

**MNRB HOLDINGS BERHAD**

197201001795 (13487-A)

UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS  
FOR THE QUARTER AND NINE MONTHS ENDED  
31 DECEMBER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	Current quarter		Cumulative quarters	
	Three months ended	Three months ended	Nine months ended	Nine months ended
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Insurance/takaful revenue*	825,941	699,589	2,519,166	2,300,171
Insurance/takaful service expenses*	(573,157)	(642,903)	(2,064,242)	(2,121,254)
<b>Insurance/takaful service result before reinsurance/retakaful contracts held</b>	<b>252,784</b>	<b>56,686</b>	<b>454,924</b>	<b>178,917</b>
Allocation of reinsurance/retakaful premiums/contributions	(160,667)	(197,493)	(495,948)	(414,938)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	37,695	133,878	339,440	274,536
<b>Net income/(expense) from reinsurance/retakaful contracts/certificates held</b>	<b>(122,972)</b>	<b>(63,615)</b>	<b>(156,508)</b>	<b>(140,402)</b>
<b>Insurance/takaful service result</b>	<b>129,812</b>	<b>(6,929)</b>	<b>298,416</b>	<b>38,515</b>
Investment income on financial assets	109,790	104,950	329,436	305,134
Net realised gains/(losses)	5,883	1,023	16,278	(11,770)
Net fair value gains/(losses)	(13,960)	80,526	54,165	94,418
Net foreign exchange (losses)/gains	74,763	(9,991)	(87,794)	23,689
<b>Investment results</b>	<b>176,476</b>	<b>176,508</b>	<b>312,085</b>	<b>411,471</b>
Net insurance/takaful profit/finance income/(expenses) from insurance/takaful contracts/certificates issued	(185,788)	(210,945)	(221,944)	(275,387)
Net reinsurance/retakaful profit/finance (expenses)/income from reinsurance/retakaful contracts/certificates held	23,452	4,221	14,271	10,164
Unallocated deficit attributable to participants	44,492	145,671	70,655	55,469
<b>Net insurance/takaful financial result</b>	<b>(117,844)</b>	<b>(61,053)</b>	<b>(137,018)</b>	<b>(209,754)</b>
Fees and other operating income	5,041	(6,276)	14,582	26,624
Management and other operating expenses	(32,817)	7,798	(98,029)	(11,407)
Finance cost	(7,968)	(6,981)	(23,899)	(20,714)
<b>Net other operating income and expenses</b>	<b>(35,744)</b>	<b>(5,459)</b>	<b>(107,346)</b>	<b>(5,497)</b>
Share of results of associates	(9,698)	4,786	6,860	9,043
<b>Profit before zakat and taxation</b>	<b>143,002</b>	<b>107,853</b>	<b>372,997</b>	<b>243,778</b>
Tax attributable to the participants	(2,906)	(10,463)	(20,503)	(10,463)
<b>Profit before zakat and taxation attributable to equity holders of the Holding Company</b>	<b>140,096</b>	<b>97,390</b>	<b>352,494</b>	<b>233,315</b>
Zakat	(528)	(345)	(1,252)	(1,379)
Taxation	(23,708)	(12,434)	(50,438)	(36,220)
<b>Net profit for the period attributable to equity holders of the Holding Company</b>	<b>115,860</b>	<b>84,611</b>	<b>300,804</b>	<b>195,716</b>

\* The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2024.

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	Current quarter		Cumulative quarters	
	Three months ended		Nine months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
<b>Net profit for the period attributable to equity holders of the Holding Company</b>	<b>115,860</b>	<b>84,611</b>	<b>300,804</b>	<b>195,716</b>
<b>Other comprehensive income/(losses), net of tax</b>				
<b>Items that are or may be reclassified subsequently to profit or loss</b>				
Net gains/(losses) on investments in debt securities measured at FVOCI	(9,340)	21,267	5,620	21,704
Net realised gains/(losses) transferred to profit or loss	(1,256)	(671)	2,392	(1,665)
Effects of post acquisition foreign exchange translation reserve on investment in associate	(7,860)	(2,347)	(15,297)	2,735
Effects of foreign exchange translation reserve on investment in subsidiary	980	-	(718)	514
Tax effects thereon	1,312	(1,059)	(175)	560
Other comprehensive losses/(income) attributable to participants	(324)	(2,924)	(4,061)	(3,042)
	<u>(16,488)</u>	<u>14,266</u>	<u>(12,239)</u>	<u>20,806</u>
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Net fair value gains/(losses) on equity investments at FVOCI	136	78	47	264
Revaluation (loss)/surplus of land and buildings	571	555	1,712	1,666
Tax effects thereon	(46)	(44)	(137)	260
Other comprehensive losses/(income) attributable to participants	1,050	(511)	-	(1,533)
	<u>1,711</u>	<u>78</u>	<u>1,622</u>	<u>657</u>
<b>Total other comprehensive (losses)/income for the period, net of tax</b>	<b>(14,777)</b>	<b>14,344</b>	<b>(10,617)</b>	<b>21,463</b>
<b>Total comprehensive income for the period, net of tax</b>	<b>101,083</b>	<b>98,955</b>	<b>290,187</b>	<b>217,179</b>
<b>Total comprehensive income for the period attributable to owners of the Company</b>	<b>101,083</b>	<b>98,955</b>	<b>290,187</b>	<b>217,179</b>
<b>Basic earnings per share attributable to equity holders of the Company (sen)</b>	<b>14.80</b>	<b>10.80</b>	<b>38.41</b>	<b>24.99</b>

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2024**

	<b>31.12.2024</b>	<b>31.03.2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Assets</b>		
Property, plant and equipment	235,869	234,972
Intangible assets	106,697	117,118
Right-of-use assets	331	2,827
Investments in associates	159,386	174,911
Financial and other assets	11,835,229	11,275,697
Deferred tax assets	34,521	47,391
Insurance/takaful contract assets	53,254	66,334
Reinsurance/retakaful contract assets	706,876	511,081
Tax recoverable	37,388	26,698
Cash and bank balances	108,878	115,604
<b>Total assets</b>	<b>13,278,429</b>	<b>12,572,633</b>
<b>Liabilities</b>		
Insurance/takaful contract liabilities	8,919,156	8,493,145
Reinsurance/retakaful contract liabilities	11,134	31,938
Borrowings	620,000	620,000
Lease liabilities	530	3,016
Other payables	345,536	233,530
Deferred tax liabilities	36,969	37,212
Tax payable	6,448	27,499
Provision for zakat	3,146	2,661
<b>Total liabilities</b>	<b>9,942,919</b>	<b>9,449,001</b>
<b>Equity</b>		
Share capital	738,502	738,502
Reserves	2,597,008	2,385,130
<b>Total equity attributable to owners of the Company</b>	<b>3,335,510</b>	<b>3,123,632</b>
<b>Total liabilities and equity</b>	<b>13,278,429</b>	<b>12,572,633</b>
<b>Net assets per share (RM)</b>	<b>4.26</b>	<b>3.99</b>

