SUN LIFE MALAYSIA ASSURANCE BERHAD
199001005930 (197499-U)
(Incorporated in Malaysia)

Unaudited Interim Financial Statements
for the six months period ended 30 June 2026

Registration No.

199001005930 (197499-U)

SUN LIFE MALAYSIA ASSURANCE BERHAD
(Incorporated in Malaysia)

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SUN LIFE MALAYSIA ASSURANCE BERHAD
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UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note	Group 30.6.2026 RM'000	Group Audited 31.12.2025 RM'000	Company 30.6.2026 RM'000	Company Audited 31.12.2025 RM'000
ASSETS					
Property and equipment		45,321	47,143	45,321	47,143
Intangible assets		38,283	42,419	38,283	42,419
Right-of-use assets		2,545	5,112	2,545	5,112
Investments:					
Fair value through profit or loss financial assets ("FVTPL")	12	3,030,463	2,731,105	3,050,649	2,736,760
Fair value through other comprehensive income financial assets ("FVOCI")	12	831,713	830,462	831,713	830,462
Amortised cost financial assets	13	154,286	105,784	134,013	94,975
Reinsurance contract assets	14	44,621	52,987	44,621	52,987
Insurance contract assets	14	14,820	15,433	14,820	15,433
Other receivables		39,451	34,687	39,451	34,687
Current tax assets		-	5,320	-	5,320
Cash and bank balances		15,360	6,848	15,350	6,838
TOTAL ASSETS		4,216,863	3,877,300	4,216,766	3,872,136
EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES					
Share capital		358,000	358,000	358,000	358,000
Retained earnings		359,706	325,286	359,706	325,286
Fair value through other comprehensive income reserve		17,622	23,580	17,622	23,580
TOTAL EQUITY		735,328	706,866	735,328	706,866
Insurance contract liabilities	14	3,294,817	2,996,843	3,294,817	2,996,843
Reinsurance contract liabilities	14	820	670	820	670
Lease liabilities		2,639	5,160	2,639	5,160
Other payables		95,631	92,592	95,534	87,428
Current tax liabilities		168	-	168	-
Deferred tax liabilities		87,460	75,169	87,460	75,169
TOTAL LIABILITIES		3,481,535	3,170,434	3,481,438	3,165,270
TOTAL EQUITY, POLICYHOLDERS FUNDS AND LIABILITIES		4,216,863	3,877,300	4,216,766	3,872,136

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SUN LIFE MALAYSIA ASSURANCE BERHAD
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UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

	Group		Company	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000
Insurance revenue	185,933	185,616	185,933	185,616
Insurance service expenses	(141,165)	(124,407)	(141,165)	(124,407)
Insurance service result before reinsurance contracts held	44,768	61,209	44,768	61,209
Allocation of reinsurance premiums	(38,232)	(39,916)	(38,232)	(39,916)
Amounts recoverable from reinsurers for incurred claims	29,885	25,585	29,885	25,585
Net expense from reinsurance contracts held	(8,347)	(14,331)	(8,347)	(14,331)
Insurance service result	36,421	46,878	36,421	46,878
Investment income	74,288	58,287	73,772	59,279
Net realised gains on fair value through other comprehensive income financial assets	123	706	123	706
Net fair value gains on fair value through profit or loss financial assets	195,924	44,190	196,017	42,828
Net investment income	270,335	103,183	269,912	102,813
Insurance finance expenses for insurance contracts issued	(248,610)	(92,748)	(248,610)	(92,748)
Reinsurance finance (expenses)/income for reinsurance contracts held	(404)	1,104	(404)	1,104
Net insurance finance result	(249,014)	(91,644)	(249,014)	(91,644)
Net investment result	21,321	11,539	20,898	11,169
Other operating income	61	519	61	519
Other operating expenses	(760)	(645)	(337)	(275)
Other finance cost	(84)	(200)	(84)	(200)
Other (expenses)/income	(783)	(326)	(360)	44
Profit before taxation	56,959	58,091	56,959	58,091
Tax attributable to policyholders	(19,856)	(6,573)	(19,856)	(6,573)
Profit before taxation attributable to Shareholders	37,103	51,518	37,103	51,518

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UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

	Group		Company	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000
Profit before taxation attributable to Shareholders	37,103	51,518	37,103	51,518
Taxation	(22,539)	(15,101)	(22,539)	(15,101)
Tax attributable to policyholders	19,856	6,573	19,856	6,573
Tax attributable to Shareholders	(2,683)	(8,528)	(2,683)	(8,528)
Net profit for the financial period	34,420	42,990	34,420	42,990
Other comprehensive income:				
Items that may be subsequently reclassified to profit or loss:				
Fair value changes on fair value through other comprehensive income financial assets:				
- Revaluation	(8,045)	17,918	(8,045)	17,918
- Transfer to profit or loss upon disposal	(233)	(465)	(233)	(465)
- Gross fair value changes	(8,278)	17,453	(8,278)	17,453
- Expected credit loss	(5)	59	(5)	59
- Deferred taxation	2,325	(4,458)	2,325	(4,458)
Other comprehensive (loss)/income for the financial period, net of tax	(5,958)	13,054	(5,958)	13,054
Total comprehensive income for the financial period	28,462	56,044	28,462	56,044
Basic earnings per share (sen)	14.22	17.76		

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UNAUDITED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

	Group/Company					
	Non-distributable		Retained Earnings			
	Share Capital	FVOCI[1] Reserve	Non-distributable Life Fund Surplus[2]	Distributable Retained Profits	Sub-total Retained Profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	358,000	12,853	204,728	104,824	309,552	680,405
Total comprehensive income for the financial period	-	13,054	33,074	9,916	42,990	56,044
At 30 June 2025	358,000	25,907	237,802	114,740	352,542	736,449
At 1 January 2026	358,000	23,580	220,394	104,892	325,286	706,866
Total comprehensive (loss)/income for the financial period	-	(5,958)	30,041	4,379	34,420	28,462
At 30 June 2026	358,000	17,622	250,435	109,271	359,706	735,328

1 FVOCI refers to Fair Value through Other Comprehensive Income

2 Non-distributable life fund surplus comprises unallocated surpluses from the Life fund (net of deferred tax). This amount is only distributable upon the annual recommendation by the Appointed Actuary to transfer the Life fund surplus to the Shareholders' fund.

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SUN LIFE MALAYSIA ASSURANCE BERHAD
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UNAUDITED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

	Group		Company	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Net profit for the financial period	34,420	42,990	34,420	42,990
Adjustments for:				
Property and equipment				
- Depreciation	2,226	2,152	2,226	2,152
- Gains on disposal	-	(1)	-	(1)
Amortisation of intangible assets	10,166	7,971	10,166	7,971
Amortisation of right-of-use assets	2,560	2,986	2,560	2,986
Gains on lease termination	(58)	-	(58)	-
Net amortisation of premiums	404	396	404	396
Net fair value gains on fair value through profit or loss financial assets	(195,924)	(44,190)	(196,017)	(42,828)
Net realised gains on fair value through other comprehensive income financial assets	(123)	(706)	(123)	(706)
Expected credit loss on investments at fair value through other comprehensive income	(5)	59	(5)	59
Interest income	(55,466)	(54,121)	(48,316)	(46,954)
Dividend income	(20,297)	(5,798)	(26,931)	(13,957)
Rental income	(194)	(193)	(194)	(193)
Finance cost	84	200	84	200
Taxation	22,539	15,101	22,539	15,101
Low value lease assets expense	7	7	7	7
Loss from operations before changes in operating assets and liabilities	(199,661)	(33,147)	(199,238)	(32,777)
Purchase of investments	(494,517)	(436,475)	(436,996)	(381,680)
Proceeds from disposal and maturity of investments	381,780	408,005	309,887	355,214
Decrease/(Increase) in receivables	13,404	(25,711)	13,404	(25,711)
Increase in net insurance contract liabilities	298,587	56,512	298,587	56,512
Decrease in net reinsurance contract assets	8,516	11,812	8,516	11,812
Increase in payables	3,491	20,209	8,558	20,217
	11,600	1,205	2,718	3,587
Investment income received:				
- Dividend income	20,210	5,890	26,844	14,049
- Interest income	54,958	56,022	47,743	48,917
- Rental income	194	193	194	193
Finance cost of leases paid	(81)	(198)	(81)	(198)
Taxation paid	(20,528)	(13,092)	(20,528)	(13,092)
Short term and low value lease assets paid	(7)	(7)	(7)	(7)
Net cash generated from operating activities	66,346	50,013	56,883	53,449

