

MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))
Interim financial statements for the six month period ended 30 June 2022

Unaudited Condensed Consolidated Statement of Financial Position

	As at 30.06.2022 RM'000	As at 31.12.2021 RM'000
Assets		
Property and equipment	39,511	40,404
Investment property	73,580	73,580
Intangible assets	126,170	127,993
Available-for-sale financial assets	2,985,624	3,161,038
Financial assets at fair value through profit or loss	2,230,479	2,315,985
Loans and receivables	752,488	632,211
Reinsurance assets	11,052	20,220
Insurance receivables	8,245	14,797
Right-of-use assets	1,500	1,820
Deferred tax assets	14,443	269
Current tax assets (<i>Note 28</i>)	22,931	22,841
Cash and cash equivalents (<i>Note 29</i>)	271,577	237,905
Total Assets	6,537,600	6,649,063
Equity, Policyholders' Fund and Liabilities		
Share capital	121,353	121,353
Retained earnings	800,672	813,896
Other reserves	(8,670)	18,317
Total Equity	913,355	953,566
Insurance contract liabilities (<i>Note 27</i>)	4,352,519	4,574,621
Insurance claims liabilities	88,947	76,164
Financial liability at fair value through profit or loss	107	-
Reinsurance liabilities	752	1,702
Insurance payables	778,482	759,823
Lease liabilities	1,546	1,913
Deferred tax liabilities	35,739	48,948
Current tax liabilities (<i>Note 28</i>)	2,608	4,980
Other payables	363,545	227,346
Total Liabilities	5,624,245	5,695,497
Total Equity, Policyholders' Fund and Liabilities	6,537,600	6,649,063
Net Assets Per Share (RM)	4.32	4.51

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

MANULIFE HOLDINGS BERHAD ((197501003360 (24851-H))
Interim financial statements for the six month period ended 30 June 2022

Unaudited Condensed Consolidated Statement of Profit or Loss

	3 months ended		Cumulative 6 months ended	
	<u>30.06.2022</u>	<u>30.06.2021</u>	<u>30.06.2022</u>	<u>30.06.2021</u>
	RM'000	RM'000	RM'000	RM'000
Premium income				
Gross premiums	282,376	262,306	554,670	511,167
Premiums ceded to reinsurers	(18,820)	(24,098)	(38,503)	(48,642)
Net premiums (<i>Note 21</i>)	<u>263,556</u>	<u>238,208</u>	<u>516,167</u>	<u>462,525</u>
Investment income (<i>Note 22</i>)	48,837	46,265	105,262	102,806
Net realised gains	9,661	56,433	29,755	100,793
Net fair value (losses)/gains	(157,388)	2,196	(247,034)	(5,622)
Fee income	29,158	33,552	62,891	72,342
Other operating income	994	993	1,870	1,935
Total revenue	<u>194,818</u>	<u>377,647</u>	<u>468,911</u>	<u>734,779</u>
Gross benefits and claims paid	(194,048)	(189,335)	(377,980)	(400,713)
Claims ceded to reinsurers	11,053	10,942	21,669	18,629
Gross change in insurance contract liabilities	87,084	(77,499)	102,955	(103,584)
Change in insurance contract liabilities ceded to reinsurers	(1,272)	1,619	(4,948)	2,945
Net claims	<u>(97,183)</u>	<u>(254,273)</u>	<u>(258,304)</u>	<u>(482,723)</u>
Fee and commission expenses	(52,054)	(40,084)	(104,735)	(81,992)
Investment expenses	(1,006)	(1,319)	(2,252)	(2,418)
Management expenses	(58,007)	(49,541)	(113,946)	(101,581)
Other operating income/(expenses) (<i>Note 23</i>)	14,644	(8,109)	16,522	(9,496)
Other expenses	<u>(96,423)</u>	<u>(99,053)</u>	<u>(204,411)</u>	<u>(195,487)</u>
Profit before taxation (<i>Note 24</i>)	1,212	24,321	6,196	56,569
Taxation (<i>Note 25</i>)	(719)	(3,430)	(4,611)	(9,382)
Net profit for the financial period	<u>493</u>	<u>20,891</u>	<u>1,585</u>	<u>47,187</u>
Net profit attributable to:				
Owners of the Company	<u>493</u>	<u>20,891</u>	<u>1,585</u>	<u>47,187</u>
Basic and diluted earnings per share (sen) (<i>Note 26</i>)	<u>0.23</u>	<u>10.10</u>	<u>0.75</u>	<u>22.80</u>

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

MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))
Interim financial statements for the six month period ended 30 June 2022

