ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD

Registration No. 200601015674 (735426-V)

(Incorporated in Malaysia)

CONDENSED INTERIM FINANCIAL STATEMENTS - UNAUDITED
FOR THE FINANCIAL PERIOD FROM
1 JANUARY 2026 TO 30 JUNE 2026

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD
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Contents **Page**

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA)
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Condensed statement of financial position as at 30 June 2026 - unaudited

	Note	30.06.2026 RM'000	31.12.2025 RM'000
Assets			
Property, plant and equipment		76,289	84,841
Right-of-use assets		20,241	34,879
Intangible assets		90,271	83,267
Investments		7,758,053	7,402,702
- Fair value through other comprehensive income		5,797,016	5,460,207
- Fair value through profit or loss		1,961,037	1,942,495
Reinsurance contract assets	8	808,308	695,256
Current tax assets		17,895	47,143
Other assets		80,892	77,272
Cash and cash equivalents		196,080	270,069
Total assets		9,048,029	8,695,429
Equity and liabilities			
Share capital		379,168	379,168
Retained earnings		2,654,013	2,524,961
Reserves		45,675	58,671
Total equity attributable to owner of the Company		3,078,856	2,962,800
Insurance contract liabilities	7	5,647,395	5,378,887
Deferred tax liabilities		45,043	50,013
Lease liabilities		15,128	30,138
Other liabilities		231,004	248,568
Current tax liabilities		30,603	25,023
Total liabilities		5,969,173	5,732,629
Total equity and liabilities		9,048,029	8,695,429

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

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD
(Registration No. 200601015674 (735426-V))
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Condensed statement of profit or loss
for the 6 months period ended 30 June 2026 - unaudited

	Note	6 months period ended 30.06.2026 RM'000	6 months period ended 30.06.2025 RM'000
Insurance revenue		1,849,499	1,748,449
Insurance service expenses		(1,551,334)	(1,359,778)
Net expenses from reinsurance contracts held		(36,062)	(128,461)
Insurance service result		262,103	260,210
Interest income on investments not measured at fair value through profit or loss ("FVTPL")		106,221	108,444
Net gains/(losses) on investments in debt securities measured at fair value through other comprehensive income ("FVOCI") reclassified to profit or loss on disposal		1,154	(130)
Net (losses)/gains on FVTPL investments		(10,644)	20,395
Dividend income		32,392	25,540
Net credit impairment losses		(41)	(217)
Net investment income		129,082	154,032
Net finance expenses from insurance contracts issued		(70,306)	(61,557)
Net finance income from reinsurance contracts held		12,609	9,998
Net insurance finance expenses		(57,697)	(51,559)
Net insurance and investment results		333,488	362,683
Other income		991	700
Other operating expenses		(38,834)	(37,178)
Other finance expenses		(461)	(715)
Profit before tax		295,184	325,490
Tax expense		(66,032)	(78,364)
Profit for the period		229,152	247,126
Profit for the period attributable to:			
Owner of the Company		229,152	247,126
Basic earnings per ordinary share (sen)	9	60.4	65.2

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

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD
(Registration No. 200601015674 (735426-V))
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Condensed statement of profit or loss and other comprehensive income for the 6 months period ended 30 June 2026 - unaudited

	6 months period ended 30.06.2026 RM'000	6 months period ended 30.06.2025 RM'000
Profit for the period	229,152	247,126
Other comprehensive income, net of tax		
Items that are or may be reclassified subsequently to profit or loss		
Net (losses)/gains on investments in debt securities measured at FVOCI	(24,557)	57,767
Net realised (gains)/losses transferred to profit or loss	(1,154)	130
Tax effects thereon	6,171	(13,895)
Changes in expected credit gains	29	241
Tax effects thereon	(7)	(58)
Finance income/(expenses) from insurance contract issued	10,296	(10,887)
Tax effects thereon	(2,471)	2,613
Finance (expenses)/income from reinsurance contract held	(1,715)	2,141
Tax effects thereon	412	(514)
Total other comprehensive (expenses)/income for the period, net of tax	(12,996)	37,538
Total comprehensive income for the period, net of tax	216,156	284,664
Total comprehensive income for the period attributable to:		
Owner of the Company	216,156	284,664

