Family Takaful

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
(Incorporated in Malaysia)

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

ETIQA FAMILY TAKAFUL BERHAD
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CONTENTS **PAGE**

ETIQA FAMILY TAKAFUL BERHAD
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(Incorporated in Malaysia)

UNAUDITED INTERIM CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2026

		30.6.2026		31.12.2025	
	Note	Family Takaful Fund RM'000	Company RM'000	Family Takaful Fund RM'000	Company RM'000
Assets					
Property, plant and equipment		-	136	-	158
Right-of-use assets ("ROU")		-	245	-	338
Intangible assets		-	28,813	-	25,081
Investments	12	14,578,404	17,256,475	14,610,358	17,437,422
Financing receivables		-	7,527	-	8,069
Retakaful certificate assets	13	429,324	429,324	394,448	394,448
Other assets	15	184,798	233,753	171,417	219,797
Derivative assets		-	-	3,879	4,023
Deferred tax assets		-	50,421	-	43,817
Current tax assets	16	-	41,562	-	41,562
Cash and bank balances		91,457	91,472	92,120	92,129
Total Assets		15,283,983	18,139,728	15,272,222	18,266,844
Equity					
Share capital		-	100,000	-	100,000
Reserves	17	-	2,613,697	-	2,891,908
Total Equity		-	2,713,697	-	2,991,908
Liabilities					
Takaful certificate liabilities	14	14,530,773	14,631,222	14,534,275	14,475,640
Retakaful certificate liabilities	13	1,415	1,415	-	-
Derivative liabilities		1,561	1,673	-	-
Deferred tax liabilities		35,949	-	46,652	-
Other liabilities	18	714,285	733,980	691,295	775,134
Current tax liabilities		-	57,741	-	24,162
Total Liabilities		15,283,983	15,426,031	15,272,222	15,274,936
Total Equity and Liabilities		15,283,983	18,139,728	15,272,222	18,266,844

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to the unaudited condensed interim financial statements.

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
(Incorporated in Malaysia)

UNAUDITED INTERIM CONDENSED OF INCOME STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

		1.1.2026 to 30.6.2026		1.1.2025 to 30.6.2025	
	Note	Family Takaful Fund RM'000	Company RM'000	Family Takaful Fund RM'000	Company RM'000
Takaful revenue	19	912,244	966,736	897,722	964,262
Takaful service expenses	20	(977,546)	(835,555)	(853,040)	(694,709)
Net income from retakaful certificates held	21	7,241	7,241	15,461	15,461
Takaful service result		**(58,061)**	**138,422**	**60,143**	**285,014**
Profit income from financial assets not measured at Fair Value through Profit or Loss ("FVTPL")	22	144,300	181,308	143,187	181,964
Net fair value (losses)/gains on financial assets measured at FVTPL	23	(9,749)	(5,744)	62,229	73,813
Net fair value gains on derecognition of financial assets measured at Fair Value through Other Comprehensive Income ("FVOCI")	24	8,675	11,618	29,002	32,682
Other investment income	25	150,403	169,351	153,032	169,631
(Allowance for)/reversal of impairment losses on financial assets	26	(1,433)	(1,753)	223	271
Net foreign exchange gains/(losses)		1,506	1,674	(12,962)	(13,528)
Net investment income		**293,702**	**356,454**	**374,711**	**444,833**
Finance expenses from takaful certificates issued	27	(233,600)	(251,435)	(415,376)	(456,214)
Finance expenses from retakaful certificates held	28	(7,241)	(7,241)	(15,461)	(15,461)
Net Takaful financial result		**(240,841)**	**(258,676)**	**(430,837)**	**(471,675)**
Total net investment income and net Takaful financial results		52,861	97,778	(56,126)	(26,842)
Other income/(expenses), net	29	161	(3,870)	(167)	(1,837)
(Loss)/Profit before taxation and zakat attributable to participants		**(5,039)**	**232,330**	**3,850**	**256,335**
Tax credit/(expenses) attributable to participants	33	5,039	5,039	(3,850)	(3,850)
Profit before taxation and zakat		**-**	**237,369**	**-**	**252,485**
Taxation	34	-	(81,563)	-	(59,655)
Zakat		-	(7,872)	-	(5,837)
Net profit for the financial period		-	147,934	-	186,993
Basic Earnings per share (sen)	35		147.93		186.99

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

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
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UNAUDITED INTERIM CONDENSED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

		1.1.2026 to 30.6.2026		1.1.2025 to 30.6.2025	
	Note	Family Takaful Fund RM'000	Company RM'000	Family Takaful Fund RM'000	Company RM'000
Net profit for the financial period		-	147,934	-	186,993
Other comprehensive income/(loss):					
Items that may be subsequently reclassified to profit or loss:		-	(14,765)	-	21,197
Net fair value (losses)/gains on investments in debt securities measured at FVOCI		(63,134)	(79,618)	123,866	155,437
Net fair value losses on derecognition of financial assets measured at FVOCI	24	(8,675)	(11,618)	(29,002)	(32,682)
Fair value adjustment on FVOCI financial assets backing participants' funds		66,474	66,474	(87,953)	(87,953)
Tax effect relating to these items	34	5,335	9,997	(6,911)	(13,605)
Items that will not be subsequently reclassified to profit or loss:		-	(2,380)	-	(3,514)
Change in fair value of equity securities at FVOCI		(3,925)	(7,029)	(12,745)	(17,368)
Fair value adjustment on FVOCI financial assets backing participants' funds		3,596	3,596	11,725	11,725
Tax effect relating to these items	34	329	1,053	1,020	2,129
		-	(17,145)	-	17,683
Other comprehensive (loss)/income for the financial period, net of tax		-	(17,145)	-	17,683
Total comprehensive income for the financial period, attributable to equity holders of the Company		-	130,789	-	204,676

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

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
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UNAUDITED INTERIM CONDENSED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

		<------------ Non-distributable	---------->		Distributable	
	Note	Share Capital RM'000	FVOCI Reserve RM'000	Takaful Finance Reserve RM'000	Retained Profits RM'000	Total Equity RM'000
At 1 January 2026		100,000	251,668	(220,615)	2,860,855	2,991,908
Net profit for the financial period		-	-	-	147,934	147,934
Other comprehensive (loss)/income for the financial period		-	(87,215)	70,070	-	(17,145)
Total comprehensive (loss)/income for the financial period		-	(87,215)	70,070	147,934	130,789
Reclassification upon disposal of equity securities		-	(230)	183	47	-
Dividend on ordinary shares	9	-	-	-	(409,000)	(409,000)
At 30 June 2026		100,000	164,223	(150,362)	2,599,836	2,713,697
At 1 January 2025		100,000	206,913	(188,894)	2,588,739	2,706,758
Net profit for the financial period		-	-	-	186,993	186,993
Other comprehensive income/(loss) for the financial period		-	93,911	(76,228)	-	17,683
Total comprehensive income/(loss) for the financial period		-	93,911	(76,228)	186,993	204,676
Dividend on ordinary shares		-	-	-	(136,760)	(136,760)
At 30 June 2025		100,000	300,824	(265,122)	2,638,972	2,774,674

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

ETIQA FAMILY TAKAFUL BERHAD
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(Incorporated in Malaysia)

UNAUDITED INTERIM CONDENSED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

		Company	
	Note	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation and zakat		237,369	252,485
Adjustments for:			
Amortisation of intangible assets	30	924	859
Net amortisation of premiums	25	10,976	12,064
Depreciation of property, plant and equipment	30	25	25
Depreciation of right-of-use assets	30	94	94
Profit on lease liabilities	30	2	5
Fair value gains/(losses) on investment	23	98,479	(80,090)
Gains on disposal of investments	23,24	(104,353)	(26,405)
Dividend income	25	(27,161)	(16,078)
Profit income	22,25	(334,474)	(347,581)
Allowance for /(reversal of) impairment losses on:			
- investments	26	1,751	(272)
- other assets	30	113	6
- financing receivables	29	2	1
Tax (expense)/income attributable to participants	33	(5,039)	3,850
Losses/(gains) on foreign exchange:			
- realised		56	13,302
- unrealised		(1,730)	226
Operating cash flows before changes in assets and liabilities		(122,966)	(187,509)
Changes in working capital:			
(Increase)/decrease in:			
- fixed and call deposits		(349,011)	74,229
- financing receivables		539	522
- retakaful certificate assets		(33,461)	(29,839)
- other assets		(6,595)	10,200
Increase/(decrease) in:			
- takaful certificate liabilities		234,062	219,731
- other liabilities		(34,048)	167,763
Net cash flows (used)/generated from operating activities, carried forward		(311,480)	255,097

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UNAUDITED INTERIM CONDENSED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

	Note	Company 1.1.2026 to 30.6.2026 RM'000	Company 1.1.2025 to 30.6.2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES (CONTD.)			
Net cash flows (used)/generated from operating activities, brought forward		(311,480)	255,097
Investment income received		328,206	342,662
Dividends received		27,628	18,665
Tax paid		(38,456)	(45,359)
Zakat paid		(14,885)	(12,956)
Surplus transferred to participants' fund		(8,410)	(30,029)
Net cash flows (used)/generated from operating activities,		(17,397)	528,080
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of:			
- property, plant and equipment		(3)	-
- investment		(2,893,803)	(1,979,301)
Net cash flows generated/(used) in investing activities		425,838	(320,779)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of lease liabilities		(98)	(99)
Net cash flows used in financing activities		(409,098)	(136,859)
Net (decrease)/increase in cash and cash equivalents		(657)	70,442
Cash and cash equivalents at beginning of the financial period		92,129	81,805
Cash and cash equivalents at end of the financial period		91,472	152,247
Cash and cash equivalents comprise:			
Cash and bank balances of:			
Shareholders fund		15	10,120
Family Takaful fund		91,457	142,127
		91,472	152,247

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

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

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

The unaudited interim condensed financial statements for the six months ended 30 June 2026 were approved for issue by the Board of Directors on 20 August 2026.

2. BASIS OF PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENTS

2.1 Statement of compliance

The unaudited interim condensed financial statements of the Company for the financial period ended 30 June 2026 have been prepared in accordance with MFRS 134 Interim Financial Reporting as issued by the Malaysian Accounting Standards Board ("MASB") and 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 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 annual financial statements, and should be read in conjunction with the audited annual consolidated financial statements of the Company for the financial year ended 31 December 2025.

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 Company since the financial year ended 31 December 2025.

2. BASIS OF PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENTS (CONTD.)

2.1 Statement of compliance (contd.)

The Company has met the minimum capital requirements as prescribed by the Risk-Based Capital Framework for Takaful Operators ("RBCT Framework") issued by BNM as at the reporting date.

2.2 Functional and presentation currency

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

2.3 Use of estimates and judgements

The preparation of unaudited interim condensed financial statements requires 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 Company 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 2025.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information 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 2025 except for the adoption of the following accounting amendments to MFRS issued by the MASB that are effective for the Company's financial year beginning 1 January 2026:

Amendments that are part of Annual Improvements - Volume 11:
Amendments to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*
Amendments to MFRS 7 *Financial Instruments: Disclosures*
Amendments to MFRS 9 *Financial Instruments*
Amendments to MFRS 10 *Consolidated Financial Statements*
Amendments to MFRS 107 *Statement of Cash Flows*

Amendments to the Classification and Measurement of Financial Instruments
(Amendments to MFRS 9 *Financial Instruments* and MFRS 7 *Financial Instruments: Disclosures)*

Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9
(Financial Instruments and MFRS 7 *Financial Instruments: Disclosures*)

The adoption of the above pronouncements are not expected to have a significant impact on the Company.

4. 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 2025 was not qualified.

5. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business of the Company was not materially affected by any seasonal or cyclical fluctuations during the interim financial period ended 30 June 2026.

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

The business of the Company was not materially affected by any seasonal or cyclical fluctuations during the interim financial period ended 30 June 2026.

6. UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the interim financial period ended 30 June 2026.

7. CHANGES IN ESTIMATES

There were no material changes in estimates for the interim financial period ended 30 June 2026.

8. 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 2026.

9. DIVIDENDS PAID

An interim dividend of 409.00 sen per ordinary share on 100,000,000 ordinary shares amounting to RM409,000,000.00 for the financial year ended 31 December 2025 was declared and paid on 31 March 2026.

10. 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.

11. CHANGES IN THE COMPOSITION OF THE COMPANY

There were no changes in the composition of the Company during the interim financial period ended 30 June 2026.

12. INVESTMENTS

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
Malaysian government papers	636,916	764,196
Equity securities	1,260,108	1,583,876
Debt securities	10,697,151	12,808,612
Unit and property trust funds	280,901	286,226
Structured products	1,970	1,970
Negotiable Islamic certificates of deposit ("NICD")	256,555	256,555
Deposits with financial institutions	1,444,803	1,555,040
	14,578,404	17,256,475
31.12.2025		
Malaysian government papers	624,715	758,302
Equity securities	1,423,974	1,724,434
Debt securities	11,136,833	13,437,804
Unit and property trust funds	240,916	246,052
Negotiable Islamic certificates of deposit ("NICD")	64,801	64,801
Deposits with financial institutions	1,119,119	1,206,029
	14,610,358	17,437,422

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

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
Fair value through profit and loss ("FVTPL") (Note a)		
- Designated upon initial recognition	5,511,288	6,204,789
- Held for trading ("HFT")	1,749,519	2,029,825
Fair value through other comprehensive income ("FVOCI") (Note b)	5,872,794	7,466,821
Amortised Cost ("AC")(Note c)	1,444,803	1,555,040
	14,578,404	17,256,475
31.12.2025		
Fair value through profit and loss ("FVTPL") (Note a)		
- Designated upon initial recognition	5,918,186	6,641,514
- Held for trading ("HFT")	1,893,656	2,161,942
Fair value through other comprehensive income ("FVOCI") (Note b)	5,679,397	7,427,937
Amortised Cost ("AC")(Note c)	1,119,119	1,206,029
	14,610,358	17,437,422

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12. INVESTMENTS (CONTD.)

