

**ALLIANZ LIFE INSURANCE MALAYSIA BERHAD**

(Company No. 198301008983)

(Incorporated in Malaysia)

CONDENSED INTERIM FINANCIAL STATEMENTS - UNAUDITED  
FOR THE FINANCIAL PERIOD FROM  
1 JANUARY 2022 TO 30 JUNE 2022

**ALLIANZ LIFE INSURANCE MALAYSIA BERHAD**  
(Company No. 198301008983)  
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**ALLIANZ LIFE INSURANCE MALAYSIA BERHAD**  
 (Company No. 198301008983)  
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**Condensed statement of financial position as at 30 June 2022 - unaudited**

	Note	30.06.2022 RM'000	31.12.2021 RM'000
<b>Assets</b>			
Property, plant and equipment	5	30,176	27,977
Right-of-use assets		17,863	18,645
Intangible asset	6	97,619	18,173
Investments	8	14,412,600	14,473,879
Derivative financial assets		17,186	45,516
Reinsurance assets	10	112,540	119,680
Insurance receivables	7	107,736	65,369
Other receivables, deposits and prepayments		66,304	67,613
Cash and cash equivalents		1,301,936	1,109,416
<b>Total assets</b>		<u>16,163,960</u>	<u>15,946,268</u>
<b>Equity, policyholders' funds and liabilities</b>			
Share capital		236,600	236,600
Fair value reserve		(4,112)	1,476
Revaluation reserve		2,891	2,891
Retained earnings		1,402,160	1,349,965
<b>Total equity</b>		<u>1,637,539</u>	<u>1,590,932</u>
Insurance contract liabilities	9	13,384,223	13,259,460
Deferred tax liabilities		344,580	380,654
Derivative financial liabilities		3,161	1,641
Lease liabilities		8,381	9,113
Insurance payables	10	331,901	317,159
Other payables and accruals		442,051	373,765
Current tax liabilities		12,124	13,544
<b>Total policyholders' funds and liabilities</b>		<u>14,526,421</u>	<u>14,355,336</u>
<b>Total equity, policyholders' funds and liabilities</b>		<u>16,163,960</u>	<u>15,946,268</u>

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

**ALLIANZ LIFE INSURANCE MALAYSIA BERHAD**  
 (Company No. 198301008983)  
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**Condensed statement of profit or loss  
 for the 6 month period ended 30 June 2022 - unaudited**

	Note	6 months period ended 30.06.2022 RM'000	6 months period ended 30.06.2021 RM'000
<b>Operating revenue</b>		<u>2,028,970</u>	<u>1,875,686</u>
Gross earned premiums		1,720,631	1,590,215
Premiums ceded to reinsurers		<u>(64,431)</u>	<u>(71,019)</u>
<b>Net earned premiums</b>		<u>1,656,200</u>	<u>1,519,196</u>
Investment income		308,339	285,471
Realised gains		46,487	29,194
Fair value gains and losses		(583,545)	(365,458)
Other operating income		42,726	22,305
<b>Investment and other income</b>		<u>(185,993)</u>	<u>(28,488)</u>
Gross benefits and claims paid		(804,691)	(617,690)
Claims ceded to reinsurers		35,629	46,374
Gross change in contract liabilities		(223,240)	(463,683)
Change in contract liabilities ceded to reinsurers		2,465	15,367
<b>Net benefits and claims</b>		<u>(989,837)</u>	<u>(1,019,632)</u>
Fee and commission expense		(249,406)	(254,779)
Management expenses		(138,835)	(127,675)
Interest expenses		(155)	(246)
Other operating expenses		<u>(37,655)</u>	<u>(20,279)</u>
<b>Other expenses</b>		<u>(426,051)</u>	<u>(402,979)</u>
<b>Profit before tax</b>		54,319	68,097
Tax expense		<u>(2,124)</u>	<u>(12,821)</u>
<b>Net profit for the period</b>		<u>52,195</u>	<u>55,276</u>
<b>Profit attributable to:</b>			
Owner of the Company		<u>52,195</u>	<u>55,276</u>
<b>Basic earnings per ordinary share (sen)</b>	11	<u>22.06</u>	<u>23.36</u>

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

**ALLIANZ LIFE INSURANCE MALAYSIA BERHAD**  
 (Company No. 198301008983)  
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**Condensed statement of profit or loss and other comprehensive income  
 for the 6 month period ended 30 June 2022 - unaudited**

	<b>6 months period ended 30.06.2022 RM'000</b>	<b>6 months period ended 30.06.2021 RM'000</b>
<b>Net profit for the period</b>	52,195	55,276
<b>Other comprehensive income, net of tax</b>		
<b>Items that may be reclassified subsequently to profit or loss</b>		
Fair value of available-for-sale financial assets		
- Net losses arising during the financial period	(153,743)	(134,059)
- Net realised gains transferred to profit or loss	(29,483)	(17,247)
Losses on cash flow hedge	(7,838)	(10,291)
Tax effects thereon	16,448	14,069
Change in insurance contract liabilities arising from net fair value change on:		
- AFS financial assets	175,888	144,141
- Cash flow hedge reserve	7,838	10,291
Tax effects thereon	(14,698)	(12,355)
<b>Total other comprehensive loss for the period, net of tax</b>	<u>(5,588)</u>	<u>(5,451)</u>
<b>Total comprehensive income for the period attributable to owner of the Company</b>	<u>46,607</u>	<u>49,825</u>

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

**ALLIANZ LIFE INSURANCE MALAYSIA BERHAD**

(Company No. 198301008983)

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**Condensed statement of changes in equity  
for the 6 month period ended 30 June 2022 - unaudited**

	← Non-distributable →			← Distributable →		Total equity RM'000
	Share capital RM'000	Fair value reserve RM'000	Revaluation reserve RM'000	Retained earnings - Life non-participating fund surplus* RM'000	Retained earnings RM'000	
<b>At 1 January 2021</b>	236,600	8,910	2,891	1,137,320	63,196	1,448,917
Total other comprehensive income for the period	-	(5,451)	-	-	-	(5,451)
Profit/(loss) for the period	-	-	-	64,316	(9,040)	55,276
<b>Total comprehensive income/(loss) for the period</b>	-	(5,451)	-	64,316	(9,040)	49,825
<b>At 30 June 2021</b>	236,600	3,459	2,891	1,201,636	54,156	1,498,742
<b>At 1 January 2021</b>	236,600	1,476	2,891	1,241,518	108,447	1,590,932
Total other comprehensive loss for the period	-	(5,588)	-	-	-	(5,588)
Profit/(loss) for the period	-	-	-	73,831	(21,636)	52,195
<b>Total comprehensive (loss)/income for the period</b>	-	(5,588)	-	73,831	(21,636)	46,607
<b>At 30 June 2022</b>	236,600	(4,112)	2,891	1,315,349	86,811	1,637,539

\* Non-distributable retained earnings comprise of non-participating fund surplus, net of deferred tax, which is wholly attributable to the shareholders. This amount is only distributable upon the actual transfer of surplus from the life non-participating fund to the shareholder's fund as recommended by the Appointed Actuary and approved by the Board of Directors of the Company.