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UNAUDITED STATEMENTS OF CASH FLOWS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

	Group		Company	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from disposal of property and equipment	-	2	-	2
Purchase of property and equipment	(404)	(7,419)	(404)	(7,419)
Purchase of intangible assets	(6,018)	(2,494)	(6,018)	(2,494)
Net cash used in investing activities	(6,422)	(9,911)	(6,422)	(9,911)
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividend paid	-	-	-	-
Payment of lease liabilities	(2,911)	(2,813)	(2,911)	(2,813)
Net cash used in financing activities	(2,911)	(2,813)	(2,911)	(2,813)
NET INCREASE IN CASH AND CASH EQUIVALENTS	57,013	37,289	47,550	40,725
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	112,617	93,642	101,799	81,491
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	169,630	130,931	149,349	122,216
Cash and cash equivalents comprise:				
Cash and bank balances	15,360	12,671	15,350	12,661
Fixed and call deposits of licensed financial institutions with original maturity less than three months	154,270	118,260	133,999	109,555
	169,630	130,931	149,349	122,216

The Group and the Company classify cash flows from the acquisition and disposal of financial assets as operating cash flows as the purchases are funded from cash flows associated with the origination of insurance contracts, net of cash flows for payments of benefits and claims incurred for insurance contracts, which are treated accordingly under the operating activities.

1 CORPORATE INFORMATION

The Company is engaged principally in underwriting life insurance and investment-linked business. There were no significant changes in the nature of these activities during the six months period ended 30 June 2026.

The Company is a public limited liability company, incorporated and domiciled in Malaysia.

The Company's registered office and principal place of business is at the 11th Floor, No. 338, Jalan Tuanku Abdul Rahman, 50100 Kuala Lumpur, Malaysia.

The Directors regard Renggis Ventures Sdn Bhd as the immediate holding company, Avicennia Capital Sdn Bhd as the penultimate holding company, and Khazanah Nasional Berhad as the ultimate holding company. All three companies are incorporated in Malaysia.

2 MATERIAL ACCOUNTING POLICIES

2.1 Basis of preparation

The unaudited interim financial statements of the Group and the Company were prepared in accordance with the Malaysian Financial Reporting Standard (MFRS) 134, "Interim Financial Reporting" which do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's and the Company's audited financial statements for the financial year ended 31 December 2026.

The Company met the minimum capital requirements as prescribed by the Risk-Based Capital Framework (the RBC Framework) as of the date of the statement of financial position.

Financial assets and financial liabilities are offset and the net amount is reported in the statements of financial position only when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liability simultaneously. Income and expense will not be offset in the statements of comprehensive income unless required or permitted by any accounting standard or interpretation, as specifically disclosed in the Group's and the Company's accounting policies.

The preparation of interim financial statements in conformity with the MFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the interim financial statements, and the reported amounts of revenues and expenses during the reported financial period. It also requires Directors to exercise their judgment in the process of applying the Group's and the Company's accounting policies. Although these estimates are based on the Directors' best knowledge of current events and actions, actual results may differ from those estimates.

The financial statements are presented in Ringgit Malaysia (RM) and all values are rounded to the nearest thousand (RM'000), except when otherwise indicated.

2 MATERIAL ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

(a) Standards, amendments to published standards, and interpretations that are effective:

New amendments to standards that were effective and adopted

The amendments to published standards that the Group and the Company has adopted for the first time for the current financial year are as follows:

(i) Amendments to the MFRS 9 and MFRS 7 “Classification and Measurement of Financial Instruments”

The adoption of these amendments did not have any material impact to the Group and the Company’s financial statements.

(b) Standards and amendments to published standards that are applicable to the Group and the Company but not yet effective:

The new standards and amendments to standards which are effective for annual periods beginning on or after 1 January 2027 and which may have an impact on the Group and the Company are set out below:

(i) MFRS 18 Presentation and Disclosure in Financial Statements (effective from 1 January 2027) replaces MFRS 101 Presentation of Financial Statements.

MFRS 18 introduces new requirements on presentation within the statement of profit or loss, including specified totals and subtotals. It also requires disclosure of management-defined performance measures and includes new requirements for aggregation and disaggregation of financial information based on the identified roles of the primary financial statements and the notes.

MFRS 18 requires an entity to classify all income and expenses within its statement of profit or loss into one of five categories, i.e. operating, investing, financing, income taxes and discontinued operations. These categories are complemented by the requirement to present subtotals and totals for “operating profit or loss”, “profit or loss before financing and income taxes” and “profit or loss”.

MFRS 18 introduces the concept of a management-defined performance measure (“MPM”) and defines it as a subtotal of income and expenses that an entity uses in public communications outside financial statements, to communicate management’s view of an aspect of the financial performance to users. Information related to MPM should be disclosed in the financial statements in a single note.

In addition, MFRS 18 provides enhanced guidance on the principles of aggregation and disaggregation that focuses on grouping items based on their shared characteristics. These principles are applied across the financial statements and are used in defining which line items are presented in the primary financial statements and what information is disclosed in the notes.

The group and the Company is in the process of assessing the financial impact of this Standard on its financial statements.

3 SEASONALITY OF OPERATIONS

The Group's and the Company's business operations were not materially affected by any seasonal or cyclical fluctuations during the six months period ended 30 June 2026.

4 CHANGES IN ESTIMATES

There were no changes in estimates of amounts reported in the prior financial year that have a material effect in the six months period ended 30 June 2026.

5 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no items affecting assets, liabilities, equity, net income or cash flows which are unusual because of their nature, size or incidence during the six months period ended 30 June 2026.

6 ISSUANCE OR REPAYMENT OF DEBTS AND EQUITY SECURITIES

There were no issues, repurchases and repayments of debts and equity securities during the six months period ended 30 June 2026.

7 DIVIDENDS

The amounts of dividends the Company paid or declared since the end of the previous financial year are as follows:

For the financial year ended 31 December 2025:	
	RM'000
Dividend payable on 8 July 2026:	
- Final Single-Tier Dividend in respect of the Ordinary Shares of 29.75 sen per share	72,000
- Final Single-Tier Dividend in respect of the Perpetual Non-cumulative Preference Shares of 8 sen per share	8,000
	80,000

8 CONTINGENT LIABILITIES

There were no material contingent liabilities that arose during the six months period ended 30 June 2026.

9 SIGNIFICANT EVENTS AND TRANSACTIONS

There were no significant events and transactions that have not been reflected in the financial statements for the six months period ended 30 June 2026.

10 SUBSEQUENT EVENTS

There were no material events after the interim period that are required to be reflected in the financial statements for the six months period ended 30 June 2026.

11 EFFECTS OF CHANGES IN THE COMPOSITION OF THE GROUP AND THE COMPANY

There were no changes in the composition of the Group and the Company during the six months period ended 30 June 2026.