Of which, the following investments mature after 12 months:

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
FVTPL		
- Designated upon initial recognition	5,197,394	5,840,348
- Held for trading ("HFT")	314,507	314,507
FVOCI	5,293,790	6,728,085
	10,805,691	12,882,940
31.12.2025		
FVTPL		
- Designated upon initial recognition	5,398,608	6,101,726
- Held for trading ("HFT")	313,234	313,234
FVOCI	5,392,753	7,043,725
	11,104,595	13,458,685

(a) FVTPL

(i) Designated upon initial recognition

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
At fair value:		
Malaysian government papers	354,128	354,128
Debt securities:		
Unquoted in Malaysia	5,061,268	5,754,769
Unquoted outside Malaysia	64,109	64,109
Structured products	1,970	1,970
NICD	29,813	29,813
Total financial assets designated as FVTPL upon initial recognition	5,511,288	6,204,789
31.12.2025		
At fair value:		
Malaysian government papers	350,951	350,951
Debt securities:		
Unquoted in Malaysia	5,470,093	6,193,421
Unquoted outside Malaysia	77,173	77,173
NICD	19,969	19,969
Total financial assets designated as FVTPL upon initial recognition	5,918,186	6,641,514

12. INVESTMENTS (CONTD.)

	Family Takaful fund RM'000	Company RM'000
(a) FVTPL (contd.)		
(ii) HFT		
30.6.2026		
At fair value:		
Malaysian government papers	30,814	30,814
Equity securities:		
Quoted in Malaysia	1,117,848	1,386,944
Quoted outside Malaysia	34,236	40,121
Debt securities:		
Unquoted in Malaysia	285,720	285,720
Unit and property trust funds:		
Quoted in Malaysia	26,892	32,217
Quoted outside Malaysia	248,687	248,687
Unquoted in Malaysia	5,322	5,322
Total HFT financial assets	1,749,519	2,029,825
31.12.2025		
At fair value:		
Malaysian government papers	42,766	42,766
Equity securities:		
Quoted in Malaysia	1,308,815	1,567,288
Quoted outside Malaysia	29,385	34,062
Debt securities:		
Unquoted in Malaysia	271,774	271,774
Unit and property trust funds:		
Quoted in Malaysia	17,109	22,245
Quoted outside Malaysia	218,537	218,537
Unquoted in Malaysia	5,270	5,270
Total HFT financial assets	1,893,656	2,161,942

12. INVESTMENTS (CONTD.)

(b) FVOCI

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
At fair value:		
Malaysian government papers	251,974	379,254
Equity securities:		
Quoted in Malaysia	108,024	156,811
Debt securities:		
Unquoted in Malaysia	5,286,054	6,704,014
NICD	226,742	226,742
Total FVOCI financial assets	5,872,794	7,466,821
31.12.2025		
At fair value:		
Malaysian government papers	230,998	364,585
Equity securities:		
Quoted in Malaysia	85,774	123,084
Debt securities:		
Unquoted in Malaysia	5,317,793	6,895,436
NICD	44,832	44,832
Total FVOCI financial assets	5,679,397	7,427,937

During the financial period, the Company has disposed selected equity securities from its portfolio of FVOCI financial assets as the securities no longer aligned with the long term investment strategies of the Company as high dividend yielding stocks. The total fair value on the date of sales (gros of tax) are RM1.1 million (2025: RM65.5 million) and the realised gains recognised on disposal of these securities amounted to RM0.3 million (2025 : RM37.3 million).

12. INVESTMENTS (CONTD.)

(c) AC

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
Deposits and placements with financial institutions		
Islamic investment accounts with:		
Licensed financial institutions	642,989	748,357
Other licensed financial institutions	801,814	806,683
Total AC financial assets	1,444,803	1,555,040
31.12.2025		
Deposits and placements with financial institutions		
Islamic investment accounts with:		
Licensed financial institutions	576,531	638,850
Other licensed financial institutions	542,588	567,179
Total AC financial assets	1,119,119	1,206,029

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.

12. INVESTMENTS (CONTD.)

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

Family Takaful fund	**Stage 1 12 months ECL RM'000**	**Stage 2 Lifetime ECL not credit impaired RM'000**	**Stage 3 Lifetime ECL credit impaired RM'000**	**Total RM'000**
30.6.2026				
At 1 January 2026	984	680	-	1,664
Net adjustment of loss allowance	202	-	-	202
Writeback (ECL Writeback)	-	-	-	-
New financial assets originated or purchased	203	1,845	-	2,048
Financial assets that have been derecognised	(138)	(679)	-	(817)
Allowance for impairment loss (Note 26)	267	1,166	-	1,433
At 30 June 2026	1,251	1,846	-	3,097
31.12.2025				
At 1 January 2025	395	1,239	-	1,634
Net adjustment of loss allowance	448	-	-	448
Writeback (ECL Writeback)	-	(384)	-	(384)
New financial assets originated or purchased	192	-	-	192
Financial assets that have been derecognised	(51)	(175)	-	(226)
Allowance for impairment loss	589	(559)	-	30
At 31 December 2025	984	680	-	1,664

12. INVESTMENTS (CONTD.)

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

Company	**Stage 1 12 months ECL RM'000**	**Stage 2 Lifetime ECL not credit impaired RM'000**	**Stage 3 Lifetime ECL credit impaired RM'000**	**Total ECL RM'000**
30.6.2026				
At 1 January 2026	1,345	842	-	2,187
Net adjustment of loss allowance	284	-	-	284
Writeback (ECL Writeback)	-	-	-	-
New financial assets originated or purchased	230	2,258	-	2,488
Financial assets that have been derecognised	(180)	(841)	-	(1,021)
Allowance for impairment loss (Note 26)	334	1,417	-	1,751
At 30 June 2026	1,679	2,259	-	3,938
31.12.2025				
At 1 January 2025	544	1,533	-	2,077
Net adjustment of loss allowance	630	-	-	630
Writeback (ECL Writeback)	-	(475)	-	(475)
New financial assets originated or purchased	230	-	-	230
Financial assets that have been derecognised	(59)	(216)	-	(275)
Allowance for impairment loss	801	(691)	-	110
At 31 December 2025	1,345	842	-	2,187

Fair Value of Financial 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 39.

13. RETAKAFUL CERTIFICATE ASSETS

Composition of Statement of Financial Position

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

Family Takaful fund/Company

	30.6.2026			31.12.2025		
	Asset RM'000	Liability RM'000	Net RM'000	Asset RM'000	Liability RM'000	Net RM'000
Family retakaful certificates held						
Proportional Family Takaful	404,310	(271)	404,039	367,527	-	367,527
Proportional Takafulink	9,592	(1,144)	8,448	9,504	-	9,504
Non-proportional Excess of Loss	15,422	-	15,422	17,417	-	17,417
Total retakaful certificates held	429,324	(1,415)	427,909	394,448	-	394,448
Of which:						
Measured at PAA	16,557	(271)	16,286	17,417	-	17,417
Not measured at PAA	412,767	(1,144)	411,623	377,031	-	377,031
	429,324	(1,415)	427,909	394,448	-	394,448

13. RETAKAFUL CERTIFICATE ASSETS (CONTD.)

(a) Analysis by remaining coverage and amounts recoverable on incurred claim measured at Premium Allocation Approach ("PAA")

The roll-forward of the net asset or liability for retakaful certificates held showing assets for remaining coverage ("ARC") and amounts recoverable on incurred claims ("AIC") arising business ceded to retakaful operators is disclosed in the table below:

30.6.2026

	Note	ARC	AIC		
		Excluding loss recovery component RM'000	Present value of future cash flows RM'000	Risk adjustment for non-financial risk RM'000	Total RM'000
Family Takaful Fund/Company					
Retakaful certificates assets at 1 January		(21,500)	38,308	609	17,417
Net (expense)/income from retakaful certificates held	21	(40,108)	40,059	50	1
Effect of changes in non-performance risk of retakaful operators	28	-	(1)	-	(1)
Total amount recognised in profit or loss		(40,108)	40,058	50	-
Cash flows					
Contributions paid net of ceding commission		21,167	(2,434)	-	18,733
Total cash flows		21,167	(2,434)	-	18,733
Other movements	(i)	-	(19,864)	-	(19,864)
Net balance as at end of the period		(40,441)	56,068	659	16,286
Represented by:					
Retakaful certificates assets at 30 June		(40,170)	56,068	659	16,557
Retakaful certificates liabilities at 30 June		(271)	-	-	(271)
Net balance as at 30 June		(40,441)	56,068	659	16,286

13. RETAKAFUL CERTIFICATE ASSETS (CONTD.)

(a) Analysis by remaining coverage and amounts recoverable on incurred claim measured at Premium Allocation Approach ("PAA") (Contd.)

The roll-forward of the net asset or liability for retakaful certificates held showing assets for remaining coverage ("ARC") and amounts recoverable on incurred claims ("AIC") arising business ceded to retakaful operators is disclosed in the table below: (contd.)

31.12.2025

		ARC	AIC		
	Note	Excluding loss recovery component RM'000	Present value of future cash flows RM'000	Risk adjustment for non-financial risk RM'000	Total RM'000
Family Takaful Fund/Company					
Retakaful certificates assets at 1 January		(33,476)	35,246	396	2,166
Net (expense)/income from retakaful certificates held	21	(36,385)	36,172	213	-
Effect of changes in non-performance risk of retakaful operators	28	-	1	-	1
Total amount recognised in profit or loss		(36,385)	36,173	213	1
Cash flows **NEW**					
Contributions paid		48,361	-	-	48,361
Recoveries from retakaful		-	(31,001)	-	(31,001)
Total cash flows		48,361	(31,001)	-	17,360
Other movements	(i)	-	(2,110)	-	(2,110)
Net balance as at end of the year		(21,500)	38,308	609	17,417
Represented by:					
Retakaful certificates assets at 31 December		(21,500)	38,308	609	17,417

Note:
(i) Other movements relates to movement of retakaful unallocated surplus during the financial period/year.

13. RETAKAFUL CERTIFICATE ASSETS (CONTD.)

(a) Analysis by remaining coverage and amounts recoverable on incurred claim not measured at Premium Allocation Approach ("PAA")

The roll-forward of the net asset or liability for takaful certificates issued, showing the ARC and the AIC is disclosed in the table below:

30.6.2026

	Note	ARC	AIC		
		Excluding loss recovery component RM'000	Present value of future cash flows RM'000	Risk adjustment for non-financial risk RM'000	Total RM'000
Family Takaful Fund/Company					
Retakaful certificates assets at 1 January		266,846	108,340	1,845	377,031
Net (expense)/income from retakaful certificates held	21	(53,060)	57,886	2,414	7,240
Finance expense from retakaful certificates held	28	(7,240)	-	-	(7,240)
Total amount recognised in profit or loss		(60,300)	57,886	2,414	-
Cash flows					
Contributions paid net of ceding commission		69,011	-	-	69,011
Recoveries from retakaful		-	(49,297)	-	(49,297)
Total cash flows		69,011	(49,297)	-	19,714
Other movements	(i)	-	14,878	-	14,878
Net balance as at end of the period		275,557	131,807	4,259	411,623
Represented by:					
Retakaful certificates assets at 30 June		273,793	134,715	4,259	412,767
Retakaful certificates liabilities at 30 June		1,764	(2,908)	-	(1,144)
Net balance as at 30 June		275,557	131,807	4,259	411,623

13. RETAKAFUL CERTIFICATE ASSETS (CONTD.)

(a) Analysis by remaining coverage and amounts recoverable on incurred claim not measured at Premium Allocation Approach ("PAA") (contd.)

The roll-forward of the net asset or liability for takaful certificates issued, showing the ARC and the AIC is disclosed in the table below: (contd.)

31.12.2025

		ARC	AIC		
	Note	Excluding loss recovery component RM'000	Present value of future cash flows RM'000	Risk adjustment for non-financial risk RM'000	Total RM'000
Family Takaful Fund/Company					
Retakaful certificates assets at 1 January		133,975	169,759	1,515	305,249
Net (expense)/income from retakaful certificates held	21	(86,179)	107,766	330	21,917
Finance income from retakaful certificates held	28	(21,920)	-	-	(21,920)
Effect of changes in non-performance risk of retakaful operators	28	-	2	-	2
Total amount recognised in profit or loss		(108,099)	107,768	330	(1)
Cash flows					
Contributions paid		240,970	-	-	240,970
Recoveries from retakaful		-	(156,169)	-	(156,169)
Total cash flows		240,970	(156,169)	-	84,801
Other movements	(i)	-	(13,018)	-	(13,018)
Net balance as at end of the year		266,846	108,340	1,845	377,031
Represented by:					
Retakaful certificates assets at 31 December		266,846	108,340	1,845	377,031

Note:
(i) Other movements relates to movement of retakaful unallocated surplus during the financial period/year.