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

**ALLIANZ LIFE INSURANCE MALAYSIA BERHAD**

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**Condensed statement of cash flows  
for the 6 month period ended 30 June 2022 - unaudited**

	<b>6 months period ended 30.06.2022 RM'000</b>	<b>6 months period ended 30.06.2021 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	54,319	68,097
<i>Adjustments for:</i>		
Investment income	(308,339)	(285,471)
Interest income	(236)	(219)
Interest expense	155	246
Realised gain recorded in profit or loss	(46,487)	(29,194)
Fair value losses on investments recorded in profit or loss	563,437	340,430
Purchases of financial investments	(1,866,049)	(2,388,605)
Maturity of financial investments	360,000	334,925
Proceeds from sale of financial investments	794,594	992,110
Change in loans and receivables	87,328	356,501
Reversal of impairment loss on receivables	(240)	(51)
Amortisation of intangible assets	4,877	3,725
Depreciation of property, plant and equipment	2,595	2,217
Depreciation of right-of-use assets	2,738	2,120
Loss on disposal of property, plant and equipment	2	-
Property, plant and equipment written off	183	-
Intangible asset written off	9,089	-
Unrealised foreign exchange gains	(18,144)	(4,360)
Impairment loss on AFS financial investments	20,108	25,028
<b>Operating loss before changes in working capital</b>	<b>(340,070)</b>	<b>(582,501)</b>
<b>Changes in working capital:</b>		
Change in reinsurance assets	7,140	(30,980)
Change in insurance receivables	(42,127)	(28,315)
Change in other receivables, deposits and prepayments	1,543	(848)
Change in insurance contract liabilities	293,791	517,712
Change in insurance payables	14,742	38,564
Change in other payables	68,286	(23,303)
<b>Cash used in operations</b>	<b>3,305</b>	<b>(109,671)</b>

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**Condensed statement of cash flows  
for the 6 month period ended 30 June 2022 - unaudited  
(continued)**

	<b>6 months period ended 30.06.2022 RM'000</b>	<b>6 months period ended 30.06.2021 RM'000</b>
<b>Cash flows from operating activities (continued)</b>		
Tax paid	(23,170)	(17,320)
Dividend received	59,285	55,975
Interest received	254,332	244,257
Interest paid	(155)	(246)
<b>Net cash generated from operating activities</b>	<b>293,597</b>	<b>172,995</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	1	-
Acquisition of property, plant and equipment	(5,544)	(5,744)
Acquisition of intangible assets	(92,846)	(352)
<b>Net cash used in investing activities</b>	<b>(98,389)</b>	<b>(6,096)</b>
<b>Cash flows from financing activities</b>		
Repayment of lease liabilities	(2,688)	(2,003)
Dividend paid to owner of the Company	-	(29,812)
<b>Net cash used in financing activities</b>	<b>(2,688)</b>	<b>(31,815)</b>
<b>Net increase in cash and cash equivalents</b>	<b>192,520</b>	<b>135,084</b>
Cash and cash equivalents as at 1 January	1,109,416	818,179
<b>Cash and cash equivalents as at 30 June</b>	<b>1,301,936</b>	<b>953,263</b>
Cash and cash equivalents comprise:		
Fixed and call deposits with licensed financial institutions (with maturity three months or less)	1,160,369	850,502
Cash and bank balances	141,567	102,761
	<b>1,301,936</b>	<b>953,263</b>

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



## ALLIANZ LIFE INSURANCE MALAYSIA BERHAD

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### Notes to the condensed interim financial statements

#### 1. Basis of preparation

These condensed interim financial statements of the Company as at and for the six month period ended 30 June 2022 are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134, *Interim Financial Reporting* and International Accounting Standard ("IAS") 34, *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2021.

The preparation of the condensed interim financial statements in conformity with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities as at the date of the condensed interim financial statements, and the reported amount of income and expenses during the year. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

The accounting policies and presentation adopted by the Company for the condensed interim financial statements are consistent with those adopted in the Company's audited financial statements for the financial year ended 31 December 2021, except for the adoption of the following:

#### MFRSs/ Amendments/ Interpretation

Amendments to MFRS 16, *COVID-19 Related Rent Concessions beyond 30 June 2021*

Amendments to MFRS 116, *Proceeds before Intended Use*

Amendments to MFRS 3, *Reference to Conceptual Framework*

Annual Improvements to MFRS 1, *Subsidiary as First-time Adopter*

Annual Improvements to Illustrative Example accompanying MFRS 16 Leases: *Lease Incentives*

Annual Improvements to MFRS 141, *Taxation in Fair Value Measurements*

Annual Improvements to MFRS 9, *Fees in the '10 percent' test for Derecognition of Financial Liabilities*

Amendments to MFRS 137, *Onerous Contracts – Cost of Fulfilling a Contract*

#### MFRS 9, *Financial Instruments*

MFRS 9 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 standard eliminates the existing MFRS 139 categories of held to maturity, loans and receivables and available for sale.

The Company has applied the temporary exemption under Amendments to MFRS 4 - Applying MFRS 9, *Financial Instruments* with MFRS 4, *Insurance Contracts* ("the Amendments") 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 Contract*

The Amendments allow entities to avoid temporary volatility in profit or loss that might result from adopting MFRS 9, *Financial Instruments* before the forthcoming new insurance contracts standard.

The Amendments provide 2 different approaches for the Company:

- (i) temporary exemption from MFRS 9 for entities that meet specific requirements; and
- (ii) the overlay approach. Both approaches are optional.

The temporary exemption enables eligible entities to defer the implementation date of MFRS 9 to 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.