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS

	Group		Company	
	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025
	RM'000	RM'000	RM'000	RM'000
Malaysian Government Securities	735,610	720,842	715,124	683,422
Unquoted corporate debt securities	1,637,141	1,657,217	1,330,008	1,356,382
Quoted equity securities	185,149	191,903	185,149	191,903
Unit trust funds	1,172,008	858,753	1,172,008	858,753
Controlled structured entity	-	-	347,805	343,910
Structured product	99,032	99,616	99,032	99,616
Unquoted equity securities	33,236	33,236	33,236	33,236
	3,862,176	3,561,567	3,882,362	3,567,222

The Group's and the Company's financial assets are summarised by categories as follows:

	Group		Company	
	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025
	RM'000	RM'000	RM'000	RM'000
Fair value through profit or loss (FVTPL)	3,030,463	2,731,105	3,050,649	2,736,760
Fair value through other comprehensive income (FVOCI)	831,713	830,462	831,713	830,462
	3,862,176	3,561,567	3,882,362	3,567,222

The following financial assets are expected to be realised after 12 months:

	Group		Company	
	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025
	RM'000	RM'000	RM'000	RM'000
FVTPL financial assets	1,195,266	1,199,741	1,195,266	1,181,885
FVOCI financial assets	806,329	825,419	806,329	825,419
	2,001,595	2,025,160	2,001,595	2,007,304

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(a) FVTPL financial assets

	Group		Company	
		Audited		Audited
	30.6.2026	31.12.2025	30.6.2026	31.12.2025
	RM'000	RM'000	RM'000	RM'000
Designated upon initial recognition:				
Malaysian Government Securities	553,722	536,680	533,236	499,260
Unquoted corporate debt securities	987,316	1,010,917	680,183	710,082
Mandatorily measured:				
Quoted equity securities	185,149	191,903	185,149	191,903
Unit trust funds	1,172,008	858,753	1,172,008	858,753
Controlled structured entity	-	-	347,805	343,910
Structured product	99,032	99,616	99,032	99,616
Unquoted equity securities	33,236	33,236	33,236	33,236
	3,030,463	2,731,105	3,050,649	2,736,760

(b) FVOCI financial assets – Mandatorily measured

	Group		Company	
		Audited		Audited
	30.6.2026	31.12.2025	30.6.2026	31.12.2025
	RM'000	RM'000	RM'000	RM'000
Malaysian Government Securities	181,888	184,162	181,888	184,162
Unquoted corporate debt securities	649,825	646,300	649,825	646,300
	831,713	830,462	831,713	830,462

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(c) Carrying values of financial assets

	Group		
	FVTPL	FVOCI	Total
	RM'000	RM'000	RM'000
At 1 January 2025	2,476,947	861,050	3,337,997
Purchases	767,955	50,641	818,596
Maturities	(30,291)	(59,686)	(89,977)
Disposals	(507,005)	(34,661)	(541,666)
Fair value losses recorded in:			
Profit or loss	24,416	-	24,416
Other comprehensive income	-	14,377	14,377
Movement in accrued interest	(917)	(462)	(1,379)
Amortisation adjustments	-	(797)	(797)
At 31 December 2025/1 January 2026	2,731,105	830,462	3,561,567
Purchases	469,517	25,000	494,517
Maturities	(43,568)	(15,129)	(58,697)
Disposals	(291,194)	-	(291,194)
Fair value gains recorded in:			
Profit or loss	164,158	-	164,158
Other comprehensive income	-	(8,278)	(8,278)
Movement in accrued interest	439	68	507
Amortisation adjustments	6	(410)	(404)
At 30 June 2026	3,030,463	831,713	3,862,176

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(c) Carrying values of financial assets (continued)

			Company
	FVTPL	FVOCI	Total
	RM'000	RM'000	RM'000
At 1 January 2025	2,489,019	861,050	3,350,069
Purchases	686,757	50,641	737,398
Maturities	(13,388)	(59,686)	(73,074)
Disposals	(448,402)	(34,661)	(483,063)
Fair value losses recorded in:			
Profit or loss	23,745	-	23,745
Other comprehensive income	-	14,377	14,377
Movement in accrued interest	(971)	(462)	(1,433)
Amortisation adjustments	-	(797)	(797)
At 31 December 2025/1 January 2026	2,736,760	830,462	3,567,222
Purchases	411,996	25,000	436,996
Maturities	(30,016)	(15,129)	(45,145)
Disposals	(232,651)	-	(232,651)
Fair value gains recorded in:			
Profit or loss	164,049	-	164,049
Other comprehensive income	-	(8,278)	(8,278)
Movement in accrued interest	505	68	573
Amortisation adjustments	6	(410)	(404)
At 30 June 2026	3,050,649	831,713	3,882,362

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(d) Fair value hierarchy

The Group and the Company categorise their fair value measurements according to a three-level hierarchy. The hierarchy prioritises the inputs used by the Group and the Company in determining the fair value of the financial instruments.

A level is assigned to each fair value measurement based on the lowest level input significant to the fair value measurement in its entirety. The three-level hierarchy is defined as follows:

Level 1 – Fair value measurements that reflect unadjusted, quoted prices in active markets for identical assets and liabilities that the Group and the Company can access at the measurement date. Valuations are based on quoted prices reflecting market transactions involving assets or liabilities identical to those being measured.

Level 2 – Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets and liabilities in active markets, quoted prices for identical or similar assets and liabilities in inactive markets, inputs that are observable that are not prices (such as interest rates, credit risks, etc) and inputs that are derived from or corroborated by observable market data.

Level 3 – Fair value measurements using significant non-market observable inputs. These include valuations for assets and liabilities that are derived using data, some or all of which are not market observable, including assumptions about risk.

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(d) Fair value hierarchy (continued)

The following table presents the Group's and the Company's financial assets that are carried at fair value as at the reporting date:

				Group
	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
30.6.2026				
FVTPL				
Malaysian Government Securities	-	553,722	-	553,722
Unquoted corporate debt securities	-	987,316	-	987,316
Quoted equity securities	185,149	-	-	185,149
Unit trust funds	1,172,008	-	-	1,172,008
Structured product	-	99,032	-	99,032
Unquoted equity securities	-	-	33,236	33,236
FVOCI				
Malaysian Government Securities	-	181,888	-	181,888
Unquoted corporate debt securities	-	649,825	-	649,825
	1,357,157	2,471,783	33,236	3,862,176
Audited 31.12.2025				
FVTPL				
Malaysian Government Securities	-	536,680	-	536,680
Unquoted corporate debt securities	-	1,010,917	-	1,010,917
Quoted equity securities	191,903	-	-	191,903
Unit trust funds	858,753	-	-	858,753
Structured product	-	99,616	-	99,616
Unquoted equity securities	-	-	33,236	33,236
FVOCI				
Malaysian Government Securities	-	184,162	-	184,162
Unquoted corporate debt securities	-	646,300	-	646,300
	1,050,656	2,477,675	33,236	3,561,567

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(d) Fair value hierarchy (continued)

				Company
	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
30.6.2026				
FVTPL				
Malaysian Government Securities	-	533,236	-	533,236
Unquoted corporate debt securities	-	680,183	-	680,183
Quoted equity securities	185,149	-	-	185,149
Unit trust funds	1,172,008	-	-	1,172,008
Controlled structured entity	347,805	-	-	347,805
Structured product	-	99,032	-	99,032
Unquoted equity securities	-	-	33,236	33,236
FVOCI				
Malaysian Government Securities	-	181,888	-	181,888
Unquoted corporate debt securities	-	649,825	-	649,825
	1,704,962	2,144,164	33,236	3,882,362
Audited				
31.12.2025				
FVTPL				
Malaysian Government Securities	-	499,260	-	499,260
Unquoted corporate debt securities	-	710,082	-	710,082
Quoted equity securities	191,903	-	-	191,903
Unit trust funds	858,753	-	-	858,753
Controlled structured entity	343,910	-	-	343,910
Structured product	-	99,616	-	99,616
Unquoted equity securities	-	-	33,236	33,236
FVOCI				
Malaysian Government Securities	-	184,162	-	184,162
Unquoted corporate debt securities	-	646,300	-	646,300
	1,394,566	2,139,420	33,236	3,567,222

There are no transfers between Levels 1 and 2 of the fair value hierarchy during the six months period ended 30 June 2026.

