MAYBANK AGEAS HOLDINGS BERHAD
197701002387 (33361-W)
(Incorporated in Malaysia)

Unaudited Interim Condensed Financial Statements
for the six months period ended 30 June 2022

MAYBANK AGEAS HOLDINGS BERHAD
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MAYBANK AGEAS HOLDINGS BERHAD
197701002387 (33361-W)
(Incorporated in Malaysia)

UNAUDITED INTERIM CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2022

		Group		Company	
	Note	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000
Assets					
Property, plant and equipment		111,614	115,070	1,322	21
Investment properties		966,593	966,429	-	-
Prepaid land lease payments		16,370	16,613	-	-
Right-of-use assets ("ROU")		23,776	26,916	409	452
Intangible assets		97,071	99,342	9	1,193
Investment in subsidiaries		-	-	3,117,847	2,641,886
Investment in associates		1,238	1,238	-	-
Investments	13	40,144,913	42,249,131	493,603	928,645
Financing receivables		328,416	325,384	641,034	624,215
Reinsurance/retakaful assets	14	5,836,891	6,502,473	-	-
Insurance/takaful receivables	15	908,554	560,165	-	-
Other assets	16	798,653	586,315	39,294	29,257
Derivative assets		4,249	35,965	-	-
Deferred tax assets		307,778	225,266	4,667	3,547
Current tax assets	17	99,493	121,884	1	-
Cash and bank balances		1,872,605	928,274	30,543	34,940
Total Assets		51,518,214	52,760,465	4,328,729	4,264,156
Equity					
Share capital		660,866	660,866	660,866	660,866
Reserves	18	6,264,119	6,802,595	2,617,081	2,568,644
Total Equity		6,924,985	7,463,461	3,277,947	3,229,510
Liabilities					
Insurance contract/takaful certificate liabilities	19	39,339,562	40,314,242	-	-
Subordinated obligation		1,000,000	1,000,000	1,000,000	1,000,000
Expense liabilities	20	687,000	690,618	-	-
Derivative liabilities		166,612	22,249	15,030	8,755
Deferred tax liabilities		445,579	559,235	59	98
Insurance/takaful payables	21	915,966	892,226	-	-
Other liabilities	22	1,921,835	1,737,750	21,995	15,227
Interest payable on subordinated obligation		10,250	9,848	10,250	9,848
Current tax liabilities		106,425	70,836	3,448	718
Total Liabilities		44,593,229	45,297,004	1,050,782	1,034,646
Total Equity and Liabilities		51,518,214	52,760,465	4,328,729	4,264,156

These unaudited interim condensed financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the unaudited interim condensed financial statements.

MAYBANK AGEAS HOLDINGS BERHAD
197701002387 (33361-W)
(Incorporated in Malaysia)

UNAUDITED INTERIM CONDENSED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022

		Group		Company	
		1.1.2022 to 30.6.2022	1.1.2021 to 30.6.2021	1.1.2022 to 30.6.2022	1.1.2021 to 30.6.2021
	Note	RM'000	RM'000	RM'000	RM'000
Gross earned premiums/ contributions	23(a)	5,317,796	5,298,838	-	-
Earned premiums/contributions ceded to reinsurers/retakaful operators	23(b)	(892,002)	(890,924)	-	-
Net earned premiums/ contributions	23	4,425,794	4,407,914	-	-
Fee and commission income	24	84,314	56,000	-	-
Investment income	25	788,904	709,768	339,499	278,980
Realised (losses)/gains		(163,051)	135,321	(174)	603
Fair value losses		(1,635,290)	(1,067,030)	(9,301)	-
Other operating income/ (expenses), net	26	121,381	136,937	1,438	(112)
Other revenue		(803,742)	(29,004)	331,462	279,471
Gross benefits and claims paid	27(a)	(2,684,563)	(2,038,867)	-	-
Claims ceded to reinsurers/ retakaful operators	27(b)	299,909	239,159	-	-
Gross change in contract/ certificate liabilities	27(c)	633,758	(2,711,740)	-	-
Change in contract/certificate liabilities ceded to reinsurers/ retakaful operators	27(d)	(875,239)	1,196,678	-	-
Net benefits and claims		(2,626,135)	(3,314,770)	-	-
Management expenses	28	(508,845)	(493,095)	(54,262)	(88,148)
Shared services fee income, net		39,669	76,009	39,669	76,009
Change in expense liabilities	31	3,618	28,104	-	-
Fee and commission expenses	32	(386,781)	(292,887)	-	-
Interest expense for subordinated obligation		(20,098)	-	(20,098)	-
Tax borne by policyholders/ participants	33	71,545	29,957	-	-
Other expenses		(800,892)	(651,912)	(34,691)	(12,139)

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UNAUDITED INTERIM CONDENSED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022 (CONTD.)

		Group		Company	
	Note	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Profit before taxation and zakat		195,025	412,228	296,771	267,332
Taxation	33	(101,496)	(96,179)	(11,026)	(2,454)
Zakat		(6,083)	(6,513)	-	-
Net profit for the financial period		87,446	309,536	285,745	264,878
Profit attributable to:					
Equity holders of the Company		87,446	309,536	285,745	264,878
Basic and diluted earnings per share (sen)	39	0.35	1.23	1.13	1.05

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STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022 (CONTD.)

	Note	Group		Company	
		1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Net profit for the financial period		87,446	309,536	285,745	264,878
Other comprehensive income:					
Items that may be subsequently reclassified to income statements					
Change in fair value of debts securities at Fair Value through Other Comprehensive Income ("FVOCI")		(408,342)	(181,707)	12,933	(5,874)
- Fair value changes		(1,169,573)	(351,578)	(11,573)	(7,127)
- Transfer to profit or loss upon disposal		144,275	(23,272)	151	(603)
- Fair value adjustments on FVOCI financial assets backing participants' funds		497,318	137,993	-	-
Change in cash flow hedging reserve		-	-	21,613	-
Tax effect relating to FVOCI financial assets	38	119,638	55,150	2,742	1,856
Currency translation differences		36,757	(12,648)	-	-
Items that will not be subsequently reclassified to income statements					
Change in fair value of equity securities at Fair Value through Other Comprehensive Income ("FVOCI")		(4,096)	(3,511)	-	-
- Fair value changes		(8,786)	(7,501)	-	-
- Fair value adjustments on FVOCI equity securities backing the participant's fund		3,443	2,488	-	-
-Tax effects relating to equity securities at FVOCI		1,247	1,502	-	-
Other comprehensive (losses)/income for the financial period, net of tax		(375,681)	(197,866)	12,933	(5,874)
Total comprehensive income for the financial period attributable to equity holders of the Company		(288,235)	111,670	298,678	259,004

These unaudited interim condensed financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the unaudited interim condensed financial statements.

MAYBANK AGEAS HOLDINGS BERHAD
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UNAUDITED INTERIM CONDENSED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022

Group

		<--------Non-Distributable--------->			Retained Earnings			
	Note	Share Capital RM'000	Fair Value To Other Comprehensive Income ("FVOCI") Reserve RM'000	Other Reserves RM'000	Non-Distributable Non-DPF Surplus RM'000	Distributable Retained Profits RM'000	Sub-total Retained Profits RM'000	Total Equity RM'000
At 1 January 2022		660,866	(46,478)	50,706	970,489	5,827,878	6,798,367	7,463,461
Net profit for the financial period		-	-	-	36,172	51,274	87,446	87,446
Other comprehensive (losses)/income for the financial period		-	(412,438)	36,757	-	-	-	(375,681)
Total comprehensive (losses)/income		-	(412,438)	36,757	36,172	51,274	87,446	(288,235)
Reclassification upon disposals of equity securities		-	1,999	-	(776)	(1,223)	(1,999)	-
Dividend on ordinary shares	10	-	-	-	-	(250,241)	(250,241)	(250,241)
At 30 June 2022		660,866	(456,917)	87,463	1,005,885	5,627,688	6,633,573	6,924,985

The accompanying notes form an integral part of the financial statements.

MAYBANK AGEAS HOLDINGS BERHAD
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UNAUDITED INTERIM CONDENSED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022

Group		Non-Distributable			Retained Earnings			
		<----------		---------->				
	Note	Share Capital RM'000	FVOCI Reserve RM'000	Other Reserves RM'000	Non-Distributable Non-DPF Surplus RM'000	Distributable Retained Profits RM'000	Sub-total Retained Profits RM'000	Total Equity RM'000
At 1 January 2021		660,866	155,950	56,396	896,398	5,287,525	6,183,923	7,057,135
Net profit for the financial period		-	-	-	90,356	219,180	309,536	309,536
Other comprehensive income for the financial period		-	(185,218)	(12,648)	-	-	-	(197,866)
Total comprehensive income		-	(185,218)	(12,648)	90,356	219,180	309,536	111,670
Dividend on ordinary shares	10	-	-	-	-	(250,241)	(250,241)	(250,241)
At 30 June 2021		660,866	(29,268)	43,748	986,754	5,256,464	6,243,218	6,918,564

The accompanying notes form an integral part of the financial statements.

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UNAUDITED INTERIM CONDENSED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022

Company		<----------Non-Distributable---------->				
	Note	**Share Capital RM'000**	**Cash flow Hedge Reserve RM'000**	**FVOCI Reserve RM'000**	**Distributable Retained Profits RM'000**	**Total Equity RM'000**
At 1 January 2022		660,866	(1,340)	(1,067)	2,571,051	3,229,510
Net profit for the financial period		-	-	-	285,745	285,745
Other comprehensive income/(losses) for the financial period		-	21,613	(8,680)	-	12,933
Total comprehensive income/(losses)		-	21,613	(8,680)	285,745	298,678
Dividend on ordinary shares	10	-	-	-	(250,241)	(250,241)
At 30 June 2022		660,866	20,273	(9,747)	2,606,555	3,277,947
At 1 January 2021		660,866	-	11,023	2,561,622	3,233,511
Net profit for the financial period		-	-		264,878	264,878
Other comprehensive losses for the financial period		-	-	(5,874)	-	(5,874)
Total comprehensive (losses)/income		-	-	(5,874)	264,878	259,004
Dividend on ordinary shares	10	-	-	-	(250,241)	(250,241)
At 30 June2021		660,866	-	5,149	2,576,259	3,242,274

The accompanying notes form an integral part of the financial statements.

MAYBANK AGEAS HOLDINGS BERHAD
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UNAUDITED INTERIM CONDENSED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022

		Group		Company	
		1.1.2022 to	1.1.2021 to	1.1.2022 to	1.1.2021 to
	Note	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit before taxation and zakat		195,025	412,228	296,771	267,332
Adjustments for:					
Amortisation of:					
- intangible assets	28	9,001	8,311	1	-
- prepaid land lease payments	28	634	13	-	-
Amortisation of premium and accretion of discount	25	38,836	22,203	1,199	1,431
Depreciation of property, plant and equipment	28	8,201	7,885	211	63
Right-of-use asset expenses:					
- Lease interest	28	126	202	5	1
- Depreciation	28	4,458	4,818	42	14
Fair value losses on:					
- investments		1,229,817	1,067,030	9,517	-
Losses/(gains) on disposal of:					
- investments		144,264	(135,321)	(41)	(603)
Gross dividend income	25	(40,846)	(44,204)	(315,304)	(269,947)
Interest/profit and rental income	25	(772,349)	(693,030)	(22,216)	(10,522)
Impairment losses/(reversal of impairment losses) on:					
- other assets	26	718	(1,234)	-	-
- insurance/takaful receivables	26	1,664	(23,053)	-	-
- financing receivables	26	(64)	50	-	-
- investments	26	115,222	2,229	32	(174)
- reinsurance/retakaful assets	26	(754)	(509)	-	-
Recovery of bad debts	26	49	91	-	-
Taxation of life and takaful funds	33	71,545	29,957	-	-
(Gains)/losses on foreign exchange:					
-realised	26	(32,025)	(4,653)	-	8
-unrealised	26	(205,594)	(104,376)	-	(20)
Operating gains/(losses) before changes in assets and liabilities		767,928	548,637	(29,783)	(12,417)

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UNAUDITED INTERIM CONDENSED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022 (CONTD.)