13. RETAKAFUL CERTIFICATE ASSETS (CONTD.)

(b) Analysis showing estimates of present value of future cash flows and risk adjustment for retakaful certificates held not measured at PAA

The table below presents a roll-forward of the net asset or liability showing estimates of the present value of future cash flows and risk adjustment for Family retakaful certificates held:

30.6.2026	**Note**	**Estimate of the present value of future cash flows RM'000**	**Risk adjustments for non-financial risk RM'000**	**Total RM'000**
Family Takaful Fund/Company				
Retakaful certificates assets at 1 January		375,186	1,845	377,031
Changes that relate to current services				
Experience adjustments		(44,656)	2,138	(42,518)
Changes that relate to past services				
Changes in amount recoverable arising from changes in liability for incurred claims		49,482	276	49,758
Takaful service results		4,826	2,414	7,240
Finance expense from retakaful certificates held		(7,240)	-	(7,240)
Total amount recognised in profit or loss		(2,414)	2,414	-
Cash flows				
Contributions paid net of ceding commission		69,011	-	69,011
Recoveries from retakaful		(49,297)	-	(49,297)
Total cash flows		19,714	-	19,714
Other movements	(i)	14,878	-	14,878
Net balance as at end of the period		407,364	4,259	411,623
Represented by:				
Retakaful certificates assets at 30 June		408,508	4,259	412,767
Retakaful certificates Liabilities at 30 June		(1,144)	-	(1,144)
Net balance as at 30 June		407,364	4,259	411,623

13. RETAKAFUL CERTIFICATE ASSETS (CONTD.)

(b) Analysis showing estimates of present value of future cash flows and risk adjustment for retakaful certificates held not measured at PAA (contd.)

The table below presents a roll-forward of the net asset or liability showing estimates of the present value of future cash flows and risk adjustment for Family retakaful certificates held: (contd.)

31.12.2025	**Note**	**Estimate of the present value of future cash flows RM'000**	**Risk adjustments for non-financial risk RM'000**	**Total RM'000**
Family Takaful Fund/Company				
Retakaful certificates assets at 1 January		303,734	1,515	305,249
Changes that relate to current services				
Experience adjustments		28,841	1,862	30,703
Changes that relate to past services				
Changes in amount recoverable arising from changes in liability for incurred claims		(7,254)	(1,532)	(8,786)
Takaful service results		21,587	330	21,917
Finance income from retakaful certificates held		(21,920)	-	(21,920)
Effect of changes in non-performance risk of retakaful operators		2	-	2
Total amount recognised in profit or loss		(331)	330	(1)
Cash flows				
Contributions paid net of ceding commission		240,970	-	240,970
Recoveries from retakaful		(156,169)	-	(156,169)
Total cash flows		84,801	-	84,801
Other movements	(i)	(13,018)	-	(13,018)
Net balance as at end of the year		375,186	1,845	377,031
Represented by:				
Retakaful certificates assets at 31 December		375,186	1,845	377,031

Note:
(i) Other movements relates to movement of retakaful unallocated surplus during the financial period/year.

13. RETAKAFUL CERTIFICATE ASSETS (CONTD.)

(c) Impact of certificates recognised in the financial period

The components of new business for Family retakaful certificates held portfolio is disclosed in the table below:

	30.6.2026 RM'000	31.12.2025 RM'000
Certificates purchased		
Estimates of the present value of future cash outflows	104,411	259,955
Estimates of the present value of future cash inflows	(104,411)	(259,955)
Cost of retroactive cover on retakaful certificates held at 30 June/31 December	-	-

14. TAKAFUL CERTIFICATE LIABILITIES

Composition of Statement of Financial Position

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

	Family Takaful fund			Company		
	Asset RM'000	Liability RM'000	Net RM'000	Asset RM'000	Liability RM'000	Net RM'000
30.6.2026						
Family Takaful certificates issued						
Direct :						
Credit	-	7,571,028	7,571,028	-	7,932,078	7,932,078
Non credit	-	3,251,034	3,251,034	-	2,894,801	2,894,801
Annuity	-	616,822	616,822	-	798,088	798,088
Investment Linked Takaful	-	898,200	898,200	-	827,488	827,488
Group Yearly Renewable Term	-	250,414	250,414	-	235,492	235,492
Unallocated Surplus	-	1,824,953	1,824,953	-	1,824,953	1,824,953
Others	-	118,322	118,322	-	118,322	118,322
Total direct	-	14,530,773	14,530,773	-	14,631,222	14,631,222
Of which:						
Measured at PAA	-	250,414	250,414	-	235,491	235,491
Not measured at PAA	-	14,280,359	14,280,359	-	14,395,731	14,395,731
	-	14,530,773	14,530,773	-	14,631,222	14,631,222

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

Composition of Statement of Financial Position

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

	Family Takaful fund			Company		
	Asset RM'000	Liability RM'000	Net RM'000	Asset RM'000	Liability RM'000	Net RM'000
31.12.2025						
Family Takaful certificates issued						
Direct :						
Credit	-	7,621,825	7,621,825	-	7,824,886	7,824,886
Non credit	-	3,225,648	3,225,648	-	2,854,142	2,854,142
Annuity	-	641,859	641,859	-	827,266	827,266
Investment Linked Takaful	-	833,527	833,527	-	771,343	771,343
Group Yearly Renewable Term	-	182,524	182,524	-	169,111	169,111
Unallocated Surplus	-	1,862,697	1,862,697	-	1,862,697	1,862,697
Others	-	166,195	166,195	-	166,195	166,195
Total direct	-	14,534,275	14,534,275	-	14,475,640	14,475,640
Of which:						
Measured at PAA	-	182,524	182,524	-	169,112	169,112
Not measured at PAA	-	14,351,751	14,351,751	-	14,306,528	14,306,528
	-	14,534,275	14,534,275	-	14,475,640	14,475,640

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims measured at Premium Allocation Approach ("PAA")

The roll-forward of the net asset or liability for takaful certificates issued, showing the liability for remaining coverage ("LRC") and the liability for incurred claims ("LIC") is disclosed in the table below:

30.6.2026		**LRC**	**LIC**		
	Note	**Excluding loss component RM'000**	**Present value of future cash flows RM'000**	**Risk adjustments for non-financial risk RM'000**	**Total RM'000**
Family Takaful Fund					
Takaful certificates liabilities at 1 January		(11,704)	136,279	57,949	182,524
Takaful service revenue	19	(299,103)	-	-	(299,103)
Takaful service expenses	20	41,712	252,255	5,391	299,358
Takaful service result		(257,391)	252,255	5,391	255
Finance expense from takaful certificates issued	27	-	5,878	847	6,725
Total amount recognised in profit or loss		(257,391)	258,133	6,238	6,980
Cash flows					
Contributions received		331,721	-	-	331,721
Claims and other takaful service expenses paid		-	(233,098)	-	(233,098)
Takaful acquisition cash flows		(48,741)	-	-	(48,741)
Total cash flows		282,980	(233,098)	-	49,882
Other movements	(i)	-	7,731	-	7,731
Transfer to other liabilities	(ii)	-	3,297	-	3,297
Net balance as at end of the period		13,885	172,342	64,187	250,414
Represented by:					
Takaful certificates liabilities at 30 June		13,885	172,342	64,187	250,414

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
(Incorporated in Malaysia)

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims measured at Premium Allocation Approach ("PAA") (contd.)

The roll-forward of the net asset or liability for takaful certificates issued, showing the liability for remaining coverage ("LRC") and the liability for incurred claims ("LIC") is disclosed in the table below: (contd.)

30.6.2026

		LRC	LIC		
	Note	Excluding loss component RM'000	Present value of future cash flows RM'000	Risk adjustments for non-financial risk RM'000	Total RM'000
Company					
Takaful certificates liabilities at 1 January		(25,054)	136,217	57,949	169,112
Takaful service revenue	19	(299,103)	-	-	(299,103)
Takaful service expenses	20	32,420	261,109	5,391	298,920
Takaful service result		(266,683)	261,109	5,391	(183)
Finance expense from takaful certificates issued	27	-	5,878	847	6,725
Total amount recognised in profit or loss		(266,683)	266,987	6,238	6,542
Cash flows					
Contributions received		331,721	-	-	331,721
Claims and other takaful service expenses paid		-	(241,953)	-	(241,953)
Takaful acquisition cash flows		(40,959)	-	-	(40,959)
Total cash flows		290,762	(241,953)	-	48,809
Other movements	(i)	-	7,731	-	7,731
Transfer to other liabilities	(ii)	-	3,297	-	3,297
Net balance as at end of the period		(975)	172,279	64,187	235,491
Represented by:					
Takaful certificates liabilities at 30 June		(975)	172,279	64,187	235,491

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims measured at Premium Allocation Approach ("PAA") (contd.)

The roll-forward of the net asset or liability for takaful certificates issued, showing the liability for remaining coverage ("LRC") and the liability for incurred claims ("LIC") is disclosed in the table below: (contd.)

31.12.2025

	Note	LRC Excluding loss component RM'000	LIC Present value of future cash flows RM'000	LIC Risk adjustments for non-financial risk RM'000	Total RM'000
Family Takaful Fund					
Takaful certificates liabilities at 1 January		6,062	162,420	48,974	217,456
Takaful service revenue		(572,658)	-	-	(572,658)
Takaful service expenses		78,981	487,626	7,466	574,073
Takaful service result		(493,677)	487,626	7,466	1,415
Finance expense from takaful certificates issued		-	17,295	1,509	18,804
Total amount recognised in profit or loss		(493,677)	504,921	8,975	20,219
Cash flows					
Contributions received		552,007	-	-	552,007
Claims and other takaful service expenses paid		-	(549,991)	-	(549,991)
Takaful acquisition cash flows		(76,096)	-	-	(76,096)
Total cash flows		475,911	(549,991)	-	(74,080)
Other movements	(i)	-	14,479	-	14,479
Transfer to other liabilities	(ii)	-	4,450	-	4,450
Net balance as at end of the period		(11,704)	136,279	57,949	182,524
Represented by:					
Takaful certificates liabilities at 31 December		(11,704)	136,279	57,949	182,524

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
(Incorporated in Malaysia)

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims measured at Premium Allocation Approach ("PAA") (contd.)

The roll-forward of the net asset or liability for takaful certificates issued, showing the liability for remaining coverage ("LRC") and the liability for incurred claims ("LIC") is disclosed in the table below: (contd.)

31.12.2025

	Note	LRC	LIC		
		Excluding loss component RM'000	Present value of future cash flows RM'000	Risk adjustments for non-financial risk RM'000	Total RM'000
Company					
Takaful certificates liabilities at 1 January		(13,190)	162,070	48,974	197,854
Takaful service revenue		(572,658)	-	-	(572,658)
Takaful service expenses		62,342	508,667	7,466	578,475
Takaful service result		(510,316)	508,667	7,466	5,817
Finance expense from takaful certificates issued		-	17,295	1,509	18,804
Total amount recognised in profit or loss		(510,316)	525,962	8,975	24,621
Cash flows					
Contributions received		552,007	-	-	552,007
Claims and other takaful service expenses paid		-	(561,467)	-	(561,467)
Takaful acquisition cash flows		(62,832)	-	-	(62,832)
Total cash flows		489,175	(561,467)	-	(72,292)
Other movements	(i)	9,562	4,917	-	14,479
Transfer to other liabilities	(ii)	(285)	4,735	-	4,450
Net balance as at end of the period		(25,054)	136,217	57,949	169,112
Represented by:					
Takaful certificates liabilities at 31 December		(25,054)	136,217	57,949	169,112

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims not measured at PAA

The roll-forward of the net asset or liability for takaful certificates issued, showing the LRC and the LIC is disclosed in the table below:

30.6.2026

	Note	LRC Excluding loss component RM'000	LIC RM'000	Total RM'000
Family Takaful Fund				
Takaful certificates liabilities at 1 January		10,922,969	3,428,782	14,351,751
Takaful service revenue	19	(613,141)	-	(613,141)
Takaful service expenses	20	78,365	599,823	678,188
Takaful service result		(534,776)	599,823	65,047
Finance expense from takaful certificates issued	27	226,691	184	226,875
Investment components		(400,691)	400,691	-
Total amount recognised in profit or loss		(708,776)	1,000,698	291,922
Cash flows				
Contributions received		844,639	-	844,639
Claims and other takaful service expenses paid		-	(1,177,937)	(1,177,937)
Takaful acquisition cash flows		(146,552)	-	(146,552)
Total cash flows		698,087	(1,177,937)	(479,850)
Other movements	(i)	174,757	(34,922)	139,835
Transfer to other liabilities	(ii)	-	(23,299)	(23,299)
Net balance as at end of the period		11,087,037	3,193,322	14,280,359
Represented by:				
Takaful certificates liabilities at 30 June		11,087,037	3,193,322	14,280,359

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims not measured at PAA (contd.)

The roll-forward of the net asset or liability for takaful certificates issued, showing the LRC and the LIC is disclosed in the table below: (contd.)