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(e) Movement of level 3 financial assets

	Group/Company
	Unquoted equity securities
	RM'000
At 1 January 2025	32,869
Purchases	100
Fair value gains recorded in:	
Profit or loss	267
At 31 December 2025	33,236
Total gains recognised in profit or loss for financial assets measured at level 3 of the fair value hierarchy at the end of the reporting year	267
1 January 2026	33,236
Fair value gains recorded in:	
Profit or loss	-
At 30 June 2026	33,236
Total gains recognised in income statement for financial assets measured at level 3 of the fair value hierarchy at the end of the financial period	-

12 INVESTMENTS: FAIR VALUE THROUGH PROFIT OR LOSS AND FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS (CONTINUED)

(f) Sensitivity of fair value measurements to changes in observables input assumptions

All unquoted equity securities of the Group and the Company at fair value were classified under level 3 due to no quoted market prices in an active market. The fair value of investments in unquoted equity securities are measured based on the adjusted net asset value method by referencing to the annual financial statements of the entities that the Group and the Company invested in.

				Group/Company
	Change in variable	Impact on carrying value	Impact on profit after taxation	Impact on equity*
		RM'000	RM'000	RM'000
30.6.2026				
Unquoted equity securities	+5%	1,662	1,254	1,254
Unquoted equity securities	-5%	(1,662)	(1,254)	(1,254)
Audited				
31.12.2025				
Unquoted equity securities	+5%	1,662	1,239	1,239
Unquoted equity securities	-5%	(1,662)	(1,239)	(1,239)

* Impact on equity reflects adjustments for tax, where applicable.

13 INVESTMENTS: AMORTISED COST FINANCIAL ASSETS

	Group		Company	
	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025
	RM'000	RM'000	RM'000	RM'000
Fixed and call deposits with licensed financial institutions	154,270	105,769	133,999	94,961
Accrued interest on fixed and call deposits	16	15	14	14
	154,286	105,784	134,013	94,975
Receivable within 12 months	154,286	105,784	134,013	94,975

The carrying amounts disclosed above approximate fair values as of the date of the statements of financial position.

There are no fixed and call deposits pledged to a financial institution as at 30 June 2026 (2025: Nil).

14 INSURANCE AND REINSURANCE CONTRACTS

The breakdown of the groups of insurance contracts issued and reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

						Group/Company
			30.6.2026			31.12.2025 (Audited)
	Assets	Liabilities	Net	Assets	Liabilities	Net
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Life insurance contracts not measured under the PAA	(14,820)	3,290,552	3,275,732	(15,433)	2,992,844	2,977,411
Life insurance contracts measured under the PAA	-	4,265	4,265	-	3,999	3,999
Insurance contract (assets)/liabilities	(14,820)	3,294,817	3,279,997	(15,433)	2,996,843	2,981,410
Reinsurance contracts held not measured under the PAA	(41,267)	21	(41,246)	(49,654)	12	(49,642)
Reinsurance contracts held measured under the PAA	(3,354)	799	(2,555)	(3,333)	658	(2,675)
Reinsurance contract (assets)/liabilities	(44,621)	820	(43,801)	(52,987)	670	(52,317)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.1 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts not measured under the PAA

14.1.1 Life insurance contracts issued

The roll-forward of the net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims for portfolios included in life insurance unit, is disclosed in the table below:

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January										
Life insurance contract liabilities	2,868,472	37,615	86,753	4	2,992,844	2,661,900	36,001	80,954	4	2,778,859
Life insurance contract asset	(17,531)	-	2,098	-	(15,433)	(10,232)	-	1,871	-	(8,361)
Net insurance contract liabilities as at 1 January	2,850,941	37,615	88,851	4	2,977,411	2,651,668	36,001	82,825	4	2,770,498
Insurance revenue										
Expected insurance service expenses incurred	(73,892)	-	-	-	(73,892)	(161,023)	-	-	-	(161,023)
Change in risk adjustment for non-financial risk	(11,188)	-	-	-	(11,188)	(24,515)	-	-	-	(24,515)
CSM recognised for service provided	(34,653)	-	-	-	(34,653)	(69,013)	-	-	-	(69,013)
Recovery of insurance acquisition cash flows	(42,247)	-	-	-	(42,247)	(74,812)	-	-	-	(74,812)
Other amount including experience adjustments	-	-	-	-	-	-	-	-	-	-
	(161,980)	-	-	-	(161,980)	(329,363)	-	-	-	(329,363)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.1 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts not measured under the PAA (continued)

14.1.1 Life insurance contracts issued (continued)

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance service expenses										
Incurred claims and other expenses	-	-	86,359	1	86,360	-	-	171,737	2	171,739
Amortisation of insurance acquisition cash flows	42,247	-	-	-	42,247	74,812	-	-	-	74,812
Losses and reversal of losses on onerous contracts	-	2,546	-	-	2,546	-	1,909	-	-	1,909
Adjustments to liabilities for incurred claims	-	-	(6,144)	(1)	(6,145)	-	-	(11,219)	(2)	(11,221)
	42,247	2,546	80,215	-	125,008	74,812	1,909	160,518	-	237,239
Investment components	(62,772)	-	62,772	-	-	(124,338)	-	124,338	-	-
Insurance service result	(182,505)	2,546	142,987	-	(36,972)	(378,889)	1,909	284,856	-	(92,124)
Insurance finance expenses /(income)	248,773	(161)	(2)	-	248,610	178,742	(295)	138	-	178,585
Total changes in the statements of comprehensive income	66,268	2,385	142,985	-	211,638	(200,147)	1,614	284,994	-	86,461

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.1 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts not measured under the PAA (continued)

14.1.1 Life insurance contracts issued (continued)

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows										
Premiums received	309,462	-	-	-	309,462	548,601	-	-	-	548,601
Claims and other expenses paid including investment components	-	-	(103,199)	-	(103,199)	-	-	(222,629)	-	(222,629)
Total cash flows	309,462	-	(103,199)	-	206,263	548,601	-	(222,629)	-	325,972
Other movements*	(91,300)	-	(28,280)	-	(119,580)	(149,181)	-	(56,339)	-	(205,520)
Net life insurance contract liabilities	3,135,371	40,000	100,357	4	3,275,732	2,850,941	37,615	88,851	4	2,977,411
Life insurance contract liabilities	3,152,168	40,000	98,380	4	3,290,552	2,868,472	37,615	86,753	4	2,992,844
Life insurance contract assets	(16,797)		1,977	-	(14,820)	(17,531)	-	2,098	-	(15,433)
Net life insurance contract liabilities as at 30 June 2026/31 December 2025	3,135,371	40,000	100,357	4	3,275,732	2,850,941	37,615	88,851	4	2,977,411

* "Other movements" for liability for remaining coverage and liability for incurred claims relate to situations where the accounting treatment of some fixed or variable overheads included with the cash flows within the boundary of an insurance contract are governed by other MFRS standards. In such instances, when the insurance service expenses are incurred, a settlement of the LFRC and LFIC is deemed to have incurred, with a corresponding adjustment to other items in the statements of financial position such as accumulated depreciation, other payables, amortisation of intangible assets.

Registration No.

