

**MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))**  
**Interim financial statements for the nine month period ended 30 September 2021**

**Unaudited Condensed Consolidated Statement of Financial Position**

	<b>As at</b> <b>30.09.2021</b> <b>RM'000</b>	<b>As at</b> <b>31.12.2020</b> <b>RM'000</b>
<b>Assets</b>		
Property and equipment	41,514	43,548
Investment property	77,974	77,974
Intangible assets	129,721	135,389
Available-for-sale financial assets	3,178,287	3,485,271
Financial assets at fair value through profit or loss	2,294,312	2,008,611
Loans and receivables	619,363	506,749
Reinsurance assets	21,212	12,472
Insurance receivables	9,585	16,877
Right-of-use assets	1,701	3,027
Deferred tax assets	108	108
Current tax assets (Note 28)	23,137	24,278
Cash and cash equivalents (Note 29)	217,826	189,492
<b>Total Assets</b>	<b>6,614,740</b>	<b>6,503,796</b>
<b>Equity, Policyholders' Fund and Liabilities</b>		
Share capital	121,353	111,974
Retained earnings	794,839	741,519
Other reserves	23,036	53,784
<b>Equity attributable to the owners of the Company</b>	<b>939,228</b>	<b>907,277</b>
Non-controlling interests	-	78
<b>Total Equity</b>	<b>939,228</b>	<b>907,355</b>
Insurance contract liabilities (Note 27)	4,573,370	4,538,054
Insurance claims liabilities	76,799	56,474
Financial liability at fair value through profit or loss	-	21
Deferred tax liabilities	43,267	56,538
Reinsurance liabilities	2,185	4,257
Insurance payables	730,160	672,721
Lease liabilities	1,822	3,136
Current tax liabilities (Note 28)	16,942	22,360
Other payables	230,967	242,880
<b>Total Liabilities</b>	<b>5,675,512</b>	<b>5,596,441</b>
<b>Total Equity, Policyholders' Fund and Liabilities</b>	<b>6,614,740</b>	<b>6,503,796</b>
<b>Net Assets Per Share (RM)</b>	<b>4.44</b>	<b>4.38</b>

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

**MANULIFE HOLDINGS BERHAD ((197501003360 (24851-H))**  
**Interim financial statements for the nine month period ended 30 September 2021**

**Unaudited Condensed Consolidated Statement of Profit or Loss**

	3 months ended		Cumulative 9 months ended	
	<u>30.09.2021</u> RM'000	<u>30.09.2020</u> RM'000	<u>30.09.2021</u> RM'000	<u>30.09.2020</u> RM'000
Premium income				
Gross premiums	265,270	239,869	776,437	747,452
Premiums ceded to reinsurers	(25,113)	(23,791)	(73,755)	(68,662)
Net premiums ( <i>Note 21</i> )	<u>240,157</u>	<u>216,078</u>	<u>702,682</u>	<u>678,790</u>
Investment income ( <i>Note 22</i> )	58,374	45,519	161,180	139,569
Net realised gains/(losses)	24,674	35,874	125,467	(1,065)
Net fair value gains/(losses)	24,328	79,318	18,706	(52,243)
Fee income	39,611	28,771	111,953	80,655
Other operating income	1,014	1,263	2,949	3,290
<b>Total revenue</b>	<u>388,158</u>	<u>406,823</u>	<u>1,122,937</u>	<u>848,996</u>
Gross benefits and claims paid	(200,009)	(226,327)	(600,722)	(619,214)
Claims ceded to reinsurers	11,370	13,056	29,999	27,577
Gross change in insurance contract liabilities	(73,205)	(77,854)	(176,789)	(10,092)
Change in insurance contract liabilities ceded to reinsurers	1,655	1,342	4,600	16,023
<b>Net claims</b>	<u>(260,189)</u>	<u>(289,783)</u>	<u>(742,912)</u>	<u>(585,706)</u>
Fee and commission expenses	(48,301)	(31,009)	(130,293)	(82,827)
Investment expenses	(932)	(1,101)	(3,350)	(3,526)
Management expenses	(50,270)	(54,007)	(151,851)	(151,585)
Other operating expenses ( <i>Note 23</i> )	(3,378)	(24,213)	(12,874)	(3,713)
<b>Other expenses</b>	<u>(102,881)</u>	<u>(110,330)</u>	<u>(298,368)</u>	<u>(241,651)</u>
<b>Profit before taxation</b> ( <i>Note 24</i> )	25,088	6,710	81,657	21,639
Taxation ( <i>Note 25</i> )	(4,372)	(33)	(13,754)	(6,219)
<b>Net profit for the financial period</b>	<u>20,716</u>	<u>6,677</u>	<u>67,903</u>	<u>15,420</u>
<b>Net profit attributable to:</b>				
Owners of the Company	20,716	6,672	67,903	15,404
Non-controlling interests	-	5	-	16
	<u>20,716</u>	<u>6,677</u>	<u>67,903</u>	<u>15,420</u>
Basic and diluted earnings per share (sen) ( <i>Note 26</i> )	<u>9.82</u>	<u>3.27</u>	<u>32.62</u>	<u>7.58</u>