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	← Attributable to owners of the Company →					
	← Reserves →					Total RM'000
	Share capital RM'000	Foreign exchange translation reserve RM'000	Fair value reserve RM'000	Revaluation reserve RM'000	Distributable Retained profits RM'000	
<b>At 1 April 2024</b>	<b>738,502</b>	<b>17,443</b>	<b>34,108</b>	<b>53,911</b>	<b>2,279,668</b>	<b>3,123,632</b>
Net profit for the period	-	-	-	-	300,804	300,804
Total other comprehensive (losses)/income for the period	-	(16,015)	5,398	-	-	(10,617)
Total comprehensive (losses)/income for the period	-	(16,015)	5,398	-	300,804	290,187
Dividend paid during the year	-	-	-	-	(78,309)	(78,309)
<b>At 31 December 2024</b>	<b>738,502</b>	<b>1,428</b>	<b>39,506</b>	<b>53,911</b>	<b>2,502,163</b>	<b>3,335,510</b>
<b>At 1 April 2023</b>	<b>738,502</b>	<b>47,332</b>	<b>34,810</b>	<b>50,375</b>	<b>1,731,388</b>	<b>2,602,407</b>
Net profit for the period	-	-	-	-	195,716	195,716
Total other comprehensive income for the period	-	3,249	16,548	1,666	-	21,463
Total comprehensive income for the period	-	3,249	16,548	1,666	195,716	217,179
Dividend paid during the period	-	-	-	-	(34,847)	(34,847)
<b>At 31 December 2023</b>	<b>738,502</b>	<b>50,581</b>	<b>51,358</b>	<b>52,041</b>	<b>1,892,257</b>	<b>2,784,739</b>

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	<b>31.12.2024</b>	<b>31.12.2023</b>
	<b>RM '000</b>	<b>RM '000</b>
<b>Cash flows from operating activities</b>		
Profit before zakat and taxation	352,494	233,316
Adjustments for:		
Depreciation of:		
- property, plant and equipment	6,515	5,122
- right-of-use assets	3,020	2,217
Amortisation of intangible assets	15,437	11,416
Finance costs	29,904	20,713
Gain from disposal of:		
- property, plant and equipment	(788)	-
Realised (gains)/losses on disposal of investments	(16,278)	11,770
Net amortisation of premiums on investments	1,157	3,023
Interest/profit income	(290,202)	(300,499)
Dividend income	(14,995)	(7,673)
Rental income	(3,722)	(3,043)
Share of results of associates	(6,860)	(9,043)
Net foreign exchange loss/(gains)	87,794	(23,689)
Net fair value gains on financial assets at FVTPL	(54,165)	(93,645)
Allowance for impairment of other receivables	411	-
Writeback of impairment of financial assets at FVOCI	1	-
Tax attributable to the participants	16,036	10,655
Operating cash flows before working capital changes	<u>125,759</u>	<u>(139,360)</u>
Changes in working capital:		
Net purchase of financial assets	(576,883)	(616,104)
(Increase)/Decrease in staff financing	(416)	645
Decrease in takaful certificate assets	13,080	42,876
Increase in retakaful certificate assets	(195,795)	(249,572)
Increase in takaful certificate liabilities	426,011	728,189
(Decrease)/Increase in retakaful certificate liabilities	(20,804)	24,819
Increase in financial assets	(75,703)	(49,883)
Increase in tax, zakat, other payables and lease liabilities	220,319	151,450
Interest/profit received	253,611	159,360
Dividend received	12,850	7,824
Rental received	2,854	3,523
Income tax and zakat paid	(83,816)	(19,071)
<b>Net cash generated from operating activities</b>	<b><u>101,067</u></b>	<b><u>44,696</u></b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	<b>31.12.2024</b>	<b>31.12.2023</b>
	<b>RM '000</b>	<b>RM '000</b>
<b>Net cash generated from operating activities</b>	101,067	44,696
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(4,290)	(12,186)
Purchase of intangible assets	(7,372)	(1,162)
Proceed from disposal of property, plant and equipment	2,753	-
<b>Net cash used in from investing activities</b>	<u><b>(8,909)</b></u>	<u><b>(13,348)</b></u>
<b>Cash flows from financing activities</b>		
Payment of lease liabilities	(1,549)	(2,698)
Interest/profit paid	(19,026)	(20,331)
Dividend paid	(78,309)	(34,847)
<b>Net cash used in financing activities</b>	<u><b>(98,884)</b></u>	<u><b>(57,876)</b></u>
<b>Cash and bank balances</b>		
Net decrease during the period	<b>(6,726)</b>	<b>(26,528)</b>
Cash and cash equivalents at beginning of period	115,604	205,462
<b>Cash and cash equivalents at end of period</b>	<u><b>108,878</b></u>	<u><b>178,934</b></u>

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements.

## PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### A1. Basis of preparation

These condensed consolidated interim financial statements of MNRB Holdings Berhad ("MNRB" or "the Company") and its subsidiaries (MNRB and its subsidiaries are collectively referred to as "the Group") as at and for the financial period ended 31 December 2024 have been prepared in accordance with MFRS 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB"), the International Accounting Standard ("IAS") 134 *Interim Financial Reporting*, paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and Guidelines/Circulars issued by Bank Negara Malaysia ("BNM") and Shariah rulings and precepts.

The condensed consolidated interim financial statements should be read in conjunction with the Group's most recent audited consolidated financial statements for the financial year ended 31 March 2024.

The significant accounting policies and methods of computation adopted in condensed consolidated interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2024 except for the adoption of the following amendments to Malaysian Financial Reporting Standards ("MFRSs") issued by the Malaysian Accounting Standards Board ("MASB") that are effective for the Group's financial year beginning 1 April 2024:

- Amendments to MFRS 101 *Presentation of Financial Statements*
  - Classification of Liabilities as Current or Non-current
  - Non-Current Liabilities with Covenants
- Amendments to MFRS 16 *Leases* - Lease Liability in a Sale and Leaseback
- Amendments to MFRS 107 *Statement of Cash Flows* and MFRS 7 *Financial Instruments: Disclosures* - Supplier Finance Arrangements

The adoption of the above accounting standards and amendments to MFRSs did not have any material impact on the financial statements of the Group.