**1. Basis of preparation (continued)****Amendments to MFRS 4 - Applying MFRS 9, Financial Instruments with MFRS 4, Insurance Contract (continued)**

The Company's business activity is predominantly insurance as the liabilities connected with the Company's insurance businesses made up approximately 90% of the Company's total liabilities. Hence, the Company qualifies for the temporary exemption from applying MFRS 9 and will defer and adopt MFRS 9 together with MFRS 17 for the financial year beginning on or after 1 January 2023.

The following additional disclosures, required by Amendments to MFRS 4 for entity qualified and elected the temporary exemption from applying MFRS 9, present 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"):

	<b>Financial assets with SPPI cash flow RM'000</b>	<b>All other financial assets RM'000</b>	<b>Total* RM'000</b>
<b>Fair value as at 30 June 2022</b>			
Investments	2,238,921	12,091,619	14,330,540
Malaysian government securities and government guaranteed bonds	2,007,201	5,151,730	7,158,931
Unquoted bonds of corporations	92,529	3,889,850	3,982,379
Quoted equity securities and unit trusts	-	2,816,469	2,816,469
Unquoted equity securities and unit trusts	-	233,570	233,570
Structured deposits	-	-	-
Fixed and call deposits with licensed banks	139,191	-	139,191
Derivative financial assets	-	17,186	17,186
Other receivables, deposits and prepayments	66,304	-	66,304
Cash and cash equivalents	1,301,936	-	1,301,936
	<u>3,607,161</u>	<u>12,108,805</u>	<u>15,715,966</u>
<b>Fair value as at 31 December 2021</b>			
Investments	2,396,462	11,993,159	14,389,621
Malaysian government securities and government guaranteed bonds	2,077,191	5,059,284	7,136,475
Unquoted bonds of corporations	95,291	3,787,532	3,882,823
Quoted equity securities and unit trusts	-	2,934,460	2,934,460
Unquoted equity securities and unit trusts	-	211,883	211,883
Structured deposits	-	-	-
Fixed and call deposits with licensed banks	223,980	-	223,980
Derivative financial assets	-	45,516	45,516
Other receivables, deposits and prepayments	67,613	-	67,613
Cash and cash equivalents	1,109,416	-	1,109,416
	<u>3,573,491</u>	<u>12,038,675</u>	<u>15,612,166</u>

**1. Basis of preparation (continued)****Amendments to MFRS 4 - Applying MFRS 9, Financial Instruments with MFRS 4, Insurance Contract (continued)**

The following additional disclosures, required by Amendments to MFRS 4 for entity qualified and elected the temporary exemption from applying MFRS 9, present 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") (continued):

	Financial assets with SPPI cash flow RM'000	All other financial assets RM'000	Total* RM'000
<b>Changes in fair value during the period</b>			
<b>30 June 2022</b>			
Investments			
Malaysian government securities and government guaranteed bonds	(128,558)	(237,795)	(366,353)
Unquoted bonds of corporations	(2,675)	(125,007)	(127,682)
Quoted equity securities and unit trusts	-	(186,134)	(186,134)
Unquoted equity securities and unit trusts	-	(44,461)	(44,461)
Structured deposits	-	-	-
Derivative financial assets	-	(29,871)	(29,871)
Other receivables, deposits and prepayments	-	-	-
Cash and cash equivalents	-	-	-
	<u>(131,233)</u>	<u>(623,268)</u>	<u>(754,501)</u>
<b>30 June 2021</b>			
Investments			
Malaysian government securities and government guaranteed bonds	-	68,179	68,179
Unquoted bonds of corporations	-	73,148	73,148
Quoted equity securities and unit trusts	-	-	-
Unquoted equity securities and unit trusts	-	-	-
Structured deposits	681,735	-	681,735
Derivative financial assets	3,887,788	10,529,288	14,417,076
Other receivables, deposits and prepayments	-	-	-
Cash and cash equivalents	-	-	-
	<u>5,456,329</u>	<u>10,752,353</u>	<u>16,208,682</u>

\* Insurance receivables, reinsurance assets, policy loans, automatic premium loans and deferred acquisition cost have been excluded from the above assessment as they will be under the scope of MFRS 17, *Insurance Contracts*. Other than the financial assets listed in the table above and the assets that are within the scope of MFRS 17, *Insurance Contracts*, all other assets in the statement of financial position are non-financial assets.

## 1. Basis of preparation (continued)

Amendments to MFRS 4 - Applying MFRS 9, *Financial Instruments* with MFRS 4, *Insurance Contract* (continued)

## Financial assets with SPPI cash flows\*

	AAA RM'000	AA RM'000	A RM'000	AA- RM'000	Non- investment grade RM'000	Non-rated RM'000	Investment- linked funds RM'000	Total RM'000
<b>Gross carrying amounts under MFRS 139 by credit risk rating grades</b>								
<b>30 June 2022</b>								
Investments								
Malaysian government securities and government guaranteed bonds	-	-	-	-	-	2,007,201	-	2,007,201
Unquoted bonds of corporations	43,547	48,982	-	-	-	-	-	92,529
Fixed and call deposits with licensed banks	102	96,876	-	-	-	-	42,213	139,191
Other receivables and deposits	-	-	-	-	-	48,916	17,388	66,304
Cash and cash equivalents	487,380	460,043	5,511	-	-	111	348,891	1,301,936
Total financial assets*	531,029	605,901	5,511	-	-	2,056,228	408,492	3,607,161
<b>31 December 2021</b>								
Investments								
Malaysian government securities and government guaranteed bonds	-	-	-	-	-	2,077,191	-	2,077,191
Unquoted bonds of corporations	44,878	50,413	-	-	-	-	-	95,291
Fixed and call deposits with licensed banks	54	156,747	-	-	-	-	67,179	223,980
Other receivables and deposits	-	-	-	-	-	58,416	9,197	67,613
Cash and cash equivalents	394,129	450,069	1,704	-	-	388	263,126	1,109,416
Total financial assets*	439,061	657,229	1,704	-	-	2,135,995	339,502	3,573,491

\* Credit risk of these financial assets is considered low for the purposes of MFRS 9.

Except as disclosed above, the adoption of new standards, amendments to standards and interpretations by the Company for the first time for the financial year beginning on or after 1 January 2021 did not have any material impact on the current and/or prior periods.

**2. Items of an unusual nature**

The results of the Company for the current interim period were not substantially affected by any item, transaction or event of a material and unusual nature.

**3. Changes in estimates**

There were no significant changes in basis used for amounts reported in the prior financial year that have a material effect for the financial period under review.

**4. Seasonal or cyclical factors**

The operations of the Company for the current interim period were not significantly affected by seasonality or cyclical factors.

