

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Financial Period From
1 January 2020 To 30 June 2020

About Zurich General Insurance in Malaysia

Zurich General Insurance Malaysia Berhad (ZGIMB), as part of Zurich Insurance Group, is an established general insurer headquartered in Kuala Lumpur. ZGIMB caters to the protection needs of individuals and business owners through a wide range of general insurance solutions covering motor, travel, property, financial and personal lines, small to medium enterprises as well as large industrial risks. Together with its dedicated employees, agency force, distributors and partners, supported by its branch network in major cities nationwide, ZGIMB is committed to help its customers understand and protect their valuable assets and businesses from risks. Additionally, shariah-compliant general takaful solutions are made available to customers through its sister company, Zurich General Takaful Malaysia Berhad.

Company No.

201701035345 (1249516-V)

ZURICH GENERAL INSURANCE MALAYSIA BERHAD

(Incorporated in Malaysia)

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Company No.

201701035345 (1249516-V)

ZURICH GENERAL INSURANCE MALAYSIA BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2020

	Note	30.06.2020 RM'000	31.12.2019 RM'000
ASSETS			
Property, plant and equipment		12,640	13,935
Right-of-use assets		12,350	15,620
Intangible asset	12	36,889	38,222
Available-for-sale financial assets	14	1,369,319	1,340,017
Reinsurance assets	16	247,914	220,350
Insurance receivables		79,281	57,860
Loans and receivables		58,221	60,931
Tax recoverable		364	5,501
Deferred tax assets		1,171	-
Cash and cash equivalents		85,276	44,937
Non-current assets classified as held-for-sale		6,846	6,846
Total assets		1,910,271	1,804,219
EQUITY AND LIABILITIES			
Share capital		100,000	100,000
Retained earnings		153,349	116,783
Capital contribution reserve		224,792	224,792
Available-for-sale reserve		33,984	25,632
Total equity		512,125	467,207
Insurance contract liabilities	17	1,103,027	1,027,989
Deferred tax liabilities		3,374	1,359
Lease liabilities		12,556	15,631
Other liabilities		170,595	179,727
Insurance payables		105,941	111,439
Current tax liabilities		2,653	867
Total liabilities		1,398,146	1,337,012
Total equity and liabilities		1,910,271	1,804,219

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

Company No.

201701035345 (1249516-V)

ZURICH GENERAL INSURANCE MALAYSIA BERHAD

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UNAUDITED CONDENSED STATEMENTS OF PROFIT OR LOSS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2020

	6 months ended 30.06.2020 RM'000	6 months ended 30.06.2019 RM'000
Gross earned premiums	391,838	378,264
Premiums ceded to reinsurers	(64,030)	(65,933)
Net earned premiums	327,808	312,331
Investment income	31,337	21,303
Realised losses	(3,771)	1,114
Fair value loss	(970)	-
Fee and commission income	8,656	7,237
Other revenue	35,252	29,654
Total revenue	363,060	341,985
Gross claims paid	(160,188)	(164,000)
Claims ceded to reinsurers	16,465	18,433
Gross change to contract liabilities	(73,793)	(77,497)
Change in contract liabilities ceded to reinsurers	23,060	41,001
Net claims	(194,456)	(182,063)
Fee and commission expenses	(43,996)	(42,734)
Management expenses	(85,362)	(76,546)
Other operating income - net	722	2,285
Other expenses	(128,636)	(116,995)
Operating profit	39,968	42,927
Finance costs	(249)	(353)
Profit before taxation	39,719	42,574
Taxation	(3,153)	(5,639)
Net profit for the financial period	36,566	36,935
BASIC EARNINGS PER SHARE (SEN)	36.57	36.94

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

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UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2020

	6 months ended 30.06.2020 RM'000	6 months ended 30.06.2019 RM'000
Net profit for the financial period	36,566	36,935
Other comprehensive income:		
Items that may be subsequently reclassified to profit or loss		
Fair value change on available-for-sale financial assets, net of deferred tax:		
- Gross fair value change arising during the financial period	7,258	23,149
- Gross fair value transferred to statement of profit or loss	3,730	(1,114)
- Deferred tax	(2,636)	(5,288)
Other comprehensive income for the financial period, net of tax	8,352	16,747
Total comprehensive income for the financial period	44,918	53,682

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UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2020 (CONTINUED)

