

SUN LIFE MALAYSIA TAKAFUL BERHAD
200501012215 (689263-M)
(Incorporated in Malaysia)

Unaudited Interim Financial Statements
for the six months period ended 30 June 2025

Registration No.

200501012215 (689263-M)

SUN LIFE MALAYSIA TAKAFUL BERHAD
(Incorporated in Malaysia)

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SUN LIFE MALAYSIA TAKAFUL BERHAD
(Incorporated in Malaysia)

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	Note	Family Takaful Fund		Company	
		30.06.2025	31.12.2024	30.06.2025	31.12.2024
		RM'000	RM'000	RM'000	RM'000
ASSETS					
Property and equipment		-	-	1,201	1,082
Intangible assets		-	-	11,604	13,858
Right-of-use assets		-	-	36	63
Investments:					
Fair value through other comprehensive income financial assets ("FVOCI")	12	2,404,897	2,258,917	2,991,804	2,901,496
Fair value through profit or loss financial assets ("FVTPL")	12	791,006	697,615	832,243	707,455
Amortised cost financial assets	13	100,710	132,468	137,131	146,507
Retakaful certificate assets	14	59,734	80,279	59,735	80,280
Takaful certificate assets	14	145,508	147,830	387,883	375,566
Other receivables		3,897	4,494	10,147	8,866
Current tax assets		84	-	11,850	9,339
Cash and bank balances		18,155	12,667	20,703	12,881
TOTAL ASSETS		3,523,991	3,334,270	4,464,337	4,257,393
EQUITY AND LIABILITIES					
Share capital		-	-	240,000	240,000
Retained earnings		-	-	500,357	469,005
Fair value through other comprehensive income reserve		104,400	61,192	113,246	61,903
Takaful finance reserve		(104,400)	(61,192)	(104,400)	(61,192)
TOTAL EQUITY		-	-	749,203	709,716
Retakaful certificate liabilities	14	7,205	5,997	7,205	5,997
Takaful certificate liabilities	14	3,400,185	3,230,684	3,547,123	3,382,066
Lease liabilities		-	-	37	64
Other payables		112,062	94,603	111,315	125,315
Deferred tax liabilities		4,539	2,461	49,454	34,235
Current tax liabilities		-	525	-	-
TOTAL LIABILITIES		3,523,991	3,334,270	3,715,134	3,547,677
TOTAL EQUITY AND LIABILITIES		3,523,991	3,334,270	4,464,337	4,257,393

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SUN LIFE MALAYSIA TAKAFUL BERHAD
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**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

	Family Takaful Fund		Company	
	6 months period ended 30.6.2025 RM'000	6 months period ended 30.6.2024 RM'000	6 months period ended 30.6.2025 RM'000	6 months period ended 30.6.2024 RM'000
Takaful revenue	199,003	169,933	221,132	219,777
Takaful service expenses	(209,377)	(171,587)	(189,911)	(198,947)
Takaful service result before retakaful certificates held	(10,374)	(1,654)	31,221	20,830
Allocation of retakaful contributions	(42,856)	(41,257)	(42,856)	(41,257)
Amounts recoverable from retakaful operators for incurred claims	42,755	41,156	42,775	41,166
Net expense from retakaful certificates held	(101)	(101)	(81)	(91)
Takaful service result	(10,475)	(1,755)	31,140	20,739
Investment income	53,609	47,240	66,019	59,262
Net fair value gains on fair value through other comprehensive income financial assets	155	355	661	38
Net fair value (losses)/gains on fair value through profit or loss financial assets	(20,754)	81,219	(22,523)	82,588
Net investment income	33,010	128,814	44,157	141,888
Takaful finance expenses for takaful certificates issued	(24,343)	(119,852)	(33,354)	(121,849)
Retakaful finance income for retakaful certificates held	101	101	101	101
Net takaful financial result	(24,242)	(119,751)	(33,253)	(121,748)
Net investment result	8,768	9,063	10,904	20,140
Other operating income	13	13	18	14
Other operating expenses	-	(352)	(34)	(464)
Other finance cost	-	-	(1)	(1)
Other income/(expenses)	13	(339)	(17)	(451)
(Loss)/profit before taxation	(1,694)	6,969	42,027	40,428
Tax attributable to participants	1,694	(6,969)	1,694	(6,969)
Profit before taxation attributable to Shareholders	-	-	43,721	33,459

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UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

	Family Takaful Fund		Company	
	6 months period ended 30.6.2025	6 months period ended 30.6.2024	6 months period ended 30.6.2025	6 months period ended 30.6.2024
	RM'000	RM'000	RM'000	RM'000
Profit before taxation attributable to Shareholders	-	-	43,721	33,459
Taxation	1,694	(6,969)	(9,582)	(16,807)
Tax attributable to participants	(1,694)	6,969	(1,694)	6,969
Tax attributable to Shareholders	-	-	(11,276)	(9,838)
Zakat	-	-	(1,093)	(836)
Net profit for the financial period	-	-	31,352	22,785
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	46,336	7,047	56,889	7,021
- Transfer to profit or loss upon disposal	511	278	652	447
- Gross fair value changes	46,847	7,325	57,541	7,468
- Expected credit loss	109	(16)	117	(23)
- Deferred taxation	(3,748)	(586)	(6,315)	(620)
Net fair value changes	43,208	6,723	51,343	6,825
Takaful finance expenses for takaful certificates issued				
- Changes in fair value of underlying items	(43,208)	(6,723)	(43,208)	(6,723)
Net takaful financial result	(43,208)	(6,723)	(43,208)	(6,723)
Other comprehensive income for the financial period, net of tax	-	-	8,135	102
Total comprehensive income for the financial period	-	-	39,487	22,887
Basic earnings per share (sen)	-	-	22.39	16.28

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**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

	Non-distributable				
	Share capital	FVOCI* reserve	Takaful finance reserve	Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At as 1 January 2024	240,000	56,677	(56,152)	429,372	669,897
Dividend paid	-	-	-	(5,000)	(5,000)
Total comprehensive income/(loss) for the financial period	-	6,825	(6,723)	22,785	22,887
As at 30 June 2024	240,000	63,502	(62,875)	447,157	687,784
As at 1 January 2025	240,000	61,903	(61,192)	469,005	709,716
Total comprehensive income/(loss) for the financial period	-	51,343	(43,208)	31,352	39,487
As at 30 June 2025	240,000	113,246	(104,400)	500,357	749,203

* FVOCI refers to fair value through other comprehensive income.