**5. Property, plant and equipment**

The Company's property, plant and equipment are stated at cost/valuation less any accumulated depreciation and any accumulated impairment losses. There were no changes in the valuation of property, plant and equipment that were brought forward from the Company's audited financial statement for the year ended 31 December 2021.

## 6. Intangible assets

	Software develop- ment costs RM'000	Other intangible assets RM'000	Total RM'000
<b>Cost</b>			
At 1 January 2021	17,497	50,495	67,992
Additions	658	-	658
Reclassification	6,389	-	6,389
At 31 December 2021	24,544	50,495	75,039
Additions	461	92,385	92,846
Disposal	-	(50,495)	(50,495)
Reclassification	567	-	567
At 30 June 2022	25,572	92,385	117,957
<b>Amortisation</b>			
At 1 January 2021	12,019	36,863	48,882
Amorisation for the year	3,439	4,545	7,984
At 31 December 2021	15,458	41,408	56,866
Amorisation for the period	1,799	3,079	4,878
Disposal	-	(41,406)	(41,406)
At 30 June 2022	17,257	3,081	20,338
<b>Carrying amounts</b>			
At 31 December 2021	9,086	9,087	18,173
At 30 June 2022	8,315	89,304	97,619

The software development costs are in relation to the internal development expenditure incurred for digital application and on-going investment into system to improve the efficiency of the business activity of the Company. These costs of developed software are amortised over a period of three to five years.

Other intangible assets are in relation to the extension exclusive Bancassurance Agreement which provides the Company with an exclusive right to the use of the bancassurance network of a local commercial bank to sell, market and promote conventional life product. The fee for this exclusive right is amortised over its useful life of 15 years using the straight-line method.

**7. Insurance receivables**

		<b>30.06.2022</b>	<b>31.12.2021</b>
		<b>RM'000</b>	<b>RM'000</b>
<b>Current</b>			
Due premiums including agents, brokers and co-insurers balances		88,779	45,429
Due from reinsurers and cedants		14,292	14,628
Group claims receivable		470	1,101
Due from related company	7.1	6,857	7,113
		<u>110,398</u>	<u>68,271</u>
Less: Allowance for impairment		<u>(2,662)</u>	<u>(2,902)</u>
		<u>107,736</u>	<u>65,369</u>
		<b>30.06.2022</b>	<b>31.12.2021</b>
		<b>RM'000</b>	<b>RM'000</b>
<b>Movement in allowance for impairment</b>			
Balance at the beginning of the period/year		2,902	2,449
Impairment loss (reversed)/recognised		<u>(240)</u>	<u>453</u>
Balance at the end of the period/year		<u>2,662</u>	<u>2,902</u>

**7.1 Amount due from related company**

The amount due from related company is unsecured and receivable in accordance with normal trade terms.

**7.2 Financial assets**

There is no netting off of gross amount of recognised financial assets against the gross amount of financial liabilities in the statement of financial position.

There are no financial assets that are subject to enforceable master netting arrangement or similar arrangement to financial instruments received as collateral or any cash collateral pledged or received (2021: Nil).

**8. Investments**

		<b>30.06.2022</b>	<b>31.12.2021</b>
		<b>RM'000</b>	<b>RM'000</b>
Malaysian government securities		4,788,234	4,694,823
Malaysian government guaranteed bonds		2,370,697	2,441,652
Quoted equity securities of corporations in Malaysia		2,635,674	2,823,578
Quoted equity securities of corporations outside Malaysia		107,962	49,850
Unquoted equity securities of corporations in Malaysia		2,147	2,147
Unquoted bonds of corporations in Malaysia		3,879,137	3,778,262
Unquoted bonds of corporations outside Malaysia		103,242	104,561
Quoted unit trusts in Malaysia		72,833	61,032
Unquoted unit trusts in Malaysia		38,794	39,216
Unquoted unit trusts outside Malaysia		192,629	170,520
Fixed and call deposits with licensed financial institutions		139,191	223,980
		<u>14,330,540</u>	<u>14,389,621</u>
Policy loans		6,686	7,691
Automatic premium loans		75,374	76,567
		<u>14,412,600</u>	<u>14,473,879</u>

**8. Investments (continued)**

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

	<b>30.06.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Available-for-sale financial assets ("AFS")	2,830,073	2,979,682
Loans and receivables ("LAR")	221,251	308,238
Fair value through profit or loss ("FVTPL")		
- Held for trading ("HFT")	6,906,992	6,742,924
- Designated upon initial recognition ("DUIR")	4,454,284	4,443,035
	<u>14,412,600</u>	<u>14,473,879</u>
	<b>← Fair Value →</b>	
	<b>30.06.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Available-for-sale</b>		
Malaysian government securities	988,778	1,053,490
Malaysian government guaranteed bonds	1,021,730	1,023,701
Quoted equity securities of corporations in Malaysia	661,836	750,880
Unquoted bonds of corporations in Malaysia	92,573	95,291
Quoted unit trusts in Malaysia	41,201	31,900
Unquoted unit trusts in Malaysia	21,808	22,273
	<u>2,827,926</u>	<u>2,977,535</u>
	<b>← Cost →</b>	
	<b>30.06.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Unquoted equity securities of corporations in Malaysia	<u>2,147</u>	<u>2,147</u>
Total available-for-sale financial investments	<u>2,830,073</u>	<u>2,979,682</u>



## 8. Investments (continued)

	Amotised cost 30.06.2022	Fair Value 30.06.2022	Amotised cost 31.12.2021	Fair Value 31.12.2021
	RM'000	RM'000	RM'000	RM'000
<b>Loans and receivables</b>				
Policy loans	6,686	6,686	7,691	7,691
Automatic premium loans	75,373	75,373	76,567	76,567
Fixed and call deposits with licensed financial institutions	139,192	139,192	223,980	223,980
	<u>221,251</u>	<u>221,251</u>	<u>308,238</u>	<u>308,238</u>
			← Fair Value →	
			30.06.2022	31.12.2021
			RM'000	RM'000
<b>Fair value through profit or loss</b>				
<b>Held for trading</b>				
Malaysian government securities			2,007,852	1,926,849
Malaysian government guaranteed bonds			830,254	879,597
Quoted equity securities of corporations in Malaysia			1,973,837	2,072,698
Quoted equity securities of corporations outside Malaysia			107,962	49,850
Unquoted bonds of corporations in Malaysia			1,745,840	1,597,335
Quoted unit trusts in Malaysia			31,632	29,132
Unquoted unit trusts in Malaysia			16,986	16,943
Unquoted unit trusts outside Malaysia			192,629	170,520
			<u>6,906,992</u>	<u>6,742,924</u>
			← Fair Value →	
			30.06.2022	31.12.2021
			RM'000	RM'000
<b>Fair value through profit or loss</b>				
<b>Designated upon initial recognition</b>				
Malaysian government securities			1,791,604	1,714,484
Malaysian government guaranteed bonds			518,713	538,354
Unquoted bonds of corporations in Malaysia			2,040,725	2,085,636
Unquoted bonds of corporations outside Malaysia			103,242	104,561
			<u>4,454,284</u>	<u>4,443,035</u>
Total fair value through profit or loss financial investments			<u>11,361,276</u>	<u>11,185,959</u>

