ZURICH® Takaful

Unaudited Condensed Interim Financial Statements

for the six months period ended 30 June 2026

Company No.

201701045981 (1260157-U)

ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
(Incorporated in Malaysia)

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ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note	General Takaful Fund 30.06.2026 RM'000	General Takaful Fund 31.12.2025 RM'000	Company 30.06.2026 RM'000	Company 31.12.2025 RM'000
ASSETS					
Property and equipment		-	-	3,206	3,825
Right-of-use assets		-	-	2,889	3,509
Intangible assets		-	-	15,000	16,000
Investments	12	2,033,242	1,855,637	3,002,587	2,713,701
Retakaful certificate assets	13	52,189	50,282	52,189	50,282
Other receivables		108	101	605	747
Tax recoverable		996	3,054	-	-
Deferred tax assets		-	-	22,895	21,297
Cash and cash equivalents		46,534	88,158	64,724	157,566
TOTAL ASSETS		2,133,069	1,997,232	3,164,095	2,966,927
SHAREHOLDER'S EQUITY AND LIABILITIES					
Share capital		-	-	447,000	447,000
Retained earnings		-	-	430,757	385,712
Other reserves		-	-	2,180	3,578
TOTAL SHAREHOLDER'S EQUITY		-	-	879,937	836,290
Takaful certificate liabilities	14	2,028,530	1,905,512	2,163,611	2,026,544
Lease liabilities		-	-	3,271	3,759
Other payables		94,788	82,870	101,554	93,978
Tax payable		-	-	15,722	6,356
Deferred tax liabilities		9,751	8,850	-	-
TOTAL LIABILITIES		2,133,069	1,997,232	2,284,158	2,130,637
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		2,133,069	1,997,232	3,164,095	2,966,927

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

ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

	General Takaful Fund		Company	
	30.06.2026 RM'000	**30.06.2025 RM'000**	**30.06.2026 RM'000**	**30.06.2025 RM'000**
Takaful revenue	642,059	602,026	642,059	598,313
Takaful service expense	(638,060)	(600,743)	(576,337)	(540,242)
Takaful service result before retakaful certificates held	3,999	1,283	65,722	58,071
Allocation of retakaful contributions	(21,686)	(17,603)	(21,686)	(17,603)
Amounts recoverable from retakaful operators for incurred claims	6,436	1,810	6,436	1,810
Net expense from retakaful certificates held	(15,250)	(15,793)	(15,250)	(15,793)
Takaful service result	(11,251)	(14,510)	50,472	42,278
Investment income	35,525	33,005	52,707	48,743
Realised gains/ (losses) on financial assets at FVOCI	19	(45)	(25)	(84)
Impairment losses on financial assets	(45)	(15)	(60)	(40)
Other investment expenses	(24)	(26)	(742)	(610)
Total investment result	35,475	32,919	51,880	48,009
Takaful finance expenses for takaful certificates issued	(18,402)	(17,212)	(18,494)	(17,299)
Retakaful finance income for retakaful certificates held	754	98	754	98
Net takaful financial result	(17,648)	(17,114)	(17,740)	(17,201)
Other operating income	361	372	438	2,267
Other expenses	-	(2)	(16,724)	(15,484)
Finance cost	-	-	(53)	(15)
Profit before zakat and taxation	6,937	1,665	68,273	59,854
Tax expense attributable to participants	(6,937)	(1,665)	(6,937)	(1,665)
Tax expense attributable to Takaful Operator	-	-	(14,769)	(13,881)
Zakat	-	-	(1,522)	(1,271)
Net profit for the financial period	-	-	45,045	43,037
Basic and diluted earnings per share (sen)	-	-	10.90	10.41

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

Company No.
201701045981 (1260157-U)

ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

	General Takaful Fund		Company	
	30.06.2026	**30.06.2025**	**30.06.2026**	**30.06.2025**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Net profit for the financial period	-	-	45,045	43,037
Other comprehensive income, net of tax:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Fair value through other comprehensive income investments:				
Gross (losses)/gains on fair value changes	(1,963)	2,844	(3,759)	6,100
Realised losses/(gains) transferred to profit or loss	19	(45)	(25)	(84)
Deferred tax income/(expenses)	466	(672)	908	(1,444)
Fair value through other comprehensive income investments, net of deferred tax	(1,478)	2,127	(2,876)	4,572
Takaful finance income/(expenses) for takaful certificates issued	2,037	(2,700)	2,037	(2700)
Retakaful finance (expenses)/income for retakaful certificates held	(64)	219	(64)	219
Deferred tax (expenses)/income	(473)	595	(473)	595
Net takaful finance results, net of deferred tax	1,500	(1,886)	1,500	(1,886)
Other comprehensive income attributable to participants	(22)	(241)	(22)	(241)
Other comprehensive (loss)/income for the financial period, net of tax	-	-	(1,398)	2,445
Total comprehensive income for the financial period	-	-	43,647	45,482

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

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ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
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UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

	Issued and fully paid-up ordinary shares	Non-distributable	Distributable	
	Share capital	**Fair value reserve**	**Retained earnings**	**Total**
Company	**RM'000**	**RM'000**	**RM'000**	**RM'000**
At 1 January 2025	447,000	1,541	293,421	741,962
Net profit for the financial period	-	-	43,037	43,037
Other comprehensive income for the financial period	-	2,445	-	2,445
At 30 June 2025	447,000	3,986	336,458	787,444
At 1 January 2026	447,000	3,578	385,712	836,290
Net profit for the financial period	-	-	45,045	45,045
Other comprehensive loss for the financial period	-	(1,398)	-	(1,398)
At 30 June 2026	447,000	2,180	430,757	879,937

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

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ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
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UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

		Company	
	Note	6 months period ended 30.06.2026 RM'000	6 months period ended 30.06.2025 RM'000
OPERATING ACTIVITIES			
Cash (utilised in)/generated from operating activities	17	(129,861)	36,085
Net investment income received		51,101	49,661
Interest expense on lease liabilities		(53)	(15)
Income tax paid		(13,503)	(25,629)
Net cash (outflows)/inflows from operating activity		(92,316)	60,102
INVESTING ACTIVITY			
Purchase of property and equipment		(38)	(463)
Net cash outflows from investing activity		(38)	(463)
FINANCING ACTIVITY			
Payment of lease liabilities – principal portion		(488)	(584)
Net cash outflows from financing activity		(488)	(584)
Net (decrease)/increase in cash and cash equivalents		(92,842)	59,055
Cash and cash equivalents at the beginning of the financial period		157,566	45,112
Cash and cash equivalents at the end of the financial period		64,724	104,167
Cash and cash equivalents comprise:			
Cash and bank balances		64,724	71,571
Fixed deposits with licensed financial institutions with original maturities less than 3 months		-	32,596
		64,724	104,167

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

ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

The condensed interim financial statements of the Company are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and Guidelines / Circulars issued by Bank Negara Malaysia ("BNM"). The unaudited condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2025, which were prepared in accordance with MFRS Accounting Standards and IFRS Accounting Standards.

In accordance with the Islamic Financial Services Act 2013 ("IFSA"), the assets and liabilities of the Takaful fund is segregated from those of the Takaful Operator: a concept known as segregation of funds. However, in compliance with MFRS 10 *Consolidated Financial Statements*, the assets, liabilities, income and expenses of the Takaful fund are consolidated with those of the Takaful Operator to represent the control possessed by the operator over the respective funds. The inclusion of separate information of the Takaful fund and the Takaful Operator together with the consolidated financial information of the Company in the statement of financial position, the statement profit or loss, the statement of comprehensive income as well as certain relevant notes to the financial statements represent additional supplementary information required for BNM reporting.

The explanatory notes attached to the unaudited condensed interim 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. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted by the Company for the unaudited condensed interim financial statements are consistent with those adopted in the Company's audited financial statements for the financial year ended 31 December 2025, except for the adoption of the following amendments to MFRS:

Description	**Effective for annual financial periods beginning on or after**
Amendments to MFRS 9 *Financial Instruments* and *MFRS 7 Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*	1 January 2026
Annual Improvements to MFRS Accounting Standards – Volume 11:	
Amendments to MFRS 1 *First-time adoption of Malaysian Financial Reporting Standards*	1 January 2026
Amendments to MFRS 7 *Financial Instruments: Disclosure*	1 January 2026
Amendments to MFRS 9 *Financial Instruments*	1 January 2026
Amendments to MFRS 10 *Consolidated Financial Statements*	1 January 2026
Amendments to MFRS 107 *Statement of Cash Flows*	1 January 2026

The adoption of the amendments above did not have any material impact on the unaudited condensed interim financial statements of the Company.