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SUN LIFE MALAYSIA TAKAFUL BERHAD
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**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

	6 months period ended 30.6.2025	6 months period ended 30.6.2024
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the financial period	31,352	22,785
Adjustments for:		
Depreciation of property and equipment	78	50
Amortisation of intangible assets	2,814	2,806
Amortisation of right-of-use assets	27	29
Net amortisation of premiums	1,386	901
Net fair value gains on fair value through other comprehensive income financial assets	(661)	(38)
Profit income	(64,527)	(57,748)
Dividend income	(3,432)	(2,998)
Expected/(write-back of expected) credit loss on investments at fair value through other comprehensive income	117	(23)
Net fair value losses/(gains) on fair value through profit or loss financial assets	22,523	(82,588)
Zakat	1,093	836
Finance cost	1	1
Taxation	9,582	16,807
Profit/(loss) from operations before changes in operating assets and liabilities	353	(99,180)
Proceeds from disposal and maturity of investments	167,043	258,435
Purchase of investments	(347,713)	(401,704)
Increase in other receivables	(1,155)	(2,809)
Increase in net takaful certificate liabilities	109,532	187,043
Decrease/(increase) in net retakaful certificate assets	21,753	(3,408)
Decrease in other payables	(13,501)	(10,433)
	(63,688)	(72,056)
Investment income received:		
- Profit income	64,386	56,368
- Dividend income	3,306	2,922
Finance cost of leases paid	(1)	(1)
Income tax paid	(3,188)	(3,379)
Zakat paid	(1,592)	-
Net cash generated from operating activities	(777)	(16,146)

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UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

	6 months period ended 30.6.2025 RM'000	6 months period ended 30.6.2024 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(701)	(997)
Purchase of intangible assets	(56)	(55)
Net cash used in investing activities	(757)	(1,052)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	-	(5,000)
Payment of lease liabilities	(27)	(29)
Net cash used in financing activities	(27)	(5,029)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,561)	(22,227)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	159,372	197,343
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	157,811	175,116
 Cash and cash equivalents comprise:		
Cash and bank balances	20,703	24,853
Fixed and call deposits with licensed financial institutions with original maturity of less than three months	137,108	150,263
	157,811	175,116

The Company classifies 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 Takaful certificates, net of cash flows for payments of benefits and claims incurred for Takaful certificates, which are treated accordingly under the operating activities.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

1 CORPORATE INFORMATION

The Company is engaged principally in the underwriting of Family Takaful, including investment-linked business. There were no significant changes in the nature of these activities of the Company during the six months period ended 30 June 2025.

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

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

The Company's principal place of business is at the 8th 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 Company's unaudited interim financial statements 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 Company's audited financial statements for the financial year ended 31 December 2024.

The company operates a Family Takaful business, involving the administration, management, and operation of Takaful arrangements under family Takaful certificates. This includes investment and savings components, retakaful business, and activities outlined in paragraph 5(4)(a) of the Islamic Financial Services Act.

Under the concept of Takaful, individuals make contributions to a pool which is managed by a third party with the overall aim of using the monies to aid fellow participants on the occurrence of pre-agreed events. Accordingly, as a Takaful Operator, the Company manages the Family Takaful fund in line with the principles of Wakalah (agency), which is the main business model adopted by the Company. Under the Wakalah model, the Takaful Operator is appointed to represents the participants in managing the funds (including the relevant assets and liabilities) towards the purpose outlined above.

The Company earns wakalah fees to manage the takaful certificates issued by the Family funds under the principles of Wakalah and may be remunerated in the form of annual management fees for investment-linked family takaful plan under wakalah bi al-istithmar. Investment profit sharing is based on Mudharabah, with varying ratios depending on the product design. However, the company does not share losses unless is due to the Company's negligence or misconduct.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

2 MATERIAL ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

The inclusion of separate financial information of the Takaful funds together with the Company's financial information as a whole in the statement of financial position, the statement of comprehensive income, as well as certain relevant notes to the interim financial statements represents additional supplementary information presented in accordance with the requirements of BNM pursuant to the Islamic Financial Services Act, 2013 in Malaysia to separate assets, liabilities, income, and expenses of the Takaful funds from its own. The accounting policies adopted for the Takaful funds and Company are uniform for transactions and events in similar circumstances.

Financial assets and financial liabilities are offset and the net amount is reported in the statement 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 statement of comprehensive income unless required or permitted by any accounting standard or interpretation, as specifically disclosed in the Company's accounting policies.

The preparation of 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 judgement in the process of applying 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.

(a) Standards and amendments to published standards that are applicable to 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 2025 and which may have an impact on 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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

2 MATERIAL ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

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

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

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

- (ii) Amendments to the MFRS 9 and MFRS 7 “Classification and Measurement of Financial Instruments” (effective from 1 January 2026) clarify the date of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system.

The amendments also further clarify the guidance for assessing whether the financial assets meet the solely payments of principal and interest (SPPI) criterion. There are new disclosures for certain instruments with contractual terms that can change cash flows and new updates on the disclosure of equity instruments designated at fair value through other comprehensive income.

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

3 SEASONALITY OF OPERATIONS

The Company's business operations were not materially affected by any seasonal or cyclical fluctuations during the six months period ended 30 June 2025.

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 2025.

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 2025.

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 2025.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

7 DIVIDENDS PAID

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 2024:

	RM'000
Dividend payable on 2 July 2025:	
Final Single-Tier Dividend in respect of the Ordinary Shares of 3.57 sen per share	4,999
Final Single-Tier Dividend in respect of the Islamic Perpetual Non-cumulative Preference Shares of 0.8 sen per share	1
	<hr/>
	5,000
	<hr/>

8 CONTINGENT LIABILITIES

There were no contingent liabilities that arose during the six months period ended 30 June 2025.

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 2025.

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 2025.

11 EFFECTS OF CHANGES IN THE COMPOSITION OF THE COMPANY

There were no changes in the composition of the Company during the six months period ended 30 June 2025.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)

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

	Family Takaful Fund		Company	
	Audited	Audited	Audited	Audited
	30.6.2025	31.12.2024	30.6.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Government Investment Issues	603,965	587,029	900,060	928,082
Cagamas Sukuk	10,118	10,156	10,118	10,156
Unquoted Sukuk	1,790,814	1,661,732	2,081,626	1,963,258
Quoted equity securities	114,780	110,062	127,055	119,902
Unit trust funds	605,360	587,553	605,360	587,553
Structured products	70,866	-	99,828	-
Total	3,195,903	2,956,532	3,824,047	3,608,951

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

	Family Takaful Fund		Company	
	Audited	Audited	Audited	Audited
	30.6.2025	31.12.2024	30.6.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
FVOCI financial assets	2,404,897	2,258,917	2,991,804	2,901,496
FVTPL financial assets	791,006	697,615	832,243	707,455
Total	3,195,903	2,956,532	3,824,047	3,608,951

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

	Family Takaful Fund		Company	
	Audited	Audited	Audited	Audited
	30.6.2025	31.12.2024	30.6.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
FVOCI financial assets	2,329,511	2,193,576	2,896,298	2,806,066

(a) FVOCI financial assets - Mandatorily measured

	Family Takaful Fund		Company	
	Audited	Audited	Audited	Audited
	30.6.2025	31.12.2024	30.6.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Government Investment Issues	603,965	587,029	900,060	928,082
Cagamas Sukuk	10,118	10,156	10,118	10,156
Unquoted Sukuk	1,790,814	1,661,732	2,081,626	1,963,258
Total	2,404,897	2,258,917	2,991,804	2,901,496

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NOTES TO THE FINANCIAL STATEMENTS
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12 **INVESTMENTS: FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS/ FAIR VALUE THROUGH PROFIT OR LOSS FINANCIAL ASSETS (CONTINUED)**

