

MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))
Interim financial statements for the financial period ended 31 March 2024

Unaudited Condensed Consolidated Statement of Financial Position

	As at 31.03.2024	As at 31.12.2023
	RM'000	RM'000
Assets		
Property and equipment	36,344	36,973
Investment property	82,300	82,300
Intangible assets	230,168	231,047
Financial assets at fair value through other comprehensive income	3,552,067	3,486,756
Financial assets at fair value through profit or loss	1,258,945	1,212,741
Financial assets at amortised cost	481,331	393,366
Right-of-use assets	2,566	2,675
Current tax assets	19,640	28,679
Reinsurance contract assets	992	303
Other assets	14,885	14,873
Cash and cash equivalents (<i>Note 12</i>)	211,611	207,877
Segregated funds net asset	1,551,277	1,406,253
Total Assets	7,442,126	7,103,843
Liabilities and Equity		
Liabilities		
Insurance contract liabilities	3,995,988	3,897,957
Segregated funds insurance net liabilities	1,551,277	1,406,253
Total insurance and segregated funds contract liabilities (<i>Note 13</i>)	5,547,265	5,304,210
Reinsurance contract liabilities	30,313	35,108
Financial liability at fair value through profit or loss	760	-
Current tax liabilities	208	106
Deferred tax liabilities	124,695	120,121
Lease liabilities	2,609	2,717
Other liabilities	456,938	392,400
Total Liabilities	6,162,788	5,854,662
Equity		
Share capital	136,522	136,522
Retained earnings	1,136,995	1,106,893
Other reserves	29,275	26,922
Total shareholders' equity	1,302,792	1,270,337
Participating policyholders' equity	(23,454)	(21,156)
Total Equity	1,279,338	1,249,181
Total Liabilities and Equity	7,442,126	7,103,843
Net Assets per share attributable to owners of the Company (RM)	5.94	5.79

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

MANULIFE HOLDINGS BERHAD ((197501003360 (24851-H))
Interim financial statements for the financial period ended 31 March 2024

Unaudited Condensed Consolidated Statement of Profit or Loss

	3 months ended		Cumulative 3 months ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Operating Revenue*	198,969	161,562	198,969	161,562
Insurance service result				
Insurance revenue	105,449	80,964	105,449	80,964
Insurance service expenses	(75,064)	(66,310)	(75,064)	(66,310)
Net expenses from reinsurance contracts held	(1,662)	2,978	(1,662)	2,978
Total insurance service results	28,723	17,632	28,723	17,632
Investment result				
Investment income	55,910	50,428	55,910	50,428
Realised and unrealised gains/(losses)	57,635	(6,789)	57,635	(6,789)
Investment expenses	(2,988)	(2,221)	(2,988)	(2,221)
Net investment income (Note 15)	110,557	41,418	110,557	41,418
Insurance finance expense	(88,639)	(39,940)	(88,639)	(39,940)
Reinsurance finance (expense)/income	(3,304)	5,128	(3,304)	5,128
Segregated fund related investment result				
Investment income related to segregated fund net assets	166,192	28,167	166,192	28,167
Financial changes related to segregated fund net liabilities	(166,192)	(28,167)	(166,192)	(28,167)
Net segregated fund investment result	-	-	-	-
Total investment results	18,614	6,606	18,614	6,606
Fee income	37,610	30,170	37,610	30,170
General expenses	(19,162)	(15,925)	(19,162)	(15,925)
Commissions related to non-insurance contracts	(23,800)	(17,370)	(23,800)	(17,370)
Interest expense	(26)	(30)	(26)	(30)
Profit before taxation (Note 16)	41,959	21,083	41,959	21,083
Taxation (Note 17)	(14,413)	(3,400)	(14,413)	(3,400)
Net profit for the financial period	27,546	17,683	27,546	17,683
Net profit attributable to:				
Owners of the Company	27,851	13,554	27,851	13,554
Participating policyholders	(305)	4,129	(305)	4,129
	27,546	17,683	27,546	17,683
Basic and diluted earnings per share (sen) (Note 18)	12.69	6.27	12.69	6.27

* Operating revenue consists of insurance revenue, investment income and fee income.

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MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))
Interim financial statements for the financial period ended 31 March 2024

Unaudited Condensed Consolidated Statement of Total Comprehensive Income

	3 months ended		Cumulative 3 months ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	27,546	17,683	27,546	17,683
Other comprehensive income, net of tax:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:-				
Foreign exchange gains	585	73	585	73
Fair value through OCI investments:				
Net gains on fair value changes	3,364	52,997	3,364	52,997
Realised gains transferred to income statements	(229)	(657)	(229)	(657)
Deferred tax	(2,093)	(3,645)	(2,093)	(3,645)
Fair value through OCI investments, net of deferred tax	1,042	48,695	1,042	48,695
Insurance finance income/(expense)	310	(40,314)	310	(40,314)
Deferred tax	1,308	10,224	1,308	10,224
Insurance finance income/(expense), net of deferred tax	1,618	(30,090)	1,618	(30,090)
Reinsurance finance expense	(647)	(5,154)	(647)	(5,154)
Deferred tax	13	197	13	197
Reinsurance finance expense, net of deferred tax	(634)	(4,957)	(634)	(4,957)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	2,611	13,721	2,611	13,721
Other comprehensive income for the financial period	2,611	13,721	2,611	13,721
Total comprehensive income for the financial period	30,157	31,404	30,157	31,404
Other comprehensive income attributable to:				
Owners of the Company	2,353	7,949	2,353	7,949
Participating policyholders	258	5,772	258	5,772
	2,611	13,721	2,611	13,721
Total comprehensive income/(loss) attributable to:				
Owners of the Company	30,204	21,503	30,204	21,503
Participating policyholders	(47)	9,901	(47)	9,901
	30,157	31,404	30,157	31,404