ZURICH GENERAL TAKAFUL MALAYSIA BERHAD
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NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
(CONTINUED)

3. AUDITOR'S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditor's report on the audited financial statements for the financial year ended 31 December 2025 was not qualified.

4. SEASONAL OR CYCLICAL FACTORS

The Company's business operations are not significantly affected by any unusual seasonal or cyclical factors.

5. UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial period under review.

6. CHANGE IN ACCOUNTING ESTIMATES

There was no material changes in basis used for accounting estimates for the financial period ended 30 June 2026.

7. DIVIDEND PAYMENT

There was no dividend paid during the current financial period under review.

8. CHANGES IN COMPOSITION OF THE COMPANY

There were no changes in composition of the Company during the current financial period under review.

9. SIGNIFICANT AND SUBSEQUENT EVENT

There is no material subsequent event from the end of the current financial period under review to the date of these unaudited condensed interim financial statements.

10. CONTINGENT LIABILITIES

There are no contingent liabilities as at the date of this report since the date of the last annual statement of financial position.

11. INTANGIBLE ASSETS

Other intangible assets relate to the exclusive bancatakaful agreement with Alliance Islamic Bank Berhad and direct customer relationship acquired through the acquisition of a general takaful portfolio from a third party. These assets are measured at cost less any accumulated amortisation and any impairment losses. Both assets are amortised over their useful lives of 15 years using the straight-line method.

12. INVESTMENTS

The General Takaful Fund's and the Company's investments are summarised by measurement categories as follows:

	General Takaful Fund		Company	
	30.06.2026 RM'000	**31.12.2025 RM'000**	**30.06.2026 RM'000**	**31.12.2025 RM'000**
FVOCI financial assets	578,450	553,344	1,163,241	1,123,853
Financial assets at amortised cost	1,454,792	1,302,293	1,839,346	1,589,848
	2,033,242	1,855,637	3,002,587	2,713,701
The following investments mature after 12 months:				
FVOCI financial assets	500,683	482,963	1,004,922	966,950
	500,683	482,963	1,004,922	966,950

(a) Fair value through other comprehensive income ("FVOCI") financial assets

The breakdown of financial assets measured at FVOCI is set out in the table below:

	General Takaful Fund		Company	
At fair value	**30.06.2026 RM'000**	**31.12.2025 RM'000**	**30.06.2026 RM'000**	**31.12.2025 RM'000**
Government Investment Issues	-	-	140,440	177,150
Islamic debt securities, unquoted	578,450	553,344	1,022,801	946,703
	578,450	553,344	1,163,241	1,123,853

12. INVESTMENTS (CONTINUED)

The General Takaful Fund's and the Company's investments are summarised by measurement categories as follows: (continued)

(b) Financial assets at amortised cost

	General Takaful Fund		Company	
	30.06.2026	**31.12.2025**	**30.06.2026**	**31.12.2025**
Amortised cost	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Fixed deposits with licensed financial institutions	1,454,792	1,302,293	1,839,346	1,589,848
	1,454,792	1,302,293	1,839,346	1,589,848

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

As at 30 June 2026, the Company has fixed deposits of RM1,839,346,000 (31 December 2025: RM1,589,848,000), placed with licensed Islamic banks, with original maturity terms of more than 3 months and which are not considered cash and cash equivalents.