#### Standards issued but not yet effective

The Standards and the Amendments and Improvements to Standards that have been issued but not yet effective up to the date of issuance of the Group's condensed consolidated interim financial statements are disclosed below. The Group intend to adopt these Standards and the Amendments and Improvements to Standards, if applicable, when they become effective:

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates</i> - Lack of Exchangeability	1 January 2025
Amendments to MFRS 9 and MFRS 7 <i>Financial Instruments: Disclosures</i> - Classification and Measurement of Financial Instruments	1 January 2026
Improvements to MFRS 1 <i>First-time Adoption of Malaysian Financial Reporting Standards</i> , MFRS 7 <i>Financial Instruments: Disclosures</i> , MFRS 9 <i>Financial Instruments</i> , MFRS 10 <i>Consolidated Financial Statements</i> , MFRS 107 <i>Statement of Cash Flows</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 <i>Consolidated Financial Statements</i> and MFRS 28 <i>Investments in Associates and Joint Ventures</i> - Sale or Distribution of Assets between an Investor and its Associate or Joint Venture	to be determined by MASB

The adoption of the above amendments to MFRSs is not expected to have any material impact on the Group condensed consolidated interim financial statements.

The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2024.



## **PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)**

### **A2. Auditors' Report on preceding annual financial statements**

The auditors' report on the audited financial statements for the financial year ended 31 March 2024 was not subject to any qualification.

### **A3. Seasonal or cyclical factors**

During the financial period ended 31 December 2024, the operations of the Group were not materially affected by any seasonal factors. With regard to cyclical factors, the performance of the Group is directly correlated with the industry cycle and the economic performance of the countries in which the Group has business dealings with.

### **A4. Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial period ended 31 December 2024.

### **A5. Changes in estimates**

There were no material changes in estimates used in the preparation of these condensed consolidated interim financial statements.

### **A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities**

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities during the third quarter ended 31 December 2024.

### **A7. Dividend paid**

The Company on 26 September 2024, had declared a final single-tier dividend ("final dividend") of 5.0 sen (2023:4.45 sen) per ordinary share and a final single-tier special dividend ("Special dividend") of 5.0 sen (2023:nil) per ordinary share in respect of the financial year ended 31 March 2024. The entitlement date for the dividend payment was on 11 October 2024 and the said dividend was paid on 24 October 2024.

### **A8. Carrying amount of revalued properties**

The valuation of property, plant and equipment and investment properties have been brought forward, without any change, from the financial statements for the financial period ended 31 March 2024.

### **A9. Significant events**

The Board of Directors of Malaysian Re (Dubai) Ltd ("MRDL") has, on 29 March 2024, passed a director resolution for voluntary liquidation of MRDL. A request of license withdrawal that was submitted by MRDL to Dubai Financial Service Authority ("DFSA") was subsequently approved and the license was withdrawn with effect from 10 July 2024. MRDL has thereon appointed United VAT - Feather Tax Consultancy LLC, a company based in United Arab Emirates to act as the liquidator.

### **A10. Changes in the composition of the Group**

There was no change in the composition of the Group for the current financial quarter under review.

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)****A11. Capital commitments**

The amount of capital commitments of the Group as at 31 December 2024 were as follows:

	<b>RM'000</b>
Authorised and contracted for:	
Property, plant and equipment	2,036
Software development	17,927
	<u>19,963</u>
Authorised but not contracted for:	
Property, plant and equipment	10,789
Software development	31,998
	<u>42,787</u>

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)**

**A12. Segmental reporting**

The Group has five business segments as follows:

Segments

Investment holding and others	Investment holding and non-insurance/takaful subsidiaries
Reinsurance	Underwriting of all classes of general reinsurance business
Retakaful	Management of family and general retakaful businesses
General takaful	Management of general takaful business
Family takaful	Management of family and investment-linked takaful businesses

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Investment holding and others RM'000	Adjustments and eliminations RM'000	Group RM'000
<b>31 December 2024</b>							
<u>Revenue</u>							
Insurance/takaful revenue	1,347,397	54,182	630,648	526,630	-	(39,691)	2,519,166
Investment income	153,533	5,882	35,476	135,063	160,939	(161,457)	329,436
Fee income	-	-	-	-	60,124	(56,656)	3,468
Total revenue	<u>1,500,930</u>	<u>60,064</u>	<u>666,124</u>	<u>661,693</u>	<u>221,063</u>	<u>(257,804)</u>	<u>2,852,070</u>
Profit/(loss) before zakat and taxation	<u>296,859</u>	<u>924</u>	<u>58,037</u>	<u>6,387</u>	<u>149,070</u>	<u>(158,783)</u>	<u>352,494</u>
Profit/(loss) after zakat and taxation	<u>256,554</u>	<u>772</u>	<u>43,029</u>	<u>6,346</u>	<u>145,352</u>	<u>(151,249)</u>	<u>300,804</u>
<b>31 December 2023</b>							
<u>Revenue</u>							
Insurance/takaful revenue*	1,163,647	60,832	552,424	536,243	-	(12,975)	2,300,171
Investment income	128,232	5,309	32,734	136,525	106,813	(104,479)	305,134
Fee income	-	-	-	-	50,092	(46,077)	4,015
Total revenue	<u>1,291,879</u>	<u>66,141</u>	<u>585,158</u>	<u>672,768</u>	<u>156,905</u>	<u>(163,531)</u>	<u>2,609,320</u>
Profit/(loss) before zakat and taxation	<u>162,933</u>	<u>6,552</u>	<u>55,281</u>	<u>15,809</u>	<u>93,538</u>	<u>(100,798)</u>	<u>233,315</u>
Profit/(loss) after zakat and taxation	<u>149,898</u>	<u>5,931</u>	<u>40,952</u>	<u>10,741</u>	<u>88,990</u>	<u>(100,796)</u>	<u>195,716</u>

\* The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2024.

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)**

**A13. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business**

Pursuant to Paragraph 11.4(f) of Bank Negara Malaysia's Financial Reporting Policy document issued on 29 April 2022, the breakdown of Unaudited Statement of Profit or Loss and Statements of Financial Position of Reinsurance Business, Retakaful Business, Family Takaful Business, General Takaful Business are disclosed as follows:

**(a) Unaudited condensed consolidated statement of profit or loss for financial period ended 31 December 2024**

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others RM'000	Group RM'000
Insurance/takaful revenue	1,347,397	54,182	630,648	526,630	(39,691)	2,519,166
Insurance/takaful service expenses	(970,845)	(62,298)	(528,086)	(587,345)	84,332	(2,064,242)
<b>Insurance/takaful service result before reinsurance/retakaful contracts held</b>	<b>376,552</b>	<b>(8,116)</b>	<b>102,562</b>	<b>(60,715)</b>	<b>44,641</b>	<b>454,924</b>
Allocation of reinsurance/retakaful premiums/contributions	(242,742)	(510)	(191,008)	(101,379)	39,691	(495,948)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	130,302	30,544	142,261	82,549	(46,216)	339,440
<b>Net expense from reinsurance/retakaful contracts/certificates held</b>	<b>(112,440)</b>	<b>30,034</b>	<b>(48,747)</b>	<b>(18,830)</b>	<b>(6,525)</b>	<b>(156,508)</b>
<b>Insurance/takaful service result</b>	<b>264,112</b>	<b>21,918</b>	<b>53,815</b>	<b>(79,545)</b>	<b>38,116</b>	<b>298,416</b>
Investment income on financial assets	153,533	5,882	35,476	135,063	(518)	329,436
Net realised (losses)/gains	(158)	5	(2,758)	15,822	3,367	16,278
Net fair value gains/(losses)	23,397	37	2,279	43,486	(15,034)	54,165
Net foreign exchange losses	(87,794)	-	-	-	-	(87,794)
<b>Investment results</b>	<b>88,978</b>	<b>5,924</b>	<b>34,997</b>	<b>194,371</b>	<b>(12,185)</b>	<b>312,085</b>
Net insurance/takaful finance expenses from insurance/takaful contracts/certificates issued	(27,568)	-	(18,850)	(175,238)	(288)	(221,944)
Net reinsurance/retakaful profit/finance (expenses)/income from reinsurance/retakaful contracts/certificates held	7,488	-	6,495	-	288	14,271
Unallocated (surplus)/deficit attributable to participants	-	(10,648)	(14,086)	95,389	-	70,655
<b>Net insurance/takaful financial result</b>	<b>(20,080)</b>	<b>(10,648)</b>	<b>(26,441)</b>	<b>(79,849)</b>	<b>-</b>	<b>(137,018)</b>
Fees and other operating income	6,660	111	3,934	2,953	924	14,582
Management and other operating expenses	(33,279)	(15,206)	(3,579)	(16,682)	(29,283)	(98,029)
Finance cost	(9,532)	-	(222)	-	(14,145)	(23,899)
<b>Net other operating income and expenses</b>	<b>(36,151)</b>	<b>(15,095)</b>	<b>133</b>	<b>(13,729)</b>	<b>(42,504)</b>	<b>(107,346)</b>
Share of results of associates	-	-	-	-	6,860	6,860
<b>Profit before zakat and taxation</b>	<b>296,859</b>	<b>2,099</b>	<b>62,504</b>	<b>21,248</b>	<b>(9,713)</b>	<b>372,997</b>
Tax attributable to the participants	-	(1,175)	(4,467)	(14,861)	-	(20,503)
<b>Profit before zakat and taxation attributable to equity holders of the Holding Company</b>	<b>296,859</b>	<b>924</b>	<b>58,037</b>	<b>6,387</b>	<b>(9,713)</b>	<b>352,494</b>
Zakat	-	(148)	(952)	(152)	-	(1,252)
Taxation	(40,305)	(4)	(14,056)	111	3,816	(50,438)
<b>Profit/(loss) after zakat and taxation</b>	<b>256,554</b>	<b>772</b>	<b>43,029</b>	<b>6,346</b>	<b>(5,897)</b>	<b>300,804</b>

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONT'D.)**

**A13. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business (cont'd.)**

**(b) Unaudited condensed consolidated statement of profit or loss for financial period ended 31 December 2023**

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others RM'000	Group RM'000
Insurance/takaful revenue*	1,163,647	60,832	552,424	536,243	(12,975)	2,300,171
Insurance/takaful service expenses*	(1,024,009)	(83,047)	(440,750)	(578,206)	4,758	(2,121,254)
<b>Insurance/takaful service result before reinsurance/retakaful contracts held</b>	<b>139,638</b>	<b>(22,215)</b>	<b>111,674</b>	<b>(41,963)</b>	<b>(8,217)</b>	<b>178,917</b>
Allocation of reinsurance/retakaful premiums/contributions	(153,091)	3,439	(176,482)	(99,917)	11,113	(414,938)
Amounts recoverable from reinsurers/retakaful operators for incurred claims	66,561	27,713	113,973	71,384	(5,095)	274,536
<b>Net expense from reinsurance/retakaful contracts/certificates held</b>	<b>(86,530)</b>	<b>31,152</b>	<b>(62,509)</b>	<b>(28,533)</b>	<b>6,018</b>	<b>(140,402)</b>
<b>Insurance/takaful service result</b>	<b>53,108</b>	<b>8,937</b>	<b>49,165</b>	<b>(70,496)</b>	<b>(2,199)</b>	<b>38,515</b>
Investment income on financial assets	128,232	5,309	32,734	136,525	2,334	305,134
Net realised (losses)/gains	(14,016)	-	(6,638)	5,871	3,013	(11,770)
Net fair value gains/(losses)	21,091	(2)	4,423	71,778	(2,872)	94,418
Net foreign exchange gains	21,096	-	-	-	2,593	23,689
<b>Investment results</b>	<b>156,403</b>	<b>5,307</b>	<b>30,519</b>	<b>214,174</b>	<b>5,068</b>	<b>411,471</b>
Net insurance/takaful finance expenses from insurance/takaful contracts/certificates issued	(78,625)	-	(10,950)	(185,812)	-	(275,387)
Net reinsurance/retakaful profit/finance income from reinsurance/retakaful contracts/ certificates held	6,523	-	4,698	-	(1,057)	10,164
Unallocated surplus attributable to participants	-	-	(15,395)	70,864	-	55,469
<b>Net insurance/takaful financial result</b>	<b>(72,102)</b>	<b>-</b>	<b>(21,647)</b>	<b>(114,948)</b>	<b>(1,057)</b>	<b>(209,754)</b>
Fees and other operating income	36,472	187	(492)	128	(9,671)	26,624
Management and other operating expenses	(1,410)	(7,568)	1,820	(6,121)	1,872	(11,407)
Finance cost	(9,538)	-	(238)	-	(10,938)	(20,714)
<b>Net other operating income and expenses</b>	<b>25,524</b>	<b>(7,381)</b>	<b>1,090</b>	<b>(5,993)</b>	<b>(18,737)</b>	<b>(5,497)</b>
Share of results of associates	-	-	-	-	9,043	9,043
<b>Profit/(loss) before zakat and taxation</b>	<b>162,933</b>	<b>6,863</b>	<b>59,127</b>	<b>22,737</b>	<b>(7,882)</b>	<b>243,778</b>
Tax attributable to the participants	-	(311)	(3,846)	(6,928)	622	(10,463)
<b>Profit/(loss) before zakat and taxation attributable to equity holders of the Holding Company</b>	<b>162,933</b>	<b>6,552</b>	<b>55,281</b>	<b>15,809</b>	<b>(7,260)</b>	<b>233,315</b>
Zakat	-	-	(1,026)	(353)	-	(1,379)
Taxation	(13,035)	(621)	(13,303)	(4,715)	(4,546)	(36,220)
<b>Profit/(loss) after zakat and taxation</b>	<b>149,898</b>	<b>5,931</b>	<b>40,952</b>	<b>10,741</b>	<b>(11,806)</b>	<b>195,716</b>

\* The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2024.