	Issued and fully paid ordinary shares		Non-distributable Available- for-sale fair value reserve	Distributable	
	Share capital	Capital contribution reserve		Retained earnings	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	100,000	224,792	25,632	116,783	467,207
Net profit for the financial period	-	-	-	36,566	36,566
Other comprehensive income for the financial period	-	-	8,352	-	8,352
At 30 June 2020	100,000	224,792	33,984	153,349	512,125
At 1 January 2019 – as previously reported	100,000	224,792	15,624	45,735	386,151
Effects of adoption of MFRS 16 “Leases”	-	-	-	(123)	(123)
At 1 January 2019 - as restated	100,000	224,792	15,624	45,612	386,028
Net profit for the financial period	-	-	-	36,935	36,935
Other comprehensive income for the financial period	-	-	16,747	-	16,747
At 30 June 2019	100,000	224,792	32,371	82,547	439,710

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**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2020**

	6 months ended 30.06.2020 RM'000	6 months ended 30.06.2019 RM'000
OPERATING ACTIVITIES		
Cash generated/(utilised) in operating activities	14,595	(26,686)
Dividend/distribution income received	30,975	21,090
Interest/profit income received	492	436
Rental income on investment properties received	(136)	(274)
Interest expense on lease liabilities	249	(353)
Income tax paid	(3,525)	(9,974)
Net cash inflows/(outflows) from operating activities	<u>42,650</u>	<u>(15,761)</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(115)
Net cash outflows from investing activities	<u>-</u>	<u>(115)</u>
FINANCING ACTIVITIES		
Payment of lease liabilities	(2,311)	(1,995)
Net cash outflows from financing activities	<u>(2,311)</u>	<u>(1,995)</u>
Net increase/(decrease) in cash and cash equivalents	40,339	(17,871)
Cash and cash equivalents at the beginning of the financial period	44,937	54,019
Cash and cash equivalents at the end of the financial period	<u><u>85,276</u></u>	<u><u>36,148</u></u>
Cash and cash equivalents comprise:		
Cash and bank balances	<u><u>85,276</u></u>	<u><u>36,148</u></u>

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

ZURICH GENERAL INSURANCE MALAYSIA BERHAD (1249516-V)
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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 the Malaysian Financial Reporting Standards ("MFRS"), 134 Interim Financial Reporting. The unaudited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2019, which were prepared in accordance with the MFRS and International Financial Reporting Standards ("IFRS").

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 2019.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and presentation 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 2019, except for the adoption of the following:

<u>MFRSs / Interpretations / Amendments</u>	<u>Effective date</u>
The Conceptual Framework for Financial Reporting (revised 2018)	1 January 2020
Amendments to MFRS 3 - Definition of Business	1 January 2020
Amendments to MFRS 101 and MFRS 108 - Definition of Material	1 January 2020
Amendments to MFRS 16 – Covid 19 - Related Rent Concessions	1 June 2020
Amendments to MFRS 7, MFRS 9 and MFRS 139 - Interest Rate Benchmark Reform	1 January 2023

MFRS 9 "Financial Instruments" replaces the guidance in MFRS 139 Financial Instruments: Recognition and Measurement on the classification and measurement of financial assets and financial liabilities and on hedge accounting, effective for annual periods beginning on or after 1 January 2018.

The Company has applied the temporary exemption under Amendments to MFRS 4 – Applying MFRS 9, Financial Instruments with MFRS 4, Insurance Contract which enables eligible entities to defer the implementation date of MFRS 9 to annual periods beginning before 1 January 2023 at the latest. Hence, the Company has not adopted MFRS 9 for the financial year beginning on or after 1 January 2018.

Amendments to MFRS 4 - Applying MFRS 9 "Financial Instruments" with MFRS 4 "Insurance Contracts"

The amendments allow entities to avoid temporary volatility in profit or loss that might result from adopting MFRS 9 before the forthcoming new insurance contracts standard. This is because certain financial assets have to be measured at fair value through profit or loss under MFRS 9; whereas, under MFRS 4, the related liabilities from insurance contracts are often measured on amortised cost basis.

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2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Amendments to MFRS 4 - Applying MFRS 9 “Financial Instruments” with MFRS 4 “Insurance Contracts”
(continued)

The amendments provide 2 different approaches for entities:

- a temporary exemption from MFRS 9 for entities that meet specific requirements; and
- the overlay approach.

Both approaches are optional.

The temporary exemption enables eligible entities to defer the implementation date of MFRS 9 for annual periods beginning before 1 January 2023 at the latest. An entity may apply the temporary exemption from MFRS 9 if its activities are predominantly connected with insurance whilst the overlay approach allows an entity to adjust profit or loss for eligible financial assets by removing any accounting volatility to other comprehensive income that may arise from applying MFRS 9.