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

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD
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Condensed statement of changes in equity
for the 6 months period ended 30 June 2026 - unaudited

	Attributable to owner of the Company						
	Non-distributable					*Distributable*	
	Share capital RM'000	FVOCI reserves RM'000	Insurance finance reserves RM'000	Other reserves RM'000	Total other reserves RM'000	Retained earnings RM'000	Total equity RM'000
At 1 January 2025	379,168	9,160	(460)	19,643	28,343	2,422,072	2,829,583
Unrealised gains on Investments	-	44,002	-	-	44,002	-	44,002
Insurance/Reinsurance reserves	-	-	(6,647)	-	(6,647)	-	(6,647)
Expected credit loss reserves	-	183	-	-	183	-	183
Total other comprehensive income/(losses) for the period	-	44,185	(6,647)	-	37,538	-	37,538
Profit for the period	-	-	-	-	-	247,126	247,126
Total comprehensive income/(losses) for the period	-	44,185	(6,647)	-	37,538	247,126	284,664
Contributions by and distributions to owner of the Company							
- Dividends paid during the period	-	-	-	-	-	(140,065)	(140,065)
Total transactions with owner of the Company	-	-	-	-	-	(140,065)	(140,065)
At 30 June 2025	379,168	53,345	(7,107)	19,643	65,881	2,529,133	2,974,182

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD
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Condensed statement of changes in equity
for the 6 months period ended 30 June 2026 - unaudited (continued)

	Attributable to owner of the Company						
	Non-distributable					*Distributable*	
	Share capital RM'000	FVOCI reserves RM'000	Insurance finance reserves RM'000	Other reserves RM'000	Total other reserves RM'000	Retained earnings RM'000	Total equity RM'000
At 1 January 2026	379,168	52,754	(13,726)	19,643	58,671	2,524,961	2,962,800
Unrealised losses on Investments	-	(19,540)	-	-	(19,540)	-	(19,540)
Insurance/Reinsurance reserves	-	-	6,522	-	6,522	-	6,522
Expected credit loss reserves	-	22	-	-	22	-	22
Total other comprehensive (losses)/income for the period	-	(19,518)	6,522	-	(12,996)	-	(12,996)
Profit for the period	-	-	-	-	-	229,152	229,152
Total comprehensive (losses)/income for the period	-	(19,518)	6,522	-	(12,996)	229,152	216,156
Contributions by and distributions to owner of the Company							
- Dividends paid during the period	-	-	-	-	-	(100,100)	(100,100)
Total transactions with owner of the Company	-	-	-	-	-	(100,100)	(100,100)
At 30 June 2026	379,168	33,236	(7,204)	19,643	45,675	2,654,013	3,078,856

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

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD
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Condensed statement of cash flows
for the 6 months period ended 30 June 2026 - unaudited

	6 months period ended 30.06.2026 RM'000	6 months period ended 30.06.2025 RM'000
Operating activities		
Profit before tax	295,184	325,490
Adjustments for:		
Investment income	(138,613)	(133,983)
Interest expense	408	447
Interest on lease liabilities	461	715
Other income	(469)	(481)
Realised (gains)/losses recorded in profit or loss	(1,154)	130
Net losses/(gains) on FVTPL investments	10,644	(20,395)
Purchases of investments at FVOCI	(685,337)	(1,492,326)
Placement of fixed deposits	(311,356)	(368,802)
Maturity of investments at FVOCI	245,000	561,000
Maturity of fixed deposits	327,288	494,088
Proceeds from sale of financial assets at FVOCI	61,424	10,680
Purchases of investments at FVTPL	(29,186)	(16,541)
Proceeds from sale of investments at FVTPL	-	154,189
Depreciation of property, plant and equipment	3,709	4,147
Depreciation of right-of-use assets	15,198	11,674
Amortisation of intangible assets	11,316	9,012
Net credit impairment losses on investments	29	241
(Gain)/Losses on disposal of property, plant and equipment	(18)	70
Property, plant and equipment written off	3	-
Changes in working capital:		
Change in reinsurance contract assets	(114,767)	(166,177)
Change in other assets	(6,814)	(9,753)
Change in insurance contract liabilities	278,805	281,272
Change in other liabilities	(17,972)	(28,561)
Cash used in operating activities	(56,217)	(383,864)