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)**

**A13. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business (cont'd.)**

**(c) Unaudited condensed consolidated statement of financial position as at 31 December 2024**

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others RM'000	Group RM'000
<b>Assets</b>						
Property, plant and equipment	137,535	1	526	89,456	8,351	235,869
Intangible assets	4,295	-	47,436	48,067	6,899	106,697
Right-of-use assets	-	-	4,943	286	(4,898)	331
Investments in associates	161,126	-	-	-	(1,740)	159,386
Financial and other assets	5,185,301	211,715	1,269,040	4,859,848	309,325	11,835,229
Deferred tax assets	-	-	31,174	-	3,347	34,521
Insurance/takaful contract assets	-	-	-	53,254	-	53,254
Reinsurance/retakaful contract assets	213,685	122,047	340,650	32,039	(1,545)	706,876
Tax recoverable	-	105	7,661	16,315	13,307	37,388
Cash and bank balances	48,383	3,758	20,289	21,754	14,694	108,878
<b>Total assets</b>	<b>5,750,325</b>	<b>337,626</b>	<b>1,721,719</b>	<b>5,121,019</b>	<b>347,740</b>	<b>13,278,429</b>
<b>Liabilities</b>						
Insurance/takaful contract liabilities	2,983,447	240,452	1,240,306	4,456,496	(1,545)	8,919,156
Reinsurance/retakaful contract liabilities	-	-	-	11,134	-	11,134
Borrowings	251,000	-	-	-	369,000	620,000
Lease liabilities	-	-	5,317	291	(5,078)	530
Other payables	33,812	42,980	126,299	122,876	19,569	345,536
Deferred tax liabilities	28,453	6	-	16,044	(7,534)	36,969
Tax payable	2,625	2,832	-	794	197	6,448
Provision for zakat	-	-	2,702	444	-	3,146
<b>Total liabilities</b>	<b>3,299,337</b>	<b>286,270</b>	<b>1,374,624</b>	<b>4,608,079</b>	<b>374,609</b>	<b>9,942,919</b>
<b>Equity</b>						
Share capital	663,106	-	230,000	405,000	(559,604)	738,502
Reserves	1,787,882	51,356	117,095	107,940	532,735	2,597,008
<b>Total equity attributable to owners of the Company</b>	<b>2,450,988</b>	<b>51,356</b>	<b>347,095</b>	<b>512,940</b>	<b>(26,869)</b>	<b>3,335,510</b>
<b>Total liabilities and equity</b>	<b>5,750,325</b>	<b>337,626</b>	<b>1,721,719</b>	<b>5,121,019</b>	<b>347,740</b>	<b>13,278,429</b>

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)**

**A13. Unaudited condensed consolidated statement of profit or loss and consolidated statement of financial position of Reinsurance, Retakaful and Takaful business (cont'd.)**

**(d) Unaudited condensed consolidated statement of financial position as at 31 March 2024**

	Reinsurance RM'000	Retakaful RM'000	General takaful RM'000	Family takaful RM'000	Others RM'000	Group RM'000
<b>Assets</b>						
Property, plant and equipment	137,244	1	672	85,439	11,616	234,972
Intangible assets	5,432	-	50,432	54,620	6,634	117,118
Right-of-use assets	-	-	6,608	543	(4,324)	2,827
Investments in associates	155,318	-	-	-	19,593	174,911
Financial and other assets	4,930,119	117,997	1,230,645	4,752,457	244,479	11,275,697
Deferred tax assets	-	-	37,096	-	10,295	47,391
Insurance/takaful contract assets	7,488	-	-	58,846	-	66,334
Reinsurance/retakaful contract assets	140,375	22,369	317,862	42,306	(11,831)	511,081
Tax recoverable	-	-	1,904	11,285	13,509	26,698
Cash and bank balances	75,424	9,048	12,300	11,615	7,217	115,604
<b>Total assets</b>	<b>5,451,400</b>	<b>149,415</b>	<b>1,657,519</b>	<b>5,017,111</b>	<b>297,188</b>	<b>12,572,633</b>
<b>Liabilities</b>						
Insurance/takaful contract liabilities	2,808,062	124,526	1,198,380	4,374,006	(11,829)	8,493,145
Reinsurance/retakaful contract liabilities	5,681	-	-	26,257	-	31,938
Borrowings	251,000	-	-	-	369,000	620,000
Lease liabilities	-	-	6,955	547	(4,486)	3,016
Other payables	44,936	(5,083)	91,488	81,868	20,321	233,530
Deferred tax liabilities	19,404	(220)	-	13,140	4,888	37,212
Tax payable	7,879	-	15,093	4,346	181	27,499
Provision for zakat	-	3	2,365	293	-	2,661
<b>Total liabilities</b>	<b>3,136,962</b>	<b>119,226</b>	<b>1,314,281</b>	<b>4,500,457</b>	<b>378,075</b>	<b>9,449,001</b>
<b>Equity</b>						
Share capital	663,106	-	230,000	405,000	(559,604)	738,502
Reserves	1,651,332	30,189	113,238	111,654	478,717	2,385,130
<b>Total equity attributable to owners of the Company</b>	<b>2,314,438</b>	<b>30,189</b>	<b>343,238</b>	<b>516,654</b>	<b>(80,887)</b>	<b>3,123,632</b>
<b>Total liabilities and equity</b>	<b>5,451,400</b>	<b>149,415</b>	<b>1,657,519</b>	<b>5,017,111</b>	<b>297,188</b>	<b>12,572,633</b>

## PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)

### A14. Fair value information

MFRS 7 Financial Instruments: Disclosures ("MFRS 7") requires the classification of financial instruments measured at fair value according to a hierarchy that reflects the significance of inputs used in making the measurements, in particular, whether the inputs used are observable or unobservable. MFRS 13 Fair Value Measurement requires similar disclosure requirements as MFRS 7, but extends to include all assets and liabilities measured at fair value and/or for which fair values are disclosed. The following levels of hierarchy are used for determining and disclosing the fair value of the Group's assets:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 - Inputs that are based on observable market data, either directly or indirectly

Level 3 - Inputs that are not based on observable market data

The fair values of the Group's assets are determined as follows:

- (i) The carrying amounts of financial assets, such as loans and receivables and cash and bank balances, are reasonable approximation of their fair values due to the relatively short term maturity of these balances;

The fair values of quoted equities are based on quoted market prices as at the reporting date;

- (iii) The fair values of Malaysian government securities, government investment issues and unquoted corporate debt securities are based on indicative market prices from the Bond Pricing Agency of Malaysia ("BPAM");
- (iv) Over-the-counter derivatives comprised of foreign exchange forward contracts are revalued at each reporting date, based on valuations provided by the respective counterparties in accordance with market conventions;
- (v) The fair values of investments in mutual funds, unit trust funds and real estate investment trusts are valued based on the net asset values of the underlying funds as at the reporting date;
- (vi) Freehold land and buildings and investment property have been revalued based on valuations performed by accredited independent valuers having appropriate recognised professional qualification. The valuations are based on the income and comparison approaches. In arriving at the fair value of the assets, the valuers had also taken into consideration the future developments in terms of infrastructure in the vicinity of the properties; and
- (vii) Fair value of unquoted shares in Malaysia are derived using the net assets of the invested companies.