30.6.2026

	Note	LRC Excluding loss component RM'000	Loss component RM'000	LIC RM'000	Total RM'000
Company					
Takaful certificates liabilities at 1 January		10,864,938	12,673	3,428,917	14,306,528
Takaful service revenue	19	(667,633)	-	-	(667,633)
Takaful service expenses	20	53,498	(2,944)	486,081	536,635
Takaful service result		(614,135)	(2,944)	486,081	(130,998)
Finance expense from takaful certificates issued	27	244,525	-	185	244,710
Investment components		(400,691)	-	400,691	-
Total amount recognised in profit or loss		(770,301)	(2,944)	886,957	113,712
Cash flows					
Contributions received		826,807	-	-	826,807
Claims and other takaful service expenses paid		-	-	(849,775)	(849,775)
Takaful acquisition cash flows		(118,076)	-	-	(118,076)
Total cash flows		708,731	-	(849,775)	(141,044)
Other movements	(i)	389,171	-	(249,337)	139,834
Transfer to other liabilities	(ii)	-	-	(23,299)	(23,299)
Net balance as at end of the period		11,192,539	9,729	3,193,463	14,395,731
Represented by:					
Takaful certificates liabilities at 30 June		11,192,539	9,729	3,193,463	14,395,731

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims not measured at PAA (contd.)

The roll-forward of the net asset or liability for takaful certificates issued, showing the LRC and the LIC is disclosed in the table below: (contd.)

31.12.2025

	Note	LRC Excluding loss component RM'000	LIC RM'000	Total RM'000
Family Takaful Fund				
Takaful certificates liabilities at 1 January		10,289,990	3,724,503	14,014,493
Takaful service revenue		(1,196,210)	-	(1,196,210)
Takaful service expenses		144,855	1,030,773	1,175,628
Takaful service result		(1,051,355)	1,030,773	(20,582)
Finance expenses from takaful certificates issued		736,987	870	737,857
Investment components		(951,664)	951,664	-
Total amount recognised in profit or loss		(1,266,032)	1,983,307	717,275
Cash flows				
Contributions received		1,825,942	-	1,825,942
Claims and other takaful service expenses paid		-	(1,913,101)	(1,913,101)
Takaful acquisition cash flows		(331,219)	-	(331,219)
Total cash flows		1,494,723	(1,913,101)	(418,378)
Other movements	(i)	404,288	(368,839)	35,449
Transfer to other liabilities	(ii)	-	2,912	2,912
Net balance as at end of the period		10,922,969	3,428,782	14,351,751
Represented by:				
Takaful certificates liabilities at 31 December		10,922,969	3,428,782	14,351,751

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(a) Analysis by liability for remaining coverage and the liability for incurred claims not measured at PAA (contd.)

The roll-forward of the net asset or liability for takaful certificates issued, showing the LRC and the LIC is disclosed in the table below: (contd.)

31.12.2025

	Note	LRC Excluding loss component RM'000	LRC Loss component RM'000	LIC RM'000	Total RM'000
Company					
Takaful certificates liabilities at 1 January		10,254,467	5,302	3,724,619	13,984,388
Takaful service revenue		(1,348,695)	-	-	(1,348,695)
Takaful service expenses		96,606	7,371	693,546	797,523
Takaful service result		(1,252,089)	7,371	693,546	(551,172)
Finance expenses from takaful certificates issued		870,381	-	869	871,250
Investment components		(951,664)	-	951,664	-
Total amount recognised in profit or loss		(1,333,372)	7,371	1,646,079	320,078
Cash flows					
Contributions received		1,823,614	-	-	1,823,614
Claims and other takaful service expenses paid		-	-	(1,605,399)	(1,605,399)
Takaful acquisition cash flows		(254,514)	-	-	(254,514)
Total cash flows		1,569,100	-	(1,605,399)	(36,299)
Other movements	(i)	374,743	-	(339,294)	35,449
Transfer to other liabilities	(ii)	-	-	2,912	2,912
Net balance as at end of the period		10,864,938	12,673	3,428,917	14,306,528
Represented by:					
Takaful certificates liabilities at 31 December		10,864,938	12,673	3,428,917	14,306,528

(i) Other movements comprises of FVOCI reserve and unallocated surplus movement during the financial period/year.

(ii) Included within the 'Transfer to other liabilities' are the amounts that are classified as deemed settlement. Deemed settlement includes payables to intermediaries on commission of contribution in the course of collection and witholding tax on amount payables.

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(b) Analysis by measurement component of takaful certificate not measured at PAA

The table below presents a roll-forward of the net asset or liability showing estimates of the present value of future cash flows, risk adjustment, CSM and the impact of the transition approaches adopted to establishing CSMs for Family Takaful certificates issued:

30.6.2026

Family Takaful Fund	Note	Estimate of the present value of future cash flows RM'000	Risk adjustments for non-financial risk RM'000	Total RM'000
Takaful certificates liabilities at 1 January		14,345,473	6,278	14,351,751
Changes that relate to current services				
Experience adjustments		234,291	15,322	249,613
Changes that relate to past services				
Adjustment to liabilities for incurred claims	20	(178,011)	(6,555)	(184,566)
Takaful service results		56,280	8,767	65,047
Finance expenses from takaful certificates issued		226,884	(9)	226,875
Total amount recognised in profit or loss		283,164	8,758	291,922
Cash flows				
Contributions received		844,639	-	844,639
Claims and other takaful service expenses paid		(1,177,937)	-	(1,177,937)
Takaful acquisition cash flows		(146,552)	-	(146,552)
Total cash flows		(479,850)	-	(479,850)
Other movements	(i)	139,835	-	139,835
Transfer to other liabilities	(ii)	(23,299)	-	(23,299)
Net balance as at end of the period		14,265,323	15,036	14,280,359
Represented by:				
Takaful certificates liabilities at 30 June		14,265,323	15,036	14,280,359

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(b) Analysis by measurement component of takaful certificate not measured at PAA (contd.)

The table below presents a roll-forward of the net asset or liability showing estimates of the present value of future cash flows, risk adjustment, CSM and the impact of the transition approaches adopted to establishing CSMs for Family Takaful certificates issued: (contd.)

30.6.2026

Company	Note	Estimate of the present value of future cash flows RM'000	Risk adjustments for non-financial risk RM'000	Total CSM RM'000	CSM: New certificates and certificates measured under the full retrospective approach at transition RM'000	CSM: Certificates measured under the modified retrospective approach at transition RM'000	CSM: Certificates measured under the fair value approach at transition RM'000	Total RM'000
Takaful certificates liabilities at 1 January		12,385,905	615,188	1,305,435	769,183	429,656	106,596	14,306,528
Changes that relate to current services								
CSM recognised for services provided	19	-	-	(62,804)	(35,752)	(18,514)	(8,538)	(62,804)
Change in the risk adjustment for non-financial risks	19	-	(29,822)	-	-	-	-	(29,822)
Experience adjustments		134,141	14,608	-	-	-	-	148,749
Changes that relate to future services								
Certificates initially recognised in the period		(150,047)	42,288	107,858	107,506	-	352	99
Changes in estimates that adjust the CSM		115,858	(40,497)	(75,361)	(62,786)	(10,082)	(2,493)	-
Changes in estimate that do not adjust the CSM		(2,653)	-	-	-	-	-	(2,653)
Changes that relate to past services								
Adjustment to liabilities for incurred claims	20	(178,012)	(6,555)	-	-	-	-	(184,567)
Takaful service results		(80,713)	(19,978)	(30,307)	8,968	(28,596)	(10,679)	(130,998)
Finance expenses from takaful certificates issued	27	244,718	(8)	-	-	-	-	244,710
Total amount recognised in profit or loss		164,005	(19,986)	(30,307)	8,968	(28,596)	(10,679)	113,712
Cash flows								
Contributions received		826,807	-	-	-	-	-	826,807
Claims and other takaful service expenses paid		(849,775)	-	-	-	-	-	(849,775)
Takaful acquisition cash flows		(118,076)	-	-	-	-	-	(118,076)
Total cash flows		(141,044)	-	-	-	-	-	(141,044)
Other movements	(i)	139,834	-	-	-	-	-	139,834
Transfer to other liabilities	(ii)	(23,299)	-	-	-	-	-	(23,299)
Net balance as at end of the period		12,525,401	595,202	1,275,128	778,151	401,060	95,917	14,395,731
Represented by:								
Takaful certificates liabilities at 30 June		12,525,401	595,202	1,275,128	778,151	401,060	95,917	14,395,731

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(b) Analysis by measurement component of takaful certificate not measured at PAA (contd.)

The table below presents a roll-forward of the net asset or liability showing estimates of the present value of future cash flows, risk adjustment, CSM and the impact of the transition approaches adopted to establishing CSMs for Family Takaful certificates issued: (contd.)

31.12.2025

Family Takaful Fund	Note	Estimate of the present value of future cash flows RM'000	Risk adjustments for non-financial risk RM'000	Total RM'000
Takaful certificates liabilities at 1 January		14,004,812	9,681	14,014,493
Changes that relate to current services				
Experience adjustments		(645)	6,543	5,898
Changes that relate to past services				
Adjustments to liabilities for incurred claims		(16,526)	(9,954)	(26,480)
Takaful service results		(17,171)	(3,411)	(20,582)
Finance expenses/(income) from takaful certificates issued		737,849	8	737,857
Total amount recognised in profit or loss		720,678	(3,403)	717,275
Cash flows				
Contributions received		1,825,942	-	1,825,942
Claims and other takaful service expenses paid		(1,913,101)	-	(1,913,101)
Takaful acquisition cash flows		(331,219)	-	(331,219)
Total cash flows		(418,378)	-	(418,378)
Other movements	(i)	35,449	-	35,449
Transfer to other liabilities	(ii)	2,912	-	2,912
Net balance as at end of the year		14,345,473	6,278	14,351,751
Represented by:				
Takaful certificates liabilities at 31 December		14,345,473	6,278	14,351,751

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(b) Analysis by measurement component of takaful certificate not measured at PAA (contd.)

The table below presents a roll-forward of the net asset or liability showing estimates of the present value of future cash flows, risk adjustment, CSM and the impact of the transition approaches adopted to establishing CSMs for Family Takaful certificates issued: (contd.)

31.12.2025

					CSM			
Company	**Note**	**Estimate of the present value of future cash flows RM'000**	**Risk adjustments for non-financial risk RM'000**	**Total CSM RM'000**	**New certificates and certificates measured under the full retrospective approach at transition RM'000**	**Certificates measured under the modified retrospective approach at transition RM'000**	**Certificates measured under the fair value approach at transition RM'000**	**Total RM'000**
Takaful certificates liabilities at 1 January		12,000,714	583,248	1,400,426	677,862	484,680	237,884	13,984,388
Changes that relate to current services								
CSM recognised for services provided		-	-	(135,837)	(69,436)	(40,820)	(25,581)	(135,837)
Change in the risk adjustment for non-financial risks		-	(56,399)	-	-	-	-	(56,399)
Experience adjustments		(338,999)	6,543	-	-	-	-	(332,456)
Changes that relate to future services								
Certificates initially recognised in the year		(358,712)	159,327	199,385	199,332	-	53	-
Changes in estimates that adjust the CSM		226,124	(67,585)	(158,539)	(38,575)	(14,204)	(105,760)	-
Changes that relate to past services								
Adjustments to liabilities for incurred claims		(16,526)	(9,954)	-	-	-	-	(26,480)
Takaful service results		(488,113)	31,932	(94,991)	91,321	(55,024)	(131,288)	(551,172)
Finance expenses/(income) from takaful certificates issued		871,242	8	-	-	-	-	871,250
Total amount recognised in profit or loss		383,129	31,940	(94,991)	91,321	(55,024)	(131,288)	320,078
Cash flows								
Contributions received		1,823,614	-	-	-	-	-	1,823,614
Claims and other takaful service expenses paid		(1,605,399)	-	-	-	-	-	(1,605,399)
Takaful acquisition cash flows		(254,514)	-	-	-	-	-	(254,514)
Total cash flows		(36,299)	-	-	-	-	-	(36,299)
Other movements	(i)	35,449	-	-	-	-	-	35,449
Transfer to other liabilities	(ii)	2,912	-	-	-	-	-	2,912
Net balance as at end of the year		12,385,905	615,188	1,305,435	769,183	429,656	106,596	14,306,528
Represented by:								
Takaful certificates liabilities at 31 December		12,385,905	615,188	1,305,435	769,183	429,656	106,596	14,306,528

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(b) Analysis by measurement component of takaful certificate not measured at PAA (contd.)

Notes:

(i) Other movements comprises of FVOCI reserve and unallocated surplus movement during the financial period/year.

(ii) Included within the 'Transfer to other liabilities' are the amounts that are classified as deemed settlement. Deemed settlement includes payables to intermediaries on commission of contribution in the course of collection and witholding tax on amount payables.