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Net (purchase)/proceed from investments	(1,253,739)	(5,792,292)	17,188	(27,290)
Net decrease in fixed and call deposits	1,304,366	3,765,569	405,154	59,005
Decrease/ (Increase) in reinsurance/ retakaful assets	665,582	(1,316,556)	-	-
Increase in financing receivables	(3,032)	(12,071)	(16,819)	(3,438)
Increase in insurance/ takaful receivables	(348,389)	(205,430)	-	-
Increase in other assets	(212,338)	(57,489)	(451,330)	(274,185)
Increase in insurance/takaful payables	23,740	527	-	-
Increase in other liabilities	184,085	344,511	6,763	252,451
Decrease in expense liabilities	(3,618)	(28,104)	-	-
(Decrease)/Increase in insurance contract/ takaful certificate liabilities	(974,680)	2,508,685	-	-
Foreign exchange effects	227	533	-	-
Investment income received	712,117	654,627	24,503	10,572
Dividends received	54,124	50,286	315,304	-
Tax paid	(78,111)	(118,275)	(5,274)	(4,490)
Zakat paid	(15,888)	(7,120)	-	-
Surplus paid to participants	(16,391)	(94,451)	-	-
Net cash generated from operating activities	805,983	241,587	265,706	208
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(2,876)	(9,770)	(120)	-
Purchase of investment properties	(129)	(266)	-	-
Purchase of intangible assets	(6,816)	(6,169)	-	(2)
Proceeds from disposal of property, plant and equipment	-	3,410	-	-
Net cash used in investing activities	(9,821)	(12,795)	(120)	(2)

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UNAUDITED INTERIM CONDENSED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022 (CONTD.)

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES				
Payment of dividends	(250,241)	-	(250,241)	-
Payment of interest on subordinated obligations	(19,696)	-	(19,696)	-
Payment of lease liabilities	(3,504)	(4,520)	(46)	(7)
Net cash used in financing activities	(273,441)	(4,520)	(269,983)	(7)
Net increase/(decrease) in cash and cash equivalents	522,721	224,272	(4,397)	199
Effects of exchange rate changes	169,218	58,212	-	-
Cash and cash equivalents at beginning of year	1,180,666	898,182	34,940	986
Cash and cash equivalents at end of period	1,872,605	1,180,666	30,543	1,185
Cash and cash equivalents comprise:				
Cash and bank balances of:				
Shareholders' and general funds	196,670	240,582	30,543	1,185
Life funds	1,593,340	856,768	-	-
General Takaful fund	20,735	4,496	-	-
Family Takaful fund	61,860	78,820	-	-
	1,872,605	1,180,666	30,543	1,185

The accompanying notes form an integral part of the financial statements.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2022

1. CORPORATE INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia. The registered office of the Company is located at Level 19, Tower C, Dataran Maybank, No. 1, Jalan Maarof, 59000 Kuala Lumpur, Malaysia.

The holding and ultimate holding companies of the Company are Etiqa International Holdings Sdn. Bhd. ("EIHSB") and Malayan Banking Berhad ("Maybank") respectively, both of which are incorporated in Malaysia. Maybank is a licensed commercial bank listed on the Main Market of Bursa Malaysia Securities Berhad.

2. BASIS OF PREPARATION

The unaudited interim condensed financial statements of the Group and the Company for the financial period ended 30 June 2022 have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 - *Interim Financial Reporting* as issued by the Malaysian Accounting Standards Board ("MASB") and International Accounting Standard ("IAS") 34 -*Interim Financial Reporting* as issued by International Accounting Standards Board ("IASB"), and Guidelines/Circulars issued by Bank Negara Malaysia ("BNM").

The unaudited interim condensed financial statements of the Group and the Company have been prepared on a historical cost basis except for certain financial assets and financial liabilities that are stated at fair value.

The unaudited interim condensed financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual consolidated financial statements of the Group and the Company for the year ended 31 December 2021.

The explanatory notes attached to the unaudited interim condensed financial statements provide an explanation of events and transactions that are significant to gain an understanding of the changes in the financial position and performance of the Group and the Company since the financial year ended 31 December 2021.

The Company's subsidiaries have met the minimum capital requirements as prescribed by the Risk Based Capital ("RBC") Frameworks, Risk Based Capital Takaful ("RBCT") Framework and other capital requirements issued by the local authorities as at the reporting date.

The unaudited interim condensed financial statements are presented in Ringgit Malaysia ("RM") and rounded to the nearest thousand (RM'000) unless otherwise stated.

The unaudited interim condensed financial statements were approved for issue by the Board of Directors on 18 August 2022.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the unaudited condensed interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2021 except for the adoption of the following accounting amendments to Malaysian Financial Reporting Standards ("MFRSs") issued by the Malaysian Accounting Standards Board ("MASB") that are effective for the Group's and the Company's financial year beginning 1 January 2022:

MFRS 116 *Property, Plant and Equipment*
(Amendments to MFRS 116): *Property, Plant and Equipment - Proceeds before Intended Use*
MFRS 137 *Provision, Contingent Liabilities and Contingent Assets*
(Amendments to MFRS 137): *Onerous Contracts - Cost of Fulfilling a Contract*
MFRS 3 *Business Combinations*
(Amendments to MFRS 3): *Reference to the Conceptual Framework*
Annual Improvements to MFRS Standards 2018 - 2020:
MFRS 1 *First-time Adoption of MFRSs*
MFRS 9 *Financial Instruments*
MFRS 141 *Agriculture*

The adoption of the above amended standards do not have any significant financial impacts to the Group's and the Company's financial statements.

4. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of unaudited interim condensed financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of income, expenses, assets, liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Although these estimates and judgements are based on management's best knowledge of current events and actions, actual results may differ.

In preparing these unaudited interim condensed financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual financial statements for the financial year ended 31 December 2021.

5. AUDITOR'S REPORT ON PRECEDING AUDITED ANNUAL FINANCIAL STATEMENTS

The auditor's report on the audited annual financial statements for the financial year ended 31 December 2021 was not qualified.

6. SEASONALITY OR CYCLICALITY OF OPERATIONS

The businesses of the Group and the Company were not materially affected by any seasonal or cyclical fluctuations during the interim financial period ended 30 June 2022.

However, as is common for Insurer and Takaful operator, surplus for Life and Family funds will only be transferred at the financial year end upon approval by the Appointed Actuary.

7. UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the interim financial period ended 30 June 2022.

8. CHANGES IN ESTIMATES

There were no material changes in estimates for the interim financial period ended 30 June 2022.

9. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no issuance or repayment of debt and equity securities for the interim financial period ended 30 June 2022.

10. DIVIDENDS

A final single tier dividend of 99.30sen per ordinary share on 252,005,522 ordinary shares amounting to RM250,241,483.35 for the financial year ended 31 December 2021 was approved by the shareholder in Annual General Meeting held on 11 April 2022.

11. MATERIAL EVENTS SUBSEQUENT TO END OF REPORTING PERIOD

There were no material events subsequent to the end of the reporting period that require disclosure or adjustments to the unaudited interim condensed financial statements.

12. CHANGES IN THE COMPOSITION OF THE GROUP OR THE COMPANY

(a) On 21 March 2022, the Company injected additional capital of SGD200,000,000 into the Singapore subsidiary, Etiqa Insurance Ptd. Ltd. ("EIPL"). The capital injection is to support EIPL to achieve capital self-sufficiency through a sustainable and profitable business mix.

(b) On 21 June 2022, the Company injected additional capital of RM100,000,500 into the Takaful subsidiary, Etiqa General Takaful Berhad ("EGTB"). The capital injection is to support EGTB to restore the Capital Adequecy Ratio ("CAR") to above the Individual Capital Target Level (“ITCL”).

13. INVESTMENTS

Group	**30.6.2022 RM'000**	**31.12.2021 RM'000**
Malaysian government papers	2,180,091	2,010,124
Singapore government securities	2,461,950	2,884,150
Equity securities	2,825,325	3,038,918
Debt securities	28,852,426	29,141,740
Unit and property trust funds	830,719	841,990
Structured products	152,757	186,198
Deposits with financial institutions	2,841,645	4,146,011
	40,144,913	42,249,131

The Group's financial investments are summarised by categories as follows:

Fair value through profit or loss ("FVTPL")(Note a):		
- Designated upon initial recognition	15,745,213	16,261,900
- Held for trading ("HFT")	3,429,186	3,696,672
Fair value through other comprehensive income ("FVOCI") (Note b)	18,128,869	18,144,548
Amortised cost ("AC")(Note c)	2,841,645	4,146,011
	40,144,913	42,249,131

The following investments mature after 12 months:

FVTPL:		
- Designated upon initial recognition	6,055,859	12,759,886
- HFT	112,922	505,755
FVOCI	10,643,414	10,946,567
	16,812,195	24,212,208

13. INVESTMENTS (CONTD.)

Group	30.6.2022 RM'000	31.12.2021 RM'000
(a) FVTPL		
(i) Designated upon initial recognition		
At fair value		
Malaysian government papers	728,578	708,901
Singapore government securities	804,013	796,886
Equity securities:		
Quoted in Malaysia	545,168	521,066
Debt securities:		
Quoted in Malaysia	15,258.00	1,561,144
Quoted outside Malaysia	1,597,221	-
Unquoted in Malaysia	11,604,785	12,103,288
Unquoted outside Malaysia	120,760	133,346
Unit and property trust funds:		
Quoted outside Malaysia	176,787	251,388
Structured products	152,643	185,881
Total financial assets designated as FVTPL upon initial recognition	15,745,213	16,261,900
(ii) HFT		
At fair value		
Malaysian government papers	60,855	1,507
Equity securities:		
Quoted in Malaysia	1,856,271	2,236,712
Quoted outside Malaysia	107,647	42,213
Unquoted in Malaysia	160,007	160,007
Debt securities:		
Unquoted in Malaysia	590,360	665,314
Unit and property trust funds:		
Quoted in Malaysia	34,871	41,135
Quoted outside Malaysia	619,061	549,467
Structured products	114	317
Total HFT financial assets	3,429,186	3,696,672

13. INVESTMENTS (CONTD.)

Group	30.6.2022 RM'000	31.12.2021 RM'000
(b) FVOCI		
At fair value		
Malaysian government papers	1,390,658	1,299,716
Singapore government securities	1,657,937	2,087,264
Equity securities*:		
Quoted in Malaysia	156,232	78,920
Debt securities:		
Quoted in Malaysia	308,365	4,351,152
Unquoted in Malaysia	4,192,563	10,327,496
Quoted outside Malaysia	10,415,017	-
Unquoted outside Malaysia	8,097	-
Total FVOCI financial assets	18,128,869	18,144,548

***** The Group has elected to recognise these equity investments at fair value through other comprehensive income as these investments are held as long term strategic investments that are not expected to be sold in the short term to medium term. Gains or losses on the derecognition of these equity investments are not transferred to profit or loss.

During the period, the Group has disposed equity securities from the FVOCI financial assets as the equity securities no longer aligned with the long term investment strategy as a high dividend yield stocks. The cumulative loss on disposal amounted to RM1,999,000.

13. INVESTMENTS (CONTD.)

Group

(b) FVOCI (contd.)

Movements in the allowances for impairment losses/ expected credit loss ("ECL") on financial assets at FVOCI are as follows:

30.6.2022

	Stage 1	Stage 2	Stage 3	
	12 months ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 1 January 2022	2,012	2,686	154	4,852
Transfer to Stage 3	-	(21,043)	21,043	-
Net adjustment of loss allowance	127	(244)	-	(117)
Writeback	(10)	(339)	-	(349)
New financial assets originated of purchased	158	21,372	94,376	115,906
Financial assets derecognised	(20)	(44)	(154)	(218)
Changes in models/ risk parameters	(10)	10	-	-
Exchange differences	(381)	1,097	1,421	2,137
At 30 June 2022	1,876	3,495	116,840	122,211

13. INVESTMENTS (CONTD.)

Group

(b) FVOCI (contd.)

Movements in the allowances for impairment losses on financial assets at FVOCI are as follows:

31.12.2021

	Stage 1	Stage 2	Stage 3	
	12 months ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 1 January 2021	3,925	1,361	154	5,440
Net adjustment of loss allowance	939	772	-	1,711
New financial assets originated of purchased	1,192	-	-	1,192
Financial assets derecognised	(657)	-	-	(657)
Writeback	(786)	-	-	(786)
Changes in models/ risk parameters	(1,950)	436	-	(1,514)
Foreign exchange and other movements	(651)	117	-	(534)
At 31 December 2021	2,012	2,686	154	4,852

(c) AC

	30.6.2022 RM'000	31.12.2021 RM'000
Fixed and call deposits with:		
Licensed financial institutions	2,492,584	3,651,560
Other license financial institutions	349,061	494,451
Total AC financial assets	2,841,645	4,146,011

The carrying amounts of financial assets at AC are reasonable approximations of fair values due to the short-term maturity of the financial assets.