**8. Investments (continued)****Movements in carrying values of financial instruments**

	<b>AFS</b>	<b>LAR</b>	<b>HFT</b>	<b>DUIR</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2021</b>	3,100,681	766,457	5,621,189	4,044,927	13,533,254
Purchases/Placements	473,476	53,721,053	2,919,836	1,096,462	58,210,827
Maturities	(20,000)	(54,163,978)	(293,901)	(406,259)	(54,884,138)
Disposals	(390,540)	-	(1,315,585)	(121,364)	(1,827,489)
Fair value gains/(losses) recorded in:					
Profit or loss					
- Unrealised gains	-	-	(187,209)	(173,729)	(360,938)
- Movement in impairment allowance	(41,134)	-	-	-	(41,134)
Insurance contract liabilities	(132,303)	-	-	-	(132,303)
Other comprehensive income	(9,773)	-	-	-	(9,773)
Amortisation of premiums/Accretion of discounts	(534)	-	(3,225)	(7,680)	(11,439)
Unrealised foreign exchange losses	-	-	44	4,646	4,690
Movement in income due and accrued	(191)	(15,294)	1,775	6,032	(7,678)
<b>At 31 December 2021</b>	<b>2,979,682</b>	<b>308,238</b>	<b>6,742,924</b>	<b>4,443,035</b>	<b>14,473,879</b>
	<b>AFS</b>	<b>LAR</b>	<b>HFT</b>	<b>DUIR</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 January 2022</b>	2,979,682	308,238	6,742,924	4,443,035	14,473,879
Purchases/Placements	213,980	11,821,840	1,267,233	384,836	13,687,889
Maturities	-	(11,909,168)	(170,000)	(190,000)	(12,269,168)
Disposals	(160,496)	-	(552,611)	(35,000)	(748,107)
Fair value gains/(losses) recorded in:					
Profit or loss					
- Unrealised gains	-	-	(349,198)	(144,058)	(493,256)
- Movement in impairment allowance	(20,108)	-	-	-	(20,108)
Insurance contract liabilities	(175,888)	-	-	-	(175,888)
Other comprehensive income	(7,338)	-	-	-	(7,338)
Amortisation of premiums/Accretion of discounts	(169)	-	(2,251)	(4,939)	(7,359)
Unrealised foreign exchange gain	-	-	(28,835)	(1,189)	(30,024)
Movement in income due and accrued	410	340	(268)	1,598	2,080
<b>At 30 June 2022</b>	<b>2,830,073</b>	<b>221,250</b>	<b>6,906,994</b>	<b>4,454,283</b>	<b>14,412,600</b>

**9. Insurance contract liabilities**

	30.06.2022			31.12.2021		
	Gross RM'000	Reinsurance RM'000	Net RM'000	Gross RM'000	Reinsurance RM'000	Net RM'000
Actuarial liabilities	9,512,005	(55,337)	9,456,668	9,523,989	(52,872)	9,471,117
Unallocated surplus	32,071	-	32,071	(56,637)	-	(56,637)
Hedging reserve	-	-	-	7,210	-	7,210
Available-for-sale fair value reserve	76,650	-	76,650	238,468	-	238,468
Net asset value attributable to unitholders	2,869,168	-	2,869,168	2,722,652	-	2,722,652
Revaluation reserve	6,992	-	6,992	6,992	-	6,992
Benefits and claims liabilities	887,337	(57,203)	830,134	816,786	(66,808)	749,978
	<u>13,384,223</u>	<u>(112,540)</u>	<u>13,271,683</u>	<u>13,259,460</u>	<u>(119,680)</u>	<u>13,139,780</u>

**9. Insurance contract liabilities (continued)**

	Gross			Reinsurance			Net RM'000
	With DPF RM'000	Without DPF RM'000	Total RM'000	With DPF RM'000	Without DPF RM'000	Total RM'000	
<b>At 1 January 2021</b>	4,259,603	7,892,873	12,152,476	(1,013)	(67,107)	(68,120)	12,084,356
Premiums received	94,073	3,164,934	3,259,007	(6,810)	(135,499)	(142,309)	3,116,698
Liabilities paid for death, maturities, surrenders, benefits and claims	(264,785)	(1,117,804)	(1,382,589)	4,227	106,071	110,298	(1,272,291)
Movements in benefits and claim liabilities	40,063	108,500	148,563	(387)	(37,389)	(37,776)	110,787
Benefits and claims experience variation	10,464	(107,562)	(97,098)	(3,630)	2,681	(949)	(98,047)
Fees deducted	(9,837)	(739,479)	(749,316)	4,828	7,202	12,030	(737,286)
Expected interest on reserve/net investment income attributable to Universal Life Fund	138,944	15,136	154,080	(10)	(303)	(313)	153,767
Adjustments due to changes in assumptions	(110,025)	(86,135)	(196,160)	-	7,459	7,459	(188,701)
Net asset value attributable to unitholders	-	47,445	47,445	-	-	-	47,445
Hedging reserve	(9,039)	-	(9,039)	-	-	-	(9,039)
Available-for-sale fair value reserve	(132,303)	-	(132,303)	-	-	-	(132,303)
Unallocated surplus	53,086	-	53,086	-	-	-	53,086
Deferred tax effects:							
- Hedging reserve	723	-	723	-	-	-	723
- Available-for-sale fair value reserve	10,585	-	10,585	-	-	-	10,585
<b>At 31 December 2021</b>	<b>4,081,552</b>	<b>9,177,908</b>	<b>13,259,460</b>	<b>(2,795)</b>	<b>(116,885)</b>	<b>(119,680)</b>	<b>13,139,780</b>