(b) FVTPL financial assets – Mandatorily measured

	Family Takaful Fund		Company	
	30.6.2025	Audited 31.12.2024	30.6.2025	Audited 31.12.2024
	RM'000	RM'000	RM'000	RM'000
Quoted equity securities	114,780	110,062	127,055	119,902
Unit trust funds	605,360	587,553	605,360	587,553
Structured products	70,866	-	99,828	-
Total	791,006	697,615	832,243	707,455

(c) Carrying values of financial assets

	Family Takaful Fund		
	FVTPL	FVOCI	Total
	RM'000	RM'000	RM'000
At 1 January 2024	721,480	1,865,932	2,587,412
Purchases	337,228	524,817	862,045
Maturities	-	(65,206)	(65,206)
Disposals	(319,762)	(73,490)	(393,252)
Fair value gains recorded in:			
Profit or loss	(41,331)	-	(41,331)
Other comprehensive income	-	5,611	5,611
Movement in accrued profit	-	2,765	2,765
Amortisation adjustments	-	(1,512)	(1,512)
At 31 December 2024/1 January 2025	697,615	2,258,917	2,956,532
Purchases	167,874	124,598	292,472
Maturities	-	(15,048)	(15,048)
Disposals	(55,418)	(10,278)	(65,696)
Fair value gains recorded in:			
Profit or loss	(19,065)	-	(19,065)
Other comprehensive income	-	46,847	46,847
Movement in accrued profit	-	868	868
Amortisation adjustments	-	(1,007)	(1,007)
At 30 June 2025	791,006	2,404,897	3,195,903

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NOTES TO THE FINANCIAL STATEMENTS**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (CONTINUED)****12 INVESTMENTS: FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME FINANCIAL ASSETS/ FAIR VALUE THROUGH PROFIT OR LOSS FINANCIAL ASSETS (CONTINUED)****(c) Carrying values of financial assets**

			Company
	FVTPL	FVOCI	Total
	RM'000	RM'000	RM'000
At 1 January 2024	729,754	2,474,409	3,204,163
Purchases	353,541	707,309	1,060,850
Maturities	-	(113,572)	(113,572)
Disposals	(334,154)	(173,213)	(507,367)
Fair value gains recorded in:			
Profit or loss	(41,686)	-	(41,686)
Other comprehensive income	-	5,880	5,880
Movement in accrued profit	-	2,977	2,977
Amortisation adjustments	-	(2,294)	(2,294)
At 31 December 2024/1 January 2025	707,455	2,901,496	3,608,951
Purchases	205,844	141,869	347,713
Maturities	-	(35,112)	(35,112)
Disposals	(60,507)	(72,738)	(133,245)
Fair value gains recorded in:			
Profit or loss	(20,549)	-	(20,549)
Other comprehensive income	-	57,541	57,541
Movement in accrued profit	-	134	134
Amortisation adjustments	-	(1,386)	(1,386)
At 30 June 2025	832,243	2,991,804	3,824,047

(d) Fair values hierarchy

The Company categorises its fair value measurements according to a three-level hierarchy. The hierarchy prioritises the inputs used by 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 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 profit rates, credit risks, etc) and inputs that are derived from or corroborated by observable market data.

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

(d) Fair values hierarchy (continued)

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.

There are no movements in Levels 1 and 2 of the fair value hierarchy during the six months period ended 30 June 2025 and financial year ended 31 December 2024.

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

	Level 1 RM'000	Level 2 RM'000	Total RM'000
<u>30.6.2025</u>			
<u>Family Takaful Fund</u>			
<u>FVOCI financial assets</u>			
Government Investment Issues	-	603,965	603,965
Cagamas Sukuk	-	10,118	10,118
Unquoted Sukuk	-	1,790,814	1,790,814
<u>FVTPL financial assets</u>			
Quoted equity securities	114,780	-	114,780
Unit trust funds	605,360	-	605,360
Structured products	-	70,866	70,866
	<u>720,140</u>	<u>2,475,763</u>	<u>3,195,903</u>

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

(d) Fair value hierarchy (continued)

	Level 1 RM'000	Level 2 RM'000	Total RM'000
<u>30.6.2025</u>			
<u>Company</u>			
<u>FVOCI financial assets</u>			
Government Investment Issues	-	900,060	900,060
Cagamas Sukuk	-	10,118	10,118
Unquoted Sukuk	-	2,081,626	2,081,626
<u>FVTPL financial assets</u>			
Quoted equity securities	127,055	-	127,055
Unit trust funds	605,360	-	605,360
Structured products	-	99,828	99,828
	<u>732,415</u>	<u>3,091,632</u>	<u>3,824,047</u>
<u>Audited</u>			
<u>31.12.2024</u>			
<u>Family Takaful Fund</u>			
<u>FVOCI financial assets</u>			
Government Investment Issues	-	587,029	587,029
Cagamas Sukuk	-	10,156	10,156
Unquoted Sukuk	-	1,661,732	1,661,732
<u>FVTPL financial assets</u>			
Quoted equity securities	110,062	-	110,062
Unit trust funds	587,553	-	587,553
	<u>697,615</u>	<u>2,258,917</u>	<u>2,956,532</u>
<u>Company</u>			
<u>FVOCI financial assets</u>			
Government Investment Issues	-	928,082	928,082
Cagamas Sukuk	-	10,156	10,156
Unquoted Sukuk	-	1,963,258	1,963,258
<u>FVTPL financial assets</u>			
Quoted equity securities	119,902	-	119,902
Unit trust funds	587,553	-	587,553
	<u>707,455</u>	<u>2,901,496</u>	<u>3,608,951</u>

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13 INVESTMENTS: AMORTISED COST FINANCIAL ASSETS

<u>30.06.2025</u>	Family Takaful Fund RM'000	Company RM'000
Fixed and call deposits with licensed financial institutions	100,690	137,108
Accrued profit on fixed and call deposits	20	23
	<u>100,710</u>	<u>137,131</u>
Receivable within 12 months	<u>100,710</u>	<u>137,131</u>
<u>Audited</u> <u>31.12.2024</u>	Family Takaful Fund RM'000	Company RM'000
Fixed and call deposits with licensed financial institutions	132,453	146,491
Accrued profit on fixed and call deposits	15	16
	<u>132,468</u>	<u>146,507</u>
Receivable within 12 months	<u>132,468</u>	<u>146,507</u>

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

There are no fixed and call deposits pledged to a financial institution as at 30 June 2025 (2024: Nil).