Unaudited Condensed Consolidated Statement of Total Comprehensive Income

	3 months ended		Cumulative 6 months ended	
	<u>30.06.2022</u>	<u>30.06.2021</u>	<u>30.06.2022</u>	<u>30.06.2021</u>
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	493	20,891	1,585	47,187
Other comprehensive loss, net of tax:				
Other comprehensive loss to be reclassified to profit or loss in subsequent periods:-				
Net (loss)/gain on foreign currency translation	(181)	95	(79)	470
Fair value change of available-for-sale financial assets:				
- Gross fair value change	(115,726)	(31,626)	(171,198)	(178,814)
- Deferred tax	7,886	3,398	11,403	12,102
	(107,840)	(28,228)	(159,795)	(166,712)
Changes in insurance contract liabilities arising from unrealised net fair value change	88,042	21,442	132,887	137,457
Net loss	<u>(19,798)</u>	<u>(6,786)</u>	<u>(26,908)</u>	<u>(29,255)</u>
Net other comprehensive loss to be reclassified to profit or loss in subsequent periods	(19,979)	(6,691)	(26,987)	(28,785)
Other comprehensive loss for the financial period	<u>(19,979)</u>	<u>(6,691)</u>	<u>(26,987)</u>	<u>(28,785)</u>
Total comprehensive (loss)/income for the financial period	<u>(19,486)</u>	<u>14,200</u>	<u>(25,402)</u>	<u>18,402</u>
Total comprehensive (loss)/income attributable to:				
Owners of the Company	<u>(19,486)</u>	<u>14,200</u>	<u>(25,402)</u>	<u>18,402</u>

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MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))
Interim financial statements for the six month period ended 30 June 2022

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					
	Share capital RM'000	Asset revaluation reserve RM'000	Currency translation reserve RM'000	Fair value reserve RM'000	Retained earnings* RM'000	Total RM'000			
At 1 January 2022	121,353	6,613	204	11,500	813,896	953,566	-	953,566	
Net profit for the financial period	-	-	-	-	1,585	1,585	-	1,585	
Other comprehensive loss for the financial period	-	-	(79)	(26,908)	-	(26,987)	-	(26,987)	
Total comprehensive (loss)/income for the financial period	-	-	(79)	(26,908)	1,585	(25,402)	-	(25,402)	
Final dividend for the financial year ended 31 December 2021	-	-	-	-	(14,809)	(14,809)	-	(14,809)	
At 30 June 2022	<u>121,353</u>	<u>6,613</u>	<u>125</u>	<u>(15,408)</u>	<u>800,672</u>	<u>913,355</u>	<u>-</u>	<u>913,355</u>	
At 1 January 2021	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	-	-	-	-	47,187	47,187	-	47,187	
Other comprehensive income/(loss) for the financial period	-	-	470	(29,255)	-	(28,785)	-	(28,785)	
Total comprehensive income/(loss) for the financial period	-	-	470	(29,255)	47,187	18,402	-	18,402	
Final dividend for the financial year ended 31 December 2020	-	-	-	-	(14,489)	(14,489)	-	(14,489)	
At 30 June 2021	<u>111,974</u>	<u>6,897</u>	<u>146</u>	<u>17,956</u>	<u>774,123</u>	<u>911,096</u>	<u>-</u>	<u>911,096</u>	

* 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 RM136,216,000 (1 January 2022: RM137,611,000 / 30 June 2021: RM120,799,000 / 1 January 2021: RM89,831,000). 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 six month period ended 30 June 2022

Unaudited Condensed Consolidated Statement of Cash Flows

	6 months ended 30.06.2022 RM'000	6 months ended 30.06.2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the financial period	1,585	47,187
Adjustments for non-cash items	101,353	(176,661)
Operating income/(loss) before changes in operating assets and liabilities	<u>102,938</u>	<u>(129,474)</u>
Purchase of investments	(1,073,424)	(1,432,406)
Proceeds from disposal and maturity of investments	966,763	1,497,797
Interest income received	81,919	70,849
Dividend income received	26,776	32,919
Rental income received	1,202	1,760
Decrease in insurance receivables	6,552	7,649
Decrease/(increase) in reinsurance assets	8,218	(8,176)
Increase in fixed and call deposits	(53,048)	(153,616)
Decrease/(increase) in loan receivables	2,203	(10,009)
Increase in other receivables	(70,182)	(4,915)
(Decrease)/increase in insurance contract liabilities	(89,215)	109,715
Increase in insurance claims liabilities	12,783	15,616
Increase in payables	129,605	55,105
Cash generated from operations	<u>53,090</u>	<u>52,814</u>
Interest paid	(42)	(45)
Income taxes paid	(15,370)	(20,556)
Net cash inflow from operating activities	<u>37,678</u>	<u>32,213</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(934)	(675)
Purchase of intangible assets	(670)	(438)
Purchase of investments	(6,238)	(11,014)
Proceeds from disposal and maturity of investments	4,984	11,660
Net cash outflow from investing activities	<u>(2,858)</u>	<u>(467)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of lease liabilities	(1,148)	(789)
Changes in non-controlling interests	-	(172)
Net cash outflow from financing activities	<u>(1,148)</u>	<u>(961)</u>
Net increase during the financial period	33,672	30,785
Cash and cash equivalents at 1 January	237,905	189,492
Cash and cash equivalents at 30 June (<i>Note 29</i>)	<u>271,577</u>	<u>220,277</u>

CASH AND CASH EQUIVALENTS

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

	As at 30.06.2022 RM'000	As at 30.06.2021 RM'000
Cash and bank balances	190,456	215,895
Short-term deposits	81,121	4,382
Cash and cash equivalents	<u>271,577</u>	<u>220,277</u>

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