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NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
(CONTINUED)

13. RETAKAFUL CERTIFICATE ASSETS

The roll-forward of net assets for retakaful certificates held for contracts measured under Premium Allocation Approach ("PAA"), showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the General Takaful Fund/Company, is disclosed in the table below:

	30.06.2026			
	Assets for remaining coverage	Amounts recoverable on incurred claims		
General Takaful Fund/Company	Excluding loss recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000
Retakaful certificate assets as at 1 January	**(1,012)**	**48,217**	**3,077**	**50,282**
Allocation of retakaful contributions	(21,686)	-	-	(21,686)
Amounts recoverable from retakaful operators:				
Amounts recoverable for incurred claims	-	(1,813)	-	(1,813)
Changes in amounts recoverable arising from changes in liability for incurred claims	-	7,744	505	8,249
Net (expense)/income from retakaful certificates held	**(21,686)**	**5,931**	**505**	**(15,250)**
Retakaful finance (expense)/income	**(17)**	**660**	**47**	**690**
Cash flows				
Contributions and similar expenses paid	16,233	-	-	16,233
Claims and other expenses paid	-	234	-	234
Total cash flows	**16,233**	**234**	**-**	**16,467**
Retakaful certificate assets as at 30 June 2026	**(6,482)**	**55,042**	**3,629**	**52,189**

13. RETAKAFUL CERTIFICATE ASSETS (CONTINUED)

The roll-forward of net assets for retakaful certificates held for contracts measured under PAA, showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to retakaful operators in the General Takaful Fund/Company, is disclosed in the table below: (continued)

	31.12.2025			
	Assets for remaining coverage	**Amounts recoverable on incurred claims**		
General Takaful Fund/Company	**Excluding loss recovery component**	**Estimates of the present value of future cash flows**	**Risk adjustment**	**Total**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Retakaful certificate assets as at 1 January	**(7,948)**	**53,548**	**3,100**	**48,700**
Allocation of retakaful contributions	(37,824)	-	-	(37,824)
Amounts recoverable from retakaful operators:				
Amounts recoverable for incurred claims	-	13,147	-	13,147
Changes in amounts recoverable arising from changes in liability for incurred claims	-	(8,032)	(138)	(8,170)
Net (expense)/income from retakaful certificates held	**(37,824)**	**5,115**	**(138)**	**(32,847)**
Retakaful finance (expense)/ income	**(17)**	**1,608**	**115**	**1,706**
Cash flows				
Contributions and similar expenses paid	44,777	-	-	44,777
Claims and other expenses paid	-	(12,054)	-	(12,054)
Total cash flows	**44,777**	**(12,054)**	**-**	**32,723**
Retakaful certificate assets as at 31 December 2025	**(1,012)**	**48,217**	**3,077**	**50,282**

14. TAKAFUL CERTIFICATES LIABILITIES

The roll-forward of net liabilities for takaful certificates issued for contracts measured under PAA, showing the liabilities for remaining coverage and the liabilities for incurred claims for liabilities included in the General Takaful Fund, is disclosed in the table below:

	30.06.2026			
	Liabilities for remaining coverage	Liabilities for incurred claims		
General Takaful Fund	Excluding loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000
Takaful certificate liabilities as at 1 January	**414,187**	**1,443,062**	**48,263**	**1,905,512**
Takaful revenue	(642,059)	-	-	(642,059)
Takaful service expense:				
Incurred claims and other takaful service expenses	-	344,333	-	344,333
Changes to liabilities for incurred claims	-	92,188	2,592	94,780
Amortisation of takaful acquisition expenses	198,947	-	-	198,947
Takaful service result	**(443,112)**	**436,521**	**2,592**	**(3,999)**
Takaful finance expenses	**373**	**15,365**	**649**	**16,387**
Cash flows				
Contributions received	693,922	-	-	693,922
Claims and other expenses paid	-	(358,534)	-	(358,534)
Takaful acquisition cash flows	(224,758)	-	-	(224,758)
Total cash flows	**469,164**	**(358,534)**	**-**	**110,630**
Takaful certificate liabilities as at 30 June 2026	**440,612**	**1,536,414**	**51,504**	**2,028,530**

14. TAKAFUL CERTIFICATES LIABILITIES (CONTINUED)

The roll-forward of net liabilities for takaful certificates issued for contracts measured under PAA, showing the liabilities for remaining coverage and the liabilities for incurred claims for liabilities included in the General Takaful Fund, is disclosed in the table below: (continued)