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14 TAKAFUL AND RETAKAFUL CERTIFICATES

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

	30.6.2025			Audited 31.12.2024		
	Assets	Liabilities	Net	Assets	Liabilities	Net
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Family Takaful Fund</u>						
Takaful certificates not measured under the PAA	(145,508)	3,397,075	3,251,567	(147,830)	3,227,088	3,079,258
Takaful certificates measured under the PAA	-	3,110	3,110	-	3,596	3,596
Takaful certificate (assets)/liabilities	(145,508)	3,400,185	3,254,677	(147,830)	3,230,684	3,082,854
Retakaful certificates not measured under the PAA	(49,276)	934	(48,342)	(71,977)	561	(71,416)
Retakaful certificates measured under the PAA	(10,458)	6,271	(4,187)	(8,302)	5,436	(2,866)
Retakaful certificate (assets)/liabilities	(59,734)	7,205	(52,529)	(80,279)	5,997	(74,282)
<u>Company</u>						
Takaful certificates not measured under the PAA	(387,878)	3,543,934	3,156,056	(375,564)	3,378,525	3,002,961
Takaful certificates measured under the PAA	(5)	3,189	3,184	(2)	3,541	3,539
Takaful certificate (assets)/liabilities	(387,883)	3,547,123	3,159,240	(375,566)	3,382,066	3,006,500
Retakaful certificates not measured under the PAA	(49,276)	934	(48,342)	(71,977)	561	(71,416)
Retakaful certificates measured under the PAA	(10,459)	6,271	(4,188)	(8,303)	5,436	(2,867)
Retakaful certificate (assets)/liabilities	(59,735)	7,205	(52,530)	(80,280)	5,997	(74,283)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates not measured under PAA.

14.1.1 Takaful certificates issued

The roll-forward of the net asset or liability for takaful certificates issued showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Family Takaful Fund and Company, are disclosed in the tables below:

	30.6.2025					31.12.2024 (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
<u>Family Takaful Fund</u>										
At 1 January										
Takaful certificate liabilities	2,848,622	-	378,466	-	3,227,088	2,479,282	-	408,675	-	2,887,957
Takaful certificate assets	6,665	-	(154,495)	-	(147,830)	6,431	-	(152,872)	-	(146,441)
Net takaful certificate liabilities as at 1 January	2,855,287	-	223,971	-	3,079,258	2,485,713	-	255,803	-	2,741,516
Takaful revenue										
Expected takaful service expenses incurred	(130,327)	-	-	-	(130,327)	(251,171)	-	-	-	(251,171)
Recovery of takaful acquisition cash flows	(45,489)	-	-	-	(45,489)	(37,614)	-	-	-	(37,614)
Other amount including experience adjustments	(22,373)	-	-	-	(22,373)	(57,374)	-	-	-	(57,374)
	(198,189)	-	-	-	(198,189)	(346,159)	-	-	-	(346,159)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.1 Takaful certificates issued (continued)

	30.6.2025					31.12.2024 (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
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Takaful service expense										
Incurred claims and other expenses	-	-	159,681	-	159,681	-	-	320,841	-	320,841
Amortisation of takaful acquisition cash flows	45,489	-	-	-	45,489	37,615	-	-	-	37,615
	45,489	-	159,681		205,170	37,615	-	320,841	-	358,456
Surplus to Participants Account	13,659	-	(13,659)	-	-	22,365	-	(22,365)	-	-
Investment components	(62,802)	-	62,802	-	-	(188,698)	-	188,698	-	-
Takaful service result	(201,843)	-	208,824	-	6,981	(474,877)	-	487,174	-	12,297
Takaful finance expenses	67,551	-	-	-	67,551	70,737	-	-	-	70,737
Total changes in the statement of comprehensive income	(134,292)	-	208,824	-	74,532	(404,140)	-	487,174	-	83,034

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.1 Takaful certificates issued (continued)

	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss Component RM'000	Loss Component RM'000	future cash flows RM'000	Risk adjustment RM'000	Total RM'000	Excluding Loss Component RM'000	Loss Component RM'000	future cash flows RM'000	Risk adjustment RM'000	Total RM'000
Family Takaful Fund										
Cash flows										
Contributions received	421,133	-	-	-	421,133	947,483	-	-	-	947,483
Claims and other expenses paid including investment components	-	-	(223,216)	-	(223,216)	-	-	(434,523)	-	(434,523)
Total cash flows	421,133	-	(223,216)	-	197,917	947,483	-	(434,523)	-	512,960
Other movements*	(58,580)	-	(41,560)	-	(100,140)	(173,769)	-	(84,483)	-	(258,252)
Net takaful certificate liabilities as at 30 June 2025/ 31 December 2024	3,083,548	-	168,019	-	3,251,567	2,855,287	-	223,971	-	3,079,258
Takaful certificate liabilities	3,076,825	-	320,250	-	3,397,075	2,848,622	-	378,466	-	3,227,088
Takaful certificate assets	6,723	-	(152,231)	-	(145,508)	6,665	-	(154,495)	-	(147,830)
Net takaful certificate liabilities as at 30 June 2025/ 31 December 2024	3,083,548	-	168,019	-	3,251,567	2,855,287	-	223,971	-	3,079,258

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.1 Takaful certificates issued (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss Component	Loss Component	future cash flows	Risk adjustment	Total	Excluding Loss Component	Loss Component	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										
Takaful certificate liabilities	2,908,863	91,196	378,466	-	3,378,525	2,568,872	69,659	408,797	-	3,047,328
Takaful certificate assets	(221,069)	-	(154,495)	-	(375,564)	(211,213)	-	(152,815)	-	(364,028)
Net takaful certificate liabilities as at 1 January	2,687,794	91,196	223,971	-	3,002,961	2,357,659	69,659	255,982	-	2,683,300
Takaful revenue										
Expected takaful service expenses incurred	(107,746)	-	-	-	(107,746)	(200,325)	-	-	-	(200,325)
Change in risk adjustment for non-financial risk	(5,373)	-	-	-	(5,373)	(20,693)	-	-	-	(20,693)
CSM recognised for service provided	(22,077)	-	-	-	(22,077)	(41,999)	-	-	-	(41,999)
Recovery of takaful acquisition cash flows	(66,057)	-	-	-	(66,057)	(117,957)	-	-	-	(117,957)
Other amount including experience adjustments	(18,803)	-	-	-	(18,803)	(47,893)	-	-	-	(47,893)
	(220,056)	-	-	-	(220,056)	(428,867)	-	-	-	(428,867)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.1 Takaful certificates issued (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding Loss Component RM'000	Loss Component RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustment RM'000		Excluding Loss Component RM'000	Loss Component RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustment RM'000	
Takaful service expense										
Incurring claims and other expenses	-	-	121,902	-	121,902	-	-	254,504	-	254,504
Amortisation of takaful acquisition cash flows	66,056	-	-	-	66,056	117,956	-	-	-	117,956
Losses on onerous contracts and reversals of those losses	-	(2,195)	-	-	(2,195)	-	22,466	-	-	22,466
	66,056	(2,195)	121,902	-	185,763	117,956	22,466	254,504	-	394,926
Surplus to Participants Account	13,659	-	(13,659)	-	-	22,365	-	(22,365)	-	-
Investment components	(62,811)	-	62,811	-	-	(188,773)	-	188,773	-	-
Takaful service result	(203,152)	(2,195)	171,054	-	(34,293)	(477,319)	22,466	420,912	-	(33,941)
Takaful finance expenses	77,114	(552)	-	-	76,562	79,797	(929)	-	-	78,868
Total changes in the statement of comprehensive income	(126,038)	(2,747)	171,054	-	42,269	(397,522)	21,537	420,912	-	44,927