**9. Insurance contract liabilities (continued)**

	← Gross →			← Reinsurance →			Net RM'000
	With DPF RM'000	Without DPF RM'000	Total RM'000	With DPF RM'000	Without DPF RM'000	Total RM'000	
<b>At 1 January 2022</b>	4,081,552	9,177,908	13,259,460	(2,795)	(116,885)	(119,680)	13,139,780
Premiums received	41,333	1,679,298	1,720,631	(2,914)	(61,517)	(64,431)	1,656,200
Liabilities paid for death, maturities, surrenders, benefits and claims	(172,239)	(627,896)	(800,135)	1,411	34,218	35,629	(764,506)
Movements in benefits and claim liabilities	30,450	40,101	70,551	469	9,136	9,605	80,156
Benefits and claims experience variation	21,425	(107,366)	(85,941)	1,574	24,405	25,979	(59,962)
Fees deducted	(2,263)	(377,028)	(379,291)	-	155	155	(379,136)
Expected interest on reserve/net investment income attributable to Universal Life Fund	65,953	(111,165)	(45,212)	(71)	(534)	(605)	(45,817)
Adjustments due to changes in assumptions	(137,114)	(42,315)	(179,429)	-	808	808	(178,621)
Net asset value attributable to unitholders	-	(96,091)	(96,091)	-	-	-	(96,091)
Hedging reserve	(7,838)	-	(7,838)	-	-	-	(7,838)
Available-for sale fair value reserve	(175,888)	-	(175,888)	-	-	-	(175,888)
Revaluation reserve	-	-	-	-	-	-	-
Unallocated surplus	88,708	-	88,708	-	-	-	88,708
Deferred tax effect:							
- Hedging reserve	628	-	628	-	-	-	628
- Available-for-sale fair value reserve	14,070	-	14,070	-	-	-	14,070
<b>At 30 June 2022</b>	<b>3,848,777</b>	<b>9,535,446</b>	<b>13,384,223</b>	<b>(2,326)</b>	<b>(110,214)</b>	<b>(112,540)</b>	<b>13,271,683</b>

## 10. Insurance payable

	30.06.2022	31.12.2021
Current	RM'000	RM'000
Due to reinsurers and cedants	154,415	144,319
Due to agents, brokers, and co-insurers and insurers	147,860	146,723
Due to related company	10.1 29,626	26,117
	<u>331,901</u>	<u>317,159</u>

### 10.1 Amount due to related company

The amounts due to related company are unsecured and payable in accordance with normal trade terms.

### 10.2 Financial liabilities

There is no netting off of gross amount of recognised financial liabilities against the gross amount of financial assets in the statement of financial position.

There are no financial liabilities that are subject to enforceable master netting arrangement or similar arrangement to financial instruments received as collateral or any cash collateral pledged or received (2021: Nil).

## 11. Earnings per ordinary share

### Basic earnings per ordinary share

The calculation of basic earnings per share is based on the profit attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding calculated as follows:

	30.06.2022	30.06.2021
Profit attributable to ordinary shareholders (RM'000)	52,195	55,276
Weighted average number of ordinary shares in issue ('000)	236,600	236,600
Basic earnings per ordinary share (sen)	<u>22.06</u>	<u>23.36</u>

Diluted earnings per share are not presented as there were no dilutive potential ordinary shares as at the end of the reporting period.

There have been no other transactions involving ordinary shares between the reporting date and the date of completion of these condensed interim financial statements.

**12. Capital commitments**

	30.06.2022 RM'000	30.06.2021 RM'000
Property, plant and equipment: Contracted but not provided for	<u>3,445</u>	<u>1,379</u>
Software development: Contracted but not provided for	<u>333</u>	<u>-</u>

**13. Related party transactions**

Significant related party transactions are as follows:

	Amount transacted for the period ended 30 June	
	2022 RM'000	2021 RM'000
Reinsurance premium and commission	<u>(54,602)</u>	<u>(62,648)</u>

\* Related companies are companies within the Allianz SE group.

**14. Changes in Company's composition**

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

**15. Changes in contingent liabilities or contingent assets**

The Company does not have contingent liabilities and contingent assets as the date of this report.

**16. Debt and equity securities**

There were no other issuance of shares, shares buy-back and repayment of debt and equity securities by the Company during the financial period under review.

**17. Significant events**

There were no significant event subsequent to the end of the financial period under review but have not been reported in this report for the financial period under review.

**18. Regulatory capital requirement**

The total capital available of the Company as prescribed under the Risk-Based Capital Framework is provided below:

	<b>30.06.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Tier 1 Capital</b>		
Paid up share capital	236,600	236,600
Eligible reserves, including retained earnings	2,270,291	2,097,600
Reserves, including retained earnings	1,815,103	1,650,887
Capital instruments which qualifies as Tier 1 Capital	455,188	446,713
	<u>2,506,891</u>	<u>2,334,200</u>
<b>Tier 2 Capital</b>		
Revaluation reserve	9,883	9,883
Available-for-sale reserve	72,538	239,944
General reserve	-	7,211
	<u>82,421</u>	<u>257,038</u>
<b>Amount deducted from capital</b>	(136,895)	(41,442)
<b>Total capital available</b>	<u><u>2,452,417</u></u>	<u><u>2,549,796</u></u>

**19. Events after the interim period**

There were no material events after the interim period that have not been reflected in the condensed interim financial statements for the current interim period.

**20. Dividend paid**

No dividend has been proposed or declared for the financial period under review (2021: RM29.8 million).



## 21. Financial Instruments

### 21.1 Fair value of financial instruments

The Company's basis in estimation of fair values for financial instruments is as follows:

- The fair values of structured deposits, collateralised interest rate swap, forward purchase agreements and cross currency swap are based on the indicative market prices from the issuing banks;
- The fair values of quoted equity securities of corporations in and outside Malaysia and quoted unit trusts in Malaysia are based on quoted market bid price as at the end of the reporting period;
- The unquoted equity securities of corporations in Malaysia are stated at cost. Where in the opinion of the Directors, there is a decline other than temporary in value of unquoted equity securities, the allowance for impairment is recognised as an expense in the financial year in which the decline is identified;
- The fair values of Malaysian government securities, Malaysian government guaranteed bonds, Ringgit denominated bonds by foreign issuers outside Malaysia, unquoted bonds of corporations in and outside Malaysia are based on the indicative market prices provided by its custodian bank;
- The fair values of unquoted unit trusts in and outside Malaysia are based on the net asset values of the unit trusts as at the date of the statements of assets and liabilities obtained from fund managers;
- The carrying amount of Malaysian government guaranteed loans, policy loans, mortgage loans, automatic premium loans and fixed and call deposits approximate their fair values; and
- The carrying amounts of cash and cash equivalents, insurance receivables, other receivables and deposits (current), insurance payables and other payables (current) and accruals reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

Estimation of the fair values of Malaysian government securities, Malaysian government guaranteed bonds, Ringgit denominated bonds by foreign issuers outside Malaysia, unquoted bonds of corporations in and outside Malaysia are based on the indicative market prices provided by its custodian bank which involve projections of the market yields based on past transactions. There are elements of uncertainty in projecting the expected market yields and these uncertainties arise from changes in underlying risk and overall economic conditions. As such, the projected market yields may be different from the actual market yields in future.