13. INVESTMENTS (CONTD.)

Group

(b) AC (contd.)

Movements in the allowances for impairment losses on financial assets at AC are as

30.6.2022

	Stage 1	Stage 2	Stage 3	
	12 months ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	Total ECL RM'000
At 1 January 2021	3	-	-	3
New financial assets originated of purchased	3	-	-	3
At 30 June 2022	6	-	-	6

31.12.2021

At 1 January 2021	258	-	-	258
New financial assets originated of purchased	(255)	-	-	(255)
At 31 December 2021	3	-	-	3

Company	**30.6.2022 RM'000**	**31.12.2021 RM'000**
Malaysian government papers	71,483	45,644
Debt securities	323,625	379,352
Deposits with financial institutions	98,495	503,649
	493,603	928,645

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

Fair value through profit or loss ("FVTPL")(Note a):		
- Designated upon initial recognition	15,257	15,500
FVOCI (Note b)	379,851	409,496
AC (Note c)	98,495	503,649
	493,603	928,645

The following investments mature after 12 months:

FVOCI	393,620	363,671

13. INVESTMENTS (CONTD.)

Company	**30.6.2022 RM'000**	**31.12.2021 RM'000**
(a) FVTPL		
(i) Designated upon initial recognition		
At fair value		
Debt securities:		
Quoted in Malaysia	15,257	15,500
Total financial assets designated as FVTPL upon initial recognitions	15,257	15,500
(b) FVOCI		
At fair value		
Malaysian government papers	71,483	45,644
Equity securities:		
Debt securities	308,368	363,852
Total FVOCI financial assets	379,851	409,496

Movements in the allowances for impairment losses on financial assets at FVOCI are as follows:

30.6.2022	**Stage 1**	**Stage 2**	**Stage 3**	
	12 months ECL RM'000	**Lifetime ECL not credit impaired RM'000**	**Lifetime ECL credit impaired RM'000**	**Total ECL RM'000**
At 1 January 2022	292	156	-	448
Net adjustment of loss allowance	31	28	-	58
New financial assets originated of purchased	3	36	-	39
Financial assets derecognised	(5)	(44)	-	(49)
At 30 June 2022	321	176	-	496
31.12.2021				
At 1 January 2021	273	20	-	293
Net adjustment of loss allowance	183	117	-	300
New financial assets originated of purchased	15	-	-	15
Financial assets derecognised	(160)	-	-	(160)
Change in credit risk	(19)	19	-	-
At 31 December 2021	292	156	-	448

13. INVESTMENTS (CONTD.)

Company

(b) AC	30.6.2022 RM'000	31.12.2021 RM'000
Fixed and call deposits with:		
Licensed financial institutions	88,475	483,649
Other license financial institutions	10,020	20,000
Total AC financial assets	98,495	503,649

The carrying amounts of financial assets classified as AC are reasonable approximations of fair values due to the short-term maturity of the financial assets.

Fair Value of Investments

An analysis of the different fair value measurement bases used in the determination of the fair values of investments are further disclosed in Note 38.

14. REINSURANCE/RETAKAFUL ASSETS

Group	**30.6.2022 RM'000**	**31.12.2021 RM'000**
Reinsurers' share of:	5,273,844	5,444,835
Life insurance contract liabilities	1,546,571	1,482,470
General insurance contract liabilities	3,727,273	3,962,365
Retakaful operators' share of:	573,644	1,068,989
Family takaful certificate liabilities	189,006	207,400
General takaful certificate liabilities	384,638	861,589
	5,847,488	6,513,824
Allowance for impairment losses	(10,597)	(11,351)
	5,836,891	6,502,473

Movements in the allowances for impairment losses on reinsurance/retakaful assets are as follows:

Lifetime ECL

At 1 January	11,351	13,804
Decrease	(754)	(2,453)
At 30 June/ 31 December	10,597	11,351

15. INSURANCE/TAKAFUL RECEIVABLES

Group	30.6.2022 RM'000	31.12.2021 RM'000
Due premiums/contribution including agents/brokers and co-insurers/co-takaful operators balances	842,267	481,726
Due from reinsurers/retakaful operators and cedants	78,050	88,538
	920,317	570,264
Allowance for impairment losses	(11,763)	(10,099)
	908,554	560,165

Movements in the allowances for impairment losses on insurance/takaful receivables are as follows:

	Not credit-impaired RM'000	Credit-impaired RM'000	Total RM'000
Gross carrying amount			
At 1 January 2021	487,684	101,396	589,080
(Decrease)/Increase	(28,637)	9,821	(18,816)
At 31 December 2021	459,047	111,217	570,264
Increase	248,053	102,000	350,053
At 30 June 2022	707,100	213,217	920,317
Lifetime ECL			
At 1 January 2021	5,884	41,811	47,695
Decrease	(3,631)	(33,965)	(37,596)
At 31 December 2021	2,253	7,846	10,099
Increase/(Decrease)	2,221	(557)	1,664
At 30 June 2022	4,474	7,289	11,763

The carrying amounts are reasonable approximations of fair values at the reporting date due to the relatively short-term maturity of these balances.

16. OTHER ASSETS

	30.6.2022 RM'000	31.12.2021 RM'000
Group		
Management fees receivable	173	1,173
Allowance for impairment losses	(1)	(2)
	172	1,171
Sundry receivables, deposits and prepayments	42,141	89,739
Allowance for impairment losses	(3,628)	(3,897)
	38,513	85,842
Income and profits due and accrued	434,201	416,314
Allowance for impairment losses	(1,139)	(151)
	433,062	416,163
Amount due from*:		
- Ultimate holding company	-	1,085
- Holding company	296	64
- Other related companies within the Maybank Group	2,553	4,096
Amount due from custodians	273,560	-
Amount due from stockbrokers	5,765	33,027
Share of net assets in the Malaysian Motor Insurance Pool ("MMIP")	43,544	44,867
Goods and Services Tax recoverable	1,188	-
	326,906	83,139
Total other assets	798,653	586,315

16. OTHER ASSETS (CONTD.)

Group

Movements in the allowances for impairment losses on other assets are as follows:

	Not credit-impaired RM'000	Credit-impaired RM'000	Total RM'000
Gross carrying amount			
At 1 January 2021	471,999	18,950	490,949
Increase	95,248	1,645	96,893
At 31 December 2021	567,247	20,595	587,842
Increase/(decrease)	190,403	(4,668)	185,735
At 30 June 2022	757,650	15,927	773,577
Lifetime ECL			
At 1 January 2021	825	3,971	4,796
Decrease	(705)	(41)	(746)
At 31 December 2021	120	3,930	4,050
Increase	348	370	718
At 30 June 2022	468	4,300	4,768

Company	**30.6.2022 RM'000**	**31.12.2021 RM'000**
Sundry receivables, deposits and prepayments	22,892	57
Income due and accrued	10,246	12,556
Amount due from*:		
- Holding company	295	-
- Related companies within the EIHSB Group	1,245	1,332
- Related companies within the MAHB Group	4,616	15,312
Total other assets	39,294	29,257

* Amounts due from related companies are non-trade in nature, unsecured, interest free and are repayable in the short-term.

The carrying amounts (other than prepayments) and net share of assets in MMIP are reasonable approximations of fair values due to the relatively short-term maturity of these balances.

17. CURRENT TAX ASSETS

	Group		Company	
	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000
Current tax assets	99,493	121,884	1	-

The current tax assets mainly related to the subsidiaries Etiqa Family Takaful Berhad ("EFTB") and Etiqa General Insurance Berhad ("EGIB") as follows.

EFTB

The Inland Revenue Board of Malaysia (“IRBM”) has raised additional assessments to EFTB for Years of Assessment (“YA”) 2008 to 2015, totalling RM79,294,000, of which additional assessment for YA2015 of RM1,479,000 was raised on 31 December 2020 and for YA2014 of RM2,120,000 was raised on 30 December 2019. These additional assessments were in respect of the businesses of EFTB prior to the conversion of the composite takaful licence to a family takaful licence, which was effected on 28 December 2017.

EFTB has made full settlement of the additional assessments raised by the IRBM as and when they arose, and subsequently, submitted Notices of Appeal by filing the required Forms Q with the Special Commissioner of Income Tax (“SCIT”). EFTB had decided to pursue these appeals after obtaining the relevant opinions from its legal counsel, which was premised on the fact that the bases used to raise the additional assessments are not equitable. The specific issues raised and corresponding additional tax assessments issued are as summarised below:

(a) Deductibility of commission expenses incurred by the Shareholder's fund ("SHF") in connection with General Takaful fund ("GTF") for YA2008 to YA2013 amounting to RM72,858,000.

The SCIT had heard witnesses' evidence from both parties on 27 July 2020, 11 August 2020 and 14 September 2020. The parties have filed in their respective written submissions and the oral submission was heard on 5 February 2021. The SCIT had on 19 February 2021 rejected EFTB's appeal. Based on legal advice, EFTB has a good case to appeal and the hearing is scheduled at High Court on 25 July 2022 against the decision of the SCIT on the grounds that the SCIT had erred in its ruling.

(b) Deeming of surplus earned on retakaful ceded for Family Takaful fund's business as incidental income of EFTB under Section 60AA(13) of the Income Tax Act, 1967 (YA2014 to YA2015), amounting to RM3,186,000.

The Ministry of Finance ("MOF") has issued pronouncement on 25 February 2022 in response to letter of application submitted by Persatuan Insurans Hayat Malaysia ("LIAM") dated 7 December 2020, concluded that the profit commission earned on retakaful ceded for Family Takaful business should not be treated under incidental income of EFTB under Section 60AA(13) of the Income Tax Act, 1967, hence not subject to tax. The same letter was copied to Malaysia Takaful Association ("MTA"). The industry is awaiting decision by IRBM.

17. CURRENT TAX ASSETS (CONTD.)

EFTB (CONTD.)

(c) The SCIT has on 19 February 2021, conceded on the appeals for exemption of wakalah fees and on the deductibility of the interest paid on judgment. These, together with other minor issues, amounted to RM3,250,000.

(d) The Director General of Inland Revenue ("DGIR") has issued a Notice of Additional Assessment ("JA") dated 28 October 2021 amounting RM380,704 being additional tax payable for the YA2016 deeming surplus earned on retakaful ceded and processing fee income for the Family Takaful fund's business as incidental income of EFTB under Section 60AA(13) of the Income Tax Act, 1967.

Based on legal advice, EFTB is of the view that it has strong justifications for the appeals and continues to treat the additional assessments paid as current tax assets in the financial statements.

EGIB

(a) The current tax assets arise from the appeals made by EGIB prior to its Conversion of Composite Licences to Single Licenses (“Licence Split”) on 28 December 2017.

IRBM had raised additional assessments to EGIB for YA2013 to 2015, totalling RM12,883,000, YA2015 additional assessments amounting to RM7,214,000 was raised on 26 November 2020. IRBM had raised the additional assessments in respect to the profit commission earned on reinsurance ceded for life business as incidental income of EGIB under Section 60(8) of the Income Tax Act, 1967, disallowing the deduction of expenses directly attributable to rental income of its investment properties, and disallowing the deduction of an under accrual fee.

EGIB has made full settlement on the additional assessments raised and submitted the notices of appeal by filing Form Q with SCIT.

The MOF has issued pronouncement on 25 February 2022 in respond to letter of application submitted by LIAM dated 7 December 2020, to conclude that the profit commission earned on reinsurance ceded for life business should not be treated under incidental income of EGIB under Section 60(8) of the Income Tax Act, 1967, hence not subject to tax. The industry is awaiting decision by IRBM.

17. CURRENT TAX ASSETS (CONTD.)

EGIB (CONTD.)

(a) In respect of the disallowing the deduction of expenses directly attributable to rental income of its investment properties, the Court has not fixed a hearing date, however both EGIB and IRBM are filling cause paper by 13 September 2022 whilst awaiting IRBM decision on the MOF's pronouncement. The disallowing of deduction of an under accrual fee has been resolved and settled at Dispute Resolution Preceeding level.

(b) EGIB has overpayment of taxes for YA2019 amounted to RM12,247,000, upon the finalisation of its tax returns. IRBM has approved the overpayment for YA2019 to be offset from current year's installments effective February 2022.