Based on the analysis performed, the Company was eligible to apply the temporary exemption as the predominance ratio reflecting the share of liabilities connected to insurance to total liabilities exceeded 90 percent. No reassessment of eligibility was required during subsequent annual periods up to and including 2019 as there is no significant change in the activities performed by the Company. Due to the strong interaction between underlying assets held and the measurement of insurance contracts, the Company decided to use the option to defer the full implementation of MFRS 9 until MFRS 17 “Insurance Contracts” becomes effective on 1 January 2023.

For further information on the effects from MFRS 9, Note 19 shows the fair value and carrying value of financial assets separately between financial assets with contractual cash flows that are solely payments of principal and interest (“SPPI”) and other financial assets. Other financial assets consist of assets with contractual cash flows that are not SPPI and assets measured at fair value through profit or loss under MFRS 139.

The adoption of the above mentioned standards, amendments and interpretations issued by Malaysian Accounting Standards Board (“MASB”) in the current financial year did not have any material impact to the unaudited condensed interim financial statements of the Company.

3. CHANGES IN ACCOUNTING POLICIES

There were no changes in accounting policies for the financial period ended 30 June 2020.

4. AUDITOR’S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditor’s report on the audited financial statements for the financial year ended 31 December 2019 was not qualified.

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NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

5. SEASONAL OR CYCLICAL FACTORS

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

6. UNUSUAL ITEMS

In the first quarter 2020, the rapid spread of the COVID-19 has been declared a pandemic. Globally, increasing measures are being taken to contain it, and these have led to a significant volatility in the financial markets and resulting in an adverse impact on the global business and economic activity.

With the rapid development of COVID-19 outbreak in Malaysia, the Government issued a Movement Control Order ("MCO") beginning from 18 March 2020 until 31 March 2020. The MCO was subsequently extended to 3 May 2020. The MCO imposes limitation on movement of people, suspension of non-essential business operations, travel restrictions, and quarantine measures. The Government has also introduced various economic stimulus plans to assist the citizens and businesses.

The Conditional Movement Control Order ("CMCO") was later introduced from 4 May 2020, of which majority of the economic and social activities were allowed, subject to the Standard Operating Procedures ("SOP") set for each sector. The CMCO was later extended to 9 June 2020, followed by the introduction of the Recovery Movement Control Order ("RMCO") from 10 June 2020 until 31 August 2020 with further relaxation on economic and social activities.

During these period, Zurich General Insurance Malaysia Berhad has ensured that the Company continues to provide core insurance services to its customers. The Company expects that the impact of COVID-19 may have a knock-on effect on the business operations and performance of the Company in the coming financial year. Due to uncertainty of when the outbreak will be fully contained, it is challenging to predict the exact extent of the impact to the Company at this juncture. Nevertheless, the Company will continue to monitor the situation and will take actions as needed to ensure it remains viable as a Company.

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

7. CHANGES IN ESTIMATES

There were no material changes in the basis used for accounting estimates for the financial period ended 30 June 2020.

8. DEBT AND EQUITY SECURITIES

There were no issuances or repayments of debt and equity securities for the current financial period under review.

9. DIVIDEND PAYMENT

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

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NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

10. CHANGES IN COMPOSITION OF THE COMPANY

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

11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

There is no material event subsequent to the end of the period under review that has not been reported in the interim financial statements for the current financial period to date.

12. INTANGIBLE ASSET

The intangible asset of RM36,889,000 (31 December 2019: RM38,222,000) is related to the exclusive bancassurance arrangement with Alliance Bank Malaysia Berhad ("ABMB"). The intangible asset will be amortised on a straight-line basis over the duration of the bancassurance agreement.

13. CONTINGENT LIABILITIES

In August 2016, Malaysia Competition Commission ("MyCC") had commenced investigation under Section 15(1) of the Competition Act 2010 ("the Act") against Persatuan Insurans Am Malaysia ("PIAM") and all 22 member companies with regards to an alleged infringement of Section 4(2)(a) of the Act in relation to an agreement to fix parts trade discount and labour rates for 6 vehicle makes. On 22 February 2017, MyCC issued a proposed decision to all 22 member companies, proposing to impose collective penalty of RM213 million on the general insurance industry. The Company as one of the members of PIAM, will have a share of RM7.9 million of the proposed penalty. As an 'industry collective action', the Company together with PIAM, submitted a written representation and made oral representations to MyCC on 25 April 2017 and 29 January 2018 respectively to defend the allegation.

PIAM had commenced its oral representations through their counsel on 21 February 2019. Bank Negara Malaysia (BNM)'s Oral Representation took place on 13 May 2019 followed by Oral Representation by a counsel representing ZGIMB and 5 other insurers. PIAM's Competition Economist (RBB Economics) and remaining insurers' counsels completed their Oral Representation on 17 and 18 June 2019.