**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONT'D.)**

**A14. Fair value information (cont'd.)**

**Description of significant unobservable inputs:**

	<b>Valuation technique</b>	<b>Significant Observable inputs</b>	<b>Range</b>
<b>31 December /31 March 2024</b>			
<u>Property, plant and equipment</u>			
Freehold land and office building of Malaysian Reinsurance Berhad ("MRE")	Income approach	Yield Rental per square feet	6.25% RM4.50
Office buildings of Takaful Ikhlas Family Berhad ("TIFB")	Income approach	Yield Rental per square feet	4.70% to 6.00% RM5.50 to RM6.05
<u>Unquoted shares in Malaysia</u>	Net assets	Net assets	Not applicable

A significant increase or decrease in the unobservable inputs used in the valuation would result in a correspondingly higher or lower fair value.

There has been no transfer between Level 1 and Level 2 of the fair value hierarchy during the financial period.

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)**

**A14. Fair value information (cont'd.)**

Financial instruments that are measured at fair value disclosed under Levels 1, 2 and 3 of the fair value hierarchy as at 31 December 2024

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>Financial assets</b>				
<b>a) Property, plant and equipment</b>				
Freehold land	-	-	36,800	36,800
Building	-	-	168,301	168,301
	-	-	<b>205,101</b>	<b>205,101</b>
<b>b) Financial assets at FVTPL</b>				
<u>Designated upon initial recognition</u>				
Government investment issues	-	1,869,954	-	1,869,954
Unquoted islamic private debt securities	-	1,585,440	-	1,585,440
<u>Mandatorily measured</u>				
Government investment issues	-	379,665	-	379,665
Quoted shares in Malaysia:				
Shariah approved equities	316,467	-	-	316,467
Others	225,821	-	-	225,821
Unquoted perpetual bond in Malaysia	-	4,987	-	4,987
Unquoted corporate debt securities	-	831,134	-	831,134
Shariah approved unit trust funds	408,561	-	-	408,561
Real estate investment trusts	18,543	-	-	18,543
	<b>969,392</b>	<b>4,671,180</b>	-	<b>5,640,572</b>
<b>c) Financial assets at FVOCI</b>				
Government investment issues	-	969,049	-	969,049
Unquoted corporate debt securities	28,488	456,154	-	484,642
Unquoted shares in Malaysia	-	-	87,713	87,713
Unquoted Islamic private debt securities	-	590,107	-	590,107
Golf club memberships	-	-	233	233
	<b>28,488</b>	<b>2,015,310</b>	<b>87,946</b>	<b>2,131,744</b>

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONT'D.)**

**A14. Fair value information (cont'd.)**

**Financial instruments that are measured at fair value disclosed under Levels 1, 2 and 3 of the fair value hierarchy as at 31 March 2024**

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>Financial assets</b>				
<b>a) Property, plant and equipment</b>				
Freehold land	-	-	36,800	36,800
Building	-	-	174,376	174,376
	-	-	<b>211,176</b>	<b>211,176</b>
<b>b) Financial assets at FVTPL</b>				
<u>Designated upon initial recognition</u>				
Government investment issues	-	1,834,143	-	1,834,143
Unquoted islamic private debt securities	-	1,386,861	-	1,386,861
<u>Mandatorily measured</u>				
Government investment issues	-	379,665	-	379,665
Quoted shares in Malaysia:				
Shariah approved equities	221,166	-	-	221,166
Others	12,237	-	-	12,237
Unquoted perpetual bond in Malaysia	-	4,964	-	4,964
Unquoted corporate debt securities	-	740,218	-	740,218
Shariah approved unit trust funds	356,830	-	-	356,830
Real estate investment trusts	23,715	-	-	23,715
Derivatives <sup>(i)</sup>	-	(320)	-	(320)
	<b>613,948</b>	<b>4,345,531</b>	-	<b>4,959,479</b>
<b>c) Financial assets at FVOCI</b>				
Government investment issues	-	249,969	-	249,969
Unquoted shares in Malaysia	-	-	87,666	87,666
Unquoted Islamic private debt securities	-	288,371	-	288,371
Golf club memberships	-	-	233	233
	-	<b>538,340</b>	<b>87,899</b>	<b>626,239</b>

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONT'D.)**

**A14. Fair value information (cont'd.)**

(i) Derivatives

Derivative financial instruments are measured at fair value together with their corresponding contract/notional amounts:

	<----- 30.09.2024 ----->			<----- 31.03.2024 ----->		
	Notional Amount	Asset	Liability	Notional Amount	Asset	Liability
<b>Trading derivative</b>						
Forward foreign exchange contracts, less than 3 years	-	-	-	68,838	-	(320)

Derivative financial instruments are initially recognised at fair value, which is normally zero or negligible at inception and subsequently remeasured at their fair value. All derivatives are carried as assets when fair value is positive/net gain position and as liabilities when fair value is negative/net loss position. Changes in the fair value of any derivatives that do not qualify for hedge accounting are recognised immediately in profit or loss.

The notional amount recorded at gross is the amount of a derivative's underlying asset, reference rate or index and is the basis upon which changes in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the end of the financial year and are neither indicative of the market risk nor the credit risk.

The Group's derivatives are subject to credit risk, market risk and liquidity risk as follow:

**Credit Risk**

Credit risk is the risk of financial loss resulting from the failure of the Group's counterparties to fulfil their contractual obligations to repay their commitments. As at 31 December 2024, the amount of credit risk in the Group, measured in terms of the cost to replace the profitable contracts, was nil (31 March 2024: RM nil).

**Market Risk**

Market risk on derivatives is the potential loss to the value of these contracts due to changes in foreign exchange rates. The notional or contractual amounts provide only the volume of transactions outstanding at the reporting date and do not represent the amount at risk. Exposure to market risk may be reduced through offsetting items from on and off-balance sheet positions.

**Liquidity Risk**

Liquidity risk on derivatives is the risk that the derivative position cannot be closed out promptly. Exposure to liquidity risk is reduced through contracting derivatives where the underlying items are widely traded.