It was not practicable to estimate the fair value of the Company's investment in unquoted equity securities of corporations in Malaysia due to lack of comparable quoted market prices and inability to estimate fair value without incurring excessive costs.

**21. Financial Instruments****21.2 Fair value information**

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the statement of financial position.

	Fair value of financial instruments carried at fair value			Total RM'000	Total fair value RM'000	Carrying amount RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000			
<b>30.06.2022</b>						
<b>Financial assets</b>						
Malaysian government securities	-	4,788,234	-	4,788,234	4,788,234	4,788,234
Malaysian government guaranteed bonds	-	2,370,697	-	2,370,697	2,370,697	2,370,697
Quoted equity securities of corporations in Malaysia	2,635,673	-	-	2,635,673	2,635,673	2,635,673
Quoted equity securities of corporations outside Malaysia	107,962	-	-	107,962	107,962	107,962
Unquoted bonds of corporations in Malaysia	-	3,879,138	-	3,879,138	3,879,138	3,879,138
Unquoted bonds of corporations outside Malaysia	-	103,242	-	103,242	103,242	103,242
Quoted unit trusts in Malaysia	72,833	-	-	72,833	72,833	72,833
Unquoted unit trusts in Malaysia	-	38,794	-	38,794	38,794	38,794
Unquoted unit trusts outside Malaysia	-	192,629	-	192,629	192,629	192,629
Structured deposits with licensed financial institutions	-	-	-	-	-	-
Collateralised interest rate swap	-	45,110	-	45,110	45,110	45,110
Forward purchase agreements	-	6,586	-	6,586	6,586	6,586
Cross currency swap	-	2,662	-	2,662	2,662	2,662
	<b>2,816,468</b>	<b>11,427,092</b>	<b>-</b>	<b>14,243,560</b>	<b>14,243,560</b>	<b>14,243,560</b>
<b>Financial liabilities</b>						
Cross currency swap	-	1,711	-	1,711	1,711	1,711
Lease liabilities	-	-	-	-	8,381	8,381
	<b>-</b>	<b>1,711</b>	<b>-</b>	<b>1,711</b>	<b>10,092</b>	<b>10,092</b>

**21. Financial Instruments****21.2 Fair value information (continued)**

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the statement of financial position (continued).

	Fair value of financial instruments carried at fair value			Total RM'000	Total fair value RM'000	Carrying amount RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000			
<b>31.12.2021</b>						
<b>Financial assets</b>						
Malaysian government securities	-	4,694,823	-	4,694,823	4,694,823	4,694,823
Malaysian government guaranteed bonds	-	2,441,652	-	2,441,652	2,441,652	2,441,652
Quoted equity securities of corporations in Malaysia	2,823,578	-	-	2,823,578	2,823,578	2,823,578
Quoted equity securities of corporations outside Malaysia	49,850	-	-	49,850	49,850	49,850
Unquoted bonds of corporations in Malaysia	-	3,778,262	-	3,778,262	3,778,262	3,778,262
Unquoted bonds of corporations outside Malaysia	-	104,561	-	104,561	104,561	104,561
Quoted unit trusts in Malaysia	61,032	-	-	61,032	61,032	61,032
Unquoted unit trusts in Malaysia	-	39,216	-	39,216	39,216	39,216
Unquoted unit trusts outside Malaysia	-	170,520	-	170,520	170,520	170,520
Structured deposits with licensed financial institutions	-	-	-	-	-	-
Collateralised interest rate swap	-	35,642	-	35,642	35,642	35,642
Forward purchase agreements	-	7,837	-	7,837	7,837	7,837
Cross currency swap	-	2,037	-	2,037	2,037	2,037
	<u>2,934,460</u>	<u>11,274,550</u>	<u>-</u>	<u>14,209,010</u>	<u>14,209,010</u>	<u>14,209,010</u>
<b>Financial liabilities</b>						
Cross currency swap	-	1,641	-	1,641	1,641	1,641
Lease liabilities	-	-	-	-	9,113	9,113
		<u>1,641</u>	<u>-</u>	<u>1,641</u>	<u>10,754</u>	<u>10,754</u>

**Transfers between Level 1 and Level 2 fair values**

There has been no transfer between Level 1 and Level 2 fair values during the financial year (2021: no transfer in either direction).

## 22. Insurance funds

The Company's activities are organised by funds and segregated into Life and Shareholders' funds in accordance with the Financial Services Act, 2013.

The Company's statement of financial position and statement of profit or loss have been further analysed by funds.

The life insurance business offers a wide range of participating and non-participating Whole Life, Term Assurance, Endowment, as well as Investment-linked products.

### Condensed statement of financial position by funds

#### Condensed statement of financial position as at 30 June 2022 - unaudited

	Shareholders' Funds		Life Fund		Total	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021	30.06.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Assets</b>						
Property, plant and equipment	-	-	30,176	27,977	30,176	27,977
Right-of-use assets	-	-	17,863	18,645	17,863	18,645
Intangible assets	89,305	9,089	8,314	9,084	97,619	18,173
Investments	233,434	225,445	14,179,166	14,248,434	14,412,600	14,473,879
Derivatives financial assets	-	-	17,186	45,516	17,186	45,516
Reinsurance assets	-	-	112,540	119,680	112,540	119,680
Insurance receivables	-	-	107,736	65,369	107,736	65,369
Other receivables, deposits and prepayments	#VALUE!	111,038	43,686	41,482	#VALUE!	67,613
Cash and cash equivalents	118,120	59,005	1,183,816	1,050,411	1,301,936	1,109,416
<b>Total assets</b>	<b>#VALUE!</b>	<b>404,577</b>	<b>15,700,483</b>	<b>15,626,598</b>	<b>#VALUE!</b>	<b>15,946,268</b>