	31.12.2025			
	Liabilities for remaining coverage	Liabilities for incurred claims		
General Takaful Fund	Excluding loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000
Takaful certificate liabilities as at 1 January	**388,361**	**1,262,090**	**40,126**	**1,690,577**
Takaful revenue	(1,232,258)	-	-	(1,232,258)
Takaful service expense:				
Incurred claims and other takaful service expenses	-	689,328	-	689,328
Changes to liabilities for incurred claims	-	147,132	6,680	153,812
Amortisation of takaful acquisition expenses	383,351	-	-	383,351
Takaful service result	**(848,907)**	**836,460**	**6,680**	**(5,767)**
Takaful finance expenses	**695**	**35,619**	**1,457**	**37,771**
Cash flows				
Contributions received	1,269,005	-	-	1,269,005
Claims and other expenses paid	-	(691,107)	-	(691,107)
Takaful acquisition cash flows	(394,967)	-	-	(394,967)
Total cash flows	**874,038**	**(691,107)**	**-**	**182,931**
Takaful certificate liabilities as at 31 December 2025	**414,187**	**1,443,062**	**48,263**	**1,905,512**

14. TAKAFUL CERTIFICATES LIABILITIES (CONTINUED)

The roll-forward of net liabilities for takaful certificates issued for contracts measured under PAA, showing the liabilities for remaining coverage and the liabilities for incurred claims for liabilities included in the Company, is disclosed in the table below: (continued)

	30.06.2026			
	Liabilities for remaining coverage	**Liabilities for incurred claims**		
Company	**Excluding loss component**	**Estimates of the present value of future cash flows**	**Risk adjustment**	**Total**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Takaful certificate liabilities as at 1 January	**518,560**	**1,459,721**	**48,263**	**2,026,544**
Takaful revenue	(642,059)	-	-	(642,059)
Takaful service expense:				
Incurred claims and other takaful service expenses	-	380,727	-	380,727
Changes to liabilities for incurred claims	-	93,249	2,592	95,841
Amortisation of takaful acquisition expenses	99,769	-	-	99,769
Takaful service result	**(542,290)**	**473,976**	**2,592**	**(65,722)**
Takaful finance expenses	**465**	**15,365**	**649**	**16,479**
Cash flows				
Contributions received	693,922	-	-	693,922
Claims and other expenses paid	-	(394,928)	-	(394,928)
Takaful acquisition cash flows	(112,684)	-	-	(112,684)
Total cash flows	**581,238**	**(394,928)**	**-**	**186,310**
Takaful certificate liabilities as at 30 June 2026	**557,973**	**1,554,134**	**51,504**	**2,163,611**

14. TAKAFUL CERTIFICATES LIABILITIES (CONTINUED)

The roll-forward of net liabilities for takaful certificates issued for contracts measured under PAA, showing the liabilities for remaining coverage and the liabilities for incurred claims for liabilities included in the Company, is disclosed in the table below: (continued)

	31.12.2025			
	Liabilities for remaining coverage	Liabilities for incurred claims		
Company	Excluding loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	RM'000	RM'000	RM'000	RM'000
Takaful certificate liabilities as at 1 January	**487,219**	**1,278,331**	**40,126**	**1,805,676**
Takaful revenue	(1,232,258)	-	-	(1,232,258)
Takaful service expense:				
Incurred claims and other takaful service expenses	-	710,099	-	710,099
Changes to liabilities for incurred claims	-	147,551	6,680	154,231
Amortisation of takaful acquisition expenses	236,153	-	-	236,153
Takaful service result	**(996,105)**	**857,650**	**6,680**	**(131,775)**
Takaful finance expenses	**871**	**35,619**	**1,457**	**37,947**
Cash flows				
Contributions received	1,269,005	-	-	1,269,005
Claims and other expenses paid	-	(711,879)	-	(711,879)
Takaful acquisition cash flows	(242,430)	-	-	(242,430)
Total cash flows	**1,026,575**	**(711,879)**	**-**	**314,696**
Takaful certificate liabilities as at 31 December 2025	**518,560**	**1,459,721**	**48,263**	**2,026,544**

15. FAIR VALUE INFORMATION

(a) Determination of fair value and fair value hierarchy

The carrying amounts of cash and cash equivalents, short-term receivables and payables reasonably approximate their fair value due to relative short-term nature of these financial instruments.