18. RESERVES

		Group		Company	
		30.6.2022	31.12.2021	30.6.2022	31.12.2021
		RM'000	RM'000	RM'000	RM'000
FVOCI reserve	(i)	(456,917)	(46,478)	(9,747)	(1,067)
Other reserves:					
Revaluation reserve	(ii)	788	788	-	-
Currency translation reserve	(iii)	86,675	49,918	-	-
Cash flow hedge reserve	(iv)	-	-	20,273	(1,340)
		87,463	50,706	20,273	(1,340)
Retained profits:					
Distributable	(v)	5,627,688	5,827,878	2,606,555	2,571,051
Non-distributable non-par surplus	(vi)	1,005,885	970,489	-	-
		6,633,573	6,798,367	2,606,555	2,571,051
Total reserves		6,264,119	6,802,595	2,617,081	2,568,644

(i) The FVOCI reserve of the Group and of the Company arose from changes in the fair values of the financial assets at FVOCI in the shareholders' and non-DPF funds.

(ii) The revaluation reserve of the Group represents the difference between the carrying amount of properties previously classified as self-occupied properties but subsequently transferred to investment properties upon the end of owner occupation and its fair value at the date of change in use.

(iii) The currency translation reserve is used to record exchange differences arising from the translation of the financial statements of a foreign operations whose functional currencies are different from the presentation currency of the Group.

(iv) The entire distributable retained earnings may be distributed to the shareholders under the single-tier system.

(v) Non-distributable non-par surplus represents the unallocated surplus of the non-Par fund. In accordance with the Financial Services Act 2013, in Malaysia, the unallocated surplus is only available for distribution to the shareholders' fund upon approval by the Appointed Actuary. Upon such approval, the distribution is presented as a transfer from non-distributable non-par surplus to distributable retained profits.

(vi) The cash flow hedge reserve represents the effective portion of the gain or loss on the hedging instrument. The cash flow hedge reserve is adjusted to the lower of the cumulative gain or loss on the hedging instrument and the cumulative change in fair value of the hedged item.

19. INSURANCE CONTRACT/TAKAFUL CERTIFICATE LIABILITIES

	30.6.2022			31.12.2021		
Group	**Gross RM'000**	**Reinsurance/ Retakaful RM'000**	**Net RM'000**	**Gross RM'000**	**Reinsurance/ Retakaful RM'000**	**Net RM'000**
Life Insurance/Family Takaful (Note A)	32,181,841	(1,735,577)	30,446,264	32,598,585	(1,689,870)	30,908,715
General Insurance/Takaful (Note B)	7,157,721	(4,111,911)	3,045,810	7,715,657	(4,823,954)	2,891,703
	39,339,562	(5,847,488)	33,492,074	40,314,242	(6,513,824)	33,800,418

(A) Life Insurance/Family Takaful

The Life Insurance contract/Family Takaful certificate liabilities and its movements are further analysed as follows:

(i) Life Insurance contract/Family Takaful certificate liabilities

	30.6.2022			31.12.2021		
	Gross RM'000	**Reinsurance/ Retakaful RM'000**	**Net RM'000**	**Gross RM'000**	**Reinsurance/ Retakaful RM'000**	**Net RM'000**
Claim liabilities	306,747	(60,960)	245,787	325,868	(57,525)	268,343
Actuarial liabilities	26,947,530	(1,674,617)	25,272,913	26,863,673	(1,632,345)	25,231,328
DPF's unallocated surplus	3,108,455	-	3,108,455	2,782,650	-	2,782,650
DPF's FVOCI reserve	(686,039)	-	(686,039)	15,569	-	15,569
Net asset value ("NAV") attributable to unitholders	2,505,148	-	2,505,148	2,610,825	-	2,610,825
	32,181,841	(1,735,577)	30,446,264	32,598,585	(1,689,870)	30,908,715

19. INSURANCE CONTRACT/TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(A) Life Insurance/Family Takaful (contd.)

(ii) Movements of Life Insurance contract/Family Takaful certificate liabilities

	Claim liabilities RM'000	Actuarial liabilities RM'000	DPF's unallocated surplus RM'000	DPF's FVOCI reserve RM'000	NAV attributable to unitholders RM'000	Gross RM'000	Reinsurance/ Retakaful RM'000	Net RM'000
30.6.2022								
At 1 January 2021	325,868	26,863,673	2,782,650	15,569	2,610,825	32,598,585	(1,689,870)	30,908,715
Premiums/contributions received	-	-	1,260,299	-	403,064	1,663,363	-	1,663,363
Other revenue	-	-	(233,148)	(69)	(239,088)	(472,305)	-	(472,305)
Net benefits and claims	(674,808)	-	(310,964)	-	(265,221)	(1,250,993)	41,057	(1,209,936)
Other expenses	655,687	-	(125,944)	-	(25,879)	503,864	(44,492)	459,372
Change in reserves :								
- Discounting	-	(399,179)	104,455	-	-	(294,724)	65,956	(228,768)
- Assumptions	-	(77,402)	19,635	-	-	(57,767)	170	(57,597)
- Policy movements	-	308,392	(380,826)	-	-	(72,434)	(72,652)	(145,086)
Exchange differences	-	252,046	6,199	(5,381)	147	253,011	(35,746)	217,265
Changes in FVOCI reserve	-	-	-	(725,072)	-	(725,072)	-	(725,072)
Taxation	-	-	(2,987)	25,835	21,300	44,148	-	44,148
Transferred to shareholders' funds	-	-	(88)	-	-	(88)	-	(88)
Surplus paid to participants	-	-	(7,747)	-	-	(7,747)	-	(7,747)
Reclassification upon disposals of equity securities	-	-	(3,079)	3,079	-	-	-	-
At 30 June 2022	306,747	26,947,530	3,108,455	(686,039)	2,505,148	32,181,841	(1,735,577)	30,446,264

19. INSURANCE CONTRACT/TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(A) Life Insurance/Family Takaful (contd.)

(ii) Movements of Life Insurance contract/Family Takaful certificate liabilities (contd.)

31.12.2021	**Claim liabilities RM'000**	**Actuarial liabilities RM'000**	**DPF's Unallocated Surplus RM'000**	**DPF's FVOCI reserve RM'000**	**NAV attributable to unitholders RM'000**	**Gross RM'000**	**Reinsurance/ Retakaful RM'000**	**Net RM'000**
At 1 January 2021	244,507	24,139,860	2,427,692	335,508	2,115,712	29,263,279	(642,322)	28,620,957
Premiums/contributions received	-	-	3,235,731	-	986,764	4,222,495	-	4,222,495
Other revenue	-	-	286,849	-	37,947	324,796	-	324,796
Net benefits and claims	81,361	-	(1,783,698)	-	(510,185)	(2,212,522)	(24,116)	(2,236,638)
Other expenses	-	(28)	(542,700)	-	(18,511)	(561,239)	-	(561,239)
Change in reserves :								
- Discounting	-	(635,540)	393,790	-	-	(241,750)	21,566	(220,184)
- Assumptions	-	(207,074)	8,412	-	-	(198,662)	(11,155)	(209,817)
- Policy movements	-	3,456,294	(1,103,745)	-	-	2,352,549	(1,025,590)	1,326,959
Exchange differences	-	110,161	(1,728)	2,289	78	110,800	(8,253)	102,547
Changes in FVOCI reserve	-	-	-	(331,824)	-	(331,824)	-	(331,824)
Taxation	-	-	8,238	9,596	(980)	16,854	-	16,854
Transferred to shareholders' funds	-	-	(129,457)	-	-	(129,457)	-	(129,457)
Surplus paid to participants	-	-	(16,734)	-	-	(16,734)	-	(16,734)
At 31 December 2021	325,868	26,863,673	2,782,650	15,569	2,610,825	32,598,585	(1,689,870)	30,908,715

19. INSURANCE CONTRACT/TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(B) General Insurance/Takaful

	30.6.2022			31.12.2021		
	Gross RM'000	Reinsurance/ Retakaful RM'000	Net RM'000	Gross RM'000	Reinsurance/ Retakaful RM'000	Net RM'000
Claim liabilities (i)	5,422,325	(3,671,638)	1,750,687	6,142,744	(4,555,497)	1,587,247
Premiums/contribution liabilities (ii)	1,610,732	(440,273)	1,170,459	1,360,407	(268,457)	1,091,950
Unallocated surplus of General Takaful fund	219,750	-	219,750	216,360	-	216,360
FVOCI reserve	(95,086)	-	(95,086)	(3,854)	-	(3,854)
	7,157,721	(4,111,911)	3,045,810	7,715,657	(4,823,954)	2,891,703

(i) Claims liabilities

At 1 January	6,142,744	(4,555,497)	1,587,247	5,489,324	(4,048,876)	1,440,448
Claims incurred in the current accident year	1,082,634	(377,674)	704,960	3,050,701	(1,991,879)	1,058,822
Movements in claims incurred in prior accident years	(1,010,936)	985,382	(25,554)	(673,456)	646,064	(27,392)
Claims paid during the year	(774,215)	244,843	(529,372)	(1,845,572)	941,144	(904,428)
Movements in Unallocated Loss Adjustment Expenses ("ULAE")	264	-	264	(402)	-	(402)
Movements in PRAD	(22,595)	32,612	10,017	119,539	(101,145)	18,394
Exchange differences	4,429	(1,304)	3,125	2,610	(805)	1,805
At 30 June/ 31 December	5,422,325	(3,671,638)	1,750,687	6,142,744	(4,555,497)	1,587,247

(ii) Premium/contribution liabilities

At 1 January	1,360,407	(268,457)	1,091,950	1,286,569	(293,989)	992,580
Premiums/contributions written in the year	2,135,792	(897,671)	1,238,121	3,408,845	(1,280,319)	2,128,526
Premiums/contributions earned during the year	(1,888,902)	726,765	(1,162,137)	(3,337,100)	1,306,509	(2,030,591)
Exchange differences	3,435	(910)	2,525	2,093	(658)	1,435
At 30 June/ 31 December	1,610,732	(440,273)	1,170,459	1,360,407	(268,457)	1,091,950

20. EXPENSE LIABILITIES

Group	**30.6.2022 RM'000**	**31.12.2021 RM'000**
UWF of General Takaful fund	180,876	157,167
UER of Family Takaful fund	506,124	533,451
	687,000	690,618

	UWF of General Takaful fund RM'000	**UER of Family Takaful fund RM'000**	**Total RM'000**
30.6.2022			
At 1 January 2022	157,167	533,451	690,618
Wakalah fee received during the year	342,736	-	342,736
Wakalah fee earned during the year	(319,027)	-	(319,027)
Movement in UWF	23,709	-	23,709
Movement in UER	-	(27,327)	(27,327)
At 30 June 2022	180,876	506,124	687,000
31.12.2021			
At 1 January 2021	139,797	572,186	711,983
Wakalah fee received during the year	551,353	-	551,353
Wakalah fee earned during the year	(533,983)	-	(533,983)
Movement in UWF	17,370	-	17,370
Movement in UER	-	(38,735)	(38,735)
At 31 December 2021	157,167	533,451	690,618

21. INSURANCE/TAKAFUL PAYABLES

	30.6.2022 RM'000	31.12.2021 RM'000
Group		
Due to agents and intermediaries	230,319	248,227
Due to reinsurers/retakaful operators and cedants	685,647	643,999
	915,966	892,226

The carrying amounts are reasonable approximations of fair values due to the relatively short-term maturity of these balances.

22. OTHER LIABILITIES

	30.6.2022 RM'000	31.12.2021 RM'000
Group		
Premium/contribution deposits	276,970	331,038
Dividend payable to policyholders	68,243	71,026
Lease liabilities	24,736	26,836
Provision for restoration costs	2,287	1,337
Amount due to*:		
- Ultimate holding company	33,060	22,553
- Holding company	1,645	615
- Other related companies within the Maybank Group	405	3,552
Amount due to stockbrokers	25,937	789
Mudharabah payable	-	5,191
Unclaimed monies	269,177	259,826
Provisions for expenses	89,585	50,066
Investment payable	296,348	-
Service tax payable	48,423	43,515
Zakat payable	17,148	25,796
Claims pending disbursement	7,374	7,037
Withholding tax payable	45,150	26,547
Surplus payable to participants	218,988	420,783
Sundry payables and accrued liabilities	496,359	441,243
Total other liabilities	1,921,835	1,737,750

22. OTHER LIABILITIES (CONTD.)

	30.6.2022 RM'000	31.12.2021 RM'000
Company		
Lease liabilities	421	461
Amount due to*:		
- Ultimate holding company	8,098	457
- Holding company	-	579
Sundry payables and accrued liabilities	13,476	13,730
Total other liabilities	21,995	15,227

* Amounts due to related companies are non-trade in nature, unsecured, interest free and is repayable in the short term.