ALLIANZ GENERAL INSURANCE COMPANY (MALAYSIA) BERHAD
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Condensed statement of cash flows
for the 6 months period ended 30 June 2026 - unaudited (continued)

	6 months period ended 30.06.2026 RM'000	6 months period ended 30.06.2025 RM'000
Cash flows from operating activities (continued)		
Income tax paid	(32,071)	(49,854)
Dividend income from unquoted unit trust	32,392	25,540
Interest income received	111,034	113,183
Interest paid on lease liabilities	(461)	(715)
Other income received	469	481
Net cash flows generated from/(used in) operating activities	55,146	(295,229)
Investing activities		
Proceeds from disposal of property, plant and equipment	21	102
Purchase of property, plant and equipment	(12,653)	(8,829)
Purchase of intangible assets	(832)	(1,870)
Net cash flows used in investing activities	(13,464)	(10,597)
Financing activities		
Dividends paid to owner of the Company	(100,100)	(140,065)
Repayment of lease liabilities	(15,571)	(11,341)
Net cash flows used in financing activities	(115,671)	(151,406)
Net decrease in cash and cash equivalents	(73,989)	(457,232)
Cash and cash equivalents at beginning of year	270,069	722,424
Cash and cash equivalents at end of period	196,080	265,192
Cash and cash equivalents comprise:		
Fixed and call deposits with licensed financial institutions (with maturity of less than three months)	195,294	261,931
Cash and bank balances	786	3,261
	196,080	265,192

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

Notes to the condensed interim financial statements

1. Basis of preparation

The condensed interim financial statements ("the Report") of Allianz General Insurance Company (Malaysia) Berhad ("the Company") as at and for the financial period ended 30 June 2026 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.

The Report does not include all information required for disclosure in the annual financial statements, and should be read in conjunction with the audited financial statements of the Company as at and for the financial year ended 31 December 2025.

The preparation of the condensed interim financial statement 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, liabilities, and disclosure of contingent assets and liabilities as at the date of the condensed interim financial statements, and the reported amount of income and expenses during the period. 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.

2. Statement of compliance

The accounting policies and presentation adopted by the Company for the Report 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:

MFRSs/ Amendments/ Interpretation	Effective date
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 - MFRS 1 First-time Adoption of MFRS - MFRS 7 Financial Instruments: Disclosures - MFRS 9 Financial Instruments - MFRS 10 Consolidated Financial Statements - MFRS 107 Statement of Cash Flows	1 January 2026

The adoption of the above did not have any significant effects on the report upon their initial application, and it is not likely to affect future periods.

Notes to the condensed interim financial statements (continued)

3. 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.

4. Changes in estimates

There were no material changes in estimates of amounts reported in the prior financial year that have a material effect in the current interim period.

5. Seasonal or cyclical factors

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

6. Property, plant and equipment

The Company's property, plant and equipment are stated at cost/valuation less accumulated depreciation and accumulated impairment losses, if any. There were no changes in the valuation of property, plant and equipment that were brought forward from the Company's audited financial statements for the financial year ended 31 December 2025.