On 6 August 2019, MyCC issued a statement that the final decision on the infringement or non-infringement will likely to take place in year 2020 due to the magnitude of the case.

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14. AVAILABLE-FOR-SALE FINANCIAL ASSETS

	30.06.2020	31.12.2019
	RM'000	RM'000
Corporate debt securities		
- Unquoted in Malaysia	-	970
Equity securities		
- Quoted in Malaysia	-	81,148
Unit trusts		
- Quoted in Malaysia	75,049	2,545
- Unquoted in Malaysia	1,294,270	1,255,354
	<u>1,369,319</u>	<u>1,340,017</u>

15. FAIR VALUE MEASUREMENTS

(a) Determination of fair value and fair value hierarchy

The Company classifies fair value measurement using a fair value hierarchy that reflects the significant of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 - Quoted market price

Included in the quoted price category are financial instruments that are measured in whole or in part by reference to published quotes in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, secondary market via dealer and broker, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

Level 2 - Valuation Techniques - Market observable input

Financial instruments in this category are measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions. It includes financial instruments for which pricing is obtained via pricing services, but where prices have not been determined in an active market, instruments with fair values based on broker quotes and discounted cash flows, the price of the most recent transactions may be used provided that there has not been a significant change in economic circumstances since the time of the transaction, or if the conditions have changed, that price should be adjusted to reflect the change in conditions by reference to current prices for similar financial instruments and investment in unit and property trusts with fair values obtained via investment bankers and/or fund managers.

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15. FAIR VALUE MEASUREMENTS (CONTINUED)

(a) Determination of fair value and fair value hierarchy (continued)

Level 3 - Valuation Techniques - Unobservable input

Non-market observable inputs mean that fair values are determined in whole or in part using a valuation technique based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. The main asset classes in this category are unquoted equity securities, un-rated securities, investment properties and debt securities from organisations in default. Valuation techniques of these portfolios are used to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the instrument at the measurement date. However, 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 judgments.

(b) Financial instruments and non-financial assets carried at fair value

The following tables show the Company's financial instruments and non-financial assets which are measured at fair value at the reporting date analysed by the various levels within the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
<u>30 June 2020</u>				
AFS financial assets:				
- Unit trusts	1,369,319	-	-	1,369,319
	<u>1,369,319</u>	<u>-</u>	<u>-</u>	<u>1,369,319</u>
Non-financial assets:				
Non-current assets classified as held-for-sale	-	-	6,846	6,846
	<u>1,369,319</u>	<u>-</u>	<u>6,846</u>	<u>1,376,165</u>
<u>31 December 2019</u>				
AFS financial assets:				
- Corporate debt securities	-	-	970	970
- Equity securities	81,148	-	-	81,148
- Unit trusts	1,257,899	-	-	1,257,899
	<u>1,339,047</u>	<u>-</u>	<u>970</u>	<u>1,340,017</u>
Non-financial assets:				
Non-current assets classified as held-for-sale	-	-	6,846	6,846
	<u>1,339,047</u>	<u>-</u>	<u>7,816</u>	<u>1,346,863</u>

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NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
15. FAIR VALUE MEASUREMENTS (CONTINUED)
(c) Fair value measurements using valuation techniques based on unobservable input (level 3)

The following table show the changes in level 3 items for the financial period ended 30 June 2020 and 31 December 2019 for recurring fair value measurements:

	AFS	Investment properties	Non-current asset classified as held-for-sale
	RM'000	RM'000	RM'000
At 1 January 2020	970	-	6,846
Fair value loss recorded in:			
- Statement of profit or loss	(970)	-	-
- Other comprehensive income	*	-	-
At 30 June 2020	-	-	6,846
At 1 January 2019	970	11,960	-
Fair value loss recorded in:			
- Statement of profit or loss	-	(5,114)	-
Transfer to non-current assets classified as held-for-sale	-	(6,846)	-
Transfer from investment properties	-	-	6,846
At 31 December 2019	970	-	6,846

* Represents RM1.00.

16. REINSURANCE ASSETS

	30.06.2020	31.12.2019
	RM'000	RM'000
Reinsurance of insurance contracts		
Claim liabilities (Note 17)	187,200	164,140
Premium liabilities (Note 17)	60,714	56,210
	247,914	220,350

The carrying amounts disclosed above in respect of the reinsurance of insurance contracts approximate fair values at the date of the statement of financial position.