The carrying amounts of financial liabilities are reasonable approximations of fair values at the reporting date due to the relatively short-term maturity of these balances and the immaterial impact of discounting.

23. NET EARNED PREMIUMS/CONTRIBUTIONS

Group	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
(a) Gross earned premiums/contributions		
Life Insurance contracts	2,328,680	2,723,342
General Insurance contracts	1,079,220	901,651
Family Takaful certificates	1,100,260	958,749
General Takaful certificates	1,056,526	819,293
Gross premiums/contributions	5,564,686	5,403,035
Change in premium/contribution liabilities	(246,890)	(104,197)
Gross earned premiums/contributions	5,317,796	5,298,838
(b) Earned premiums/contributions ceded to reinsurers/retakaful operators		
Life Insurance contracts	(103,554)	(218,360)
General Insurance contracts	(711,724)	(594,570)
Family Takaful certificates	(61,701)	(53,203)
General Takaful certificates	(185,929)	(143,518)
Premium/contribution ceded to reinsurers/ retakaful operators	(1,062,908)	(1,009,651)
Change in premium/contribution liabilities	170,906	118,727
Earned premium/contribution ceded to reinsurers/ retakaful operators	(892,002)	(890,924)
Net earned premiums/contributions	4,425,794	4,407,914

24. FEE AND COMMISSION INCOME

Group	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Profit commission	1,786	2,647
Reinsurance/retakaful commission income	82,191	53,116
Others	337	237
Fee and commission income related to Insurance contracts/Takaful certificates	84,314	56,000

25. INVESTMENT INCOME, NET

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Financial assets at FVTPL				
(i) Designated upon initial recognition				
Interest/profit income	338,013	340,676	-	-
Dividend/distribution income				
Equity securities				
- quoted in Malaysia	-	2,019	-	-
- quoted outside Malaysia	15,622	3,760	-	-
Unit and property trusts	-	65	-	-
	353,635	346,520	-	-
(ii) HFT				
Interest/profit income	15,011	15,750	-	-
Dividend/distribution income				
Equity securities				
- quoted in Malaysia	32,529	37,297	-	-
- quoted outside Malaysia	2,322	384	-	-
- unquoted in Malaysia	500	500	-	-
Unit and property trusts	753	1,135	-	-
	51,115	55,066	-	-
Financial assets at FVOCI				
Interest/profit income	363,155	262,296	9,673	9,157
Dividend/distribution income				
Equity securities:				
- Equities securities quoted in Malaysia	5,495	4,004	-	-
Financial assets at AC				
Interest/profit income	31,238	45,680	3,192	1,317
Dividend/distribution income				
- Subsidiaries	-	-	315,304	269,947
	31,238	45,680	318,496	271,264
Interest/profit income from financing receivables and other loans	9,893	11,200	9,351	48
Hedging income/(expenses), net	12,532	-	12,532	-
Rental income, net	15,039	17,428	-	-
Net amortisation of premiums	(38,836)	(22,203)	(1,199)	(1,431)
Investment related expenses	(14,362)	(10,223)	(9,354)	(59)
	(15,734)	(3,798)	11,330	(1,441)
Total investment income	788,904	709,768	339,499	278,980

26. OTHER OPERATING REVENUE/(EXPENSES), NET

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
(i) Revenue from contracts with customers				
Management fees	1,179	1,774	2,847	-
Third party administration fee ("TPA")	513	341	-	-
Total revenue from contracts with customers	**1,692**	**2,115**	**2,847**	**-**
(ii) Other revenues/(expenses)				
Gain/(losses) on foreign exchange:				
- realised	32,025	4,653	-	(8)
- unrealised	205,594	104,376	-	20
Bad debts written-off	(49)	(91)	-	-
Reversal/(impairment) losses on:				
- other assets	(718)	1,234	-	-
- investments	(115,222)	(2,229)	32	(174)
- financing receivables	64	(50)	-	-
- reinsurance/retakaful assets	754	509	-	-
- insurance/takaful receivables	(1,664)	23,053	-	-
Pandemic medical cost	966	-	-	-
Surrender charges	88	107	-	-
Sundry income/(expenditure)	(2,149)	3,260	(1,441)	50
Total other revenue	**119,689**	**134,822**	**(1,409)**	**(112)**
Total other operating revenues/(expenses), net	**121,381**	**136,937**	**1,438**	**(112)**

27. NET BENEFITS AND CLAIMS

Group	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
(a) Gross Benefits and Claims Paid		
Life Insurance	(1,215,215)	(749,841)
General Insurance	(363,533)	(335,277)
Family Takaful	(696,395)	(608,599)
General Takaful	(409,420)	(345,150)
	(2,684,563)	(2,038,867)
(b) Claims Ceded to Reinsurers/Retakaful Operators		
Life Insurance	16,023	5,924
General Insurance	209,501	178,402
Family Takaful	41,041	36,303
General Takaful	33,344	18,530
	299,909	239,159
(c) Gross Change in Contract/Certificate Liabilities		
Life Insurance	(23,262)	(1,305,004)
General Insurance	350,295	(1,195,644)
Family Takaful	(60,093)	(101,584)
General Takaful	366,818	(109,508)
	633,758	(2,711,740)
(d) Change in Contract/Certificate Liabilities Ceded to Reinsurers/Retakaful Operators		
Life Insurance	28,321	(58,375)
General Insurance	(373,176)	1,197,203
Family Takaful	(18,394)	29,782
General Takaful	(511,990)	28,068
	(875,239)	1,196,678

28. MANAGEMENT EXPENSES

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Employee benefits expense (a)	288,968	319,320	49,536	85,016
Directors' remuneration (Note 29)	3,959	3,813	1,238	1,130
Shariah Committee's remuneration (Note 30)	317	216	-	-
Auditors' remuneration:				
- statutory audits	1,432	1,051	37	36
- regulatory related services	75	21	-	-
- other services	331	188	-	2
Amortisation of intangible assets	9,001	8,311	1	-
Amortisation of prepaid land lease payments	634	13	-	-
Auto assist service	12,899	6,014	-	-
Assured medical fees	435	1,857	-	-
Bank charges	11,439	10,568	5	3
Depreciation of property, plant and equipment	8,201	7,885	211	63
Right-of-use expenses:				
- Lease interest	126	202	5	1
- Depreciation	4,458	4,818	42	14
Other management fees	8,385	4,127	112	283
Professional fees	10,416	1,051	214	82
Short term leases	3,076	2,916	574	391
Small value leases	51	22	1	-
Office facilities expenses	1,169	2,766	68	-
Electronic data processing expenses	15,996	13,517	460	705
Information technology outsourcing	15,087	13,600	294	1
Postage and stamp duties	1,344	765	20	181
Printing and stationery	1,227	441	17	8
Promotional and marketing cost	66,667	51,705	10	63
Training expenses	1,846	669	720	55
Utilities, assessment and maintenance	6,315	3,308	239	28
Entertainment	403	300	11	23
Travelling expenses	631	403	37	56
Legal fees	247	338	23	6
Licence, Subscription and Levies	11,299	7,392	33	-
Contract staff services	2,017	4,063	247	-
Policy Related Expenses	17,870	11,680	-	-
Other expenses	2,524	9,755	107	2
Total management expenses	508,845	493,095	54,262	88,148

28. MANAGEMENT EXPENSES (CONTD.)

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
(a) Employee benefits expense:				
Wages, salaries and bonuses	225,718	239,917	38,780	69,355
Employees' Provident Fund ("EPF")	32,643	36,366	5,741	10,537
Social Security Organisation ("SOCSO")	1,339	1,407	227	321
Employees' Shares Grant Plan ("ESGP")	4,869	5,031	1,652	461
Other benefits	24,399	36,599	3,136	4,342
	288,968	319,320	49,536	85,016

(b) The details of CEO's remuneration during the period are as follows:

	Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Salary	900	870
Directors fees	88	89
Bonus	1,305	1,305
EPF and pension scheme	359	355
Other emoluments	345	61
	2,997	2,680

29. DIRECTORS' REMUNERATION

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Directors of the Group				
Executive directors:				
Fees	60	90	-	90
Other emoluments	12	20	-	20
	72	110	-	110
Non-executive directors:				
Fees	3,133	2,993	950	756
Other emoluments	754	710	288	264
	3,887	3,703	1,238	1,020
Total directors' fee and remuneration	3,959	3,813	1,238	1,130

29. DIRECTORS' REMUNERATION (CONTD.)

The total remuneration of the directors of the Group are as follows:

	<---------- Company ---------->			<---------- Subsidiaries ---------->			Group
1.1.2022 to 30.6.2022	**Fees RM'000**	**Other Emoluments RM'000**	**Total RM'000**	**Fees RM'000**	**Other Emoluments RM'000**	**Total RM'000**	**Grand Total RM'000**
Executive directors:							
Datuk Normala binti Abdul Manaf	-	-	-	60	12	72	72
	-	-	-	60	12	72	72
Non-executive directors:							
Cik Serina binti Abdul Samad	28	14	42	60	14	74	116
Dato' Johan bin Ariffin	102	32	134	177	21	198	332
Dato' Majid bin Mohamad	94	22	116	197	43	240	356
Dato' Mohamed Rafique Merican bin Mohd Wahiduddin Merican	16	6	22	60	12	72	94
Datuk Karownakaran @ Karunakaran A/L Ramasamy	122	22	144	-	-	-	144
Datuk Mohd Najib bin Abdullah	103	38	141	180	26	206	347
Dr. John Lee Hin Hock	-	-	-	94	16	110	110
Dr. Ariffin bin Yahya	16	6	22	60	15	75	97
En.Hj. Sallim bin Abdul Kadir	-	-	-	117	19	136	136
En. Mohamad Shukor bin Ibrahim	28	14	42	60	15	75	117
En. Mohammad Din bin Merican	28	12	40	60	21	81	121
En. Kamaludin bin Ahmad	-	-	-	78	9	87	87
Mr. Andrew King Sun Cheung	-	-	-	60	14	74	74
Mr. Antonio Cano	89	16	105	-	-	-	105
Mr. Eng Poh Yoon	-	-	-	13	8	21	21
Mr. Frank Johan Gerard Van Kempen	-	-	-	250	58	308	308
Mr. Gary Lee Crist	89	18	107	-	-	-	107
Mr. Koh Heng Kong	30	16	46	120	41	161	207
Mr. Philippe Pol Arthur Latour	14	6	20	120	22	142	162
Mr. Wong Pakshong Kat Jeong Colin Stewart	28	14	42	237	53	290	332
Ms. Daniela Adaggi	14	12	26	60	12	72	98
Pn. Fauziah binti Md Tahir	91	12	103	-	-	-	103
Pn. Norazilla Md Tahir	30	14	44	60	17	77	121
Prof. Dr. Rusni bin Hassan	14	6	20	60	14	74	94
Assoc. Prof. Dr. Azman bin Mohammad Noor	14	8	22	60	16	76	98
	950	288	1,238	2,183	466	2,649	3,887
	950	288	1,238	2,243	478	2,721	3,959

29. DIRECTORS' REMUNERATION (CONTD.)

The total remuneration of the directors of the Group are as follows:

	<---------- Company ---------->			<---------- Subsidiaries ---------->			Group
1.1.2021 to 30.6.2021	**Fees RM'000**	**Other Emoluments RM'000**	**Total RM'000**	**Fees RM'000**	**Other Emoluments RM'000**	**Total RM'000**	**Grand Total RM'000**
Executive directors:							
Dato' Amirul Feisal bin Wan Zahir	90	20	110	-	-	-	110
	90	20	110	-	-	-	110
Non-executive directors:							
Cik Serina binti Abdul Samad	15	10	25	60	12	72	97
Daniela Adaggi	14	14	28	60	12	72	100
Dato' Johan bin Ariffin	108	34	142	295	46	341	483
Dato' Majid bin Mohamad	89	28	117	197	32	229	346
Dato' Mohamed Rafique Merican bin Mohd Wahiduddin Merican	14	6	20	60	12	72	92
Datuk Karownakaran @ Karunakaran A/L Ramasamy	115	26	141	-	-	-	141
Datuk Mohd Najib bin Abdullah	103	32	135	180	26	206	341
Dr. John Lee Hin Hock	-	-	-	92	18	110	110
En. Kamaludin bin Ahmad	-	-	-	77	12	89	89
En. Mohamad Shukor bin Ibrahim	15	6	21	60	12	72	93
En. Mohammad Din bin Merican	12	4	16	55	14	69	85
En.Hj. Sallim bin Abdul Kadir	-	-	-	115	28	143	143
Mr. Andrew King Sun Cheung	-	-	-	60	14	74	74
Mr. Antonio Cano	61	20	81	-	-	-	81
Mr. Eng Poh Yoon	-	-	-	13	6	19	19
Mr. Frank Johan Gerard Van Kempen	-	-	-	248	60	308	308
Mr. Gary Lee Crist	89	24	113	-	-	-	113
Mr. Koh Heng Kong	30	16	46	120	24	144	190
Mr. Loh Lee Soon	47	22	69	60	14	74	143
Mr. Philippe Pol Arthur Latour	14	6	20	120	22	142	162
Mr. Wong Pakshong Kat Jeong Colin Stewart	28	14	42	235	56	291	333
Pn. Norazilla Md Tahir	-	-	-	10	2	12	12
Prof. Dr. Rusni bin Hassan	1	-	1	60	12	72	73
Assoc. Prof. Dr. Azman bin Mohammad Noor	1	2	3	60	12	72	75
	756	264	1,020	2,237	446	2,683	3,703
	846	284	1,130	2,237	446	2,683	3,813

30. SHARIAH COMMITTEE'S REMUNERATION

	Group	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Fees	150	146
Other emoluments	167	70
	317	216

The total remuneration of the Shariah Committee of the Takaful subsidiaries are as follows:

	1.1.2022 to 30.6.2022			1.1.2021 to 30.6.2021		
	Fees RM'000	Other Emoluments RM'000	Total RM'000	Fees RM'000	Other Emoluments RM'000	Total RM'000
Shariah Committee:						
Assoc. Prof. Dr. Aznan bin Hasan	30	27	57	30	12	42
Prof. Dr. Rusni binti Hassan	24	27	51	24	12	36
Prof. Dr. Abdul Rahim bin Abdul Rahman	24	27	51	24	12	36
Prof. Dato' Dr. Mohd Azmi bin Omar	24	29	53	24	12	36
Assoc. Prof. Dr. Azman bin Mohd Noor	24	29	53	24	12	36
Sahibus Samahah Assoc Prof. Dr. Mohamad Sabri bin Haron (w.e.f. 1 January 2022)	24	28	52	-	-	-
Dr. Sarip Adul	-	-	-	20	10	30
	150	167	317	146	70	216

31. CHANGE IN EXPENSE LIABILITIES

	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Group		
Decrease in UWF of General Takaful fund (Note 20)	23,709	6,236
Increase in UER of Family Takaful fund (Note 20)	(27,327)	(34,340)
	(3,618)	(28,104)

32. FEE AND COMMISSION EXPENSES

Group	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Costs incurred for the acquisition of Insurance contract/ Takaful certificate in the current financial period	386,499	292,708
Others	282	179
	386,781	292,887

33. TAXATION

Major components of income tax expense

The major components of income tax expense for the financial period ended 30 June 2022 and 30 June 2021 are:

Income Statement

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Income tax:				
Current financial year				
- Malaysia	125,286	103,014	9,892	2,659
- Foreign	-	7,835	-	-
Overprovision of taxation in prior financial years	-	(16,018)	-	-
	125,286	94,831	9,892	2,659

33. TAXATION (CONTD.)

Major components of income tax expense (contd.)

The major components of income tax expense for the financial period ended 30 June 2022 and 30 June 2021 are: (contd.)

Income Statement (contd.)

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Deferred taxation:				
Relating to origination and reversal of temporary differences	(23,790)	1,348	1,134	(205)
	101,496	96,179	11,026	2,454

Statement of Comprehensive Income:

Deferred income tax related to other comprehensive income:				
- Fair value changes on FVOCI investments	(119,638)	(55,150)	(2,742)	(1,856)

Reconciliation between tax expense and accounting profit

The reconciliation of income tax expense applicable to profit before taxation and zakat at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and the Company are as follows:

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Profit before taxation and zakat	195,025	412,228	296,771	267,332
Taxation at Malaysian statutory tax rate of 24% (2021: 24%)	46,806	98,935	71,225	64,160
Effects of tax in different jurisdictions	-	3,369	-	-

33. TAXATION (CONTD.)

Reconciliation between tax expense and accounting profit (contd.)

The reconciliation of income tax expense applicable to profit before taxation and zakat at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and the Company are as follows (contd.):

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Tax exemption	-	(54)	-	-
Income not subject to tax	679	(108,914)	(75,673)	(64,787)
Expenses not deductible for tax purposes	46,137	116,755	15,474	3,295
Effect of changes in tax basis	8,966	-	-	-
Overprovision of taxation in prior financial years	-	(16,018)	-	-
Effect of weighted average tax rate on deferred tax	(2,403)	-	-	-
Deficit arising of Annuity Non-Par not deductable for tax purposes	1,350	2,351	-	-
Others	-	(244)	-	(214)
Tax expense for the financial period	101,535	96,179	11,026	2,454

Tax borne by policyholders/participants

	Group	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Income tax:		
Current financial period		
- Malaysia	13,570	5,313
Under provision of taxation in prior financial years	-	20,416
Deferred taxation:		
Relating to origination and reversal of temporary differences	(85,115)	(55,686)
	(71,545)	(29,957)

33. TAXATION (CONTD.)

Taxation of shareholders' and general funds

The income tax for shareholders' fund and general fund in relation to the Malaysian and Singaporean operations respectively are calculated at the statutory tax rate of 24% (2021: 24%) and 17% (2021: 17%) of the estimated assessable profit respectively for the financial period.

Taxation of Life Insurance and Family Takaful business

The income tax for the Life and Family Takaful funds are calculated based on the statutory rate of 8% (2021: 8%) of the estimated assessable investment income net of allowable deductions for the financial period for the Malaysian operations. For Singaporean operations, income allocated to policyholders (participating fund) are taxable at statutory rate of 10% (2021: 10%).

34. EARNINGS PER SHARE

Basic and diluted earnings per share are calculated by dividing the profit for the financial period attributable to ordinary equity holders of the Group and the Company by the weighted average number of ordinary shares in issue during the financial period.

	Group		Company	
	1.1.2022 to 30.6.2022	1.1.2021 to 30.6.2021	1.1.2022 to 30.6.2022	1.1.2021 to 30.6.2021
Profit attributable to ordinary equity holders (RM'000)	87,446	309,536	285,745	264,878
Weighted average number of ordinary shares in issue ('000)	252,005	252,005	252,005	252,005
Basic and diluted earnings per share (sen)	0.35	1.23	1.13	1.05

There have been no other transactions involving ordinary shares between the reporting date and the authorisation date of the financial statements.

35. OPERATING LEASE COMMITMENTS

The Group as a lessor

The Group has entered into operating lease agreements on its portfolio of investment properties. The leases have remaining lease terms of between 1 and 3 years. All leases include a clause to enable upward revision of the rental charge on an annual basis based on prevailing market conditions.

The future minimum lease payments receivable under non-cancellable operating leases contracted for as at the reporting date but not recognised as receivables, are as follows:

	30.6.2022 RM'000	31.12.2021 RM'000
Not later than one year	68,426	42,669
Between one and three years	124,337	29,409
	192,763	72,078

36. OTHER COMMITMENTS AND CONTINGENCIES

Group	30.6.2022 RM'000	31.12.2021 RM'000
Approved and contracted for:		
Property, plant and equipment	164	52
Intangible assets	4,251	4,721
Information technology services	-	7,231
	4,415	12,004
Approved but not contracted for:		
Property, plant and equipment	42,118	23,755
Intangible assets	-	398
	42,118	24,153

37. SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES DISCLOSURES

For the purpose of these financial statements, parties are considered to be related to the Group and the Company if the Group or the Company have the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the corresponding party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Related parties also include key management personnel, defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group and of the Company either directly or indirectly. The key management personnel includes the directors and the Chief Executive Officer of the Group and of the Company.

The Group and the Company have related party relationships with its shareholders and their related companies, subsidiaries, associates, key management personnel and the subsidiaries and associates of a company with significant influence over its shareholders.

Related party transactions have been entered into in the normal course of business under normal trade terms.

(i) Significant transactions of the Group and of the Company with related parties during the financial period were as follows:

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	**1.1.2021 to 30.6.2021 RM'000**	**1.1.2022 to 30.6.2022 RM'000**	**1.1.2021 to 30.6.2021 RM'000**
Income/(expenses):				
Ultimate holding company:				
Gross premium/contribution income	14,145	13,054	-	-
Commission and fee expenses	(61,678)	(68,250)	-	-
Claims paid	(802)	(2,656)	-	-
Dividend income	853	-	-	-
ESGP expenses	(3,878)	(5,009)	(1,178)	(1,852)
Interest expenses for subordinated obligation	(13,868)	-	(13,868)	-
Interest/profit income	253	1,284	-	-
Rental income, net	3,059	2,133	-	-
Other expenses, net	(1,957)	(3,162)	(151)	(1,419)
Net hedging income	3,274	-	3,244	-

37. SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES DISCLOSURES (CONTD.)

(i) Significant transactions of the Group and of the Company with related parties during the financial year were as follows (contd.):

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Income/(expenses) (contd.):				
Fellow subsidiaries within the MAHB Group:				
Gross dividend income	-	-	315,304	269,947
Shared services fee income, net	-	-	39,669	76,009
Interest income for subordinated obligation	-	-	9,289	-
Insurance expenses	-	-	(161)	(612)
Rental expense	-	-	(494)	(391)
Reimbursement of expenses	-	-	-	32
Other income, net	-	-	859	703
Other related companies within the Maybank Group:				
Gross premium/contribution income	8,439	7,889	-	-
Commission and fee expenses	(87,608)	(54,830)	-	-
Management fee	(4,358)	(4,619)	-	-
Information technology outsourcing	(15,067)	(14,238)	(1,278)	-
Interest/profit income	20,980	28,196	1,938	257
Rental income, net	3,175	2,355	-	-
Investment advisory fee	(722)	(1,472)	-	-
Shared service cost	(2,259)	-	-	-
Claims paid	(12)	(415)	-	-
Other expenses	(4,478)	(1,106)	(1)	(450)
Shareholders of MAHB:				
Dividend paid	(250,241)	(250,241)	(250,241)	(250,241)
Other expenses	(1,143)	-	(268)	-
Reimbursement of expenses	-	(114)	-	(114)
Interest expenses for subordinated obligation	(6,230)	-	(6,230)	-
Shared service fee income, net	663	-	943	-

37. SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES DISCLOSURES (CONTD.)

(i) Significant transactions of the Group and of the Company with related parties during the financial year were as follows (contd.):

	Group		Company	
	1.1.2022 to 30.6.2022	1.1.2021 to 30.6.2021	1.1.2022 to 30.6.2022	1.1.2021 to 30.6.2021
Income/(expenses) (contd.):	RM'000	RM'000	RM'000	RM'000
Companies related to a company with significant influence over MAHB Group:				
Gross premium/contribution income	12,786	16,090	-	-
Claims paid	(2,384)	(485)	-	-
Treaty outward	(2,243)	-	-	-
Management fee income	76	-	-	-
Premium/Contribution Ceded	(83)	-	-	-

(ii) Included in the statements of financial position of the Group and of the Company are investments placed with and amounts due from/(to) related companies as follows:

	Group		Company	
	30.6.2022	31.12.2021	30.6.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Ultimate holding company:				
Bank balances	357,572	127,792	30,543	34,940
Fixed deposits	64,140	70,908	-	-
Derivative liabilities, net	(15,970)	(9,620)	(15,030)	(8,755)
Quoted shares	29,123	-	-	-
Income and profits due and accrued	92	85	-	-
Claim liabilities	(46,911)	(47,222)	-	-
Outstanding premiums/ contributions	7,893	2,840	-	-
Other assets	11,170	1,333	-	-
Other liabilities	(33,129)	(63,302)	(8,098)	(457)
Subordinated obligation	(691,000)	(691,000)	(691,000)	(691,000)
Fellow subsidiaries within the MAHB Group:				
Financing receivables	-	-	616,400	616,400
Other assets	-	-	4,616	15,312

37. SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES DISCLOSURES (CONTD.)

(ii) Included in the statements of financial position of the Group and of the Company are investments placed with and amounts due from/(to) related companies as follows (contd.):

	Group		Company	
	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000
Other related companies within the Maybank Group:				
Bank balances	6,817	217,647	-	-
Fixed and call deposits	1,855,023	2,809,023	-	503,649
Income and profits due and accrued	13,470	16,265	10,246	12,556
Outstanding premiums/ contributions	217	23	-	-
Other assets	6,760	9,326	1,245	1,332
Other liabilities	(6,719)	(2,501)	-	-
Insurance/takaful payables	(12,541)	(17,995)	-	-
Claims liabilities	(50)	(101)	-	-
Companies related to a company with significant influence over MAHB Group:				
Other assets	66	-	-	-
Outstanding premiums/ contributions	10,255	8,649	-	-
Claims liabilities	(13,131)	(7,782)	-	-
Insurance/takaful receivables	55	86	-	-
Insurance/takaful payables	(2,243)	(1,474)	-	-
Shareholders of MAHB:				
Other assets	4,022	-	295	-
Other liabilities	(8,740)	(579)	-	(579)
Subordinated obligation	(309,000)	(309,000)	(309,000)	(309,000)

37. SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES DISCLOSURES (CONTD.)

(iii) The remuneration of key management personnel during the year were as follows:

	Group		Company	
	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000	1.1.2022 to 30.6.2022 RM'000	1.1.2021 to 30.6.2021 RM'000
Short-term employee benefits				
Fees	3,333	3,251	1,039	937
Salaries, allowances and bonuses	7,009	5,948	2,512	2,194
Contribution to EPF and pension scheme	912	839	360	355
Other emoluments	970	945	331	328
	12,224	10,983	4,242	3,814

(iv) The number of shares awarded for ESGP to key management personnel were as follows:

	Group		Company	
Award date	30.6.2022 '000	31.12.2021 '000	30.6.2022 '000	31.12.2021 '000
At 1 January	1,896	1,708	728	624
Awarded	188	188	104	104
At 30 June/ 31 December	2,084	1,896	832	728

38. FAIR VALUE MEASUREMENTS

(a) Valuation principles

The levels of the Fair Value hierarchy as defined by MFRS are an indication of the observability of prices or valuation input. It can be classified into the following hierarchies/levels:

- Level 1: Active Market – quoted price

  Refers to financial instruments which are regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. Such financial instruments include listed derivatives, quoted equities and unit and property trust funds traded on an exchange.

- Level 2: No Active Market – Valuation techniques using observable inputs

  Refers to inputs other than quoted price included within level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).

  Examples of level 2 financial instruments include corporate and government bonds, structured products, NCDs/NICDs, and over-the-counter ("OTC") derivatives.

- Level 3: No Active Market – Valuation techniques using unobservable inputs

  Refers to financial instruments where fair values are measured using unobservable market inputs. The valuation technique is consistent with level 2. The chosen valuation technique incorporates management's assumptions and data.
  Examples of level 3 financial instruments include corporate bonds in illiquid markets, private equity investments and investment properties.

38. FAIR VALUE MEASUREMENTS (CONTD.)

(b) Fair value measurements and classification within the fair value hierarchy

Group	Valuation technique using :			
	Level 1	Level 2	Level 3	
30.6.2022	Quoted market prices RM'000	Using observable inputs RM'000	Using significant unobservable inputs RM'000	Total RM'000
Assets				
Investment properties	-	-	966,593	966,593
Financial investments at FVTPL				
(i) Designated upon initial recognition				
Malaysian government papers	-	728,578	-	728,578
Singapore government securities	804,013	-	-	804,013
Equity securities	545,168	-	-	545,168
Unit and property trust funds	176,787	-	-	176,787
Other debt securities, structured products NCDs and NICDs	1,597,222	11,893,445	-	13,490,667
(ii) Held-for-trading (HFT)				
Malaysian government papers	-	60,855	-	60,855
Equity securities	1,963,918	-	160,007	2,123,925
Unit and property trust funds	54,662	598,109	-	652,771
Other debt securities, structured products NCDs and NICDs	-	590,474	-	590,474

38. FAIR VALUE MEASUREMENTS (CONTD.)

(b) Fair value measurements and classification within the fair value hierarchy (contd.)

Group	Valuation technique using :			
	Level 1	Level 2	Level 3	
30.6.2022	Quoted market prices RM'000	Using observable inputs RM'000	Using significant unobservable inputs RM'000	Total RM'000
Assets (contd.)				
Financial investments at FVOCI				
Malaysian government papers	-	1,390,658	-	1,390,658
Singapore government papers	1,657,937	-	-	1,657,937
Equity securities	156,232	-	-	156,232
Debt securities, structured products, NCDs and NICDs	4,192,559	10,731,483	-	14,924,042
Derivative assets	-	4,249	-	4,249
Total assets	11,148,498	25,997,851	1,126,600	38,272,949
Liabilities				
Derivative liabilities	-	166,612	-	166,612
Total liabilities	-	166,612	-	166,612
31.12.2021				
Assets				
Investment properties	-	-	966,429	966,429
Financial investments at FVTPL				
(i) Designated upon initial recognition				
Malaysian government papers	-	708,901	-	708,901
Singapore government securities	796,886	-	-	796,886
Equity securities	521,066	-	-	521,066
Unit and property trust funds	251,388	-	-	251,388
Other debt securities, structured products NCDs and NICDs	269,606	13,714,053	-	13,983,659

38. FAIR VALUE MEASUREMENTS (CONTD.)

(b) Fair value measurements and classification within the fair value hierarchy (contd.)

Group	Valuation technique using :			
	Level 1	Level 2	Level 3	
31.12.2021	Quoted market prices RM'000	Using observable inputs RM'000	Using significant unobservable inputs RM'000	Total RM'000
Assets (contd.)				
Financial investments at FVTPL (contd.)				
(ii) Held-for-trading (HFT)				
Malaysian government papers	-	1,507	-	1,507
Equity securities	2,278,925	-	160,007	2,438,932
Unit and property trust funds	47,353	543,249	-	590,602
Other debt securities, structured products NCDs and NICDs	-	665,631	-	665,631
Financial investments at FVOCI				
Malaysian government papers	-	1,299,716	-	1,299,716
Singapore government papers	2,087,264	-	-	2,087,264
Equity securities	78,920	-	-	78,920
Debt securities, structured products, NCDs and NICDs	724,379	13,954,269	-	14,678,648
Derivative assets	-	35,965	-	35,965
Total assets	7,055,787	30,923,291	1,126,436	39,105,514
Liabilities				
Derivative Liabilities	-	22,249	-	22,249
Total liabilities	-	22,249	-	22,249

38. FAIR VALUE MEASUREMENTS (CONTD.)

(b) Fair value measurements and classification within the fair value hierarchy (contd.)

Company	**Valuation technique using :**			
	Level 1	**Level 2**	**Level 3**	
30.6.2022	**Quoted market prices RM'000**	**Using observable inputs RM'000**	**Using significant unobservable inputs RM'000**	**Total RM'000**
Assets				
Financial investments at FVTPL				
(i) Designated upon initial recognition				
Debt securities, structured products, NCDs and NICDs	-	15,257	-	15,257
	-	15,257	-	15,257
Financial investments at FVOCI				
Malaysian government papers	-	71,483	-	71,483
Debt securities, structured products, NCDs and NICDs	-	308,368	-	308,368
	-	379,851	-	379,851
Liabilities				
Derivatives liabilities	-	15,030	-	15,030
Total liabilities	-	15,030	-	15,030

38. FAIR VALUE MEASUREMENTS (CONTD.)

(b) Fair value measurements and classification within the fair value hierarchy (contd.)

Company	Valuation technique using : Level 1	Level 2	Level 3	
	Quoted market prices	Using observable inputs	Using significant unobservable inputs	Total
31.12.2021	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Assets				
Financial investments at FVTPL				
(i) Designated upon initial recognition				
Debt securities, structured products, NCDs and NICDs	-	15,500	-	15,500
	-	15,500	-	15,500
Financial investments at FVOCI				
Malaysian government papers	-	45,644	-	45,644
Debt securities, structured products, NCDs and NICDs	-	363,852	-	363,852
	-	409,496	-	409,496
Liabilities				
Derivatives liabilities	-	8,755	-	8,755
Total liabilities	-	8,755	-	8,755

(c) Transfer between Level 1 and Level 2 in the fair value hierarchy

Assets and liabilities of the Group and the Company are recognised in the financial statements on a recurring basis. The Group and the Company determine whether transfers have occurred between fair value hierarchy levels by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. There were no transfers between Level 1 and Level 2 for the Group and the Company during the financial period ended 30 June 2022 and financial year ended 31 December 2021.

38. FAIR VALUE MEASUREMENTS (CONTD.)

(d) Movements of Level 3 assets and financial investments

Group

30.6.2022

	Assets and financial investments measured at fair value		
	Investment properties RM'000	**Designated at FVTPL RM'000**	**Total RM'000**
At 1 January/ 30 June	966,429	160,007	1,126,436
Purchases	164	-	164
At 31 December	966,593	160,007	1,126,600
Total gains recognised in income statement for assets and financial instruments measured at fair value at the end of the reporting period	-	-	-

31.12.2021

As at 1 January	934,590	149,114	1,083,704
Recognised in income statement:			
Fair value gains	28,527	10,893	39,420
Purchases	3,312	-	3,312
As at 31 December	966,429	160,007	1,126,436
Total gains recognised in income statement for assets and financial instruments measured at fair value at the end of the reporting period	28,527	10,893	39,420

38. FAIR VALUE MEASUREMENTS (CONTD.)

(e) Sensitivity of fair value measurements to changes in unobservable input

The Group's exposure to financial investments measured with valuation techniques using significant unobservable inputs comprised a small number of financial investments which constitute an insignificant component of the Group's portfolio of financial investments. Hence, changing one or more of the inputs to reasonable alternative assumptions would not change the value significantly for the financial assets in Level 3 of the fair value

(i) Investment properties

Recent sale transactions transacted in the real estate market would result in a significant change of estimated fair value for investment properties.

All investment properties of the Group carried at fair values were classified under Level 3. The valuation of investment properties were performed by an accredited independent valuer using a variety of approaches such as the comparison method and the income capitalisation approach.

	Valuation Method	Significant unobservable inputs	Range
30.6.2022			
Building	Income capitalisation	Rental per square foot	RM1.98 to RM10.25
Land	Comparison	Sales price per square foot for similar properties	RM3,292.49
Shop lots	Comparison	Sales price per square foot for similar properties	RM1.00 to RM1,104.61
31.12.2021			
Building	Income capitalisation	Rental per square foot	RM1.98 to RM10.25
Land	Comparison	Sales price per square foot for similar properties	RM3,833.56
Shop lots	Comparison	Sales price per square foot for similar properties	RM1.00 to RM1,221.57

38. FAIR VALUE MEASUREMENTS (CONTD.)

(e) Sensitivity of fair value measurements to changes in unobservable input

(i) Investment properties (contd.)

Under the comparison method, fair value is estimated by considering the selling price per square foot ("psf") of comparable investment properties sold, adjusted for location, quality and finishes of the building, design and size of the building, title conditions, market trends and time factor. The income capitalisation approach considers the capitalisation of net income of the investment properties such as the gross rental less current maintenance expenses and outgoings. This process also considers the relationships including yield and discount rates. Recent transactions transacted in the market resulting in an increase in these inputs, would result in a significant increase in the estimated fair values of the investment properties.

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

(ii) Unquoted equity instruments

All unquoted equity instruments of the Group and the Company at fair values were classified under Level 3. The fair value of investments in unquoted equity instruments that do not have quoted market prices in an active market, are measured based on the net asset method by referencing to the annual financial statements of the entity that the Group and the Company invested in.

Net asset value	Changes in variables	Impact on carrying value	Impact on profit before tax	Impact on equity*
		RM'000	RM'000	RM'000
		<---------- Increase/(Decrease) -----		
30.6.2022	+5%	3,892	7,789	5,696
	-5%	(3,892)	(7,789)	(5,696)
31.12.2021	+5%	8,008	8,008	5,696
	-5%	(8,008)	(8,008)	(5,696)

* Impact on equity is computed after tax at the statutory tax rate.