7. Insurance contract liabilities

Insurance contracts

Analysis by remaining coverage and incurred claims

	2026				
	Remaining coverage		Incurred claims		
	Excluding loss component RM'000	Loss component RM'000	Present value of FCF RM'000	RA for non-financial risk RM'000	Total RM'000
As at 1 January 2026	1,648,558	6,668	3,487,244	236,417	5,378,887
Insurance revenue	(1,849,499)	-	-	-	(1,849,499)
Insurance service expenses	335,076	877	1,203,253	12,128	1,551,334
Incurred claims and other directly attributable expenses	-	-	1,291,287	54,110	1,345,397
Changes that relate to past service – changes in the FCF relating to the LIC	-	-	(88,034)	(41,982)	(130,016)
Initial recognition of onerous underlying contracts and reversal of loss component	-	877	-	-	877
Insurance acquisition cash flows amortisation	335,076	-	-	-	335,076
Insurance service result	(1,514,423)	877	1,203,253	12,128	(298,165)
Finance expenses from insurance contracts issued	-	-	56,185	3,825	60,010
Total amounts recognised in comprehensive income	(1,514,423)	877	1,259,438	15,953	(238,155)
Cash flows					
Premium received	1,863,489	-	-	-	1,863,489
Claims and other directly attributable expenses paid	-	-	(1,020,984)	-	(1,020,984)
Insurance acquisition cash flows	(335,842)	-	-	-	(335,842)
Total cash flows	1,527,647	-	(1,020,984)	-	506,663
As at 30 June 2026	1,661,782	7,545	3,725,698	252,370	5,647,395

7. Insurance contract liabilities (continued)

Insurance contracts (continued)

Analysis by remaining coverage and incurred claims (continued)

	2025				
	Remaining coverage		Incurred claims		
	Excluding loss component RM'000	Loss component RM'000	Present value of FCF RM'000	RA for non-financial risk RM'000	Total RM'000
As at 1 January 2025	1,547,638	16,094	3,052,404	226,956	4,843,092
Insurance revenue	(3,579,796)	-	-	-	(3,579,796)
Insurance service expenses	623,843	(9,426)	2,202,462	1,763	2,818,642
Incurred claims and other directly attributable expenses	-	-	2,463,041	86,016	2,549,057
Changes that relate to past service – changes in the FCF relating to the LIC	-	-	(260,579)	(84,253)	(344,832)
Initial recognition of onerous underlying contracts and reversal of loss component	-	(9,426)	-	-	(9,426)
Insurance acquisition cash flows amortisation	623,843	-	-	-	623,843
Insurance service result	(2,955,953)	(9,426)	2,202,462	1,763	(761,154)
Finance expenses from insurance contracts issued	-	-	104,471	7,698	112,169
Total amounts recognised in comprehensive income	(2,955,953)	(9,426)	2,306,933	9,461	(648,985)
Cash flows					
Premium received	3,714,029	-	-	-	3,714,029
Claims and other directly attributable expenses paid	-	-	(1,872,093)	-	(1,872,093)
Insurance acquisition cash flows	(657,156)	-	-	-	(657,156)
Total cash flows	3,056,873	-	(1,872,093)	-	1,184,780
As at 31 December 2025	1,648,558	6,668	3,487,244	236,417	5,378,887

8. Reinsurance contract assets

Reinsurance contracts

Analysis by remaining coverage and incurred claims

	2026				
	Remaining coverage		Incurred claims		
	Excluding loss recovery component RM'000	Loss recovery component RM'000	Present value of FCF RM'000	RA for non-financial risk RM'000	Total RM'000
As at 1 January 2026	(104,273)	1,217	732,617	65,695	695,256
Reinsurance expenses	(251,314)	-	-	-	(251,314)
Incurred claims recovery	-	-	168,667	11,096	179,763
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	-	-	40,639	(4,919)	35,720
Income on initial recognition of onerous underlying contracts and reversal of loss-recovery component	-	(231)	-	-	(231)
Net (expenses)/income from reinsurance contracts held	(251,314)	(231)	209,306	6,177	(36,062)
Finance income from reinsurance contracts held	-	-	9,844	1,050	10,894
Total amounts recognised in comprehensive income	(251,314)	(231)	219,150	7,227	(25,168)
Cash flows					
Premiums paid net of ceding commissions and other directly attributable expenses paid	320,811	-	-	-	320,811
Recoverable from reinsurance contract held	-	-	(182,591)	-	(182,591)
Total cash flows	320,811	-	(182,591)	-	138,220
As at 30 June 2026	(34,776)	986	769,176	72,922	808,308