(c) Impact of certificates recognised in the financial period/year

The components of new business for Family takaful certificates issued is disclosed in the table below:

	Certificates issued					
	Non-onerous		Onerous		Total	
30.6.2026	Family Takaful Fund RM'000	Company RM'000	Family Takaful Fund RM'000	Company RM'000	Family Takaful Fund RM'000	Company RM'000
Takaful certificate liabilities						
Estimates of the present value of future cash outflows	(1,420,844)	(937,101)	(944)	(872)	(1,421,788)	(937,973)
Estimates of the present value of future cash inflows	1,420,844	787,043	944	883	1,421,788	787,926
Benefits payable and other expenses	1,275,111	682,396	805	820	1,275,916	683,216
Takaful acquisition cash flows	145,733	104,647	140	63	145,873	104,710
Risk adjustment for non-financial risks	-	42,200	-	88	-	42,288
CSM	-	107,858	-	-	-	107,858
Losses on onerous certificates at initial recognition	-	-	-	99	-	99

	Certificates issued	
	Non-onerous / Total	
31.12.2025	Family Takaful Fund RM'000	Company RM'000
Takaful certificate liabilities		
Estimates of the present value of future cash outflows	(3,072,430)	(2,080,311)
Estimates of the present value of future cash inflows	3,072,430	1,721,599
Benefits payable and other expenses	2,738,427	1,487,398
Takaful acquisition cash flows	334,003	234,201
Risk adjustment for non-financial risks	-	159,327
CSM	-	199,385
Losses on onerous certificates at initial recognition	-	-

14. TAKAFUL CERTIFICATE LIABILITIES (CONTD.)

(d) Expected release of CSM

The disclosure of when the CSM is expected to be in profit or loss in future years is presented below:

	Less than one year RM'000	1 - 2 years RM'000	2 - 3 years RM'000	3 - 4 years RM'000	4 - 5 years RM'000	5 - 10 years RM'000	More than 10 years RM'000	Total RM'000
30.6.2026								
Takaful certificates issued	118,204	106,995	96,841	87,706	79,671	305,808	479,903	1,275,128
31.12.2025								
Takaful certificates issued	122,010	109,513	99,241	89,880	81,524	312,692	490,575	1,305,435

15. OTHER ASSETS

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
Sundry receivables, deposits and prepayments	28,117	49,474
Allowance for impairment losses (Note 38)	(507)	(3,102)
	27,610	46,372
Income and profits due and accrued*	143,329	172,787
Amount due from other related companies**	-	56
Amount due from stockbrokers	13,859	14,538
	157,188	187,381
Total other assets	184,798	233,753
31.12.2025		
Sundry receivables, deposits and prepayments	18,924	33,629
Allowance for impairment losses (Note 38)	(507)	(2,989)
	18,417	30,640
Income and profits due and accrued*	147,649	178,589
Amount due from other related companies**	-	3,709
Amounts due from stockbrokers	5,351	6,859
	153,000	189,157
Total other assets	171,417	219,797

* Included in the income and profits due and accrued are mainly consist of profit, rental and dividend receivables.

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

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

16. CURRENT TAX ASSETS

Company

	RM'000
30.6.2026	
At 30 June/ 31 December	41,562
31.12.2025	
At 1 January 2025	43,040
Reversal during the year :	
YA 2015	(1,478)
At 31 December 2025	41,562

The Inland Revenue Board of Malaysia (“IRBM”) had in previous financial years, raised additional assessments to the Company for Years of Assessment (“YA”) 2008 to 2015, totalling RM79,294,509.

The Company 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”). The Company 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) For YA2008 to YA2013, the additional assessments, amounting to RM75,695,975, mainly related to the deductibility of commission expenses incurred by the Shareholder's fund ("SHF") in connection with the business of the then General Takaful fund ("GTF").

In respect to the Company's appeal, both the SCIT and the High Court rejected the Company's appeal on 19 February 2021 and 14 September 2022, respectively. Following these unfavorable judgments, Etiqa filed an appeal with the Court of Appeal. After a hearing on 24 July 2024, the Court of Appeal, on 28 November 2024, deliberated that the Inland Revenue Board of Malaysia ("IRBM") did not have the merit to impose an additional assessment on Etiqa for the Years of Assessment ("YA") 2008, 2009, and 2014. However, for YA2011, YA2012, and YA2013, the court ruled in favor of the IRBM, and Etiqa's appeal was disallowed, resulting in a total reversal of RM36,254,504 in the year 2024 for YA2011, YA2012 and YA2013. The court has also deliberated that the penalty imposed by IRBM is incorrect hence the additional penalty imposed is to be refunded to Etiqa. IRBM has not issued any JR form for the year 2008, 2009 until 2014 and the penalty hence the remaining amount RM39,441,471 is still due from IRBM.

16. CURRENT TAX ASSETS (CONTD.)

The specific issues raised and corresponding additional tax assessments issued are as summarised below (contd.):

(b) For YA2014 to YA2015, the additional assessments, amounting to RM3,598,534, mainly related to deeming surplus earned on retakaful ceded and processing fee income for the Family Takaful fund's business as incidental income of the Company under Section 60AA(13) of the Income Tax Act, 1967.

Based on the Ministry of Finance ("MOF")'s letter dated 25 February 2022, the MOF has agreed that the retakaful discount/experience refund is an amount received directly in relation to the retakaful ceded under the Family Takaful Fund. In view of the above, the retakaful discount/experience refund should not be regarded as other income under Section 60AA(13) of the ITA and hence is not subject to tax. The MOF has deemed that these issues have been resolved. The same letter was copied to Malaysian Takaful Association ("MTA"). On the 26 May 2025, IRBM issued a Notice of Reduced Assessment ("JR") amounting RM1,478,321 tax discharged for YA2015 in relation to the retakaful discount/experience refund however IRBM have not credited the refund to EFTB. IRBM has not issue any JR form for the remaining RM2,120,213 and the total RM3,598,534 is due from IRBM to the company.

Based on legal advice, the Company 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. The current tax assets reflects the current position after the Form JR issued by IRBM dated 26 May 2025.

17. RESERVES

Company

	Note	30.6.2026 RM'000	31.12.2025 RM'000
Non-distributable			
FVOCI Reserve	(i)	164,223	251,668
Takaful finance reserve	(ii)	(150,362)	(220,615)
Retained profits:			
Distributable	(iii)	2,599,836	2,860,855
Total reserves		2,613,697	2,891,908

17. RESERVES (CONTD.)

(i) The FVOCI reserve arose from changes in the fair values of the financial assets which are measured at fair value through other comprehensive income.

(ii) The Takaful Finance Reserve represents cumulative OCI and measurement effects attributable to the Participants' Risk Fund and Participants' Investment Fund. These amounts are not distributable to shareholders. On disposal of FVOCI instruments that back the participants' funds, cumulative OCI is transferred to this reserve in accordance with the Company's policy and IFSA segregation requirements.

(iii) The entire distributable profits of the Company may be distributed to the shareholders under the single-tier system.

18. OTHER LIABILITIES

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
Proposal deposits	4,085	4,085
Lease liabilities	-	224
Provision for restoration/dismantling costs	-	75
Amounts due to Shareholder's fund*	70,706	-
Unclaimed monies	421,666	421,688
Service tax payable	24,914	24,915
Amount due to related companies* (Note 37)		
- ultimate holding company	-	3,091
- immediate and penultimate holding companies	-	9,194
- other related companies	10	2,359
Amount due to stockbrokers	8,238	10,366
Zakat payable	-	16,605
Provisions for expenses	-	34,958
Sundry payables and accrued liabilities**	104,634	126,388
Other components of takaful certificate liabilities	80,032	80,032
Total Other Liabilities	714,285	733,980

18. OTHER LIABILITIES (CONTD.)

	Family Takaful fund RM'000	Company RM'000
31.12.2025		
Proposal deposits	4,972	4,972
Lease liabilities	-	320
Provision for restoration/dismantling costs	-	76
Amounts due to Shareholder's fund	36,735	-
Unclaimed monies	428,061	428,079
Service tax payable	18,186	18,149
Amount due to related companies* (Note 37)		
- ultimate holding company	-	4,429
- immediate and penultimate holding companies	-	13,973
- other related companies	274	1,439
Amount due to stockbrokers	23,551	31,599
Zakat payable	-	23,618
Provisions for expenses	-	31,415
Sundry payables and accrued liabilities**	119,486	157,035
Other components of takaful certificate liabilities	60,030	60,030
Total Other Liabilities	691,295	775,134

* Amount due to ultimate holding company, immediate holding company, other related companies and amount due to shareholder's fund are non-trade in nature, unsecured, not subject to any profit elements and are repayable in the short-term.

** Included in the sundry payables and other liabilities are mainly consist of provision for bonus, accrual, payroll payable and other miscellaneous of provision expenses.

19. TAKAFUL REVENUE

The table below presents an analysis of the total takaful revenue recognised in the financial period:

		1.1.2026 to 30.6.2026		1.1.2025 to 30.6.2025	
		Family Takaful Fund	Company	Family Takaful Fund	Company
	Note	RM'000	RM'000	RM'000	RM'000
Certificates not measured under the PAA					
Amounts relating to changes in liabilities for remaining coverage					
- Expected claims and takaful service expenses incurred in the period	(i)	534,776	441,209	555,158	460,910
- Change in risk adjustment for non financial risk	(ii)	-	29,822	-	27,411
- Amount of CSM recognised in profit or loss	(iii)	-	62,804	-	70,149
Amounts relating to recovery of takaful acquisition cash flows	(iv)	78,365	54,673	70,051	46,204
Experience adjustments		-	79,125	-	87,075
Takaful revenue from certificates not measured under the PAA		613,141	667,633	625,209	691,749
Takaful revenue from certificates measured under the PAA		299,103	299,103	272,513	272,513
Total Takaful Revenue		912,244	966,736	897,722	964,262

(i) Expected takaful service expenses incurred in the period comprise of claims and other expenses which the Company expects to pay on covered events that occurred during the period.
(ii) Change in risk adjustment shows amount of risk which expired during the period.
(iii) The CSM is recognised in profit or loss over the coverage period of the corresponding group of certificates based on the established coverage units.
(iv) Acquisition cash flows are allocated on a straight-line basis over the coverage period of the group of certificates.

20. TAKAFUL SERVICE EXPENSES

The table below presents an analysis of the total takaful service expenses recognised in the financial period:

		PAA		Non-PAA		Total	
		Family Takaful Fund	Company	Family Takaful Fund	Company	Family Takaful Fund	Company
	Note	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
1.1.2026 to 30.6.2026							
Incurred claims and other directly attributable expenses		288,054	296,908	490,725	545,837	778,779	842,745
Incurred wakalah fees	(i)	-	-	60,458	-	60,458	-
Incurred surplus to Shareholder's Fund	(ii)	-	-	108,785	-	108,785	-
Incurred surplus to participants	(ii)	-	-	119,284	119,284	119,284	119,284
Incurred unallocated surplus		(12,865)	(12,865)	5,137	5,137	(7,728)	(7,728)
Changes that relate to the past service - adjustment to the LIC*		(17,543)	(17,543)	(184,566)	(184,567)	(202,109)	(202,110)
Losses on onerous certificates and reversal of those losses		-	-	-	(2,554)	-	(2,554)
Amortisation of takaful acquisition cash flows	(iii)	41,712	32,420	78,365	53,498	120,077	85,918
Total takaful service expenses		299,358	298,920	678,188	536,635	977,546	835,555
1.1.2025 to 30.6.2025							
Incurred claims and other directly attributable expenses*		253,147	262,367	417,394	473,873	670,541	736,240
Incurred wakalah fees	(i)	-	-	54,217	-	54,217	-
Incurred surplus to Shareholder's Fund	(ii)	-	-	140,432	-	140,432	-
Incurred surplus to participants	(ii)	-	-	120,401	120,401	120,401	120,401
Incurred unallocated surplus		(1,869)	(1,869)	(78,338)	(78,338)	(80,207)	(80,207)
Changes that relate to the past service - adjustment to the LIC*		(15,420)	(15,420)	(143,643)	(143,643)	(159,063)	(159,063)
Losses on onerous certificates and reversal of those losses		-	-	-	3,000	-	3,000
Amortisation of takaful acquisition cash flows	(iii)	36,668	28,134	70,051	46,204	106,719	74,338
Total takaful service expenses		272,526	273,212	580,514	421,497	853,040	694,709

Notes:

(i) The wakalah fees paid to the Shareholder's Fund during the financial period is RM109,198,000 (1.1.2025 to 30.6.2025 : RM88,725,000).

(ii) The surplus paid to the Shareholder's fund and certificates holder during the financial period were RM333,415,000 (1.1.2025 to 30.6.2025: RM370,855,000) and RM222,536,000 (1.1.2025 to 30.6.2025: RM469,465,000) respectively.

(iii) Takaful acquisition cash flows were allocated on a straight-line basis during the coverage period of the respective group of certificates.