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17. INSURANCE CONTRACT LIABILITIES

	30.06.2020			31.12.2019		
	Gross	Re- insurance	Net	Gross	Re- insurance	Net
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Provision for claims	536,885	(132,909)	403,976	466,159	(106,061)	360,098
Provision for incurred but not reported claims ("IBNR")	208,525	(54,291)	154,234	205,458	(58,079)	147,379
Claim liabilities	745,410	(187,200)	558,210	671,617	(164,140)	507,477
Premium liabilities	357,617	(60,714)	296,903	356,372	(56,210)	300,162
	<u>1,103,027</u>	<u>(247,914)</u>	<u>855,113</u>	<u>1,027,989</u>	<u>(220,350)</u>	<u>807,639</u>

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17. INSURANCE CONTRACT LIABILITIES (CONTINUED)

	2020			2019		
	Gross	Re- insurance	Net	Gross	Re- insurance	Net
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Claims liabilities</u>						
At 1 January	671,617	(164,140)	507,477	580,350	(145,006)	435,344
Claims incurred in the current accident year	143,564	(39,898)	103,666	368,965	(58,992)	309,973
Other movements in claims incurred in prior accident years	87,349	(3,414)	83,935	81,610	(6,208)	75,402
Claims paid during the financial period/year	(160,188)	16,465	(143,723)	(359,924)	46,544	(313,380)
Movement in IBNR reserves	3,068	3,787	6,855	616	(478)	138
At 30 June/31 December	<u>745,410</u>	<u>(187,200)</u>	<u>558,210</u>	<u>671,617</u>	<u>(164,140)</u>	<u>507,477</u>
<u>Premium liabilities</u>						
At 1 January	356,372	(56,210)	300,162	334,806	(61,602)	273,204
Premium written in the financial period/year	393,083	(68,534)	324,549	799,375	(127,261)	672,114
Premium earned during the financial period/year	(391,838)	64,030	(327,808)	(777,809)	132,653	(645,156)
At 30 June/31 December	<u>357,617</u>	<u>(60,714)</u>	<u>296,903</u>	<u>356,372</u>	<u>(56,210)</u>	<u>300,162</u>

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18. TOTAL CAPITAL AVAILABLE

The regulated capital of the Company as at 30 June 2020 comprised capital available of RM474,064,000 (31 December 2019: RM427,858,000).

The capital structure of the Company as at 30 June 2020, as prescribed under the RBC Framework, is shown below:

	30.06.2020	31.12.2019
	RM'000	RM'000
<u>Tier 1 Capital</u>		
Paid-up share capital	100,000	100,000
Reserves, including retained earnings	378,141	341,575
	<u>478,141</u>	<u>441,575</u>
<u>Tier 2 Capital</u>		
Available-for-sale reserves	<u>33,983</u>	<u>25,632</u>
Less:		
<u>Deductions</u>		
Intangible asset	(36,889)	(38,222)
Deferred tax assets	(1,171)	(1,127)
	<u>(38,060)</u>	<u>(39,349)</u>
Total Capital Available	<u>474,064</u>	<u>427,858</u>

19. ADDITIONAL DISCLOSURE UNDER AMENDMENTS TO MFRS 4 INSURANCE CONTRACT LIABILITIES

The Company has applied the temporary exemption from the adoption of MFRS 9 "Financial Instruments" from 1 January 2018 to no later than 1 January 2021.

In order to compare with entities applying MFRS 9, the amendments require deferring entities to disclose additional information including contractual cash flows characteristics and credit exposure of the financial assets. The following table presents the Company's financial assets by their contractual cash flows characteristics, which indicate if they are solely payments of principal and interest on the principal outstanding ("SPPI").

ZURICH GENERAL INSURANCE MALAYSIA BERHAD (1249516-V)
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

19. ADDITIONAL DISCLOSURE UNDER AMENDMENTS TO MFRS 4 INSURANCE CONTRACT LIABILITIES (CONTINUED)

- (a) The following table shows the carrying amount under MFRS 139 for financial assets with SPPI cash flow analysed by credit quality:

	30.06.2020	31.12.2019
	RM'000	RM'000
<u>Impaired</u>		
AFS financial assets:		
- Corporate debt securities	-	970

- (b) Fair value / carrying amount:

	Financial assets with SPPI cash flow	Other financial assets	Total
	RM'000	RM'000	RM'000
<u>30 June 2020</u>			
Fair value at 30 June 2020	-	1,777,776	1,777,776
Fair value changes during the financial period	-	10,988	10,988
<u>31 December 2019</u>			
Fair value at 31 December 2019	970	1,662,758	1,663,728
Fair value changes during the financial year	-	13,168	13,168
Financial assets that do not have low credit risk:			
- Fair value / carrying amount at 31 December 2019 under MFRS 139	970	N/A	N/A

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