**PART A: EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONT'D.)**

**A15. Insurance/takaful contract assets/liabilities and reinsurance/retakaful contract assets/liabilities**

	31.12.2024			31.03.2024		
	Remaining coverage RM'000	Incurred claims RM'000	Total RM'000	Remaining coverage RM'000	Incurred claims RM'000	Total RM'000
<b>Assets</b>						
Insurance/takaful contract	51,094	2,160	53,254	71,311	(4,977)	66,334
Reinsurance/retakaful contract	180,836	526,040	706,876	(85,996)	597,077	511,081
	<b>231,930</b>	<b>528,200</b>	<b>760,130</b>	<b>(14,685)</b>	<b>592,100</b>	<b>577,415</b>
<b>Liabilities</b>						
Insurance/takaful contract	3,590,379	5,328,777	8,919,156	3,826,344	4,666,801	8,493,145
Reinsurance/retakaful contract	16,424	(5,290)	11,134	44,427	(12,489)	31,938
	<b>3,606,803</b>	<b>5,323,487</b>	<b>8,930,290</b>	<b>3,870,771</b>	<b>4,654,312</b>	<b>8,525,083</b>

**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of 3 months current quarter profitability against 3 months current quarter in prior year**

	<b>Reinsurance RM'000</b>	<b>Retakaful RM'000</b>	<b>General takaful RM'000</b>	<b>Family takaful RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
31 December 2024						
<u>Revenue</u>						
Insurance/takaful revenue	430,585	54,182	220,417	180,175	(59,418)	825,941
Investment income	41,164	5,882	11,458	45,645	5,641	109,790
Fee income	-	-	-	-	949	949
Total revenue	<u>471,749</u>	<u>60,064</u>	<u>231,875</u>	<u>225,820</u>	<u>(52,828)</u>	<u>936,680</u>
Profit/(loss) before zakat and taxation	<u>135,365</u>	<u>924</u>	<u>17,735</u>	<u>(921)</u>	<u>(13,007)</u>	<u>140,096</u>
31 December 2023						
<u>Revenue</u>						
Insurance/takaful revenue*	399,527	60,832	196,306	177,562	(134,638)	699,589
Investment income	44,622	5,309	12,096	45,558	(2,635)	104,950
Fee income	-	-	-	-	4,015	4,015
Total revenue	<u>444,149</u>	<u>66,141</u>	<u>208,402</u>	<u>223,120</u>	<u>(133,258)</u>	<u>808,554</u>
Profit/(loss) before zakat and taxation	<u>70,771</u>	<u>6,553</u>	<u>18,440</u>	<u>4,304</u>	<u>(2,678)</u>	<u>97,390</u>

\* The comparative figures for the prior period have been restated to conform with the current period presentation following audit validation of financial year ended 31 March 2024.

**The Group**

For the current quarter ended 31 December 2024, the Group recorded RM936.7 million total revenue an increase from RM808.6 million in the corresponding period. The increase was due to the growth in the reinsurance, general takaful business, offset by a reduction in the retakaful business.

The Group recorded a higher profit before tax ("PBT") for the quarter ended 31 December 2024 by RM42.7 million or 43.9% from RM97.4 million to RM140.0 million. The increase was mainly due to the higher insurance service result by RM136.7 million driven by growth in revenue and improved claims experience as compared to corresponding period.

**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

**B1. Review of 3 months current quarter profitability against 3 months current quarter in prior year (Cont'd.)**

**The Group (Cont'd.)**

However, the increase was offset by other operating income by RM30.3 million primarily attributed to unrealised foreign exchange losses on the foreign assets and lower share of results of an associate by RM14.5 million.

**Reinsurance Business**

The insurance revenue of this segment increased by RM31.1 million or 7.8% mainly contributed by the foreign risk transfer facilities, VC and Domestic treaties.

PBT of this segment increased by RM64.6 million from RM70.8 million to RM135.4 million. The increase was primarily driven by better insurance service result due to improved claims experience in current period as compared to corresponding period.

**Retakaful Business**

Retakaful business recorded a lower takaful revenue and PBT by RM6.7 million and RM5.6 million respectively as compared to corresponding period. The decrease was predominantly due to lower contribution from family takaful segment mainly Group Hospitalisation and Surgical product.

**General Takaful Business**

General takaful business registered a total revenue of RM231.9 million, representing an increase of RM23.5 million or 11.3% primarily due to a growth in takaful revenue earned from motor and fire business.

This segment reported a PBT of RM17.7 million in the current quarter, marginally lower by RM0.7 million than the corresponding quarter in prior year due to higher acquisition cost in line with growth in takaful revenue.

**Family Takaful Business**

This segment recorded RM225.8 million total revenue representing an increase of RM2.7 million mainly due to higher takaful service revenue results.

However, Family takaful business experienced a loss before tax ("LBT") of RM0.9 million as compared to PBT of RM4.3 million in the corresponding quarter. This was primarily due to the recognition of a one-off non-attributable expense.

## **PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

### **B2. Review of current year to date performance against corresponding year to date**

#### **The Group**

For the period ended 31 December 2024, the Group recorded RM2,852.1 million revenue, 9.3% increase from RM2,609.3 million in corresponding period. The increase was due to the growth in the reinsurance and general takaful business, offset by a reduction in retakaful and family takaful business.

The Group recorded a significant increase in the PBT for the period ended 31 December 2024 by RM119.2 million from RM233.3 million to RM352.5 million. This was mainly due to the increase in insurance/takaful service result by RM261.2 million contributed by reinsurance and general takaful segments primarily driven by growth in revenue and improved claims experience.

The increase was moderated by lower investment results due to unrealised foreign exchange losses of RM87.8 million as compared to unrealised foreign exchange gains of RM23.7 million in prior period. The assets in foreign currencies serve as a natural hedge against claim liabilities denominated in foreign currencies. As a consequence, the net foreign exchange loss on investments is offset by the net foreign exchange gains that form part of the net insurance/takaful financial result.

#### **Reinsurance Business**

The insurance revenue of this segment increased by RM209.1 million or 16.2% mainly contributed by the foreign risk transfer facilities, VC and Domestic treaties.

PBT for reinsurance segment of RM296.9 million was a significant growth of RM133.9 million as compared to prior period, driven by better insurance service results which were contributed by growth in revenue and better claims experience.

#### **Retakaful Business**

Retakaful segment recorded a deterioration in revenue and PBT by RM6.7 million and RM5.6 million respectively from prior period mainly due to lower takaful revenue being recorded than expected. This however was off set by higher investment income.

#### **General Takaful Business**

This segment recorded revenue of RM 666.1 million, representing an increase of RM81.0 million or 13.8%, predominantly due to growth in takaful revenue as well as higher profit income from deposits placements. The increase in takaful revenue was mainly due to growth in motor and fire classes.

General takaful segment reported PBT of RM58.0 million, higher by 5.0% or RM2.8 million as compared to prior period mainly due to higher revenue as mentioned above offset by higher acquisition costs and management expenses.