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
(Incorporated in Malaysia)

21. NET EXPENSES FROM RETAKAFUL CERTIFICATES HELD

The Company has voluntarily disclosed an analysis of the net expenses from retakaful certificates held recognised in the financial period, showed in the table below:

		1.1.2026 to 30.6.2026			1.1.2025 to 30.6.2025		
		PAA	Non-PAA	Total	PAA	Non-PAA	Total
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Family Takaful fund/Company	**Note**						
Amounts relating to the changes in the assets for remaining coverage							
Expected recovery for takaful service expenses in the financial period	(i)	-	(53,060)	(53,060)	-	(42,375)	(42,375)
Net cost recognised in profit or loss	(ii)	(40,108)	-	(40,108)	(16,777)	-	(16,777)
Allocation of retakaful contributions		(40,108)	(53,060)	(93,168)	(16,777)	(42,375)	(59,152)
Amounts recoverable for incurred claims and other expenses							
Amounts recoverable for claims and other expenses incurred in the financial period		16,451	25,420	41,871	18,868	45,153	64,021
Incurred unallocated surplus		19,864	(14,878)	4,986	1,506	26,803	28,309
Changes that relate to past services - adjustment to AIC*		3,794	49,758	53,552	(3,599)	(14,118)	(17,717)
Amounts recoverable from retakaful operators		40,109	60,300	100,409	16,775	57,838	74,613
Total net expense from retakaful ceritificates held		1	7,240	7,241	(2)	15,463	15,461

Notes:

(i) Expected recovery for takaful service expenses incurred in the financial period comprise recovery for claims and other expenses which the Family Takaful Fund/Company expects to receive from retakaful operators on covered events occurred during the financial period.

(ii) Net cost recognised in profit or loss during the coverage financial period of the corresponding groups of retakaful certificates held based on established coverage units.

22. PROFIT INCOME FROM FINANCIAL ASSETS NOT MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")

	Family Takaful Fund RM'000	Company RM'000
1.1.2026 to 30.6.2026		
Profit income		
(i) Financial Assets at FVOCI		
- Malaysian government papers	4,808	7,347
- Debt securities	116,524	149,216
-Negotiable Islamic certificates of deposit ("NICD")	2,138	2,138
(ii) Financial Assets at AC		
- Deposits with financial institutions	20,830	22,657
(iii) Financing receivables	-	(50)
Total profit revenue from financial assets not measured at FVTPL	144,300	181,308
1.1.2025 to 30.6.2025		
Profit income		
(i) Financial Assets at FVOCI		
- Malaysian government papers	5,249	9,225
- Debt securities	119,089	150,962
(ii) Financial Assets at AC		
- Deposits with financial institutions	18,849	21,706
(iii) Financing receivables	-	71
Total profit revenue from financial assets not measured at FVTPL	143,187	181,964

23. NET FAIR VALUE (LOSSES)/GAINS ON FINANCIAL ASSETS MEASURED AT FVTPL

	Family Takaful Fund RM'000	Company RM'000
1.1.2026 to 30.6.2026		
Realised gains on disposal on financial assets, net	77,977	92,735
Fair value (losses)/gains on investments:		
- Malaysian government papers	(6,379)	(6,379)
- Equity securities	(19,137)	(21,103)
- Debt securities	(78,232)	(86,929)
- Unit and property trust funds	21,650	21,816
- Structured products	(30)	(30)
- NICD	(156)	(156)
- Derivative	(5,442)	(5,698)
Total net fair value losses on investments	(87,726)	(98,479)
Total net fair value losses on financial assets measured at FVTPL	(9,749)	(5,744)
1.1.2025 to 30.6.2025		
Realised losses on disposal on financial assets, net	(4,063)	(6,277)
Fair value gains/(losses) on investments:		
- Malaysian government papers	10,997	10,997
- Equity securities	(54,609)	(51,532)
- Debt securities	99,077	109,706
- Unit and property trust funds	5,282	5,282
- Structured products	999	999
- Derivative	4,546	4,638
Total net fair value gains on investments	66,292	80,090
Total net fair value gains on financial assets measured at FVTPL	62,229	73,813

24. NET FAIR VALUE GAINS ON DERECOGNITION OF FINANCIAL ASSETS MEASURED AT FVOCI

	Family Takaful Fund RM'000	Company RM'000
1.1.2026 to 30.6.2026		
Financial Assets at FVOCI		
- Malaysian government papers	(25)	405
- Debt securities	8,700	11,213
Total net fair value gains on derecognition of financial assets measured at FVOCI	8,675	11,618
1.1.2025 to 30.6.2025		
Financial Assets at FVOCI		
- Malaysian government papers	3,421	4,510
- Debt securities	25,581	28,172
Total net fair value gains on derecognition of financial assets measured at FVOCI	29,002	32,682

25. OTHER INVESTMENT INCOME

	Family Takaful Fund RM'000	Company RM'000
1.1.2026 to 30.6.2026		
Dividend/distribution income:		
Equity securities	20,949	26,145
Unit and property trust	849	1,016
Profit income from financial assets measured at FVTPL	138,329	155,710
Rental income	-	30
Net amortisation of premiums	(8,288)	(10,976)
Investment related expenses, net	(1,436)	(2,574)
Total other investment income	150,403	169,351

25. OTHER INVESTMENT INCOME (CONTD.)

	Family Takaful Fund RM'000	Company RM'000
1.1.2025 to 30.6.2025		
Dividend/distribution income:		
Equity securities	13,934	16,078
Profit income from financial assets measured at FVTPL:	149,559	168,173
Rental income, net	-	30
Net amortisation of premiums	(9,171)	(12,064)
Investment related expenses, net	(1,290)	(2,586)
Total other investment income	153,032	169,631

26. (ALLOWANCE FOR)/REVERSAL OF IMPAIRMENT LOSS ON FINANCIAL ASSETS

	Family Takaful Fund RM'000	Company RM'000
1.1.2026 to 30.6.2026		
Allowance of impairment losses on:		
- investments	(1,433)	(1,751)
- financing receivables	-	(2)
Total net reversal of impairment losses on financial assets	(1,433)	(1,753)
1.1.2025 to 30.6.2025		
Reversal of impairment losses on:		
- investments	223	272
Impairment losses on:		
- financing receivables	-	(1)
Total reversal of impairment losses on financial assets	223	271

27. FINANCE EXPENSES FROM TAKAFUL CERTIFICATES ISSUED

	PAA		Non-PAA		Total	
	Family Takaful Fund	Company	Family Takaful Fund	Company	Family Takaful Fund	Company
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
1.1.2026 to 30.6.2026						
Takaful finance (expenses)/income from takaful certificates issued						
Changes in fair value of underlying assets of Family takaful fund	(4,808)	(4,808)	(47,235)	(65,070)	(52,043)	(69,878)
Profit accreted to takaful certificates using current financial assumptions	(1,915)	(1,915)	(179,741)	(179,741)	(181,656)	(181,656)
Effect of changes in profit rates and other financial assumptions	(2)	(2)	101	101	99	99
Total takaful finance expenses from takaful certificates issued	(6,725)	(6,725)	(226,875)	(244,710)	(233,600)	(251,435)
Represented by:						
Amount recognised in profit or loss	(6,725)	(6,725)	(226,875)	(244,710)	(233,600)	(251,435)
1.1.2025 to 30.6.2025						
Takaful finance expenses from takaful certificates issued						
Changes in fair value of underlying assets of Family takaful fund	(5,876)	(5,876)	(223,246)	(264,084)	(229,122)	(269,960)
Profit accreted to takaful certificates using current financial assumptions	(2,131)	(2,131)	(183,790)	(183,790)	(185,921)	(185,921)
Effect of changes in profit rates and other financial assumptions	(82)	(82)	(251)	(251)	(333)	(333)
Total takaful finance expenses from takaful certificates issued	(8,089)	(8,089)	(407,287)	(448,125)	(415,376)	(456,214)
Represented by:						
Amount recognised in profit or loss	(8,089)	(8,089)	(407,287)	(448,125)	(415,376)	(456,214)

28. FINANCE EXPENSES FROM RETAKAFUL CERTIFICATES HELD

	1.1.2026 to 30.6.2026			1.1.2025 to 30.6.2025		
	PAA	**Non-PAA**	**Company**	**PAA**	**Non-PAA**	**Company**
Family Takaful fund/Company	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Takaful finance (expenses)/income from retakaful certificates held						
Effect of changes in profit rates and other financial assumptions	-	(7,240)	(7,240)	-	(15,462)	(15,462)
Changes in non-performance risk of retakaful operators	(1)	-	(1)	1	-	1
Total takaful finance (expenses)/income from retakaful certificates held	(1)	(7,240)	(7,241)	1	(15,462)	(15,461)
Represented by:						
Amount recognised in profit or loss	(1)	(7,240)	(7,241)	1	(15,462)	(15,461)

		1.1.2026 to 30.6.2026		1.1.2025 to 30.6.2025	
		Family Takaful Fund	**Company**	**Family Takaful Fund**	**Company**
	Note	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Net investment result and net finance expenses:					
Represented by:					
Amount recognised in profit or loss:					
Net investment income		293,702	356,454	374,711	444,833
Finance expense from Takaful certificates	27	(233,600)	(251,435)	(415,376)	(456,214)
Finance expense from Retakaful certificates	28	(7,241)	(7,241)	(15,461)	(15,461)
		52,861	97,778	(56,126)	(26,842)

29. OTHER INCOME/(EXPENSES), NET

	Family Takaful Fund RM'000	Company RM'000
1.1.2026 to 30.6.2026		
(A) Other income		
Sundry income	292	642
Total other income	292	642
(B) Total other expenses (Note 30)	(131)	(4,512)
Total other expenses, net	161	(3,870)
1.1.2025 to 30.6.2025		
(A) Other income		
Sundry income	180	530
Total other income	180	530
(B) Total other expenses (Note 30)	(347)	(2,367)
Total other expenses, net	(167)	(1,837)

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
(Incorporated in Malaysia)

30. OTHER EXPENSES

An analysis of the expenses incurred by the Family Takaful Fund in the reporting period is included in the table below:

Family Takaful Fund

	1.1.2026 to 30.6.2026				1.1.2025 to 30.6.2025			
	*Takaful service expenses**				*Takaful service expenses**			
	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000
Commission expenses (A)	-	-	-	-	-	-	-	-
Other expenses								
Employee benefits expense (a)	-	7,461	-	7,461	-	8,903	-	8,903
Auditors' remuneration:								
- statutory audits	-	-	-	-	-	48	-	48
- regulatory related services	-	26	-	26	-	30	-	30
- other services	-	-	-	-	-	108	-	108
Other finance cost	-	26	-	26	-	33	-	33
Other management fees	-	(50)	-	(50)	-	39	-	39
Outside Services & Others	-	29	-	29	-	54	-	54
Professional fees	-	28	-	28	-	85	-	85
Short term leases	-	483	-	483	-	493	-	493
Office facilities expenses	-	34	-	34	-	39	-	39
Electronic data processing expenses	-	489	-	489	-	871	-	871
Information technology outsourcing	-	118	-	118	-	373	-	373
Postage and stamp duties	-	41	-	41	-	25	-	25
Printing and stationery	-	56	-	56	-	74	-	74
Promotional and marketing cost	-	-	-	-	-	14	-	14
Total other expenses (B)	-	8,741	-	8,741	-	11,189	-	11,189

30. OTHER EXPENSES (CONTD.)

An analysis of the expenses incurred by the Family Takaful Fund in the reporting period is included in the table below: (contd.)

Family Takaful Fund (contd.)

	1.1.2026 to 30.6.2026				1.1.2025 to 30.6.2025			
	*Takaful service expenses**				*Takaful service expenses**			
	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000
Brought forward	-	8,741	-	8,741	-	11,189	-	11,189
Training expenses	-	14	-	14	-	(68)	-	(68)
Utilities, assessment and maintenance	-	110	-	110	-	105	-	105
Travelling expenses	-	13	-	13	-	19	-	19
Legal fees	-	-	-	-	-	1	-	1
Licence, subscription and levies	-	50	-	50	-	67	-	67
Contract staff services	-	55	-	55	-	62	-	62
Certificate related expenses	-	37	-	37	-	58	-	58
Others	-	285	-	285	-	220	-	220
Total other expenses (B)	-	9,305	-	9,305	-	11,653	-	11,653
Other operating expenses								
Sundry expenditure	-	597	131	728	-	541	347	888
Total other operating expenses (C)	-	597	131	728	-	541	347	888
Total other expenses (A) + (B) + (C)	-	9,902	131	10,033	-	12,194	347	12,541

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Represented by:		
Takaful service expenses	9,902	12,194
Other expenses	131	347
	10,033	12,541

ETIQA FAMILY TAKAFUL BERHAD
199301011506 (266243-D)
(Incorporated in Malaysia)

30. OTHER EXPENSES (CONTD.)

An analysis of the expenses incurred by the Company in the reporting period is included in the table below:

Company

	1.1.2026 to 30.6.2026				1.1.2025 to 30.6.2025			
	*Takaful service expenses**				*Takaful service expenses**			
	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000
Commission expenses (A)	**81,820**	**28,368**	**-**	**110,188**	**83,993**	**25,538**	**-**	**109,531**
Other expenses								
Employee benefits expense (a)	29,740	36,987	2,385	69,112	27,806	37,129	1,466	66,401
Directors' remuneration (Note 31)	-	-	406	406	-	-	492	492
Shariah Committee's remuneration (Note 32)	-	147	-	147	-	152	-	152
Auditors' remuneration:								
- statutory audits	-	320	-	320	-	243	-	243
- regulatory related services	-	175	-	175	-	188	-	188
- other services	-	66	-	66	-	657	-	657
Amortisation of intangible assets	-	924	-	924	-	859	-	859
Assured medical fees	858	-	-	858	914	-	-	914
Other finance cost	-	4,369	-	4,369	-	4,281	-	4,281
Depreciation of property, plant and equipment	-	25	-	25	-	25	-	25
Right-of-use expenses:								
- depreciation	-	94	-	94	-	94	-	94
- profit on lease liabilities	-	2	-	2	-	5	-	5
Other management fees	15	(549)	-	(534)	17	98	5	120
Outside Services & Others	-	245	-	245	-	232	-	232
Professional fees	-	240	-	240	-	551	-	551
Short term leases	1,558	2,011	21	3,590	1,270	1,760	23	3,053
Small value assets	-	(1)	-	(1)	-	2	-	2
Office facilities expenses	-	301	-	301	-	244	-	244
Electronic data processing expenses	2,224	3,724	-	5,948	2,836	5,822	-	8,658
Total other expenses (B)	34,395	49,080	2,812	86,287	32,843	52,342	1,986	87,171

30. OTHER EXPENSES (CONTD.)

An analysis of the expenses incurred by the Company in the reporting period is included in the table below: (contd.)