39. UPDATE ON THE MALAYSIA COMPETITION COMMISSION ("MYCC") AGAINST THE GENERAL INSURANCE ASSOCIATION OF MALAYSIA ("PIAM") AND ITS 22 GENERAL INSURERS

On 22 February 2017, the Malaysia Competition Commission ("MyCC") has issued a Proposed Decision against the General Insurance Association of Malaysia ("PIAM") and its 22 general insurers, including the Company for an alleged infringement of the Competition Act 2010 ("CA 2010"). The MyCC alleged that PIAM and all 22 general insurers were parties to an anti-competitive agreement to fix the parts trade discount for certain vehicle makes and labour hourly rates for PIAM Approved Repairers Scheme workshops.

PIAM and all the 22 general insurers have filed their respective written representations with the MyCC. The Group subsidiary, EGIB represented by its legal counsel, Messrs Raja Darryl & Loh ("RDL") has filed its written representations with the MyCC on 25 April 2017 and has further made oral representations on 14 December 2017 and 17 June 2019 to defend its position, in line with PIAM and other general insurers.

The MyCC has on 25 September 2020 issued their final decision (which is dated 14 September 2020) under Section 40 of the CA 2010 ("Final Decision") and the financial penalty for the Company has been determined. The Group subsidiary, EGIB has since filed an appeal against the Final Decision with the Competition Appeal Tribunal ("CAT") on 14 October 2020 and a stay of the financial penalty imposed pending the decision of the CAT on 27 October 2020. The stay application is now fixed for hearing on 25 February 2021 before the CAT, following which, there is also a case management session scheduled for 26 February 2021 in respect of the appeal proper.

The parties have completed their oral submissions in respect of the stay applications on 12 March 2021. The CAT unanimously allowed the stay applications on 23 March 2021 that the cease and desist order as well as the financial penalty imposed be stayed pending the disposal of the appeal.

The CAT has now fixed various dates for the hearing of the appeals beginning November 2021. The CAT has requested for some additional hearing dates to be fixed in January 2022 and parties are in the midst of working out some additional common free dates (in January 2022) for the hearing of said appeals.

39. UPDATE ON THE MALAYSIA COMPETITION COMMISSION ("MYCC") AGAINST THE GENERAL INSURANCE ASSOCIATION OF MALAYSIA ("PIAM") AND ITS 22 GENERAL INSURERS (CONTD.)

On 29 July 2021, the CAT directed the parties as follows:-

(i) To file a set of common and separate issues by 12 August 2021; and

(ii) To identify in writing the individuals each insurer intends to call as a witness.

The CAT then fixed 30 August 2021 as the next case management date.

Counsel for the insurers has completed oral rebuttal submissions on 22 April 2022. The CAT has informed parties that it will not require any further submissions after this date. The CAT will inform the Company's lawyers of the decision date (earlier estimated to be around [or after] the end of June 2022). The subsidiary, EGIB's lawyers have informed that there have been some indications lately that the CAT is only likely to deliver its decision in late July or early August 2022, given the number of issues to be decided upon.

40. INSURANCE FUNDS

STATEMENT OF FINANCIAL POSITION BY FUNDS
AS AT 30 JUNE 2022

	Total		* Consolidation elimination		Shareholders' and General Funds		Life Fund		General Takaful Fund		Family Takaful Fund	
	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000	30.6.2022 RM'000	31.12.2021 RM'000
Assets:												
Property, plant and equipment	111,614	115,070			75,836	77,374	35,778	37,696	-	-	-	-
Investment properties	966,593	966,429			(4,677)	(4,741)	971,270	971,170	-	-	-	-
Prepaid land lease payments	16,370	16,613			15,620	15,850	750	763	-	-	-	-
Right-of-use assets	23,776	26,916			23,685	26,792	91	124	-	-	-	-
Intangible assets	97,071	99,342			42,574	44,486	54,497	54,856	-	-	-	-
Investment in subsidiaries	-	-			-	-	-	-	-	-	-	-
Investment in associates	1,238	1,238			1,238	1,238	-	-	-	-	-	-
Investments	40,144,913	42,249,131	*(28,006)*	*(29,275)*	7,290,103	7,482,062	18,935,767	20,332,408	2,364,020	2,502,849	11,583,029	11,961,087
Financing receivables	328,416	325,384			68,522	67,927	259,894	257,457	-	-	-	-
Reinsurance/retakaful assets	5,836,891	6,502,473			3,716,831	3,951,168	1,546,569	1,482,469	384,485	861,436	189,006	207,400
Insurance/takaful receivables	908,554	560,165			525,536	295,098	54,004	33,376	122,107	83,741	206,907	147,950
Other assets	798,653	586,315			1,339,081	1,382,057	(702,045)	(978,185)	25,254	29,601	136,363	152,842
Derivative assets	4,249	35,965			4,249	871	-	35,094	-	-	-	-
Deferred tax assets	307,778	225,266			237,383	207,955	-	8,365	36,029	4,796	34,366	4,150
Current tax assets	99,493	121,884			104,860	121,884	(5,367)	-	-	-	-	-
Cash and bank balances	1,872,605	928,274			196,670	151,879	1,593,340	718,098	20,735	2,072	61,860	56,225
Total Assets	51,518,214	52,760,465			13,637,511	13,821,900	22,744,548	22,953,691	2,952,630	3,484,495	12,211,531	12,529,654
Equity:												
Share capital	660,866	660,866			660,866	660,866	-	-	-	-	-	-
Reserves	6,264,119	6,802,595	*(5,659)*	*(6,805)*	6,269,778	6,809,400	-	-	-	-	-	-
Total Equity	6,924,985	7,463,461			6,930,644	7,470,266	-	-	-	-	-	-
Liabilities:												
Insurance contract/ Takaful certificate liabilities	39,339,562	40,314,242	*(22,347)*	*(22,470)*	4,696,141	4,873,478	20,483,126	20,650,209	2,459,329	2,833,231	11,723,313	11,979,794
Subordinated obligations	1,000,000	1,000,000			1,000,000	1,000,000	-	-	-	-	-	-
Expense liabilities	687,000	690,618			687,000	690,618	-	-	-	-	-	-
Derivative liabilities	166,612	22,249			22,029	9,451	144,583	12,311	-	-	-	487
Deferred tax liabilities	445,579	559,235			472,999	276,516	(27,420)	262,850	-	41	-	19,828
Insurance/takaful payables	915,966	892,226			640,188	506,403	127,928	231,094	97,875	130,078	49,975	24,651
Other liabilities	1,921,835	1,737,750			(909,953)	(1,066,464)	1,998,297	1,778,275	395,426	521,145	438,065	504,794
Interest payable on subordinated obligations	10,250	9,848			10,250	9,848	-	-	-	-	-	-
Current tax liabilities	106,425	70,836			88,213	51,784	18,034	18,952	-	-	178	100
Total Liabilities	44,593,229	45,297,004			6,706,867	6,351,634	22,744,548	22,953,691	2,952,630	3,484,495	12,211,531	12,529,654
Total Equity and Liabilities	51,518,214	52,760,465			13,637,511	13,821,900	22,744,548	22,953,691	2,952,630	3,484,495	12,211,531	12,529,654

** The consolidation elimination indicated the group inter-fund elimination.*

40. INSURANCE FUNDS (CONTD.)

INCOME STATEMENT/REVENUE ACCOUNT BY FUNDS
FOR THE PERIOD ENDED 30 JUNE 2022

	Total		*Consolidation elimination		Shareholders' Funds		General fund		Life Fund		General Takaful Fund		Family Takaful Fund	
	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000
Gross earned premiums/contributions	5,317,796	5,298,838	*(45)*	*(65)*	-	-	920,840	808,729	2,328,679	2,723,342	968,062	808,083	1,100,260	958,749
Earned premiums/contributions ceded to reinsurers/retakaful operators	(892,002)	(890,924)			17	-	(575,874)	(497,581)	(103,554)	(218,360)	(150,890)	(121,780)	(61,701)	(53,203)
Net earned premiums/contributions	4,425,794	4,407,914			17	-	344,966	311,148	2,225,125	2,504,982	817,172	686,303	1,038,559	905,546
Fee and commission income	84,314	56,000	*(556,116)*	*(441,606)*	557,554	441,687	63,497	36,263	8,121	10,441	10,839	8,205	419	1,010
Investment income	788,904	709,768			120,929	98,017	20,603	20,318	346,155	318,059	49,746	39,544	251,471	233,830
Realised (losses)/gains	(163,051)	135,321			(1,365)	4,487	(7,098)	14,147	(149,358)	127,556	(842)	(577)	(4,388)	(10,292)
Fair value losses	(1,635,290)	(1,067,030)			(76,509)	(80,493)	(10,939)	(23,276)	(1,181,308)	(642,738)	(12,197)	(7,839)	(354,337)	(312,684)
Other operating income/(expenses), net	121,381	136,937			9,814	4,169	(2,159)	12,691	111,939	103,828	602	7,555	1,185	8,694
Other revenue	(803,742)	(29,004)			610,423	467,867	63,904	60,143	(864,451)	(82,854)	48,148	46,888	(105,650)	(79,442)
Gross benefits and claims paid	(2,684,563)	(2,038,867)			1,261	-	(364,794)	(335,278)	(1,215,215)	(749,841)	(409,420)	(345,149)	(696,395)	(608,599)
Claims ceded to reinsurers/ retakaful operators	299,909	239,159			(1,997)	-	211,498	178,402	16,023	5,924	33,344	18,530	41,041	36303
Gross change in contract/certificate liabilities	633,758	(2,711,740)			178	178	350,296	(918,156)	(23,441)	(1,582,669)	366,818	(109,509)	(60,093)	(101,584)
Change in contract/certificate liabilities ceded to reinsurers/retakaful operators	(875,239)	1,196,678			-	-	(373,176)	919,716	28,321	219,112	(511,990)	28,068	(18,394)	29,782
Net benefits and claims	(2,626,135)	(3,314,770)			(558)	178	(176,176)	(155,316)	(1,194,312)	(2,107,474)	(521,248)	(408,060)	(733,841)	(644,098)
Management expenses	(508,845)	(493,095)	*45*	*65*	(282,156)	(285,787)	(89,074)	(80,897)	(124,890)	(116,367)	-	-	(12,770)	(10,109)
Shared service fee income, net	39,669	76,009			39,669	76,009	-	-	-	-	-	-	-	-
Change in expense liabilities	3,618	28,104			3,618	28,104	-	-	-	-	-	-	-	-
Fee and commission expenses	(386,781)	(292,887)	*556,116*	*441,606*	(174,221)	(140,251)	(92,299)	(58,985)	(119,642)	(93,167)	(343,018)	(266,665)	(213,717)	(175,425)
Interest on subordinated obligations	(20,098)	-			(20,098)	-	-	-	-	-	-	-	-	-
Taxation borne by policyholders/participants	71,545	29,957			-	-	-	-	41,228	29,780	2,899	(3,351)	27,418	3,528
Other expenses	(800,892)	(651,912)			(433,188)	(321,925)	(181,373)	(139,882)	(203,304)	(179,754)	(340,119)	(270,016)	(199,069)	(182,006)
Profit before taxation and zakat before surplus transfer	195,025	412,228			176,694	146,120	51,321	76,093	(36,942)	134,900	3,953	55,115	-	-
Surplus transfer from/(to):														
- General Fund	-	-			34,268	59,149	(34,268)	(59,149)	-	-	-	-	-	-
- Life Par Fund	-	-			(4,163)	-	-	-	4,163	-	-	-	-	-
- Life Non Par Fund	-	-			(6,174)	134,900	-	-	6,174	(134,900)	-	-	-	-
- General Takaful Fund	-	-			3,953	55,115	-	-	-	-	(3,953)	(55,115)	-	-
- Family Fund	-	-			-	-	-	-	-	-	-	-	-	-
Profit before taxation and zakat after surplus transfer from Insurance and Takaful funds	195,025	412,228			204,578	395,284	17,053	16,944	(26,605)	-	-	-	-	-
Taxation	(101,496)	(96,179)			(111,048)	(79,235)	(17,053)	(16,944)	26,605	-	-	-	-	-
Zakat	(6,083)	(6,513)			(6,083)	(6,513)	-	-	-	-	-	-	-	-
Net profit for the financial period	87,447	309,536			87,447	309,536	-	-	-	-	-	-	-	-

** The consolidation elimination indicated the group inter-fund elimination.*