## 22. Insurance funds (continued)

### Condensed statement of financial position by funds

#### Condensed statement of financial position as at 30 June 2022 - unaudited (continued)

	Shareholders' Funds		Life Fund		Total	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021	30.06.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Equity, policyholders' funds and liabilities</b>						
Share capital	236,600	236,600	-	-	236,600	236,600
Fair value reserve	(4,257)	1,267	145	209	(4,112)	1,476
Asset revaluation reserve	-	-	2,891	2,891	2,891	2,891
Retained earnings	86,811	108,447	1,315,349	1,241,518	1,402,160	1,349,965
<b>Total equity</b>	<b>319,154</b>	<b>346,314</b>	<b>1,318,385</b>	<b>1,244,618</b>	<b>1,637,539</b>	<b>1,590,932</b>
Insurance contract liabilities	-	-	13,384,223	13,259,460	13,384,223	13,259,460
Deferred tax liabilities	1,162	3,033	343,418	377,621	344,580	380,654
Derivative financial liabilities	-	-	3,161	1,641	3,161	1,641
Lease liabilities	-	-	8,381	9,113	8,381	9,113
Insurance payables	19,752	26,082	312,149	291,077	331,901	317,159
Other payables and accruals	106,377	12,283	335,674	446,389	442,051	373,765
Current tax liabilities	17,032	16,865	(4,908)	(3,321)	12,124	13,544
<b>Total policyholders' funds and liabilities</b>	<b>144,323</b>	<b>58,263</b>	<b>14,382,098</b>	<b>14,381,980</b>	<b>14,526,421</b>	<b>14,355,336</b>
<b>Total equity, policyholders' funds and liabilities</b>	<b>463,477</b>	<b>404,577</b>	<b>15,700,483</b>	<b>15,626,598</b>	<b>16,163,960</b>	<b>15,946,268</b>

## 22. Insurance funds (continued)

Condensed statement of profit or loss by funds  
for the 6 month period ended 30 June 2022 - unaudited

	Shareholders' Funds		Life Fund		Total	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
<b>Operating revenue</b>	<u>5,390</u>	<u>4,891</u>	<u>2,023,580</u>	<u>1,870,795</u>	<u>2,028,970</u>	<u>1,875,686</u>
Gross earned premiums	-	-	1,720,631	1,590,215	1,720,631	1,590,215
Premiums ceded to reinsurers	-	-	(64,431)	(71,019)	(64,431)	(71,019)
<b>Net earned premiums</b>	<u>-</u>	<u>-</u>	<u>1,656,200</u>	<u>1,519,196</u>	<u>1,656,200</u>	<u>1,519,196</u>
Investment income	5,390	4,891	302,949	280,580	308,339	285,471
Realised gains and losses	(397)	1,114	46,884	28,080	46,487	29,194
Fair value losses	-	-	(583,545)	(365,458)	(583,545)	(365,458)
Other operating income	825	712	41,901	21,593	42,726	22,305
<b>Other revenue</b>	<u>5,818</u>	<u>6,717</u>	<u>(191,811)</u>	<u>(35,205)</u>	<u>(185,993)</u>	<u>(28,488)</u>
Gross benefits and claims paid	(4,556)	(113)	(800,135)	(617,577)	(804,691)	(617,690)
Claims ceded to reinsurers	-	-	35,629	46,374	35,629	46,374
Gross change in contract liabilities	-	-	(223,240)	(463,683)	(223,240)	(463,683)
Change in contract liabilities ceded to reinsurers	-	-	2,465	15,367	2,465	15,367
<b>Net benefits and claims</b>	<u>(4,556)</u>	<u>(113)</u>	<u>(985,281)</u>	<u>(1,019,519)</u>	<u>(989,837)</u>	<u>(1,019,632)</u>
Fee and commission expense	293	(7,973)	(249,699)	(246,806)	(249,406)	(254,779)
Management expenses	(9,243)	(4,905)	(129,592)	(122,770)	(138,835)	(127,675)
Interest expenses	-	-	(155)	(246)	(155)	(246)
Other operating expenses	(12,806)	(1,159)	(24,849)	(19,120)	(37,655)	(20,279)
<b>Other expenses</b>	<u>(21,756)</u>	<u>(14,037)</u>	<u>(404,295)</u>	<u>(388,942)</u>	<u>(426,051)</u>	<u>(402,979)</u>
<b>(Loss)/profit before tax</b>	<u>(20,494)</u>	<u>(7,433)</u>	<u>74,813</u>	<u>75,530</u>	<u>54,319</u>	<u>68,097</u>
Tax expense	(1,142)	(1,607)	(982)	(11,214)	(2,124)	(12,821)
<b>Net (loss)/profit after tax</b>	<u>(21,636)</u>	<u>(9,040)</u>	<u>73,831</u>	<u>64,316</u>	<u>52,195</u>	<u>55,276</u>

22. Insurance funds (continued)

Investment-linked funds condensed statement of assets and liabilities  
Condensed statement of financial position as at 30 June 2022 - unaudited

	30.06.2022	31.12.2021
	RM'000	RM'000
<b>Assets</b>		
Investments	2,486,413	2,456,268
Interest and dividend receivables, and other receivables	22,625	9,197
Cash and cash equivalents	348,891	263,126
<b>Total assets</b>	<u>2,857,929</u>	<u>2,728,591</u>
<b>Liabilities</b>		
Deferred tax liabilities	(14,263)	(1,042)
Other payables	-	3,176
Benefits and claims liabilities	3,024	3,805
<b>Total liabilities</b>	<u>(11,239)</u>	<u>5,939</u>
<b>Net asset value of funds (Note 9)</b>	<u>2,869,168</u>	<u>2,722,652</u>

Investment-linked funds condensed statement of income and expenditure  
for the 6 month period ended 30 June 2022 - unaudited

	2022	2021
	RM'000	RM'000
Investment income	50,992	41,709
Realised gains	24,646	17,544
Fair value losses	(177,132)	(59,038)
Other operating income	15,965	1,024
	<u>(85,529)</u>	<u>1,239</u>
Other operating expenses	(19,919)	(14,841)
Loss before tax	<u>(105,448)</u>	<u>(13,602)</u>
Tax income/(expense)	9,357	(1,510)
Net loss for the period	<u>(96,091)</u>	<u>(15,112)</u>