199001005930 (197499-U)

SUN LIFE MALAYSIA ASSURANCE BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.1 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts not measured under the PAA (continued)

14.1.2 Reinsurance contracts held

The roll-forward of the net asset or liability for reinsurance contracts held showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to reinsurers in the life insurance unit is disclosed in the table below:

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January										
Reinsurance contract assets	(34,010)	6,288	77,376	-	49,654	(19,657)	5,003	67,982	-	53,328
Reinsurance contract liabilities	(12)	-	-	-	(12)	(398)	-	1	-	(397)
Net reinsurance contract (liabilities)/assets as at 1 January	(34,022)	6,288	77,376	-	49,642	(20,055)	5,003	67,983	-	52,931
Allocation of reinsurance premiums										
Expected recovery for insurance service expenses	(29,426)	-	-	-	(29,426)	(58,700)	-	-	-	(58,700)
Change in risk adjustment for non-financial risk	(2,039)	-	-	-	(2,039)	(3,983)	-	-	-	(3,983)
Net cost recognised	(3,234)	-	-	-	(3,234)	(9,661)	-	-	-	(9,661)
Other amount including experience adjustments	-	-	-	-	-	-	-	-	-	-
	(34,699)	-	-	-	(34,699)	(72,344)	-	-	-	(72,344)

Registration No.

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SUN LIFE MALAYSIA ASSURANCE BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.1 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts not measured under the PAA (continued)

14.1.2 Reinsurance contracts held (continued)

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Amounts recoverable from reinsurers for incurred claims										
Amounts recoverable for claims and other expenses incurred	-	-	23,352	-	23,352	-	-	51,033	-	51,033
Changes in amount recoverable from liabilities for incurred claims	-	-	4,185	-	4,185	-	-	5,171	-	5,171
Income of Loss-Recovery from Onerous Contracts	-	477	-	-	477	-	1,285	-	-	1,285
	-	477	27,537	-	28,014	-	1,285	56,204	-	57,489
Net (expense)/income from reinsurance contracts held	(34,699)	477	27,537	-	(6,685)	(72,344)	1,285	56,204	-	(14,855)
Reinsurance finance (expenses)/income	(397)	-	-	-	(397)	1,079	-	-	-	1,079
Total changes in the statements of comprehensive income	(35,096)	477	27,537	-	(7,082)	(71,265)	1,285	56,204	-	(13,776)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.1 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts not measured under the PAA (continued)

14.1.2 Reinsurance contracts held (continued)

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows										
Premiums paid	14,077	-	-	-	14,077	57,298	-	-	-	57,298
Claims and benefits recovered	-	-	(15,391)	-	(15,391)	-	-	(46,811)	-	(46,811)
Total cash flows	14,077	-	(15,391)	-	(1,314)	57,298	-	(46,811)	-	10,487
Net reinsurance contract (liabilities)/assets as at 30 June 2026/31 December 2025	(55,041)	6,765	89,522	-	41,246	(34,022)	6,288	77,376	-	49,642
Reinsurance contract assets	(55,020)	6,765	89,522	-	41,267	(34,010)	6,288	77,376	-	49,654
Reinsurance contract liabilities	(21)	-	-	-	(21)	(12)	-	-	-	(12)
Net reinsurance contract (liabilities)/assets as at 30 June 2026/31 December 2025	(55,041)	6,765	89,522	-	41,246	(34,022)	6,288	77,376	-	49,642

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.2 Roll-forward of the net asset or liability for life insurance contracts issued and reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Contracts not measured under the PAA

14.2.1 Life insurance contracts issued

The table below presents a roll-forward of the net asset or liability for insurance contracts issued showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin for portfolios included in the life insurance unit.

								Group/Company
				30.6.2026				31.12.2025 (Audited)
	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January								
Life insurance contract liabilities	2,597,254	127,384	268,206	2,992,844	2,335,643	132,659	310,557	2,778,859
Life insurance contract assets	(23,248)	7,194	621	(15,433)	(17,402)	8,134	907	(8,361)
Net life insurance contract liabilities as at 1 January	2,574,006	134,578	268,827	2,977,411	2,318,241	140,793	311,464	2,770,498
Changes that relate to current services								
Contractual service margin recognised for services provided	-	-	(25,250)	(25,250)	-	-	(53,338)	(53,338)
Risk adjustment recognised for the risk expired	-	(11,149)	-	(11,149)	-	(24,485)	-	(24,485)
Experience adjustments	7,723	-	-	7,723	2,875	-	-	2,875
	7,723	(11,149)	(25,250)	(28,676)	2,875	(24,485)	(53,338)	(74,948)
Changes that relate to future services								
Contracts initially recognised in the period	(42,716)	8,078	34,696	58	(71,664)	15,125	56,539	-
Changes in estimates that adjust the contractual service margin	9,328	(1,338)	(7,990)	-	72,205	(11,487)	(60,718)	-
Changes in estimates that do not adjust the contractual service margin	(4,586)	2,377	-	(2,209)	(13,812)	7,857	-	(5,955)
	(37,974)	9,117	26,706	(2,151)	(13,271)	11,495	(4,179)	(5,955)
Changes that relate to past service								
Adjustments to liabilities for incurred claims	(6,144)	(1)	-	(6,145)	(11,219)	(2)	-	(11,221)
Insurance service result	(36,395)	(2,033)	1,456	(36,972)	(21,615)	(12,992)	(57,517)	(92,124)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.2 Roll-forward of the net asset or liability for life insurance contracts issued and reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Contracts not measured under the PAA (continued)

14.2.1 Life insurance contracts issued (continued)

								Group/Company
				30.6.2026				31.12.2025 (Audited)
	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance finance expenses	240,405	1,766	6,439	248,610	156,928	6,777	14,880	178,585
Total changes in the statements of comprehensive income	204,010	(267)	7,895	211,638	135,313	(6,215)	(42,637)	86,461
Cash flows								
Premiums received	309,462	-	-	309,462	548,601	-	-	548,601
Claims and other expenses paid including investment components	(103,199)	-	-	(103,199)	(222,629)	-	-	(222,629)
Total cash flows	206,263	-	-	206,263	325,972	-	-	325,972
Other movements*	(119,580)	-	-	(119,580)	(205,520)	-	-	(205,520)
Net life insurance contract liabilities as at 30 June 2026/31 December 2025	2,864,699	134,311	276,722	3,275,732	2,574,006	134,578	268,827	2,977,411
Life insurance contract liabilities	2,886,937	127,507	276,108	3,290,552	2,597,254	127,384	268,206	2,992,844
Life insurance contract assets	(22,238)	6,804	614	(14,820)	(23,248)	7,194	621	(15,433)
Net life insurance contract liabilities as at 30 June 2026/31 December 2025	2,864,699	134,311	276,722	3,275,732	2,574,006	134,578	268,827	2,977,411

* "Other movements" for liability for remaining coverage and liability for incurred claims relate to situations where the accounting treatment of some fixed or variable overheads included with the cash flows within the boundary of an insurance contract are governed by other MFRS standards. In such instances, when the insurance service expenses are incurred, a settlement of the LFRC and LFIC is deemed to have incurred, with a corresponding adjustment to other items in the statements of financial position such as accumulated depreciation, other payables, amortisation of intangible assets.

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.2 Roll-forward of the net asset or liability for life insurance contracts issued and reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Contracts not measured under the PAA (continued)

14.2.2 Reinsurance contracts held

The table below presents a roll-forward of the net asset or liability for reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and CSM for reinsurance held portfolios included in life insurance unit.

