

MANULIFE HOLDINGS BERHAD (197501003360 (24851-H))
Interim financial statements for the financial period ended 30 June 2024

Unaudited Condensed Consolidated Statement of Financial Position

	As at 30.06.2024	As at 31.12.2023
	RM'000	RM'000
Assets		
Property and equipment	37,452	36,973
Investment property	82,300	82,300
Intangible assets	229,543	231,047
Financial assets at fair value through other comprehensive income	3,646,732	3,486,756
Financial assets at fair value through profit or loss	1,267,249	1,212,741
Financial assets at amortised cost	455,709	393,366
Right-of-use assets	2,161	2,675
Current tax assets	11,011	28,679
Reinsurance contract assets	1,127	303
Other assets	13,781	14,873
Cash and cash equivalents (<i>Note 12</i>)	248,821	207,877
Segregated funds net asset	1,622,798	1,406,253
Total Assets	7,618,684	7,103,843
Liabilities and Equity		
Liabilities		
Insurance contract liabilities	4,086,233	3,897,957
Segregated funds insurance net liabilities	1,622,798	1,406,253
Total insurance and segregated funds contract liabilities (<i>Note 13</i>)	5,709,031	5,304,210
Reinsurance contract liabilities	31,877	35,108
Current tax liabilities	233	106
Deferred tax liabilities	125,517	120,121
Lease liabilities	2,206	2,717
Other liabilities	466,351	392,400
Total Liabilities	6,335,215	5,854,662
Equity		
Share capital	136,522	136,522
Retained earnings	1,140,867	1,106,893
Other reserves	28,684	26,922
Total shareholders' equity	1,306,073	1,270,337
Participating policyholders' equity	(22,604)	(21,156)
Total Equity	1,283,469	1,249,181
Total Liabilities and Equity	7,618,684	7,103,843
Net Assets per share attributable to owners of the Company (RM)	5.95	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 30 June 2024

Unaudited Condensed Consolidated Statement of Profit or Loss

	3 months ended		Cumulative 6 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Operating Revenue*	200,761	164,133	399,730	325,695
Insurance service result				
Insurance revenue	109,088	82,673	214,537	163,637
Insurance service expenses	(84,163)	(66,074)	(159,227)	(132,384)
Net expenses from reinsurance contracts held	(548)	(630)	(2,210)	2,348
Total insurance service results	24,377	15,969	53,100	33,601
Investment result				
Investment income	50,721	48,381	106,631	98,809
Realised and unrealised gains/(losses)	40,614	3,616	98,249	(3,173)
Investment expenses	(2,176)	(2,203)	(5,164)	(4,424)
Net investment income (Note 15)	89,159	49,794	199,716	91,212
Insurance finance expense	(79,974)	(30,921)	(168,613)	(70,861)
Reinsurance finance expense	(2,061)	(6,452)	(5,365)	(1,324)
Segregated fund related investment result				
Investment income related to segregated fund net assets	96,106	(19,450)	262,298	8,717
Financial changes related to segregated fund net liabilities	(96,106)	19,450	(262,298)	(8,717)
Net segregated fund investment result	-	-	-	-
Total investment results	7,124	12,421	25,738	19,027
Fee income	40,952	33,079	78,562	63,249
General expenses	(16,168)	(20,100)	(35,330)	(36,025)
Commissions related to non-insurance contracts	(25,300)	(20,355)	(49,100)	(37,725)
Interest expense	(23)	(28)	(49)	(58)
Profit before taxation (Note 16)	30,962	20,986	72,921	42,069
Taxation (Note 17)	(10,877)	(5,049)	(25,290)	(8,449)
Net profit for the financial period	20,085	15,937	47,631	33,620
Net profit attributable to:				
Owners of the Company	16,803	15,530	44,654	29,084
Participating policyholders	3,282	407	2,977	4,536
	20,085	15,937	47,631	33,620
Basic and diluted earnings per share (sen) (Note 18)	7.66	7.18	20.35	13.45