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

**MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))**  
**Interim financial statements for the nine month period ended 30 September 2021**

**Unaudited Condensed Consolidated Statement of Total Comprehensive Income**

	3 months ended		Cumulative 9 months ended	
	<u>30.09.2021</u> RM'000	<u>30.09.2020</u> RM'000	<u>30.09.2021</u> RM'000	<u>30.09.2020</u> RM'000
<b>Net profit for the financial period</b>	20,716	6,677	67,903	15,420
<b>Other comprehensive (loss)/income, net of tax:</b>				
Other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods:-				
Net gain/(loss) on foreign currency translation	119	(200)	589	1,315
Fair value change of available-for-sale financial assets:				
- Gross fair value change	(14,625)	60,910	(193,439)	162,068
- Deferred tax	954	(4,428)	13,056	(11,798)
	(13,671)	56,482	(180,383)	150,270
Changes in insurance contract liabilities arising from unrealised net fair value change	11,589	(45,230)	149,046	(120,315)
Net (loss)/income	(2,082)	11,252	(31,337)	29,955
<b>Net other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods</b>	(1,963)	11,052	(30,748)	31,270
<b>Other comprehensive (loss)/income for the financial period</b>	(1,963)	11,052	(30,748)	31,270
<b>Total comprehensive income for the financial period</b>	18,753	17,729	37,155	46,690
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	18,753	17,724	37,155	46,674
Non-controlling interests	-	5	-	16
	18,753	17,729	37,155	46,690

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**MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))**  
**Interim financial statements for the nine month period ended 30 September 2021**

**Unaudited Condensed Consolidated Statement of Changes in Equity**

	Attributable to owners of the Company							Non-controlling interests RM'000	Total RM'000
	Non - distributable				Distributable		Total RM'000		
	Share capital RM'000	Asset revaluation reserve RM'000	Currency translation reserve RM'000	Fair value reserve RM'000	Retained earnings* RM'000	Retained earnings* RM'000			
<b>At 1 January 2021</b>	111,974	6,897	(324)	47,211	741,519	907,277	78	907,355	
Changes in ownership interest in a unit trust fund managed by a subsidiary	-	-	-	-	(94)	(94)	(78)	(172)	
Net profit for the financial period	-	-	-	-	67,903	67,903	-	67,903	
Other comprehensive income/(loss) for the financial period	-	-	589	(31,337)	-	(30,748)	-	(30,748)	
Total comprehensive income/(loss) for the financial period	-	-	589	(31,337)	67,903	37,155	-	37,155	
Issuance of 4,575,259 new shares pursuant to Dividend Reinvestment Plan	9,379	-	-	-	-	9,379	-	9,379	
Final dividend for the financial year ended 31 December 2020	-	-	-	-	(14,489)	(14,489)	-	(14,489)	
<b>At 30 September 2021</b>	<b>121,353</b>	<b>6,897</b>	<b>265</b>	<b>15,874</b>	<b>794,839</b>	<b>939,228</b>	<b>-</b>	<b>939,228</b>	
<b>At 1 January 2020</b>	103,069	6,202	(1,251)	12,473	716,874	837,367	256	837,623	
Changes in ownership interest in a unit trust fund managed by a subsidiary	-	-	-	-	-	-	658	658	
Net profit for the financial period	-	-	-	-	15,404	15,404	16	15,420	
Other comprehensive income for the financial period	-	-	1,315	29,955	-	31,270	-	31,270	
Total comprehensive income for the financial period	-	-	1,315	29,955	15,404	46,674	16	46,690	
Issuance of 4,613,965 new shares pursuant to Dividend Reinvestment Plan	8,905	-	-	-	-	8,905	-	8,905	
Final dividend for the financial year ended 31 December 2019	-	-	-	-	(14,165)	(14,165)	-	(14,165)	
<b>At 30 September 2020</b>	<b>111,974</b>	<b>6,202</b>	<b>64</b>	<b>42,428</b>	<b>718,113</b>	<b>878,781</b>	<b>930</b>	<b>879,711</b>	