								Group/Company
				30.6.2026				31.12.2025 (Audited)
	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January								
Reinsurance contract assets	29,022	47,378	(26,746)	49,654	20,635	45,279	(12,586)	53,328
Reinsurance contract liabilities	(38)	29	(3)	(12)	(442)	37	8	(397)
Net reinsurance contract assets/(liabilities) as at 1 January	28,984	47,407	(26,749)	49,642	20,193	45,316	(12,578)	52,931
Changes that relate to current services								
Contractual service margin recognised for services received	-	-	(3,682)	(3,682)	-	-	(10,382)	(10,382)
Risk adjustment recognised for the risk expired	-	(2,039)	-	(2,039)	-	(3,983)	-	(3,983)
Experience adjustments	(6,074)	-	-	(6,074)	(7,667)	-	-	(7,667)
	(6,074)	(2,039)	(3,682)	(11,795)	(7,667)	(3,983)	(10,382)	(22,032)
Changes that relate to future services								
Contracts initially recognised in the period	(1,391)	1,863	(472)	-	(2,287)	3,030	(743)	-
Changes in estimates that adjust the contractual service margin	1,756	112	(1,868)	-	3,613	465	(4,078)	-
Changes in contractual service margin due to recognition of a loss-recovery component from onerous underlying contracts	-	-	925	925	-	-	2,006	2,006
	365	1,975	(1,415)	925	1,326	3,495	(2,815)	2,006
Changes that relate to past services								
Changes in amounts recoverable arising from changes in liability for incurred claims	4,185	-	-	4,185	5,171	-	-	5,171
Net expense from reinsurance contracts held	(1,524)	(64)	(5,097)	(6,685)	(1,170)	(488)	(13,197)	(14,855)
Reinsurance finance (expenses)/income	(136)	595	(856)	(397)	(526)	2,579	(974)	1,079
Total changes in the statements of comprehensive income	(1,660)	531	(5,953)	(7,082)	(1,696)	2,091	(14,171)	(13,776)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.2 Roll-forward of the net asset or liability for life insurance contracts issued and reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Contracts not measured under the PAA (continued)

14.2.2 Reinsurance contracts held (continued)

								Group/Company
				30.6.2026				31.12.2025 (Audited)
	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total	Estimates of the present value of future cash flows	Risk adjustment	Contractual service margin	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows								
Premiums paid	14,077	-	-	14,077	57,298	-	-	57,298
Claims and benefits recovered	(15,391)	-	-	(15,391)	(46,811)	-	-	(46,811)
Total cash flows	(1,314)	-	-	(1,314)	10,487	-	-	10,487
Net reinsurance contract assets/(liabilities) as at 30 June 2026/31 December 2025	26,010	47,938	(32,702)	41,246	28,984	47,407	(26,749)	49,642
Reinsurance contract assets	26,047	47,909	(32,689)	41,267	29,022	47,378	(26,746)	49,654
Reinsurance contract liabilities	(37)	29	(13)	(21)	(38)	29	(3)	(12)
Net reinsurance contract assets/(liabilities) as at 30 June 2026/31 December 2025	26,010	47,938	(32,702)	41,246	28,984	47,407	(26,749)	49,642

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.3 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts measured under the PAA

14.3.1 Life insurance contracts issued

The roll-forward of the net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims for portfolios included in life insurance unit, is disclosed in the table below:

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January										
Life insurance contract liabilities	31	3	3,559	406	3,999	(45)	1	3,107	368	3,431
Life insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net insurance contract liabilities/(assets) as at 1 January	31	3	3,559	406	3,999	(45)	1	3,107	368	3,431
Insurance revenue										
Contracts under PAA	(23,953)	-	-	-	(23,953)	(45,654)	-	-	-	(45,654)
	(23,953)	-	-	-	(23,953)	(45,654)	-	-	-	(45,654)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.3 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts measured under the PAA

14.3.1 Life insurance contracts issued (continued)

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance service expenses										
Incurred claims and other expenses	-	-	5,475	168	5,643	-	-	8,332	357	8,689
Amortisation of insurance acquisition cash flows	11,981	-	-	-	11,981	22,698	-	-	-	22,698
Losses and reversal of losses on onerous contracts	-	(52)	-	-	(52)	-	2	-	-	2
Adjustments to liabilities for incurred claims	-	-	(1,249)	(166)	(1,415)	-	-	(2,308)	(319)	(2,627)
	11,981	(52)	4,226	2	16,157	22,698	2	6,024	38	28,762
Insurance service result, representing total changes in the statements of comprehensive income	(11,972)	(52)	4,226	2	(7,796)	(22,956)	2	6,024	38	(16,892)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.3 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts measured under the PAA (continued)

14.3.1 Life insurance contracts issued (continued)

										Group/Company
	30.6.2026					31.12.2025 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows										
Premiums received	24,107	-	-	-	24,107	45,729	-	-	-	45,729
Claims and other expenses paid including investment components	-	-	(155)	-	(155)	-	-	(391)	-	(391)
Total cash flows	24,107	-	(155)	-	23,952	45,729	-	(391)	-	45,338
Other movements*	(11,983)	-	(3,907)	-	(15,890)	(22,697)	-	(5,181)	-	(27,878)
Net life insurance contract liabilities/(assets)	183	(49)	3,723	-	4,265	31	3	3,559	406	3,999
Life insurance contract liabilities	183	(49)	3,723	408	4,265	31	3	3,559	406	3,999
Life insurance contract assets	-		-	-	-	-	-	-	-	-
Net life insurance contract liabilities/(assets) as at 30 June 2026/31 December 2025	183	(49)	3,723	408	4,265	31	3	3,559	406	3,999

* "Other movements" for liability for remaining coverage and liability for incurred claims relate to situations where the accounting treatment of some fixed or variable overheads included with the cash flows within the boundary of an insurance contract are governed by other MFRS standards. In such instances, when the insurance service expenses are incurred, a settlement of the LFRC and LFIC is deemed to have incurred, with a corresponding adjustment to other items in the statements of financial position such as accumulated depreciation, other payables, amortisation of intangible assets.

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.3 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts measured under the PAA (continued)

14.3.2 Reinsurance contracts held

The roll-forward of the net asset or liability for reinsurance contracts held showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to reinsurers in the life insurance unit is disclosed in the table below:

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January										
Reinsurance contract assets	(725)	220	3,838	-	3,333	(1,133)	248	4,090	-	3,205
Reinsurance contract liabilities	(2,792)	-	2,134	-	(658)	(799)	-	268	-	(531)
Net reinsurance contract (liabilities)/assets as at 1 January	(3,517)	220	5,972	-	2,675	(1,932)	248	4,358	-	2,674
Allocation of reinsurance premiums										
Contracts under PAA	(3,533)	-	-	-	(3,533)	(6,518)	-	-	-	(6,518)
	(3,533)	-	-	-	(3,533)	(6,518)	-	-	-	(6,518)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.3 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts measured under the PAA (continued)

14.3.2 Reinsurance contracts held (continued)

	Group/Company									
	30.6.2026					31.12.2025 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Amounts recoverable from reinsurers for incurred claims										
Amounts recoverable for claims and other expenses incurred	-	-	1,584	-	1,584	-	-	3,664	-	3,664
Changes in amount recoverable from liabilities for incurred claims	-	-	268	-	268	-	-	787	-	787
Income of Loss-Recovery from Onerous Contracts	-	19	-	-	19	-	(28)	-	-	(28)
	-	19	1,852	-	1,871	-	(28)	4,451	-	4,423
Net expense/(income) from reinsurance contracts held	(3,533)	19	1,852	-	(1,662)	(6,518)	(28)	4,451	-	(2,095)
Reinsurance finance expenses	(7)	-	-	-	(7)	(8)	-	-	-	(8)
Total changes in the statements of comprehensive income	(3,540)	19	1,852	-	(1,669)	(6,526)	(28)	4,451	-	(2,103)

14 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

14.3 Roll-forward of net asset or liability for life insurance contracts issued and reinsurance contracts held showing the liability for remaining coverage and the liability for incurred claims – Contracts measured under the PAA (continued)

14.3.2 Reinsurance contracts held (continued)

										Group/Company
					30.6.2026					31.12.2025 (Audited)
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows										
Premiums paid	3,061	-	-	-	3,062	4,941	-	-	-	4,941
Claims and benefits recovered	-	-	(1,512)	-	(1,512)	-	-	(2,837)	-	(2,837)
Total cash flows	3,061	-	(1,512)	-	1,550	4,941	-	(2,837)	-	2,104
Net reinsurance contract (liabilities)/assets as at 30 June 2026/31 December 2025	(3,996)	239	6,312	-	2,555	(3,517)	220	5,972	-	2,675
Reinsurance contract assets	(1,089)	239	4,204	-	3,354	(725)	220	3,838	-	3,333
Reinsurance contract liabilities	(2,907)	-	2,108	-	(799)	(2,792)	-	2,134	-	(658)
Net reinsurance contract (liabilities)/assets as at 30 June 2026/31 December 2025	(3,996)	239	6,312	-	2,555	(3,517)	220	5,972	-	2,675

15 OPERATING LEASE COMMITMENTS

There were no operating leases during the financial year.