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.1 Takaful certificates issued (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss Component	Loss Component	Risk adjustment		Total	Excluding Loss Component	Loss Component	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										
Contributions received	437,940	-	-	-	437,940	982,610	-	-	-	982,610
Claims and other expenses paid including investment components	-	-	(308,684)	-	(308,684)	-	-	(606,635)	-	(606,635)
Total cash flows	437,940	-	(308,684)	-	129,256	982,610	-	(606,635)	-	375,975
Other movements*	(100,108)	-	81,678	-	(18,430)	(254,953)	-	153,712	-	(101,241)
Net takaful certificate liabilities as at 30 June 2025/ 31 December 2024	2,899,588	88,449	168,019	-	3,156,056	2,687,794	91,196	223,971	-	3,002,961
Takaful certificate liabilities	3,135,235	88,449	320,250	-	3,543,934	2,908,863	91,196	378,466	-	3,378,525
Takaful certificate assets	(235,647)	-	(152,231)	-	(387,878)	(221,069)	-	(154,495)	-	(375,564)
Net takaful certificate liabilities as at 30 June 2025/ 31 December 2024	2,899,588	88,449	168,019	-	3,156,056	2,687,794	91,196	223,971	-	3,002,961

* "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 a takaful certificate are governed by other MFRS standards. In such instances, when the takaful service expenses are incurred, a settlement of the LFRC and LFIC is deemed to have occurred, with a corresponding adjustment to other items in the statement of financial position such as accumulated depreciation, other allocated overhead amounts, amortisation of intangible assets.

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.2 Retakaful certificates held

The roll-forward of the net asset or liability for retakaful certificates held showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the family takaful fund, is disclosed in the table below:

	30.6.2025					31.12.2024 (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
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January										
Retakaful certificate assets	(51,780)	-	123,757	-	71,977	(69,656)	-	139,037	-	69,381
Retakaful certificate liabilities	(1,613)	-	1,052	-	(561)	66	-	(321)	-	(255)
Net retakaful certificate (liabilities)/assets as at 1 January	(53,393)	-	124,809	-	71,416	(69,590)	-	138,716	-	69,126
Allocation of retakaful contributions										
Expected recovery of takaful service expenses incurred	(38,487)	-	-	-	(38,487)	(74,775)	-	-	-	(74,775)
Other amount including experience adjustments	1,181	-	-	-	1,181	526	-	-	-	526
	(37,306)	-	-	-	(37,306)	(74,249)	-	-	-	(74,249)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.2 Retakaful certificates held (continued)

	30.6.2025					31.12.2024 (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
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Amounts recoverable from retakaful operators										
Amounts recoverable for claims and other expenses incurred	-	-	54,970	-	54,970	-	-	62,103	-	62,103
Changes in amount recoverable from liabilities for incurred claims	-	-	(19,909)	-	(19,909)	-	-	9,737	-	9,737
	-	-	35,061	-	35,061	-	-	71,840	-	71,840
Retakaful investment components	-	-	-	-	-	140	-	(140)	-	-
Net (expense)/income from retakaful certificates held	(37,306)	-	35,061	-	(2,245)	(74,109)	-	71,700	-	(2,409)
Retakaful finance income	101	-	-	-	101	203	-	-	-	203
Total changes in the statement of comprehensive income	(37,205)	-	35,061	-	(2,144)	(73,906)	-	71,700	-	(2,206)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.2 Retakaful certificates held (continued)

	30.6.2025					31.12.2024 (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
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows										
Contributions received	21,903	-	-	-	21,903	90,103	-	-	-	90,103
Claims and benefits recovered	-	-	(42,833)	-	(42,833)	-	-	(85,607)	-	(85,607)
Total cash flows	21,903	-	(42,833)	-	(20,930)	90,103	-	(85,607)	-	4,496
Net retakaful certificate (liabilities)/assets as at 30 June 2025/31 December 2024	(68,695)	-	117,037	-	48,342	(53,393)	-	124,809	-	71,416
Retakaful certificate assets	(65,828)		115,104		49,276	(51,780)	-	123,757	-	71,977
Retakaful certificate liabilities	(2,867)		1,933		(934)	(1,613)	-	1,052	-	(561)
Net retakaful certificate (liabilities)/assets as at 30 June 2025/31 December 2024	(68,695)		117,037		48,342	(53,393)	-	124,809	-	71,416

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.2 Retakaful certificates held (continued)

Company	30.6.2025					31.12.2024 (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										
Retakaful certificate assets	(51,780)	-	123,757	-	71,977	(69,656)	-	139,037	-	69,381
Retakaful certificate liabilities	(1,613)	-	1,052	-	(561)	66	-	(321)	-	(255)
Net retakaful certificate (liabilities)/assets as at 1 January	(53,393)	-	124,809	-	71,416	(69,590)	-	138,716	-	69,126
Allocation of retakaful contributions										
Expected recovery of takaful service expenses incurred	(38,487)	-	-	-	(38,487)	(74,775)	-	-	-	(74,775)
Other amount including experience adjustments	1,181	-	-	-	1,181	526	-	-	-	526
	(37,306)	-	-	-	(37,306)	(74,249)	-	-	-	(74,249)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.2 Retakaful certificates held (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss-recovery Component	Loss recovery Component	future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	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 retakaful operators										
Amounts recoverable for claims and other expenses incurred	-	-	54,990	-	54,990	-	-	62,131	-	62,131
Changes in amount recoverable from liabilities for incurred claims	-	-	(19,909)	-	(19,909)	-	-	9,737	-	9,737
	-	-	35,081	-	35,081	-	-	71,868	-	71,868
Retakaful investment components	-	-	-	-	-	140	-	(140)	-	-
Net (expense)/income from retakaful certificates held	(37,306)	-	35,081	-	(2,225)	(74,109)	-	71,728	-	(2,381)
Retakaful finance income	101	-	-	-	101	203	-	-	-	203
Total changes in the statement of comprehensive income	(37,205)	-	35,081	-	(2,124)	(73,906)	-	71,728	-	(2,178)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.1 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates not measured under PAA. (continued)

14.1.2 Retakaful certificates held (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss-recovery Component	Loss recovery Component		Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component		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										
Contributions paid	21,903	-	-	-	21,903	90,103	-	-	-	90,103
Claims and benefits recovered	-	-	(42,853)	-	(42,853)	-	-	(85,635)	-	(85,635)
Total cash flows	21,903	-	(42,853)	-	(20,950)	90,103	-	(85,635)	-	4,468
Net retakaful certificate (liabilities)/assets as at 30 June 2025/31 December 2024	(68,695)	-	117,037	-	48,342	(53,393)	-	124,809	-	71,416
Retakaful certificate assets	(65,828)	-	115,104	-	49,276	(51,780)	-	123,757	-	71,977
Retakaful certificate liabilities	(2,867)	-	1,933	-	(934)	(1,613)	-	1,052	-	(561)
Net retakaful certificate (liabilities)/assets as at 30 June 2025/31 December 2024	(68,695)	-	117,037	-	48,342	(53,393)	-	124,809	-	71,416

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.2 Roll-forward of the net asset or liability for takaful certificates issued and retakaful certificates held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Certificates not measured under PAA.

14.2.1 Takaful certificate issued

The table below presents a roll-forward of the net asset or liability for takaful certificates issued showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin for portfolios included in the Family Takaful Fund and Company.