\* Included in the retained earnings are surplus from Non-participating life fund of the insurance subsidiaries of the Group (net of deferred tax) of approximately RM 137,516,000 (1 January 2021: RM 89,831,000 / 30 September 2020: RM 110,438,000 / 1 January 2020: RM 68,835,000). These amounts are only distributable upon the actual recommended transfer from the Non-participating life fund to the Shareholder's fund of the insurance subsidiary of the Group by the Appointed Actuary.

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**MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))**  
**Interim financial statements for the nine month period ended 30 September 2021**

**Unaudited Condensed Consolidated Statement of Cash Flows**

	<b>9 months ended 30.09.2021 RM'000</b>	<b>9 months ended 30.09.2020 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net profit for the financial period	67,903	15,420
Adjustments for non-cash items	(275,025)	(72,065)
Operating loss before changes in operating assets and liabilities	<u>(207,122)</u>	<u>(56,645)</u>
Purchase of investments	(1,791,205)	(2,141,444)
Proceeds from disposal and maturity of investments	1,767,904	2,127,513
Interest income received	108,454	105,767
Dividend income received	49,655	32,792
Rental income received	2,480	2,812
Decrease in insurance receivables	7,292	15,336
Increase in reinsurance assets	(10,812)	(21,507)
Increase in fixed and call deposits	(103,278)	(125,162)
Increase in loan receivables	(9,004)	(1,193)
Increase in other receivables	(1,095)	(17,694)
Increase in insurance contract liabilities	184,362	9,690
Increase in insurance claims liabilities	20,325	15,575
Increase in payables	40,565	70,313
Cash generated from operations	<u>58,521</u>	<u>16,153</u>
Interest paid	(64)	(82)
Income taxes paid	(29,298)	(12,923)
Net cash inflow from operating activities	<u>29,159</u>	<u>3,148</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(645)	(4,788)
Purchase of intangible assets	(643)	(11,626)
Purchase of investments	(18,053)	(20,848)
Proceeds from disposal and maturity of investments	25,040	16,788
Net cash inflow/(outflow) from investing activities	<u>5,699</u>	<u>(20,474)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid to shareholders	(5,110)	(5,261)
Payment of lease liabilities	(1,242)	(1,199)
Changes in non-controlling interests	(172)	659
Net cash outflow from financing activities	<u>(6,524)</u>	<u>(5,801)</u>
Net increase/(decrease) during the financial period	28,334	(23,127)
Cash and cash equivalents at 1 January	189,492	207,145
Cash and cash equivalents at 30 September (Note 29)	<u>217,826</u>	<u>184,018</u>

**CASH AND CASH EQUIVALENTS**

Cash and cash equivalents included in the unaudited condensed consolidated statement of cash flows comprise the following:

	<b>As at 30.09.2021 RM'000</b>	<b>As at 30.09.2020 RM'000</b>
Cash and bank balances	185,738	166,048
Short-term deposits	32,088	17,970
Cash and cash equivalents	<u>217,826</u>	<u>184,018</u>

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