16 CAPITAL COMMITMENTS

	Group/Company	
		Audited
	30.6.2026	31.12.2025
	RM'000	RM'000
Approved and contracted for:		
Intangible assets	488	1,224
Property and equipment	2,513	2,513
Approved but not contracted for:		
Intangible assets	9,285	5,021
Property and equipment	-	-
	12,286	8,758

17 REGULATORY CAPITAL REQUIREMENTS

The capital structure of the Company as at 30 June 2026, as prescribed under the RBC Framework is provided below:

	Group/Company	
		Audited
	30.6.2026	31.12.2025
	RM'000	RM'000
Eligible Tier 1 Capital		
Share capital (paid-up)	358,000	358,000
Retained earnings	103,311	99,718
Eligible contract liabilities	162,149	145,304
	623,460	603,022
Tier 2 Capital		
Eligible reserves	21,490	29,111
Amounts deducted from capital	(38,283)	(42,419)
Total capital available	606,667	589,714

The total capital available is measured based on the requirements prescribed under the Framework by BNM and differs from the measurement basis reported in the statutory financial statements prepared in accordance with MFRS Accounting Standards.

Registration No.

199001005930 (197499-U)

SUN LIFE MALAYSIA ASSURANCE BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

18 INSURANCE FUNDS

The Group's and the Company's activities are organised by funds and segregated into Life and Shareholders' funds in accordance with the Financial Services Act, 2013 and Insurance Act, 1996.

The Group's and the Company's statements of financial position and statements of comprehensive income have been further analysed by funds which are as follows:

Statements of financial position by Funds as at 30 June 2026

	Shareholders' Fund		Life Fund		Elimination		Group Total	
	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Assets								
Property and equipment	-	-	45,321	47,143	-	-	45,321	47,143
Intangible assets	-	-	38,283	42,419	-	-	38,283	42,419
Right-of-use assets	-	-	2,545	5,112	-	-	2,545	5,112
Investments:								
FVTPL financial assets	355,618	385,521	2,674,845	2,359,956	-	(14,372)	3,030,463	2,731,105
FVOCI financial assets	-	-	831,713	830,462	-	-	831,713	830,462
Amortised cost financial assets	29,198	18,008	125,088	87,776	-	-	154,286	105,784
Reinsurance contract assets	-	-	44,621	52,987	-	-	44,621	52,987
Insurance contract assets	-	-	14,820	15,433	-	-	14,820	15,433
Other receivables	418,999	379,431	36,434	31,362	(415,982)	(376,106)	39,451	34,687
Current tax (payable)/assets	-	(14,250)	-	19,570	-	-	-	5,320
Cash and bank balances	20	20	15,340	6,828	-	-	15,360	6,848
Total assets	803,835	768,730	3,829,010	3,499,048	(415,982)	(390,478)	4,216,863	3,877,300

18 INSURANCE FUNDS (CONTINUED)

Statements of financial position by Funds as at 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Group Total	
	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Share capital	358,000	358,000	-	-	-	-	358,000	358,000
Retained earnings	359,706	325,286	-	-	-	-	359,706	325,286
FVOCI reserve	17,622	23,580	-	-	-	-	17,622	23,580
Total equity	735,328	706,866	-	-	-	-	735,328	706,866
Liabilities								
Insurance contract liabilities	(5,961)	(5,174)	3,300,778	3,016,389	-	(14,372)	3,294,817	2,996,843
Reinsurance contract liabilities	-	-	820	670	-	-	820	670
Lease liabilities	-	-	2,639	5,160	-	-	2,639	5,160
Other payables	1,850	7,366	509,763	461,332	(415,982)	(376,106)	95,631	92,592
Current tax liabilities	14,250	-	(14,082)	-	-	-	168	-
Deferred tax liabilities	58,368	59,672	29,092	15,497	-	-	87,460	75,169
Total liabilities	68,507	61,864	3,829,010	3,499,048	(415,982)	(390,478)	3,481,535	3,170,434
Total equity, policyholders' funds and liabilities	803,835	768,730	3,829,010	3,499,048	(415,982)	(390,478)	4,216,863	3,877,300

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SUN LIFE MALAYSIA ASSURANCE BERHAD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

18 INSURANCE FUNDS (CONTINUED)

Statements of financial position by Funds as at 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Company Total	
		Audited		Audited		Audited		Audited
	30.6.2026	31.12.2025	30.6.2026	31.12.2025	30.6.2026	31.12.2025	30.6.2026	31.12.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Assets								
Property and equipment	-	-	45,321	47,143	-	-	45,321	47,143
Intangible assets	-	-	38,283	42,419	-	-	38,283	42,419
Right-of-use assets	-	-	2,545	5,112	-	-	2,545	5,112
Investments:								
FVTPL financial assets	375,804	391,176	2,674,845	2,359,956	-	(14,372)	3,050,649	2,736,760
FVOCI financial assets	-	-	831,713	830,462	-	-	831,713	830,462
Amortised cost financial assets	8,925	7,199	125,088	87,776	-	-	134,013	94,975
Reinsurance contract assets	-	-	44,621	52,987	-	-	44,621	52,987
Insurance contract assets	-	-	14,820	15,433	-	-	14,820	15,433
Other receivables	418,999	379,431	36,434	31,362	(415,982)	(376,106)	39,451	34,687
Current tax (payable)/assets	-	(14,250)	-	19,570	-	-	-	5,320
Cash and bank balances	10	10	15,340	6,828	-	-	15,350	6,838
Total assets	803,738	763,566	3,829,010	3,499,048	(415,982)	(390,478)	4,216,766	3,872,136

18 INSURANCE FUNDS (CONTINUED)

Statements of financial position by Funds as at 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Company Total	
	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025	30.6.2026	Audited 31.12.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Share capital	358,000	358,000	-	-	-	-	358,000	358,000
Retained earnings	359,706	325,286	-	-	-	-	359,706	325,286
FVOCI reserve	17,622	23,580	-	-	-	-	17,622	23,580
Total equity	735,328	706,866	-	-	-	-	735,328	706,866
Liabilities								
Insurance contract liabilities	(5,961)	(5,174)	3,300,778	3,016,389	-	(14,372)	3,294,817	2,996,843
Reinsurance contract liabilities	-	-	820	670	-	-	820	670
Lease liabilities	-	-	2,639	5,160	-	-	2,639	5,160
Other payables	1,753	2,202	509,763	461,332	(415,982)	(376,106)	78,754	87,428
Current tax liabilities	14,250	-	(14,082)	-	-	-	168	-
Deferred tax liabilities	58,368	59,672	29,092	15,497	-	-	87,460	75,169
Total liabilities	68,410	56,700	3,829,010	3,499,048	(415,982)	(390,478)	3,481,438	3,165,270
Total equity, policyholders' funds and liabilities	803,738	763,566	3,829,010	3,499,048	(415,982)	(390,478)	4,216,766	3,872,136