8. Reinsurance contract assets (continued)

Reinsurance contracts (continued)

Analysis by remaining coverage and incurred claims (continued)

	2025				
	Remaining coverage		**Incurred claims**		
	Excluding loss recovery component RM'000	**Loss recovery component RM'000**	**Present value of FCF RM'000**	**RA for non-financial risk RM'000**	**Total RM'000**
As at 1 January 2025	(97,492)	2,771	546,988	73,174	525,441
Reinsurance expenses	(595,652)	-	-	-	(595,652)
Incurred claims recovery	-	-	371,446	18,327	389,773
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	-	-	(9,460)	(28,253)	(37,713)
Income on initial recognition of onerous underlying contracts and reversal of loss-recovery component	-	(1,554)	-	-	(1,554)
Net (expenses)/income from reinsurance contracts held	(595,652)	(1,554)	361,986	(9,926)	(245,146)
Finance income from reinsurance contracts held	-	-	16,291	2,447	18,738
Total amounts recognised in comprehensive income	(595,652)	(1,554)	378,277	(7,479)	(226,408)
Cash flows					
Premiums paid net of ceding commissions and other directly attributable expenses paid	588,871	-	-	-	588,871
Recoverable from reinsurance contract held	-	-	(192,648)	-	(192,648)
Total cash flows	588,871	-	(192,648)	-	396,223
As at 31 December 2025	(104,273)	1,217	732,617	65,695	695,256

9. Earnings per ordinary share

Basic earnings per ordinary share

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

	30.06.2026	30.06.2025
Profit attributable to ordinary shareholder (RM'000)	229,152	247,126
Weighted average number of ordinary shares in issue ('000)	379,168	379,168
Basic earnings per ordinary share (sen)	60.4	65.2

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

10. Capital commitments

	30.06.2026 RM'000	30.06.2025 RM'000
Property, plant and equipment:		
Contracted but not provided for	600	540
Software development:		
Contracted but not provided for	15,743	1,742

11. Related party transactions

Significant related party transactions are as follows:

	Amount transacted for the period ended 30 June	
	2026 RM'000	2025 RM'000
Reinsurance premium and commission	(74,710)	(110,119)

* Related companies are companies within the Allianz SE group.

12. Changes in Company's composition

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

13. 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.

14. Significant events

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

15. Changes in contingent liabilities

On 10 August 2016, the Malaysia Competition Commission (“MyCC”) commenced an investigation into an alleged infringement by Persatuan Insurans Am Malaysia (“PIAM”) and all 22 general insurers including the Company of Section 4(2)(a) of the Competition Act 2010 (“CA”). The alleged infringement is in relation to the agreement reached between PIAM and the Federation Of Automobile Workshop Owners' Association Of Malaysia (“FAWOAM”) in relation to trade discount rates on the parts for certain vehicle makes and labour hourly rates for PIAM Approved Repairers Scheme workshops. These rates were applied by the Company pursuant to a members’ circular issued by PIAM, which arose from Bank Negara Malaysia (“BNM”)'s directive to PIAM to engage FAWOAM to resolve the issues of parts trade discounts and labour hourly rate.

On 22 February 2017, the Company received MyCC’s notice of proposed decision (“Proposed Decision”) that the Company and all the other 21 general insurers who are PIAM members had infringed one of the prohibitions under Part II of the CA. The Proposed Decision includes a proposed financial penalty of RM213,454,814 on all the 22 general insurers. The Company, as one of the members of PIAM, had a share of RM27,480,883 of the proposed penalty.

Following the parties’ submission of their respective written representations and the Hearing of the oral representations, on 25 September 2020, the Company’s solicitors received MyCC’s Decision that parties had infringed the prohibition under Section 4 of the CA and which imposes on each of the 22 general insurers financial penalties for the said infringement (“MyCC’s Decision”).

In view of the impact of the Covid-19 pandemic, MyCC had granted a reduction of 25% of the financial penalties imposed on the 22 general insurers and a moratorium period of up to 6 months for the payment of the financial penalties to be made by 6 equal monthly instalments. The financial penalty imposed on the Company, taking into account the 25% reduction amounts to RM18,549,595.97.

