-	70,920
Claims and other expenses paid including investment components		-	-	(43,595)	-	(43,595)
Takaful acquisition cash flows paid		(6,605)	-	-	-	(6,605)
Total cash flows		**64,315**	**-**	**(43,595)**	**-**	**20,720**
Other movements		(54)	-	(31)	-	(85)
Net takaful certificate liabilities as at 30 June		**21,973**	**-**	**12,211**	**628**	**34,812**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA (continued)

15.1.2.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		31.12.2025				
		Liabilities for remaining coverage		Liabilities for incurred claims		
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
		RM'000	RM'000	RM'000	RM'000	RM'000
Company						
Net takaful certificate liabilities as at 1 January		**14,961**	**-**	**14,371**	**568**	**29,900**
Takaful revenue		(107,446)	-	-	-	(107,446)
Takaful service expense		10,091	-	87,882	24	97,997
Takaful service result		**(97,355)**	**-**	**87,882**	**24**	**(9,449)**
Total changes in the statement of profit or loss and OCI		**(97,355)**	**-**	**87,882**	**24**	**(9,449)**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA (continued)

15.1.2.1 Takaful certificates issued (continued)

The roll-forward of the net asset or liability for takaful certificates issued for certificates measured under PAA, showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Company, is disclosed in the table below: (continued)

		31.12.2025				
		Liabilities for remaining coverage		Liabilities for incurred claims		
	Note	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
		RM'000	RM'000	RM'000	RM'000	RM'000
Company (continued)						
Cash flows						
Contributions received		98,689	-	-	-	98,689
Claims and other expenses paid including investment components		-	-	(80,200)	-	(80,200)
Takaful acquisition cash flows paid		(10,376)	-	-	-	(10,376)
Total cash flows		**88,313**	**-**	**(80,200)**	**-**	**8,113**
Other movements		(137)	-	(80)	-	(217)
Net takaful certificate liabilities as at 31 December		**5,782**	**-**	**21,973**	**592**	**28,347**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA (continued)

15.1.2.2 Retakaful certificates held

The roll-forward of the net asset or liability for retakaful certificates held for certificates measured under PAA, showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the family takaful fund, is disclosed in the table below:

		30.06.2026				31.12.2025			
		Assets for remaining coverage				Assets for remaining coverage			
	Note	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund									
Net retakaful certificate assets as at 1 January		**-**	**-**	**-**	**-**	**447**	**-**	**-**	**447**
Net expense from retakaful certificates held		(203)	-	-	(203)	(160)	-	-	(160)
Retakaful finance income		203	-	-	203	160	-	-	160
Total changes in the statement of profit or loss and OCI		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**

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15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA (continued)

15.1.2.2 Retakaful certificates held (continued)

The roll-forward of the net asset or liability for retakaful certificates held for certificates measured under PAA, showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the family takaful fund, is disclosed in the table below: (continued)

		30.06.2026				31.12.2025			
		Assets for remaining coverage				Assets for remaining coverage			
	Note	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund (continued)									
Cash flows									
Contributions paid		203	-	-	203	160	-	-	160
Total cash flows		**203**	**-**	**-**	**203**	**160**	**-**	**-**	**160**
Other movements		**-**	**-**	**-**	**-**	(607)	-	-	(607)
Net retakaful certificate assets as at 30 June/31 December		**203**	**-**	**-**	**203**	**-**	**-**	**-**	**-**

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15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.2 Roll-forward of net asset or liability of takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA (continued)

15.1.2.2 Retakaful certificates held (continued)

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

		30.06.2026				31.12.2025			
		Assets for remaining coverage				Assets for remaining coverage			
	Note	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total	Excluding loss component	Loss component	Amounts recoverable on incurred claims	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company									
Net retakaful certificate assets as at 1 January		-	-	-	-	-	-	-	-
Net expense from retakaful certificates held		(203)	-	(1)	(204)	(159)	-	(1)	(160)
Total changes in the statement of profit or loss and OCI		**(203)**	**-**	**(1)**	**(204)**	**(159)**	**-**	**(1)**	**(160)**
Cash flows									
Contributions paid		203	-	-	203	159	-	-	159
Total cash flows		203	-	-	203	**159**	-	**-**	**159**
Other movements		-	-	1	1	-	-	1	1
Net retakaful certificate assets as at 30 June/31 December		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA

15.1.3.1 Takaful certificates issued

	30.06.2026			31.12.2025		
	Estimates of present value of future cash flows	Risk adjustment	Total	Estimates of present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund						
Takaful certificate liabilities as at 1 January	4,614,285	-	4,614,285	4,148,146	-	4,148,146
Takaful certificate assets as at 1 January	(130,037)	-	(130,037)	(102,597)	-	(102,597)
Net family takaful certificate liabilities as at 1 January	**4,484,248**	**-**	**4,484,248**	**4,045,549**	**-**	**4,045,549**
Changes that relate to current services						
Experience adjustments	46,435	-	46,435	190,886	-	190,886
Changes that relate to past services						
Adjustments to liabilities for incurred claims	(33,128)	-	(33,128)	(13,520)	-	(13,520)
Takaful service result	**13,307**	**-**	**13,307**	**177,366**	**-**	**177,366**
Takaful finance expenses	114,549	-	114,549	(16,080)	-	(16,080)
Total changes in the statement of profit or loss and OCI	**127,856**	**-**	**127,856**	**161,286**	**-**	**161,286**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA (continued)

15.1.3.1 Takaful certificates issued (continued)

	30.06.2026			31.12.2025		
	Estimates of present value of future cash flows	Risk adjustment	Total	Estimates of present value of future cash flows	Risk adjustment	Total
Family Takaful fund (continued)		RM'000	RM'000	RM'000	RM'000	RM'000
Cash flow						
Contributions received	853,863	-	853,863	1,736,787	-	1,736,787
Qard received	14,008	-	14,008	18,047	-	18,047
Claims and other expenses paid including investment components	(458,399)	-	(458,399)	(957,329)	-	(957,329)
Acquisition cash flows paid	(241,476)	-	(241,476)	(525,394)	-	(525,394)
Total cash flows	**167,996**	**-**	**167,996**	**272,111**	**-**	**272,111**
Other movements	-	-	-	5,302	-	5,302
Net takaful certificate liabilities as at 30 June/31 December	**4,780,100**	**-**	**4,780,100**	**4,484,248**	**-**	**4,484,248**
Takaful certificate liabilities as at 30 June/31 December	4,919,386	-	4,919,386	4,614,285	-	4,614,285
Takaful certificate assets as at 30 June/31 December	(139,286)	-	(139,286)	(130,037)	-	(130,037)
Net takaful certificate liabilities as at 30 June/31 December	**4,780,100**	**-**	**4,780,100**	**4,484,248**	**-**	**4,484,248**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA (continued)

15.1.3.1 Takaful certificates issued (continued)

	30.06.2026				31.12.2025			
	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company								
Takaful certificate liabilities as at 1 January	2,286,501	90,752	1,473,470	3,850,723	2,001,171	85,755	1,344,978	3,431,904
Takaful certificate assets as at 1 January	(105,194)	3,093	36,754	(65,347)	(137,605)	2,913	51,933	(82,759)
Net family takaful certificate liabilities As at 1 January	**2,181,307**	**93,845**	**1,510,224**	**3,785,376**	**1,863,566**	**88,668**	**1,396,911**	**3,349,145**
Changes that relate to current services								
CSM recognised for services provided	-	-	(136,078)	(136,078)	-	-	(239,804)	(239,804)
Risk adjustment for the risk expired	-	3,279	-	3,279	-	(1,436)	-	(1,436)
Experience adjustments	76,563	-	-	76,563	123,750	-	-	123,750
Revenue recognised for incurred certificate holder tax expenses	-	-	-	-	(10,321)	-	-	(10,321)
Changes that relate to future services								
Certificates initially recognised in the period	(166,785)	5,589	161,196	-	(354,475)	12,632	341,877	34
Changes in estimates that adjust the CSM	(84,310)	1,224	83,086	-	(10,426)	2,180	8,246	-
Changes in estimates that result in losses and reversal of losses on onerous certificates	(565)	(2)	-	(567)	11,158	(1,292)	-	9,866
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(36,672)	(6,725)	-	(43,397)	(15,763)	(6,907)	-	(22,670)
Takaful service result	**(211,769)**	**3,365**	**108,204**	**(100,200)**	**(256,077)**	**5,177**	**110,319**	**(140,581)**
Takaful finance expenses	109,059	-	(5,892)	103,167	77,270	-	2,994	80,264
Total changes in the statement of profit or loss and OCI	**(102,710)**	**3,365**	**102,312**	**2,967**	**(178,807)**	**5,177**	**113,313**	**(60,317)**

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15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA (continued)