* 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 30 June 2024

Unaudited Condensed Consolidated Statement of Total Comprehensive Income

	3 months ended		Cumulative 6 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	20,085	15,937	47,631	33,620
Other comprehensive income, net of tax:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:-				
Foreign exchange (losses)/gains	(90)	665	495	738
Fair value through OCI investments:				
Net (losses)/gains on fair value changes	(10,707)	18,480	(7,343)	71,477
Realised gains transferred to income statements	(189)	(661)	(418)	(1,318)
Deferred tax	1,724	(2,227)	(369)	(5,872)
Fair value through OCI investments, net of deferred tax	<u>(9,172)</u>	<u>15,592</u>	<u>(8,130)</u>	<u>64,287</u>
Insurance finance income/(expense)	10,450	(16,325)	10,760	(56,639)
Deferred tax	(1,381)	5,044	(73)	15,268
Insurance finance income/(expense), net of deferred tax	<u>9,069</u>	<u>(11,281)</u>	<u>10,687</u>	<u>(41,371)</u>
Reinsurance finance (expense)/income	(405)	5,215	(1,052)	61
Deferred tax	7	(103)	20	94
Reinsurance finance expense, net of deferred tax	<u>(398)</u>	<u>5,112</u>	<u>(1,032)</u>	<u>155</u>
Net other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods	<u>(591)</u>	<u>10,088</u>	<u>2,020</u>	<u>23,809</u>
Other comprehensive (loss)/income for the financial period	<u>(591)</u>	<u>10,088</u>	<u>2,020</u>	<u>23,809</u>
Total comprehensive income for the financial period	<u>19,494</u>	<u>26,025</u>	<u>49,651</u>	<u>57,429</u>
Other comprehensive (loss)/income attributable to:				
Owners of the Company	(591)	6,923	1,762	14,872
Participating policyholders	-	3,165	258	8,937
	<u>(591)</u>	<u>10,088</u>	<u>2,020</u>	<u>23,809</u>
Total comprehensive income attributable to:				
Owners of the Company	16,212	22,453	46,416	43,956
Participating policyholders	3,282	3,572	3,235	13,473
	<u>19,494</u>	<u>26,025</u>	<u>49,651</u>	<u>57,429</u>

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	-	-	-	-	-	-	44,654	44,654	2,977	47,631
Other comprehensive income/(loss) for the financial period	-	12,623	(1,032)	(10,324)	-	495	-	1,762	258	2,020
Total comprehensive income/(loss) for the financial period	-	12,623	(1,032)	(10,324)	-	495	44,654	46,416	3,235	49,651
Surplus transfer from participating policyholders	-	-	-	-	-	-	4,683	4,683	(4,683)	-
Dividend paid for financial year ended 31 December 2023	-	-	-	-	-	-	(15,363)	(15,363)	-	(15,363)
At 30 June 2024	136,522	44,135	(6,940)	(17,820)	6,478	2,831	1,140,867	1,306,073	(22,604)	1,283,469

* 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: RM388,859,000). 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 30 June 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			Asset Revaluation Reserve	Currency Translation Reserve				
	RM'000	Insurance Finance Reserve	Reinsurance Finance Reserve	Fair Value Reserve	RM'000	RM'000	RM'000	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	-	-	-	-	-	-	29,084	29,084	4,536	33,620
Other comprehensive (loss)/income for the financial period	-	(7,585)	154	21,565	-	738	-	14,872	8,937	23,809
Total comprehensive (loss)/income for the financial period	-	(7,585)	154	21,565	-	738	29,084	43,956	13,473	57,429
Surplus transfer from participating policyholders	-	-	-	-	-	-	5,013	5,013	(5,013)	-
Dividend paid for financial year ended 31 December 2022	-	-	-	-	-	-	(15,138)	(15,138)	-	(15,138)
At 30 June 2023	131,041	44,174	(5,853)	(16,712)	6,454	2,238	1,052,248	1,213,590	(5,475)	1,208,115

* 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 RM348,832,000 (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.

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 30 June 2024

Unaudited Condensed Consolidated Statement of Cash Flows

	6 months ended <u>30.06.2024</u> RM'000	6 months ended <u>30.06.2023</u> RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the financial period	47,631	33,620
Adjustments for non-cash items	(232,607)	(104,620)
Operating loss before changes in operating assets and liabilities	<u>(184,976)</u>	<u>(71,000)</u>
Purchase of investments	(554,773)	(667,193)
Proceeds from disposal and maturity of investments	512,831	536,054
Interest income received	91,675	81,606
Dividend income received	15,912	12,920
Rental income received	2,477	1,563
Increase in other receivables	(21,108)	(24,713)
Increase in fixed and call deposits	(39,731)	(4,176)
Increase in loans receivables	(607)	(446)
(Increase)/decrease in reinsurance contract assets	(824)	217
Increase in insurance contract liabilities	199,036	120,431
Decrease in reinsurance contract liabilities	(4,283)	(21,307)
Increase in other liabilities	107,830	21,828
Cash generated from/(used in) operations	<u>123,459</u>	<u>(14,216)</u>
Interest paid	(43)	(51)
Income taxes paid	(2,560)	(11,936)
Net cash inflow/(outflow) from operating activities	<u>120,856</u>	<u>(26,203)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(2,445)	(2,029)
Purchase of intangible assets	(1,570)	(2,605)
Purchase of investments	(81,018)	(21,020)
Proceeds from disposal and maturity of investments	5,941	14,995
Net cash outflow from investing activities	<u>(79,092)</u>	<u>(10,659)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of principal portion of lease liabilities	(820)	(897)
Net cash outflow from financing activities	<u>(820)</u>	<u>(897)</u>
Net increase/(decrease) during the financial period	40,944	(37,759)
Cash and cash equivalents at 1 January	207,877	244,875
Cash and cash equivalents at 30 June	<u>248,821</u>	<u>207,116</u>

CASH AND CASH EQUIVALENTS

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

	As at <u>30.06.2024</u> RM'000	As at <u>30.06.2023</u> RM'000
Cash and bank balances	195,483	172,496
Short-term deposits	53,338	34,620
Cash and cash equivalents	<u>248,821</u>	<u>207,116</u>

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