	30.6.2025				31.12.2024 (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
<u>Family Takaful Fund</u>								
At 1 January								
Takaful certificate liabilities	3,227,088	-	-	3,227,088	2,887,957	-	-	2,887,957
Takaful certificate assets	(147,830)	-	-	(147,830)	(146,441)	-	-	(146,441)
Net takaful certificate liabilities as at 1 January	3,079,258	-	-	3,079,258	2,741,516	-	-	2,741,516
Changes that relate to current services								
Experience adjustments	6,981	-	-	6,981	12,297	-	-	12,297
Takaful service result	6,981	-	-	6,981	12,297	-	-	12,297
Takaful finance expenses	67,551	-	-	67,551	70,737	-	-	70,737
Total changes in the statement of comprehensive income	74,532	-	-	74,532	83,034	-	-	83,034
Cash flows								
Contributions received	421,133	-	-	421,133	947,483	-	-	947,483
Claims and other expenses paid including investment components	(223,216)	-	-	(223,216)	(434,523)	-	-	(434,523)
Total cash flows	197,917	-	-	197,917	512,960	-	-	512,960
Other movements*	(100,140)	-	-	(100,140)	(258,252)	-	-	(258,252)
Net takaful certificate liabilities as at 30 June 2025/31 December 2024	3,251,567	-	-	3,251,567	3,079,258	-	-	3,079,258
Takaful certificate liabilities	3,397,075	-	-	3,397,075	3,227,088	-	-	3,227,088
Takaful certificate assets	(145,508)	-	-	(145,508)	(147,830)	-	-	(147,830)
Net takaful certificate liabilities as at 30 June 2025/31 December 2024	3,251,567	-	-	3,251,567	3,079,258	-	-	3,079,258

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.2 Roll-forward of the net asset or liability for takaful certificates issued and retakaful certificates held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Certificates not measured under PAA. (continued)

14.2.1 Takaful certificate issued (continued)

Company	30.6.2025				31.12.2024 (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								
Takaful certificate liabilities	3,108,335	21,811	248,379	3,378,525	2,791,512	24,781	231,035	3,047,328
Takaful certificate assets	(407,369)	15,721	16,084	(375,564)	(393,845)	17,644	12,173	(364,028)
Net takaful certificate liabilities as at 1 January	2,700,966	37,532	264,463	3,002,961	2,397,667	42,425	243,208	2,683,300
Changes that relate to current services								
Contractual service margin recognised for services provided	-	-	(22,077)	(22,077)	-	-	(41,999)	(41,999)
Risk adjustment for the risk expired	-	(6,888)	-	(6,888)	-	(23,838)	-	(23,838)
Experience adjustments	(6,242)	-	-	(6,242)	4,011	-	-	4,011
	(6,242)	(6,888)	(22,077)	(35,207)	4,011	(23,838)	(41,999)	(61,826)
Changes that relate to future services								
Certificates initially recognised in the period	(68,401)	4,060	55,295	(9,046)	(175,058)	18,584	151,191	(5,283)
Changes in estimates that adjust the contractual service margin	43,886	(101)	(43,785)	-	103,550	(900)	(102,650)	-
Changes in estimates that do not adjust the contractual service margin	8,536	1,424	-	9,960	32,768	400	-	33,168
	(15,979)	5,383	11,510	914	(38,740)	18,084	48,541	27,885
Takaful service result	(22,221)	(1,505)	(10,567)	(34,293)	(34,729)	(5,754)	6,542	(33,941)
Takaful finance expenses	67,231	844	8,487	76,562	63,294	861	14,713	78,868
Total changes in the statement of comprehensive income	45,010	(661)	(2,080)	42,269	28,565	(4,893)	21,255	44,927

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.2 Roll-forward of the net asset or liability for takaful certificates issued and retakaful certificates held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Certificates not measured under PAA. (continued)

14.2.1 Takaful certificate issued (continued)

Company	30.6.2025				31.12.2024 (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								
Contributions received	437,940	-	-	437,940	982,610	-	-	982,610
Claims and other expenses paid including investment components	(308,684)	-	-	(308,684)	(606,635)	-	-	(606,635)
Total cash flows	129,256	-	-	129,256	375,975	-	-	375,975
Other movements*	(18,430)	-	-	(18,430)	(101,241)	-	-	(101,241)
Net takaful certificate liabilities as at 30 June 2025/31 December 2024	2,856,802	36,871	262,383	3,156,056	2,700,966	37,532	264,463	3,002,961
Takaful certificate liabilities	3,283,753	21,465	238,716	3,543,934	3,108,335	21,811	248,379	3,378,525
Takaful certificate assets	(426,951)	15,406	23,667	(387,878)	(407,369)	15,721	16,084	(375,564)
Net takaful certificate liabilities as at 30 June 2025/31 December 2024	2,856,802	36,871	262,383	3,156,056	2,700,966	37,532	264,463	3,002,961

"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 a takaful certificate are governed by other MFRS standards. In such instances, when the takaful service expenses are incurred, a settlement of the LFRC and LFIC is deemed to have occurred, with a corresponding adjustment to other items in the statement of financial position such as accumulated depreciation, other allocated overhead amounts, amortisation of intangible assets.

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.2 Roll-forward of the net asset or liability for takaful certificates issued and retakaful certificates held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Certificates not measured under PAA. (continued)

14.2.2 Retakaful certificates held

	30.6.2025				31.12.2024 (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
<u>Family Takaful Fund</u>								
Retakaful certificate assets	71,977	-	-	71,977	69,381	-	-	69,381
Retakaful certificate liabilities	(561)	-	-	(561)	(255)	-	-	(255)
Net retakaful certificate assets as at 1 January	71,416	-	-	71,416	69,126	-	-	69,126
Changes that relate to current services								
Experience adjustments	17,663	-	-	17,663	(12,146)	-	-	(12,146)
Changes that relate to past services								
Changes in amounts recoverable arising from changes in liability	(19,908)	-	-	(19,908)	9,737	-	-	9,737
Net expense from retakaful certificates held	(2,245)	-	-	(2,245)	(2,409)	-	-	(2,409)
Retakaful finance income	101	-	-	101	203	-	-	203
Total changes in the statement of comprehensive income	(2,144)	-	-	(2,144)	(2,206)	-	-	(2,206)
Cash flows								
Contributions paid	21,903	-	-	21,903	90,103	-	-	90,103
Claims and benefits received	(42,833)	-	-	(42,833)	(85,607)	-	-	(85,607)
Total cash flows	(20,930)	-	-	(20,930)	4,496	-	-	4,496
Net retakaful certificate assets as at 30 June 2025/31 December 2024	48,342	-	-	48,342	71,416	-	-	71,416
Retakaful certificate assets	49,276	-	-	49,276	71,977	-	-	71,977
Retakaful certificate liabilities	(934)	-	-	(934)	(561)	-	-	(561)
Net retakaful certificate assets as at 30 June 2025/ 31 December 2024	48,342	-	-	48,342	71,416	-	-	71,416

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.2 Roll-forward of the net asset or liability for takaful certificates issued and retakaful certificates held showing estimates of the present value of future cash flows, risk adjustment and Contractual Service Margin - Certificates not measured under PAA. (continued)