**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

**B2. Review of current year to date performance against corresponding year to date (Cont'd.)**

**Family Takaful Business**

Total revenue for the family takaful segment was lower than prior period by 1.8% from RM672.8 million to RM661.7 million mainly attributed by lower takaful revenue contribution from single contribution products.

Family takaful segment recorded a decrease in PBT by RM9.4 million from RM15.8 million in prior. The decrease was primarily due to higher management expenses in the current period.

**B3. Review of current quarter profitability against immediate preceding quarter**

	<b>Reinsurance RM'000</b>	<b>Retakaful RM'000</b>	<b>General takaful RM'000</b>	<b>Family takaful RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
<b>Profit before zakat and taxation,</b>						
<b>3 months ended,</b>						
31 December 2024	135,365	924	17,735	(921)	(13,007)	140,096
30 September 2024	69,184	(521)	23,791	1,588	13,938	107,980

**The Group**

The Group recorded RM140.1 million PBT in the current quarter, significantly higher by 29.7% or RM32.1 million as compared to the immediate preceding quarter ended 30 September 2024 of RM108.0 million. This was mainly due to the following:-

- (i) Improved insurance service results following better claims experience; and
- (ii) Unrealised foreign exchange gains on the foreign investments.

However, the increase was offset by the share of loss from an associate.

**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

**B3. Review of current quarter profitability against immediate preceding quarter (cont'd.)**

**Reinsurance Business**

PBT of this segment increased by RM66.2 million from RM69.2 million in quarter ended September 2024 to RM135.4 million in current quarter. The increase was due to improved insurance service results following better claims experience and unrealised foreign exchange gains on the foreign investments.

**Retakaful Business**

This segment recorded a PBT of RM0.9 million as compared to LBT of RM0.5 million in immediate preceding quarter ended 30 September 2024. This improvement was mainly due to higher wakalah fees earned as a result from higher business underwritten.

**General Takaful Business**

The PBT for this segment in the current quarter decreased by RM6.1 million compared to the RM23.8 million recorded in the previous quarter ended 30 September 2024. This decline was mainly due to a lower proportion of business from segments that contribute higher wakalah fees in the current quarter.

**Family Takaful Business**

In the current quarter, Family takaful segment recorded a LBT of RM0.9 million as compared to PBT of RM1.6 million in immediate preceding quarter. The decrease was primarily due to recognition of one-off non-attributable expenses.

**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

**B4. Current year prospect**

As the financial year ending March 2025 is drawing to a close, the Group maintains a cautiously optimistic outlook of its full financial year financial performance. Despite the external challenges and competitive environment, the Group is confident that the steadfast execution of the various identified initiatives under its business plan will result in a credible performance.

**B5. Explanatory note for variance from profit forecast**

There was no profit forecast issued by the Group during the period ended 31 December 2024.

**B6. Status of corporate proposal**

There is no corporate proposal announced but not completed as at the date of this announcement.

**B7. Off balance sheet financial instruments**

There were no financial instruments with material off balance sheet risk as at the date of this report.

**B8. Material litigation**

There was no pending material litigation as at the date of this announcement.

**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

**B9. Investment result**

	Current quarter Three months ended		Current quarter Nine months ended	
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
<b>Investments income on financial assets</b>				
Interest/profit income	106,746	103,004	310,128	300,410
Dividend income	3,823	2,585	21,997	8,230
Net amortisation of premiums on investments	(779)	(639)	(2,689)	(3,506)
	<u>109,790</u>	<u>104,950</u>	<u>329,436</u>	<u>305,134</u>
<b>Net realised gains and losses</b>				
Government investment issues	4,329	3,904	(3,592)	9,254
Unquoted islamic private debt securities	(1,142)	(975)	(1,778)	629
Quoted shares in Malaysia	1,982	1,006	20,512	(17,700)
Shariah approved unit trust funds	204	(5,925)	(2,220)	(6,966)
Property, plant and equipment	510	3,013	3,356	3,013
	<u>5,883</u>	<u>1,023</u>	<u>16,278</u>	<u>(11,770)</u>
<b>Net fair value gains and losses</b>				
Unquoted corporate debt securities	(8,868)	11,514	3,859	(3,912)
Government investment issues	(12,436)	30,813	2,914	21,839
Unquoted islamic private debt securities	(11,353)	21,130	(12,734)	18,284
Quoted shares in Malaysia	30,667	(3,695)	48,242	37,443
Shariah approved unit trust funds	(10,554)	20,764	11,142	20,764
Malaysian government securities	(1,416)	-	742	-
	<u>(13,960)</u>	<u>80,526</u>	<u>54,165</u>	<u>94,418</u>
<b>Net foreign exchange (losses)/gains</b>	<u>74,763</u>	<u>(9,991)</u>	<u>(87,794)</u>	<u>23,689</u>
<b>Investment results</b>	<u>176,476</u>	<u>176,508</u>	<u>312,085</u>	<u>411,471</u>

**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

**B10. Taxation**

	Current quarter Three months ended		Current quarter Nine months ended	
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
Profit before zakat and taxation	140,096	97,390	352,494	233,315
Taxation:				
Current tax	(10,567)	5,498	(41,105)	8,643
Deferred tax	(13,141)	(17,932)	(9,333)	(44,863)
	<u>(23,708)</u>	<u>(12,434)</u>	<u>(50,438)</u>	<u>(36,220)</u>
Effective tax rate	<u>17%</u>	<u>13%</u>	<u>14%</u>	<u>16%</u>

The effective tax rate was lower than the statutory tax rate of 24% due to reinsurance/retakaful operating profit being taxed at 8%.

**B11. Borrowings and debt securities**

The Group borrowings were as follows:

	31.12.2024 RM'000	31.03.2024 RM'000
Unsecured long term borrowings:		
Sukuk Murabahah due on 22 March 2029	420,000	420,000
Subordinated Debt due on 26 October 2032	200,000	200,000
	<u>620,000</u>	<u>620,000</u>

**PART B: EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D.)**

**B12. Earnings per share**

	Current quarter Three months ended		Current quarter Nine months ended	
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
Net profit for the year (RM'000)	115,860	84,611	300,804	195,716
Number of ordinary shares in issue ('000)	783,088	783,088	783,088	783,088
Basic earnings per share (sen)	14.80	10.80	38.41	24.99

**B13. Additional disclosures for the income statement**

	Current quarter Three months ended		Current quarter Nine months ended	
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
Fair value losses on derivative	-	-	-	(8,700)
Depreciation and amortisation	(13,387)	(2,821)	(24,972)	(18,755)

**By Order of the Board**  
**LENA ABD LATIF**  
Company Secretary  
License No. LS0008766  
SSM Practising Cert. No. 201908002386  
Kuala Lumpur

Dated: 21 January 2025