18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026

	Shareholders' Fund		Life Fund		Elimination		Group Total	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance revenue	403	337	185,530	185,279	-	-	185,933	185,616
Insurance service expenses	(1,207)	(1,353)	(139,958)	(123,054)	-	-	(141,165)	(124,407)
Insurance service result before reinsurance contracts held	(804)	(1,016)	45,572	62,225	-	-	44,768	61,209
Allocation of reinsurance premiums	-	-	(38,232)	(39,916)	-	-	(38,232)	(39,916)
Amounts recoverable from reinsurers for incurred claims	-	-	29,885	25,585	-	-	29,885	25,585
Net expense from reinsurance contracts held	-	-	(8,347)	(14,331)	-	-	(8,347)	(14,331)
Insurance service result	(804)	(1,016)	37,225	47,894	-	-	36,421	46,878
Investment income	7,839	7,622	66,449	50,665	-	-	74,288	58,287
Net realised gains on fair value through other comprehensive income financial assets	-	-	123	706	-	-	123	706
Net fair value (losses)/gains on fair value through profit or loss financial assets	(2,765)	4,725	189,467	28,952	9,222	10,513	195,924	44,190
Net investment income	5,074	12,347	256,039	80,323	9,222	10,513	270,335	103,183

18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Group Total	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance finance expenses for insurance contracts issued	-	-	(239,388)	(82,235)	(9,222)	(10,513)	(248,610)	(92,748)
Reinsurance finance (expenses)/income for reinsurance contracts held	-	-	(404)	1,104	-	-	(404)	1,104
Net insurance financial result	-	-	(239,792)	(81,131)	(9,222)	(10,513)	(249,014)	(91,644)
Net investment result	5,074	12,347	16,247	(808)	-	-	21,321	11,539
Other operating income	-	-	61	519	-	-	61	519
Other operating expenses	(484)	(645)	(276)	-	-	-	(760)	(645)
Other finance cost	-	-	(84)	(200)	-	-	(84)	(200)
Other (expenses)/income	(484)	(645)	(299)	319	-	-	(783)	(326)

18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Group Total	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Profit before taxation	3,786	10,686	53,173	47,405	-	-	56,959	58,091
Tax expense attributable to policyholders	-	-	(19,856)	(6,573)	-	-	(19,856)	(6,573)
Transfer from life fund	33,317	40,832	(33,317)	(40,832)	-	-	-	-
Profit before taxation attributable to Shareholders	37,103	51,518	-	-	-	-	37,103	51,518
Taxation	(2,683)	(8,528)	(19,856)	(6,573)	-	-	(22,539)	(15,101)
Tax expense attributable to policyholders	-	-	19,856	6,573	-	-	19,856	6,573
Tax expense attributable to Shareholders	(2,683)	(8,528)	-	-	-	-	(2,683)	(8,528)
Net profit for the financial period	34,420	42,990	-	-	-	-	34,420	42,990

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026 (CONTINUED)

18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Group Total	
	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000 Restated	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000 Restated
Other comprehensive income:								
Items that may be subsequently reclassified to profit or loss:								
Fair value change on fair value through other comprehensive income financial assets:								
- Revaluation	(8,045)	17,918	-	-	-	-	(8,045)	17,918
- Transfer to profit or loss upon disposal	(233)	(465)	-	-	-	-	(233)	(465)
- Gross fair value changes	(8,278)	17,453	-	-	-	-	(8,278)	17,453
- Expected credit loss	(5)	59	-	-	-	-	(5)	59
- Deferred taxation	2,325	(4,458)	-	-	-	-	2,325	(4,458)
Other comprehensive (loss)/income for the financial period, net of tax	(5,958)	13,054	-	-	-	-	(5,958)	13,054
Total comprehensive income for the financial period	28,462	56,044	-	-	-	-	28,462	56,044

18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Company Total	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance revenue	403	337	185,530	185,279	-	-	185,933	185,616
Insurance service expenses	(1,207)	(1,353)	(139,958)	(123,054)	-	-	(141,165)	(124,407)
Insurance service result before reinsurance contracts held	(804)	(1,016)	45,572	62,225	-	-	44,768	61,209
Allocation of reinsurance premiums	-	-	(38,232)	(39,916)	-	-	(38,232)	(39,916)
Amounts recoverable from reinsurers for incurred claims	-	-	29,885	25,585	-	-	29,885	25,585
Net expense from reinsurance contracts held	-	-	(8,347)	(14,331)	-	-	(8,347)	(14,331)
Insurance service result	(804)	(1,016)	37,225	47,894	-	-	36,421	46,878
Investment income	7,323	8,614	66,449	50,665	-	-	73,772	59,279
Net realised gains on fair value through other comprehensive income financial assets	-	-	123	706	-	-	123	706
Net fair value (losses)/gains on fair value through profit or loss financial assets	(2,672)	3,363	189,467	28,952	9,222	10,513	196,017	42,828
Net investment income	4,651	11,977	256,039	80,323	9,222	10,513	269,912	102,813

18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Company Total	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance finance expenses for insurance contracts issued	-	-	(239,388)	(82,235)	(9,222)	(10,513)	(248,610)	(92,748)
Reinsurance finance (expenses)/income for reinsurance contracts held	-	-	(404)	1,104	-	-	(404)	1,104
Net insurance financial result	-	-	(239,792)	(81,131)	(9,222)	(10,513)	(249,014)	(91,644)
Net investment result	4,651	11,977	16,247	(808)	-	-	20,898	11,169
Other operating income	-	-	61	519	-	-	61	519
Other operating expenses	(61)	(275)	(276)	-	-	-	(337)	(275)
Other finance cost	-	-	(84)	(200)	-	-	(84)	(200)
Other (expenses)/income	(61)	(275)	(299)	319	-	-	(360)	44

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18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Company Total	
	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025	6 months period ended 30.6.2026	6 months period ended 30.6.2025
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Profit before taxation	3,786	10,686	53,173	47,405	-	-	56,959	58,091
Tax expense attributable to policyholders	-	-	(19,856)	(6,573)	-	-	(19,856)	(6,573)
Transfer from life fund	33,317	40,832	(33,317)	(40,832)	-	-	-	-
Profit before taxation attributable to Shareholders	37,103	51,518	-	-	-	-	37,103	51,518
Taxation	(2,683)	(8,528)	(19,856)	(6,573)	-	-	(22,539)	(15,101)
Tax expense attributable to policyholders	-	-	19,856	6,573	-	-	19,856	6,573
Tax expense attributable to Shareholders	(2,683)	(8,528)	-	-	-	-	(2,683)	(8,528)
Net profit for the financial period	34,420	42,990		-	-	-	34,420	42,990

18 INSURANCE FUNDS (CONTINUED)

Statements of comprehensive income by Funds for period ended 30 June 2026 (continued)

	Shareholders' Fund		Life Fund		Elimination		Company Total	
	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000 Restated	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000	6 months period ended 30.6.2026 RM'000	6 months period ended 30.6.2025 RM'000 Restated
Other comprehensive income:								
Items that may be subsequently reclassified to profit or loss:								
Fair value change on fair value through other comprehensive income financial assets:								
- Revaluation	(8,045)	17,918	-	-	-	-	(8,045)	17,918
- Transfer to profit or loss upon disposal	(233)	(465)	-	-	-	-	(233)	(465)
- Gross fair value changes	(8,278)	17,453	-	-	-	-	(8,278)	17,453
- Expected credit loss	(5)	59	-	-	-	-	(5)	59
- Deferred taxation	2,325	(4,458)	-	-	-	-	2,325	(4,458)
Other comprehensive (loss)/income for the financial period, net of tax	(5,958)	13,054	-	-	-	-	(5,958)	13,054
Total comprehensive income for the financial period	28,462	56,044	-	-	-	-	28,462	56,044