14.2.2 Retakaful certificates held (continued)

Company	30.6.2025				31.12.2024 (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
Retakaful certificate assets	71,977	-	-	71,977	69,381	-	-	69,381
Retakaful certificate liabilities	(561)	-	-	(561)	(255)	-	-	(255)
Net retakaful certificate assets as at 1 January	71,416	-	-	71,416	69,126	-	-	69,126
Changes that relate to current services								
Experience adjustments	17,684	-	-	17,684	(12,118)	-	-	(12,118)
Changes that relate to past services								
Changes in amounts recoverable arising from changes in liability	(19,909)	-	-	(19,909)	9,737	-	-	9,737
Net (expense)/income from retakaful certificates held	(2,225)	-	-	(2,225)	(2,381)	-	-	(2,381)
Retakaful finance income	101	-	-	101	203	-	-	203
Total changes in the statement of comprehensive income	(2,124)	-	-	(2,124)	(2,178)	-	-	(2,178)
Cash flows								
Contributions paid	21,903	-	-	21,903	90,103	-	-	90,103
Claims and benefits recovered	(42,853)	-	-	(42,853)	(85,635)	-	-	(85,635)
Total cash flows	(20,950)	-	-	(20,950)	4,468	-	-	4,468
Net retakaful certificate assets as at 30 June 2025/31 December 2024	48,342	-	-	48,342	71,416	-	-	71,416
Retakaful certificate assets	49,276	-	-	49,276	71,977	-	-	71,977
Retakaful certificate liabilities	(934)	-	-	(934)	(561)	-	-	(561)
Net retakaful certificate assets as at 30 June 2025/31 December 2024	48,342	-	-	48,342	71,416	-	-	71,416

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims - Certificates measured under PAA.

14.3.1 Takaful certificates issued

The roll-forward of the net asset or liability for takaful certificates issued showing the liability for remaining coverage and the liability for incurred claims for portfolios included in the Family Takaful Fund and Company, are disclosed in the tables below:

	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss Component	Loss Component		Risk adjustment	Total	Excluding Loss Component	Loss Component		Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Family Takaful Fund</u>										
At 1 January										
Takaful certificate liabilities	(137)	-	3,744	(11)	3,596	(119)	-	3,771	(11)	3,641
Takaful certificate assets	-	-	-	-	-	-	-	-	-	-
Net takaful certificate (assets)/liabilities as at 1 January	(137)	-	3,744	(11)	3,596	(119)	-	3,771	(11)	3,641
 Takaful revenue										
Contracts under PAA	(814)	-	-	-	(814)	(1,436)	-	-	-	(1,436)
	(814)	-	-	-	(814)	(1,436)	-	-	-	(1,436)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.1 Takaful certificates issued (continued)

	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment		Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Takaful service expense										
Incurred claims and other expenses	158	-	3,867	30	4,055	21	-	6,500	-	6,521
Amortisation of takaful acquisition cash flows	152	-	-	-	152	332	-	-	-	332
	310	-	3,867	30	4,207	353	-	6,500	-	6,853
Surplus to Participants Account	-	-	-	-	-	-	-	-	-	-
Takaful service result	(504)	-	3,867	30	3,393	(1,083)	-	6,500	-	5,417
Takaful finance expenses	-	-	-	-	-	-	-	-	-	-
Total changes in the statement of comprehensive income	(504)	-	3,867	30	3,393	(1,083)	-	6,500	-	5,417

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.1 Takaful certificates issued (continued)

	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding Loss Component RM'000	Loss Component RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustment RM'000		Excluding Loss Component RM'000	Loss Component RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustment RM'000	
Family Takaful Fund										
Cash flows										
Contributions received	281	-	-	-	281	1,418	-	-	-	1,418
Claims and other expenses paid including investment components	-	-	(3,850)	-	(3,850)	-	-	(6,527)	-	(6,527)
Total cash flows	281	-	(3,850)	-	(3,569)	1,418	-	(6,527)	-	(5,109)
Other movements*	(310)	-	-	-	(310)	(353)	-	-	-	(353)
Net takaful certificate (assets)/liabilities as at 30 June 2025/31 December 2024	(670)	-	3,761	19	3,110	(137)	-	3,744	(11)	3,596
Takaful certificate liabilities	(670)	-	3,761	19	3,110	(137)	-	3,744	(11)	3,596
Takaful certificate assets	-	-	-	-	-	-	-	-	-	-
Net takaful certificate (assets)/liabilities as at 30 June 2025/31 December 2024	(670)	-	3,761	19	3,110	(137)	-	3,744	(11)	3,596

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.1 Takaful certificates issued (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss Component RM'000	Loss Component RM'000	future cash flows RM'000	Risk adjustment RM'000	Total RM'000	Excluding Loss Component RM'000	Loss Component RM'000	future cash flows RM'000	Risk adjustment RM'000	Total RM'000
At 1 January										
Takaful certificate liabilities	(202)	11	3,743	(11)	3,541	(127)	8	3,770	(11)	3,640
Takaful certificate assets	(2)	-	-	-	(2)	(76)	-	(39)	-	(115)
Net takaful certificate (assets)/liabilities as at 1 January	(204)	11	3,743	(11)	3,539	(203)	8	3,731	(11)	3,525
Takaful revenue										
Contracts under PAA	(1,076)	-	-	-	(1,076)	(1,951)	-	-	-	(1,951)
	(1,076)	-	-	-	(1,076)	(1,951)	-	-	-	(1,951)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.1 Takaful certificates issued (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment		Excluding Loss Component	Loss Component	Estimates of the present value of future cash flows	Risk adjustment	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Takaful service expense										
Incurring claims and other expenses	159	-	3,867	29	4,055	22	-	6,539	-	6,561
Amortisation of takaful acquisition cash flows	57	-	-	-	57	128	-	-	-	128
Losses on onerous contracts and reversals of those losses	-	36	-	-	36	-	3	-	-	3
	216	36	3,867	29	4,148	150	3	6,539	-	6,692
Surplus to Participants Account	-	-	-	-	-	-	-	-	-	-
Takaful service result	(860)	36	3,867	29	3,072	(1,801)	3	6,539	-	4,741
Takaful finance expenses	-	-	-	-	-	-	-	-	-	-
Total changes in the statement of comprehensive income	(860)	36	3,867	29	3,072	(1,801)	3	6,539	-	4,741

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.1 Takaful certificates issued (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims			Liabilities for remaining coverage		Liabilities for incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss Component RM'000	Loss Component RM'000	Risk adjustment RM'000		Total RM'000	Excluding Loss Component RM'000	Loss Component RM'000	Risk adjustment RM'000		Total RM'000
Cash flows										
Contributions received	280	-	-	-	280	1,701	-	-	-	1,701
Claims and other expenses paid including investment components	-	-	(3,849)	-	(3,849)	-	-	(6,527)	-	(6,527)
Total cash flows	280	-	(3,849)	-	(3,569)	1,701	-	(6,527)	-	(4,826)
Other movements*	142	-	-	-	142	99	-	-	-	99
Net takaful certificate (assets)/liabilities as at 30 June 2025/31 December 2024	(642)	47	3,761	18	3,184	(204)	11	3,743	(11)	3,539
Takaful certificate liabilities	(637)	47	3,761	18	3,189	(202)	11	3,743	(11)	3,541
Takaful certificate assets	(5)	-	-	-	(5)	(2)	-	-	-	(2)
Net takaful certificate (assets)/liabilities as at 30 June 2025/31 December 2024	(642)	47	3,761	18	3,184	(204)	11	3,743	(11)	3,539

*“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 a takaful certificate are governed by other MFRS standards. In such instances, when the takaful service expenses are incurred, a settlement of the LFRC and LFIC is deemed to have occurred, with a corresponding adjustment to other items in the statement of financial position such as accumulated depreciation, other allocated overhead amounts, amortisation of intangible assets.