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

Unaudited Condensed Consolidated Statement of Changes in Equity

	Attributable to owners of the Company						Distributable	Total Shareholders' Equity	Participating Policyholders' Equity	Total Equity
	<=====Non-distributable=====>									
	Share Capital	Insurance Finance Reserve	Reinsurance Finance Reserve	Fair Value Reserve	Asset Revaluation Reserve	Currency Translation Reserve	Retained Earnings*	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	136,522	31,512	(5,908)	(7,496)	6,478	2,336	1,106,893	1,270,337	(21,156)	1,249,181
Net profit for the financial period	-	-	-	-	-	-	27,851	27,851	(305)	27,546
Other comprehensive income/(loss) for the financial period	-	6,429	(634)	(4,027)	-	585	-	2,353	258	2,611
Total comprehensive income/(loss) for the financial period	-	6,429	(634)	(4,027)	-	585	27,851	30,204	(47)	30,157
Surplus transfer from participating policyholders	-	-	-	-	-	-	2,251	2,251	(2,251)	-
At 31 March 2024	136,522	37,941	(6,542)	(11,523)	6,478	2,921	1,136,995	1,302,792	(23,454)	1,279,338

* 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 RM380,771,000 (1 January 2024: RM359,278,000). 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.

MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))
Interim financial statements for the financial period ended 31 March 2024

Unaudited Condensed Consolidated Statement of Changes in Equity (continued)

	Attributable to owners of the Company						Distributable	Total Shareholders' Equity	Participating Policyholders' Equity	Total Equity
	Share Capital	Non-distributable			Distributable					
	RM'000	Insurance Finance Reserve	Reinsurance Finance Reserve	Fair Value Reserve	Asset Revaluation Reserve	Currency Translation Reserve	Retained Earnings*	RM'000	RM'000	RM'000
At 1 January 2023 - as previously stated	131,041	-	-	232	6,454	(476)	817,999	955,250	-	955,250
Effect of adoption of MFRS 9 and MFRS 17	-	51,759	(6,007)	(40,243)	-	1,842	217,158	224,509	(13,935)	210,574
At 1 January 2023 - as restated before Expected Credit Loss ("ECL") impact	131,041	51,759	(6,007)	(40,011)	6,454	1,366	1,035,157	1,179,759	(13,935)	1,165,824
Effect of adoption of MFRS 9 on ECL	-	-	-	1,734	-	134	(1,868)	-	-	-
At 1 January 2023 - as restated	131,041	51,759	(6,007)	(38,277)	6,454	1,500	1,033,289	1,179,759	(13,935)	1,165,824
Net profit for the financial period	-	-	-	-	-	-	13,554	13,554	4,129	17,683
Other comprehensive (loss)/income for the financial period	-	(8,644)	(4,957)	21,477	-	73	-	7,949	5,772	13,721
Total comprehensive (loss)/income for the financial period	-	(8,644)	(4,957)	21,477	-	73	13,554	21,503	9,901	31,404
Surplus transfer from participating policyholders	-	-	-	-	-	-	2,300	2,300	(2,300)	-
At 31 March 2023	131,041	43,115	(10,964)	(16,800)	6,454	1,573	1,049,143	1,203,562	(6,334)	1,197,228

* 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 RM339,928,000 (after ECL impacts on 1 January 2023: RM335,621,000). 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 financial period ended 31 March 2024

Unaudited Condensed Consolidated Statement of Cash Flows

	3 months ended 31.03.2024 RM'000	3 months ended 31.03.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the financial period	27,546	17,683
Adjustments for non-cash items	(94,184)	(78,237)
Operating loss before changes in operating assets and liabilities	<u>(66,638)</u>	<u>(60,554)</u>
Purchase of investments	(282,816)	(455,423)
Proceeds from disposal and maturity of investments	240,979	252,100
Interest income received	43,517	50,495
Dividend income received	8,243	8,517
Rental income received	1,260	792
Increase in other receivables	(63,788)	(9,698)
Increase in fixed and call deposits	(20,876)	(32,115)
(Increase)/decrease in loans receivables	(165)	103,868
(Increase)/decrease in reinsurance contract assets	(689)	332
Increase/(decrease) in insurance contract liabilities	98,341	(708)
(Decrease)/increase in reinsurance contract liabilities	(5,442)	102,168
Increase/(decrease) in other liabilities	52,073	(4,258)
Cash generated from/(used in) operations	<u>3,999</u>	<u>(44,484)</u>
Interest paid	(23)	(27)
Income taxes paid	(1,491)	(6,241)
Net cash inflow/(outflow) from operating activities	<u>2,485</u>	<u>(50,752)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(302)	(655)
Purchase of intangible assets	(732)	(1,978)
Purchase of investments	(1,900)	(2,000)
Proceeds from disposal and maturity of investments	4,601	-
Net cash inflow/(outflow) from investing activities	<u>1,667</u>	<u>(4,633)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of principal portion of lease liabilities	(418)	(448)
Net cash outflow from financing activities	<u>(418)</u>	<u>(448)</u>
Net increase/(decrease) during the financial period	3,734	(55,833)
Cash and cash equivalents at 1 January	207,877	244,875
Cash and cash equivalents at 31 March	<u>211,611</u>	<u>189,042</u>

CASH AND CASH EQUIVALENTS

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

	As at 31.03.2024 RM'000	As at 31.03.2023 RM'000
Cash and bank balances	166,202	140,239
Short-term deposits	45,409	48,803
Cash and cash equivalents	<u>211,611</u>	<u>189,042</u>

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