15.1.3.1 Takaful certificates issued (continued)

	30.06.2026				31.12.2025			
	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total
Company (continued)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flow								
Contributions received	859,080	-	-	859,080	1,742,660	-	-	1,742,660
Claims and other expenses paid including investment components	(452,540)	-	-	(452,540)	(878,048)	-	-	(878,048)
Acquisition cash flows paid	(208,531)	-	-	(208,531)	(367,108)	-	-	(367,108)
Other amounts received	305	-	-	305	3,132	-	-	3,132
Total cash flows	**198,314**	**-**	**-**	**198,314**	**500,636**	**-**	**-**	**500,636**
Non Cash Operating Expenses	(1,456)	-	-	(1,456)	(4,088)	-	-	(4,088)
Net takaful certificate liabilities as at 30 June/31 December	**2,275,455**	**97,210**	**1,612,536**	**3,985,201**	**2,181,307**	**93,845**	**1,510,224**	**3,785,376**
Takaful certificate liabilities as at 30 June/31 December	2,403,117	94,004	1,559,940	4,057,061	(105,194)	3,093	36,754	(65,347)
Takaful certificate assets as at 30 June/31 December	(127,662)	3,206	52,596	(71,860)	2,286,501	90,752	1,473,470	3,850,723
Net takaful certificate liabilities as at 30 June/31 December	**2,275,455**	**97,210**	**1,612,536**	**3,985,201**	**2,181,307**	**93,845**	**1,510,224**	**3,785,376**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA (continued)

15.1.3.2 Retakaful certificates held

	30.06.2026			31.12.2025		
	Estimates of present value of future cash flows	Risk adjustment	Total	Estimates of present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Family Takaful fund</u>						
Net retakaful certificate assets as at 1 January	**51,304**	**-**	**51,304**	**26,347**	**-**	**26,347**
Changes that relate to current services						
Experience adjustments	(19,922)	-	(19,922)	(30,689)	-	(30,689)
Changes that relate to past services						
Adjustments to liabilities for incurred claims	9,229	-	9,229	15,709	-	15,709
Takaful service result	(10,963)	-	(10,963)	(14,980)	-	(14,980)
Retakaful finance income	10,963	-	10,963	14,980	-	14,980
Total changes in the statement of profit or loss and OCI	**-**	**-**	**-**	**-**	**-**	**-**

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15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA (continued)

15.1.3.2 Retakaful certificates held (continued)

	30.06.2026			31.12.2025		
	Estimates of present value of future cash flows	Risk adjustment	Total	Estimates of present value of future cash flows	Risk adjustment	Total
Family Takaful fund (continued)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flow						
Contributions paid	11,416	-	11,416	55,317	-	55,317
Cash flow received during the period (claim and expenses recovery from retakaful operator)	(10,568)	-	(10,568)	(49,861)	-	(49,861)
Total cash flows	**848**	**-**	**848**	**5,456**	**-**	**5,456**
Other movements	-	-	-	19,501	-	19,501
Net retakaful certificate assets as at 30 June/31 December	**52,152**	**-**	**52,152**	**51,304**	**-**	**51,304**

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15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA (continued)

15.1.3.2 Retakaful certificates held (continued)

	30.06.2026				31.12.2025			
	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company								
Net retakaful certificate assets/(liabilities) as at 1 January	**309,961**	**-**	**(206,188)**	**103,773**	**264,902**	**-**	**(164,847)**	**100,055**
Changes that relate to current services								
Contractual service margin recognised for services provided	-	-	6,645	6,645		-	11,877	11,877
Experience adjustments	(20,164)	-	-	(20,164)	(31,221)	-	-	(31,221)
Changes that relate to future services								
Changes in estimates that adjust the CSM	11,688	-	(11,688)	-	47,430	-	(47,430)	-
Changes that relate to past services								
Adjustments to liabilities for incurred claims	9,229	-	-	9,229	15,709	-	-	15,709
Takaful service result	**753**	**-**	**(5,043)**	**(4,290)**	**31,918**	**-**	**(35,553)**	**(3,635)**
Retakaful finance income/(expenses)	3,828	-	(3,145)	683	7,264	-	(5,788)	1,476
Total changes in the statement of profit or loss and OCI	**4,581**	**-**	**(8,188)**	**(3,607)**	**39,182**	**-**	**(41,341)**	**(2,159)**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.3 Analysis by measurement component of takaful certificates - Certificates not measured under the PAA (continued)