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.2 Retakaful certificates held

The roll-forward of the net asset or liability for retakaful certificates held showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the Family Takaful Fund and Company, are disclosed in the tables below:

	30.6.2025					31.12.2024 (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
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January										
Retakaful certificate assets	5,000	-	3,302	-	8,302	3,760	-	1,304	-	5,064
Retakaful certificate liabilities	(3,501)	-	(1,935)	-	(5,436)	(4,681)	-	(1,423)	-	(6,104)
Net retakaful certificate assets/(liabilities) as at 1 January	1,499	-	1,367	-	2,866	(921)	-	(119)	-	(1,040)
Allocation of retakaful contributions										
Contracts under PAA	(5,550)	-	-	-	(5,550)	(9,921)	-	-	-	(9,921)
	(5,550)	-	-	-	(5,550)	(9,921)	-	-	-	(9,921)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.2 Retakaful certificates held (continued)

	30.6.2025					31.12.2024 (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
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Amounts recoverable from retakaful operators										
Amounts recoverable for claims and other expenses incurred	(53)	-	8,220		8,167	(57)	-	11,841	-	11,784
Changes in amount recoverable from liabilities for incurred claims		-	(473)		(473)	-	-	343	-	343
	(53)	-	7,747		7,694	(57)	-	12,184	-	12,127
Net (expense)/income from retakaful certificates held	(5,603)		7,747	-	2,144	(9,978)	-	12,184	-	2,206
Retakaful finance income	-	-	-	-	-	-	-	-	-	-
Total changes in the statement of comprehensive income	(5,603)	-	7,747	-	2,144	(9,978)	-	12,184	-	2,206

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.2 Retakaful certificates held (continued)

	30.6.2025					31.12.2024 (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
Family Takaful Fund	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cash flows										
Contributions received	7,848	-	-	-	7,848	12,398	-	-	-	12,398
Claims and benefits recovered	-	-	(8,671)	-	(8,671)	-	-	(10,698)	-	(10,698)
Total cash flows	7,848	-	(8,671)	-	(823)	12,398	-	(10,698)	-	1,700
Net retakaful certificate assets/(liabilities) as at 30 June 2025/31 December 2024	3,744	-	443	-	4,187	1,499	-	1,367	-	2,866
Retakaful certificate assets	5,816	-	4,642	-	10,458	5,000	-	3,302	-	8,302
Retakaful certificate liabilities	(2,072)	-	(4,199)	-	(6,271)	(3,501)	-	(1,935)	-	(5,436)
Net retakaful certificate assets/(liabilities) as at 30 June 2025/31 December 2024	3,744	-	443	-	4,187	1,499	-	1,367	-	2,866

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.2 Retakaful certificates held (continued)

Company	30.6.2025					31.12.2024 (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										
Retakaful certificate assets	5,001	-	3,302	-	8,303	3,760	-	1,021	-	4,781
Retakaful certificate liabilities	(3,501)	-	(1,935)	-	(5,436)	(4,681)	-	(1,423)	-	(6,104)
Net retakaful certificate assets/(liabilities) as at 1 January	1,500	-	1,367	-	2,867	(921)	-	(402)	-	(1,323)
Allocation of retakaful contributions										
Contracts under PAA	(5,550)	-	-	-	(5,550)	(9,921)	-	-	-	(9,921)
	(5,550)	-	-	-	(5,550)	(9,921)	-	-	-	(9,921)

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.2 Retakaful certificates held (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss-recovery Component	Loss recovery Component	future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	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 retakaful operators										
Amounts recoverable for claims and other expenses incurred	(53)	-	8,220	-	8,167	(57)	-	11,841	-	11,784
Changes in amount recoverable from liabilities for incurred claims	-	-	(473)	-	(473)	-	-	343	-	343
	(53)	-	7,747	-	7,694	(57)	-	12,184	-	12,127
Net (expense)/income from retakaful certificates held	(5,603)	-	7,747	-	2,144	(9,978)	-	12,184	-	2,206
Retakaful finance income	-	-	-	-	-	-	-	-	-	-
Total changes in the statement of comprehensive income	(5,603)	-	7,747	-	2,144	(9,978)	-	12,184	-	2,206

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14 TAKAFUL AND RETAKAFUL CERTIFICATES (CONTINUED)

14.3 Roll-forward of net asset or liability for takaful certificates issued and retakaful certificates held showing the liability for remaining coverage and the liability for incurred claims – Certificates measured under PAA. (continued)

14.3.2 Retakaful certificates held (continued)

Company	30.6.2025					31.12.2024 (Audited)				
	Assets for remaining coverage		Amount recoverable on incurred claims			Assets for remaining coverage		Amount recoverable on incurred claims		
			Estimates of the present value of future cash flows					Estimates of the present value of future cash flows		
	Excluding Loss-recovery Component	Loss recovery Component	future cash flows	Risk adjustment	Total	Excluding Loss-recovery Component	Loss recovery Component	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										
Contributions received	7,847	-	-	-	7,847	12,399	-	-	-	12,399
Claims and benefits recovered	-	-	(8,670)	-	(8,670)	-	-	(10,415)	-	(10,415)
Total cash flows	7,847	-	(8,670)	-	(823)	12,399	-	(10,145)	-	1,984
Net takaful certificate assets as at 30 June 2025/31 December 2024	3,744	-	444	-	4,188	1,500	-	1,367	-	2,867
Retakaful certificate assets	5,816	-	4,643	-	10,459	5,001	-	3,302	-	8,303
Retakaful certificate liabilities	(2,072)	-	(4,199)	-	(6,271)	(3,501)	-	(1,935)	-	(5,436)
Net retakaful certificate assets as at 30 June 2025/31 December 2024	3,744	-	444	-	4,188	1,500	-	1,367	-	2,867

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15 CAPITAL COMMITMENTS

There were no material capital commitments that arose during the financial period.

16 REGULATORY CAPITAL REQUIREMENTS

The capital structure of the Company as at 30 June 2025, as prescribed under the Risk Based Capital Framework is provided below:

	30.6.2025	Audited
	RM'000	31.12.2024
		RM'000
<u>Eligible Tier 1 Capital</u>		
Share capital (paid-up)	240,000	240,000
Retained earnings	292,023	306,464
Eligible certificate liabilities	170,752	132,096
	<u>702,775</u>	<u>678,560</u>
<u>Tier 2 Capital</u>		
Eligible reserves	16,754	5,571
Amounts deducted from capital	<u>(27,935)</u>	<u>(34,413)</u>
Total capital available	<u>691,594</u>	<u>649,718</u>

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.