Company (contd.)

	1.1.2026 to 30.6.2026				1.1.2025 to 30.6.2025			
	*Takaful service expenses**				*Takaful service expenses**			
	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000	Expenses attributed to Takaful acquisition cash flows RM'000	Other directly attributable expenses RM'000	Other expenses RM'000	Total RM'000
Brought forward	34,395	49,080	2,812	86,287	32,843	52,342	1,986	87,171
Information technology outsourcing	4,276	2,303	-	6,579	2,878	2,878	-	5,756
Postage and stamp duties	263	308	16	587	205	418	19	642
Printing and stationery	-	396	-	396	-	279	-	279
Promotional and marketing cost	25,757	-	286	26,043	24,050	15	330	24,395
Training expenses	146	340	4	490	112	(321)	2	(207)
Utilities, assessment and maintenance	-	630	2	632	-	598	2	600
Entertainment	-	-	140	140	-	-	154	154
Travelling expenses	481	143	13	637	589	143	3	735
Legal fees	-	60	-	60	-	92	-	92
Licence, subscription and levies	-	830	330	1,160	-	1,010	-	1,010
Contract staff services	625	905	131	1,661	317	788	-	1,105
Certificate related expenses	9,582	4,553	222	14,357	11,588	4,082	90	15,760
Others	-	329	112	441	-	285	13	298
Total other expenses (B)	75,525	59,877	4,068	139,470	72,582	62,609	2,599	137,790
Other operating expenses								
Assets impairment								
-other impairments	-	-	113	113	-	-	6	6
Sundry expenditure	29	4,282	331	4,642	-	3,528	(238)	3,290
Total other operating expenses (C)	29	4,282	444	4,755	-	3,528	(232)	3,296
Total other expenses (A) + (B) + (C)	157,374	92,527	4,512	254,413	156,575	91,675	2,367	250,617

30. OTHER EXPENSES (CONTD.)

Company (contd.)

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Represented by:		
Takaful service expenses	249,901	248,250
Other expenses	4,512	2,367
	254,413	250,617

* Takaful service expenses include acquisition and maintenance expenses which are directly attributable to group of Takaful certificates. Takaful acquisition cash flow is subjected to amortisation.

30. OTHER EXPENSES (CONTD.)

(a) Employee Benefits Expense:

	Family Takaful Fund RM'000	Company RM'000
1.1.2026 to 30.6.2026		
Wages, salaries and bonuses	5,749	52,139
Employees Provident Fund ("EPF")	920	8,317
Social Security Contributioons ("SOCSO")	38	404
Employees' Share Grant Plan ("ESGP")	148	1,249
Other benefits	606	7,003
	7,461	69,112
1.1.2025 to 30.6.2025		
Wages, salaries and bonuses	6,688	48,837
EPF	1,071	7,816
SOCSO	44	398
ESGP	174	1,156
Other benefits	926	8,194
	8,903	66,401

Included in employee benefits expense above are remuneration of CEO of the Company amounting to RM1,927,000 (2025: RM1,575,000) further disclosed in Note 30(b) below.

(b) The details of remuneration of CEO in the Company during the financial period are as follows:

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Salary	497	497
Bonus	745	560
EPF and Pension Scheme	203	173
ESGP	448	297
Other emoluments	34	48
	1,927	1,575

31. DIRECTORS' FEES AND REMUNERATION

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Family Takaful Fund/Company		
Non-executive directors:		
Fees	325	379
Other emoluments	81	113
Total directors' fee and remuneration	406	492

	Fees RM'000	Other emoluments RM'000	Total RM'000
1.1.2026 to 30.6.2026			
Non-executive directors:			
Datuk Mohd Najib Abdullah (Chairman) (Appointed w.e.f. 1 January 2026)	95	13	108
Mr. Ajay Kumar Garg*	65	13	78
Mr. Wong Pakshong Kat Jeong Colin Stewart (Resigned w.e.f 15 June 2026)	30	26	56
Cik Hasnah Omar (Appointed w.e.f. 1 January 2026)	65	16	81
Mr. Ezamshah Ismail (Appointed w.e.f. 16 June 2026)	5	-	5
Mr. Mohd Yassin Abdullah (Appointed w.e.f. 1 January 2026)	65	13	78
Total remuneration of the directors of the Company	325	81	406
1.1.2025 to 30.6.2025			
Non-executive directors:			
Dato' Majid Bin Mohamad (Chairman)	95	36	131
Mr. Ajay Kumar Garg*	65	11	76
Mr. Wong Pakshong Kat Jeong Colin Stewart	95	13	108
Prof. Dr. Azman Bin Mohd Noor (Resigned w.e.f 14 June 2025)	59	26	85
En. Mohd Din Bin Merican	65	27	92
Total remuneration of the directors of the Company	379	113	492

* The directors' fees and other emoluments for nominees of Ageas Insurance International N.V. ("Ageas") are remitted directly to Ageas.

32. SHARIAH COMMITTEE'S REMUNERATION

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Family Takaful Fund/Company		
Fees	90	86
Other emoluments	57	66
	147	152

The details of the remuneration of the Shariah Committee of the Company are as follows:

	Fees RM'000	Other emoluments RM'000	Total RM'000
1.1.2026 to 30.6.2026			
Shariah committee:			
Assoc Prof Dr Muhammad Najib Bin Abdullah	20	11	31
Prof. Emeritus Dato' Dr. Mohd Azmi bin Omar	17	11	28
Prof. Dr. Sharifah Faigah Binti Syed Alwi	17	11	28
Prof Emeritus Dato' Dr Ahmad Hidayat Bin Buang	17	11	28
Ustaz Mohd Kamal Bin Mokhtar	17	11	28
Prof Dr Noraini Binti Mohd Ariffin (Member w.e.f 1 June 2026)	2	2	4
	90	57	147
1.1.2025 to 30.6.2025			
Shariah committee:			
Assoc Prof Dr Muhammad Najib Bin Abdullah (Chairman w.e.f 15 June 2025)	17	14	31
Prof. Emeritus Dato' Dr. Mohd Azmi bin Omar	17	13	30
Prof. Dr. Sharifah Faigah Binti Syed Alwi	17	13	30
Prof Emeritus Dato' Dr Ahmad Hidayat Bin Buang	17	13	30
Prof. Dr. Azman Mohd Noor (Chairman) (Retired w.e.f 14 June 2025)	18	13	31
	86	66	152

33. TAX EXPENSE ATTRIBUTABLE TO PARTICIPANTS

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Family Takaful fund/Company		
Deferred taxation:		
Relating to origination and reversal of temporary differences	(5,039)	3,850
	(5,039)	3,850

Taxation of family takaful business

The income tax for Family Takaful fund is calculated based on the statutory rate of 8% (2025: 8%) of the estimated assessable investment income net of allowable deductions for the financial period for the Malaysian operations.

34. TAXATION

The major components of income tax expense for the financial period ended 30 June 2026 and 30 June 2025 are as follows:

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Income Statement		
Income tax:		
Tax expense for the financial period	72,035	53,786
Deferred taxation:		
Relating to origination and reversal of temporary differences	9,528	5,869
	81,563	59,655

34. TAXATION (CONTD.)

The major components of income tax expense for the financial period ended 30 June 2026 and 30 June 2025 are as follows (contd.):

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Statement of Comprehensive Income:		
Family Takaful fund		
Deferred income tax related to other comprehensive income:		
- Fair value changes on debt securities at FVOCI	(5,335)	6,911
- Fair value changes on equities securities at FVOCI	(329)	(1,020)
	(5,664)	5,891
Company		
Deferred income tax related to other comprehensive income:		
- Fair value changes on debt securities at FVOCI	(9,997)	13,605
- Fair value changes on equities securities at FVOCI	(1,053)	(2,129)
	(11,050)	11,476

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 Company are as follows:

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Profit before taxation and zakat	237,369	252,485
Taxation at Malaysian statutory tax rate of 24%	56,969	60,596
Income not subject to tax	(1,189)	(2,261)
Expenses not deductible for tax purposes	25,783	1,320
Tax expense for the financial period	81,563	59,655

35. EARNINGS PER SHARE

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

	1.1.2026 to 30.6.2026	**1.1.2025 to 30.6.2025**
Profit attributable to ordinary shareholder (RM'000)	147,934	186,993
Weighted average number of ordinary shares in issue (units '000)	100,000	100,000
Basic and diluted earnings per share (sen)	147.93	186.99

There were no potential dilutive effects on the ordinary shares during and at the end of financial period. There have been no other transactions involving ordinary shares between the reporting date and the authorisation date of the financial statements.

36. OTHER COMMITMENTS AND CONTINGENCIES

	1.1.2026 to 30.6.2026 RM'000	**1.1.2025 to 30.6.2025 RM'000**
Family Takaful Fund/Company		
Approved and contracted for:		
Bank guarantees:		
- in respect of performance bonds (Note a)	1,780	-
- in respect of security deposits (Note b)	629	-
	2,409	-

Bank guarantees:

a) Performance bonds
Bank guarantees were provided to the Company to secure the participants' obligations in relation to the Takaful business, amounting to RM1,780,397 (2025: RM Nil). As at the reporting date, the Company does not consider it probable that a claim will be made under these guarantees.

b) Security deposits
These guarantees were issued to secure the participants' obligations in accordance with the terms and conditions of the takaful certificates. As at the reporting date, the Company does not consider it probable that a claim will be made under these guarantees.

36. OTHER COMMITMENTS AND CONTINGENCIES (CONTD.)

All of the guarantees issued to the Company for performance bonds and security deposits were made under a bank guarantee facility (with a facility amount of up to RM5 million) obtained from Maybank.

Family Takaful Fund

Derivative financial instruments:		
Foreign exchange related contracts:		
Less than a year	121,227	3,593
	121,227	3,593

Company

Derivative financial instruments:		
Foreign exchange related contracts:		
Less than a year	125,647	3,685
	125,647	3,685

37. SIGNIFICANT RELATED PARTY DISCLOSURES

For the purpose of these financial statements, parties are considered to be related to the Company if the Company has 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 Company and the 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 Company either directly or indirectly. The key management personnel includes all the directors and the Chief Executive Officer of the Company.

The Company has related party relationships with its holding companies, fellow subsidiary companies, 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 Company with related parties during the financial period were as follows:

Income/(expenses):	**Family Takaful fund RM'000**	**Company RM'000**
1.1.2026 to 30.6.2026		
Ultimate holding company:		
Gross contribution income	13,487	13,487
Commission and fee expenses	-	(3,223)
Other income	-	296
Other expense	-	(534)
Bank charges	(6)	(160)
ESGP	(511)	(511)
Claims paid	(2,073)	(2,073)
Immediate and penultimate holding companies:		
Gross contribution income	1,218	1,218
Shared services costs	-	(36,001)
Claims paid	(200)	(200)
Dividend paid	-	(409,000)

37. SIGNIFICANT RELATED PARTY DISCLOSURES (CONTD.)

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

Income/(expenses):	**Family Takaful fund RM'000**	**Company RM'000**
1.1.2026 to 30.6.2026		
Fellow subsidiaries within the MAHB Group:		
Gross contribution income	631	631
Gross contribution expenses	(40)	(40)
Rental income	-	30
Rental expenses	-	(3,119)
Shared services costs	-	(2,925)
Fellow subsidiaries within the EIHSB Group:		
Gross contribution income	1	1
Other related companies within the Maybank Group:		
Claims paid	(1,305)	(1,305)
Gross contribution income	6,202	6,202
Commission and fee expenses	-	(43,487)
Profit income	6,491	8,109
Other income	-	16
Information technology outsourcing	(118)	(6,579)
Investment expenses	(1,631)	(1,945)
Companies related to a company with significant influence over the MBB Group:		
Claims paid	(2,323)	(2,323)
Gross contribution income	9,944	9,944

37. SIGNIFICANT RELATED PARTY DISCLOSURES (CONTD.)

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

Income/(expenses):	**Family Takaful fund RM'000**	**Company RM'000**
1.1.2025 to 30.6.2025		
Ultimate holding company:		
Gross contribution income	9,706	9,706
Commission and fee expenses	-	(3,602)
Other income	-	301
Bank charges	(5)	(171)
ESGP	-	(587)
Claims paid	(7,588)	(7,588)
Immediate and penultimate holding companies:		
Gross contribution income	1,125	1,125
Shared services costs	-	(30,144)
Claims paid	(163)	(163)
Dividend paid	-	(136,760)
Fellow subsidiaries within the MAHB Group:		
Gross contribution income	628	628
Rental income	-	30
Rental expenses	-	(2,783)
Shared services costs	-	(4,120)
Fellow subsidiaries within the EIHSB Group:		
Gross contribution income	47	47