Policy on transfer between levels

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Level 1 – Quoted market price

Level 1 fair value is derived from quoted price (unadjusted) in active markets for identical financial assets or liabilities that the entity can access at the measurement date.

Level 2 - Market observable input

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

Transfers between Level 1 and Level 2 fair values

There has been no transfer between Level 1 and 2 fair values during the financial period. (31 December 2025: No transfer in either direction).

Level 3 - Unobservable inputs

Level 3 fair value, if any, is estimated using unobservable inputs for the financial assets and liabilities. The main asset classes in this category are unquoted equity securities, un-rated securities and debt securities from organisations in default. The fair value measurement objective remains the same, that is, an exit price from the perspective of the Company. Therefore, unobservable inputs reflect the Company's own assumptions about the assumptions that market participants would use in pricing the instrument (including assumptions about risk). These inputs are developed based on the best information available, which might include the Company's own data and judgements.

15. FAIR VALUE MEASUREMENTS (CONTINUED)

(b) Financial instruments carried at fair value

The table below shows the financial instruments which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

General Takaful Fund	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30 June 2026				
Financial assets				
FVOCI financial assets:				
- Islamic debt securities, unquoted	-	578,450	-	578,450
	-	578,450	-	578,450
31 December 2025				
Financial assets				
FVOCI financial assets:				
- Islamic debt securities, unquoted	-	553,344	-	553,344
	-	553,344	-	553,344

Company	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30 June 2026				
Financial assets				
FVOCI financial assets:				
- Government Investment Issues	-	140,440	-	140,440
- Islamic debt securities, unquoted	-	1,022,801	-	1,022,801
	-	1,163,241	-	1,163,241
31 December 2025				
Financial assets				
FVOCI financial assets:				
- Government Investment Issues	-	177,150	-	177,150
- Islamic debt securities, unquoted	-	946,703	-	946,703
	-	1,123,853	-	1,123,853

16. TOTAL CAPITAL AVAILABLE

The regulated capital of the Company as at 30 June 2026 comprised of Available Capital of RM1,090,671,000 (31 December 2025: RM1,029,204,000).

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

	30.06.2026 RM'000	31.12.2025 RM'000
Tier 1 Capital		
Paid-up share capital	447,000	447,000
Reserves, including retained earnings	681,821	615,982
	1,128,821	1,062,982
Tier 2 Capital		
Fair value through other comprehensive income ("FVOCI") reserves	4,626	7,502
Less:		
Deductions		
Other intangible assets (Note 11)	(15,000)	(16,000)
Deferred tax assets	(27,776)	(25,280)
Total Capital Available	1,090,671	1,029,204

17. CASH GENERATED FROM OPERATING ACTIVITIES

	Company	
	30.06.2026 **RM'000**	**30.06.2025** **RM'000**
Cash flow from operating activities		
Net profit for the financial period	45,045	43,037
Investment income	(52,707)	(48,743)
Realised losses recorded in profit or loss	25	84
Purchase of financial assets	(142,592)	(147,481)
Proceeds from maturity and disposal of financial assets	97,502	136,657
Adjustments for:		
Depreciation of property and equipment	657	661
Impairment losses on investments	60	40
Depreciation of right-of-use of assets	620	578
Amortisation of intangible assets	1,000	1,003
Interest expenses on lease liabilities	53	15
Tax expense	21,706	15,546
Operating (loss)/gain before changes in working capital	**(28,631)**	**1,397**
Changes in working capital:		
Increase in financial assets at amortised cost	(246,058)	(75,582)
Increase in takaful certificate liabilities	139,018	111,071
(Increase)/decrease in retakaful certificate assets	(1,907)	5,404
Decrease in other receivables	142	107
Increase/(decrease) in other liabilities	7,575	(6,312)
Cash (utilized in)/generated from operating activities	(129,861)	36,085

Zurich General Takaful Malaysia Berhad
Registration No. 201701045981 (1260157-U)

Level 23A, Mercu 3,
No. 3, Jalan Bangsar, KL Eco City,
59200 Kuala Lumpur, Malaysia
Tel: 03-2109 6000 Fax: 03-2109 6888
Call Centre: 1-300-888-622
www.zurich.com.my