15.1.3.2 Retakaful certificates held (continued)

	30.06.2026				31.12.2025			
	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total	Estimates of present value of future cash flows	Risk adjustment	Contractual Services Margin	Total
Company (continued)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flow								
Contributions paid	11,416	-	-	11,416	55,317	-	-	55,317
Cash flow received during the period (claim and expenses recovery from retakaful operator)	(10,334)	-	-	(10,334)	(49,458)	-	-	(49,458)
Other amounts received	7	-	-	7	18	-	-	18
Total cash flows	**1,089**	**-**	**-**	**1,089**	**5,877**	**-**	**-**	**5,877**
Net retakaful certificate assets/(liabilities) as at 30 June/31 December	**315,631**	**-**	**(214,376)**	**101,255**	**309,961**	**-**	**(206,188)**	**103,773**

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.4 The components of new business

15.1.4.1 Takaful certificates issued

	30.06.2026					31.12.2025				
	Certificates issued		Certificates acquired			Certificates issued		Certificates acquired		
	Non-onerous	Onerous	Non-onerous	Onerous	Total	Non-onerous	Onerous	Non-onerous	Onerous	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful Fund										
Takaful certificate liabilities										
Estimate of present value of future cash outflows, excluding takaful acquisition cash flows	525,140	-	-	-	525,140	1,132,906	1,907	-	-	1,134,813
Estimates of takaful acquisition cash flows	236,173		-	-	236,173	465,908	289	-	-	466,197
Estimates of present value of future cash outflows	**761,313**		**-**	**-**	**761,313**	**1,598,814**	**2,196**	**-**	**-**	**1,601,010**
Estimates of present value of future cash inflows	(761,313)		-	-	(761,313)	(1,598,814)	(2,196)	-	-	(1,601,010)
Amount included in takaful certificate liabilities for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**

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15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.4 The components of new business (continued)

15.1.4.1 Family takaful certificates issued (continued)

	30.06.2026					31.12.2025				
	Certificates issued		Certificates acquired			Certificates issued		Certificates acquired		
	Non-onerous	Onerous	Non-onerous	Onerous	Total	Non-onerous	Onerous	Non-onerous	Onerous	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Company										
Takaful certificate liabilities										
Estimate of present value of future cash outflows, excluding takaful acquisition cash flows	443,869	-	-	-	443,869	991,708	1,630	-	-	993,338
Estimates of takaful acquisition cash flows	137,168	-	-	-	137,168	321,963	399	-	-	322,362
Estimates of present value of future cash outflows	**581,037**	**-**	**-**	**-**	**581,037**	1,313,671	2,029	-	-	1,315,700
Estimates of present value of future cash inflows	(747,822)	-	-	-	(747,822)	(1,680,315)	(2,014)	-	-	(1,682,329)
Risk adjustment	5,589	-	-	-	5,589	12,613	19	-	-	12,632
Contractual service margin	161,196	-	-	-	161,196	354,031	-	-	-	354,031
Amount included in takaful certificate liabilities for the period	**-**	**-**	**-**	**-**	**-**	-	34	-	-	34

15 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

15.1.5 CSM recognition in profit or loss

The disclosure of when the CSM is expected to be in income in future years is presented below:

	30.06.2026 RM'000					
	5 Year or Less	5-10 Years	10-15 Years	15 – 20 Years	20 Years	Total
Takaful certificates issued	818,340	417,530	208,399	97,195	71,072	1,612,536
Retakaful certificates held	(45,383)	(42,897)	(38,480)	(35,201)	(52,415)	(214,376)

	31.12.2025 RM'000					
	5 Year or Less	5-10 Years	10-15 Years	15 – 20 Years	20 Years	Total
Takaful certificates issued	759,710	393,808	196,726	92,272	67,708	1,510,224
Retakaful certificates held	(42,559)	(40,021)	(36,701)	(33,897)	(53,010)	(206,188)

16 REGULATORY CAPITAL REQUIREMENTS

The capital structure of the Company as at 30 June 2026 and 31 December 2025, as prescribed under Risk-Based Capital Framework for Takaful Operators ("RBCT Framework") are as follows:

Shareholder's fund	30.06.2026 RM'000	31.12.2025 RM'000
Eligible Tier 1 Capital		
Share capital	450,000	450,000
Retained earnings/(Accumulated losses)	380,978	381,817
Valuation surplus maintained in the Family Takaful funds	381,641	286,972
	1,212,619	1,118,789
Tier 2 Capital		
General reserves	(33,333)	(33,333)
Available for sale reserves	5,566	9,447
Qard	118,400	118,400
	90,633	94,514
Amount deducted from capital in accordance with paragraph 9.9 of RBCT Framework	(21,402)	(20,649)
Total Capital Available	1,289,402	1,192,670