37. SIGNIFICANT RELATED PARTY DISCLOSURES (CONTD.)

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

Income/(expenses):	**Family Takaful fund RM'000**	**Company RM'000**
1.1.2025 to 30.6.2025		
Other related companies within the Maybank Group:		
Claims paid	(223)	(223)
Gross contribution income	6,718	6,718
Commission and fee expenses	-	(45,402)
Profit income	6,030	8,351
Other income	-	15
Information technology outsourcing	(373)	(5,757)
Investment expenses	(1,290)	(1,577)
Companies with significant influence over the Maybank Group:		
Claims paid	(1,003)	(1,003)
Gross contribution income	14,620	14,620

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

	Family Takaful fund RM'000	**Company RM'000**
30.6.2026		
Ultimate holding company:		
Bank balances	42,556	42,571
Outstanding contributions	11,605	11,605
Claim liabilities	(1,924)	(1,924)
Sundry payables and accrued liabilities	-	11,504
Amount due to ultimate holding company (Note 18)	-	(3,091)

37. SIGNIFICANT RELATED PARTY DISCLOSURES (CONTD.)

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

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
Immediate and penultimate holding companies:		
Outstanding contributions	2,088	2,088
Amount due to immediate holding company (Note 18)	-	(8,344)
Amount due to penultimate holding company (Note 18)	-	(850)
Fellow subsidiaries within the MAHB Group:		
Outstanding contributions	(1)	(1)
Amount due from other related companies (Note 15)	-	55
Amount due to other related companies (Note 18)	-	(2,349)
Fellow subsidiaries within the EIHSB Group:		
Amount due from other related companies (Note 15)	-	1
Other related companies within the Maybank Group:		
Income due and accrued	966	1,150
Fixed and call deposits	433,049	528,417
Outstanding contributions	1,046	1,046
Derivatives	(1,563)	(1,676)
Claims liabilities	(1,114)	(1,114)
Sundry receivables, deposits and prepayments	-	1,340
Sundry payables and accrued liabilities	(35)	(16,154)
Amount due to other related companies (Note 18)	(10)	(10)

37. SIGNIFICANT RELATED PARTY DISCLOSURES (CONTD.)

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

	Family Takaful fund RM'000	Company RM'000
30.6.2026		
Companies with significant influence over the Maybank Group:		
Outstanding contributions	13,924	13,924
31.12.2025		
Ultimate holding company:		
Bank balances	34,531	34,541
Outstanding contributions	4,797	4,797
Claim liabilities	(752)	(752)
Sundry payables and accrued liabilities	-	9,183
Amount due to ultimate holding company (Note 18)	-	(4,429)
Immediate holding company:		
Claim liabilities	(10)	(10)
Amount due to immediate holding company (Note 18)	-	(13,973)
Fellow subsidiaries within the MAHB Group:		
Amount due from other related companies (Note 15)	-	3,709
Amount due to other related companies (Note 18)	-	(858)
Fellow subsidiaries within the EIHSB Group:		
Amount due to other related companies (Note 18)	-	(246)

37. SIGNIFICANT RELATED PARTY DISCLOSURES (CONTD.)

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

	Family Takaful fund RM'000	**Company RM'000**
31.12.2025		
Other related companies within the Maybank Group:		
Income due and accrued	958	1,133
Fixed and call deposits	384,853	447,172
Outstanding contributions	222	222
Derivatives	2,989	3,030
Sundry receivables, deposits and prepayments	-	1,001
Sundry payables and accrued liabilities	-	(1,578)
Amount due to other related companies (Note 18)	(274)	(335)
Companies with significant influence over the Maybank Group:		
Outstanding contributions	22,723	22,723
Claim liabilities	(1,397)	(1,397)

Trade and investments related balances with related companies are subject to normal trade terms. The terms for non-trade balances with related companies are as disclosed in Notes 15 and 18.

37. SIGNIFICANT RELATED PARTY DISCLOSURES (CONTD.)

(iii) The remuneration of key management personnel during the period was as follows:

	1.1.2026 to 30.6.2026 RM'000	1.1.2025 to 30.6.2025 RM'000
Short-term employee benefits		
Fees	325	379
Salaries, allowances and bonuses	1,242	1,057
Contribution to EPF and pension scheme	202	173
Share option granted under ESGP	448	297
Other emoluments	116	161
	2,333	2,067

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

	30.6.2026 Units '000	31.12.2025 Units '000
Award date		
At 1 January	135	118
Awarded	-	45
Vested	(39)	(29)
Additional/(Forfeited)	(6)	1
At 30 June/31 December	90	135

38. OTHER FINANCIAL ASSETS - RECONCILIATION OF ALLOWANCE ACCOUNT

The Company applied the Simplified Approach where the ECL is measured at initial recognition financial assets using a provision matrix based on historical data or also known as the roll rate approach. Estimation of credit losses will use a provision matrix where takaful and retakaful receivables are grouped based on different sales channels and different retakaful arrangements respectively with forward-looking elements being applied to it.

Movements in gross carrying value and allowances for impairment losses recognised for not credit-impaired and credit impaired assets of the Company are as follows:

Family Takaful Fund

	<- Not credit-impaired->		<---- Credit-impaired---->		<---------- Total ---------->	
	Retakaful certificate assets* RM'000	Other assets** RM'000	Retakaful certificate assets* RM'000	Other assets** RM'000	Retakaful certificate assets* RM'000	Other assets** RM'000 (Note 15)
Gross carrying amount						
At 1 January 2025	8,840	214,974	777	507	9,617	215,481
(Decrease)/Increase	(996)	(43,557)	3	-	(993)	(43,557)
At 31 December 2025	7,844	171,417	780	507	8,624	171,924
Increase	17,629	13,381	2,126	-	19,755	13,381
At 30 June 2026	25,473	184,798	2,906	507	28,379	185,305
Lifetime ECL						
At 1 January 2025	-	-	133	507	133	507
Increase	2	-	-	-	2	-
At 31 December 2025	2	-	133	507	135	507
Increase	-	-	30	-	30	-
At 30 June 2026	2	-	163	507	165	507

38. OTHER FINANCIAL ASSETS - RECONCILIATION OF ALLOWANCE ACCOUNT (CONTD.)

Movements in gross carrying value and allowances for impairment losses recognised for not credit-impaired and credit impaired assets of the Company are as follows: (contd.)

Company

	<---------- Not credit-impaired--------->			<------------ Credit-impaired----------->			<------------------ Total ----------------->		
	Financing receivables RM'000	Retakaful certificate assets* RM'000	Other assets** RM'000	Financing receivables RM'000	Retakaful certificate assets* RM'000	Other assets** RM'000	Financing receivables RM'000	Retakaful certificate assets* RM'000	Other assets** RM'000 (Note 15)
Gross carrying amount									
At 1 January 2025	9,370	8,840	263,052	1,845	777	3,277	11,215	9,617	266,329
(Decrease)/Increase	(1,296)	(996)	(44,076)	-	3	10	(1,296)	(993)	(44,066)
At 31 December 2025	8,074	7,844	218,976	1,845	780	3,287	9,919	8,624	222,263
(Decrease)/Increase	(540)	17,629	10,463	-	2,126	(110)	(540)	19,755	10,353
At 30 June 2026	7,534	25,473	229,439	1,845	2,906	3,177	9,379	28,379	232,616
Lifetime ECL									
At 1 January 2025	9	-	1	1,844	133	2,989	1,853	133	2,990
(Decrease)/Increase	(4)	2	-	1	-	(1)	(3)	2	(1)
At 31 December 2025	5	2	1	1,845	133	2,988	1,850	135	2,989
Increase/(decrease)	2	-	3	-	30	110	2	30	113
At 30 June 2026	7	2	4	1,845	163	3,098	1,852	165	3,102

* Comprise of receivable from retakaful, net of impairment.
** Excluding non-financial assets such as prepayments and deposits.

39. FAIR VALUES MEASUREMENTS

(a) Valuation principle

The levels of the Fair Value hierarchy as defined by MFRS Accounting Standards 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 2: No Active Market – Valuation techniques using observable input

  Refers to inputs other than quoted prices 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 and over-the-counter ("OTC") derivatives.

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

  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 instruments include corporate bonds in illiquid markets and private equity investments.

39. FAIR VALUES MEASUREMENTS (CONTD.)

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

Family Takaful Fund	**Valuation technique using :**		
	Level 1	**Level 2**	
	Quoted market prices RM'000	**Using observable inputs RM'000**	**Total RM'000**
30.6.2026			
Financial investments at FVTPL			
(i) Designated upon initial recognition			
Malaysian government papers	-	354,128	354,128
Debt securities	-	5,125,377	5,125,377
Structured products	-	1,970	1,970
NICD	-	29,813	29,813
(ii) Held-for-trading ("HFT")			
Malaysian government papers	-	30,814	30,814
Equity securities	1,152,084	-	1,152,084
Debt securities	-	285,720	285,720
Unit and property trust funds	26,892	254,009	280,901
Financial investments at FVOCI			
Malaysian government papers	-	251,974	251,974
Equity securities	108,024	-	108,024
Debt securities	-	5,286,054	5,286,054
NICD	-	226,742	226,742
Total assets	1,287,000	11,846,601	13,133,601

39. FAIR VALUES MEASUREMENTS (CONTD.)

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

Family Takaful Fund	Valuation technique using : Level 1	Level 2	
	Quoted market prices RM'000	Using observable inputs RM'000	Total RM'000
31.12.2025			
Financial investments at FVTPL			
(i) Designated upon initial recognition			
Malaysian government papers	-	350,951	350,951
Debt securities	-	5,547,266	5,547,266
Negotiable Islamic certificates of deposit	-	19,969	19,969
(ii) HFT			
Malaysian government papers	-	42,766	42,766
Equity securities	1,338,200	-	1,338,200
Debt securities	-	271,774	271,774
Unit and property trust funds	17,109	223,807	240,916
Financial investments at FVOCI			
Malaysian government papers	-	230,998	230,998
Equity securities	85,774	-	85,774
Debt securities	-	5,317,793	5,317,793
Negotiable Islamic certificates of deposit		44,832	44,832
Derivative assets	-	3879	3,879
Total assets	1,441,083	12,054,035	13,495,118

39. FAIR VALUES MEASUREMENTS (CONTD.)

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

Company	Valuation technique using : Level 1	Level 2	
	Quoted market prices RM'000	Using observable inputs RM'000	Total RM'000
30.6.2026			
Financial investments at FVTPL			
(i) Designated upon initial recognition			
Malaysian government papers	-	354,128	354,128
Debt securities	-	5,818,878	5,818,878
Structured products	-	1,970	1,970
NICD	-	29,813	29,813
(ii) Held-for-trading ("HFT")			
Malaysian government papers	-	30,814	30,814
Equity securities	1,427,065	-	1,427,065
Debt securities	-	285,720	285,720
Unit and property trust funds	32,217	254,009	286,226
Financial investments at FVOCI			
Malaysian government papers	-	379,254	379,254
Debt securities	-	6,704,014	6,704,014
Equity securities	156,811	-	156,811
NICD		226,742	226,742
Total assets	1,616,093	14,085,342	15,701,435

39. FAIR VALUES MEASUREMENTS (CONTD.)

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

Company	**Valuation technique using :**		
	Level 1	**Level 2**	
	Quoted market prices RM'000	**Using observable inputs RM'000**	**Total RM'000**
31.12.2025			
Financial investments at FVTPL			
(i) Designated upon initial recognition			
Malaysian government papers	-	350,951	350,951
Debt securities	-	6,270,594	6,270,594
Negotiable Islamic certificates of deposit	-	19,969	19,969
(ii) HFT			
Malaysian government papers	-	42,766	42,766
Equity securities	1,601,350	-	1,601,350
Debt securities	-	271,774	271,774
Unit and property trust funds	22,245	223,807	246,052
Financial investments at FVOCI			
Malaysian government papers	-	364,585	364,585
Equity securities	123,084	-	123,084
Debt securities	-	6,895,436	6,895,436
Negotiable Islamic certificates of deposit	-	44,832	44,832
Derivative assets	-	4,023	4,023
Total assets	1,746,679	14,488,737	16,235,416

39. FAIR VALUES MEASUREMENTS (CONTD.)

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

Assets and liabilities of the Company are recognised in the financial statements on a recurring basis. 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 Company during the financial period ended 30 June 2026 and financial year ended 31 December 2025.

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

The Company'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 Company'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 hierarchy.

40. REGULATORY CAPITAL REQUIREMENT

The capital structure of the Company as at 30 June 2026 and 31 December 2025, as prescribed under the RBCT Framework, is provided below:

	30.6.2026	**31.12.2025**
	RM'000	**RM'000**
Eligible Tier 1 Capital		
Paid up share capital	100,000	100,000
Valuation surplus in takaful funds	1,965,587	1,775,948
Retained earnigs	2,408,239	2,822,472
	4,473,826	4,698,420
Tier 2 Capital		
FVOCI reserve	188,191	275,406
	188,191	275,406
Amount deducted from capital	(143,365)	(129,673)
Total Capital Available	4,518,652	4,844,153