Appeal filed with the Competition Appeal Tribunal (“CAT”)

On 13 October 2020, the Company filed a Notice of Appeal against the Decision ("Appeal") with the Competition Appeal Tribunal (“CAT”) and a formal Notice of Application was filed in relation to the stay of the Decision on 12 November 2020 (“Stay Application”).

In response to the Company’s Notice of Appeal, MyCC filed a Statement in Reply (“SIR”) and the Company then filed its Reply to the SIR on 11 December 2020.

Upon conclusion of the hearing of the respective parties’ submissions, on 23 March 2021, CAT allowed the Stay Application, pending the disposal of the Appeal.

As for the appeal proceedings before CAT, MyCC as well as several other insurers presented their oral submissions on hearing dates in March and April 2022. The Company presented its submissions in reply on 21 April 2022 and 22 April 2022 whereupon all parties’ submissions concluded.

On 2 September 2022, the CAT unanimously allowed the Company’s appeal along with the appeals of PIAM and the other 21 general insurers (“CAT’s Decision”) thereby setting aside MyCC’s Decision.

Application for leave for Judicial Review filed at the High Court of Malaya

Separately, on 26 April 2021 the High Court of Malaya granted the Company leave to apply for Judicial Review of MyCC’s Decision and an interim stay of MyCC's Decision until the hearing of any objection or application by MyCC to set it aside. The Company filed its Notice of Hearing of Application for Judicial Review at the High Court on 9 May 2021 (“AGIC’s JR Proceedings”) and MyCC then filed an application against the orders granting the Company leave to apply for judicial review and interim stay (“MyCC’s Setting Aside Application”).

15. Changes in contingent liabilities (continued)

On conclusion of the parties' submissions, the High Court decided on 20 October 2021 to allow MyCC's Setting Aside Application. On its solicitors' recommendation, the Company filed a Notice of Appeal against the said decision on 18 November 2021 ("AGIC's Appeal"). The matter was then fixed for further case management on 8 September 2022.

In light of the CAT's Decision, the Company through its solicitors have filed the necessary cause papers to withdraw AGIC's Appeal since the same was superseded by the CAT's Decision. The case management earlier fixed for 8 September 2022 was vacated thereby bringing AGIC's JR Proceedings to an end.

MYCC's application for leave for Judicial Review filed at the High Court of Malaya
On 1 December 2022, MyCC filed an application at the High Court of Malaya seeking leave to apply for Judicial Review against CAT's Decision ("MyCC's Leave Application") and the Company's solicitors filed an Affidavit on the Company's behalf to object to the said application.

MyCC in turn filed a further affidavit on 17 April 2023 and in response thereto, on 2 May 2023, its solicitors filed a further affidavit on behalf of the Company.

MyCC's Leave Application initially fixed for Hearing on 8 May 2023 was converted into a case management at which the Court fixed a further case management for 16 May 2023 for parties to fix a new Hearing date for MyCC's Leave Application. At the case management on 16 May 2023, the Court fixed the Hearing for MyCC's Leave Application on 30 November 2023.

At the Hearing on 30 November 2023, the parties' solicitors made their respective oral submissions to the Court which then fixed 16 January 2024 to deliver its decision.

On 16 January 2024, the Court dismissed MyCC's Leave Application with the cost of RM10,000.00 to each insurer (including the Company) and PIAM.

On 15 February 2024, MyCC filed an appeal at the Court of Appeal against the High Court's decision in dismissing MyCC's Leave Application. The Court of Appeal had fixed the case management on 15 May 2024. In the said case management, the Court of Appeal fixed the hearing for MyCC's Leave Appeal on 22 May 2025.

The hearing for MyCC's Leave Appeal initially fixed for 22 May 2025 has been adjourned by the Court of Appeal. This matter was fixed on 29 May 2025 for case management to set a new hearing date.

At case management, the Court of Appeal fixed 30 April 2026 as the earliest available common date for the hearing of this matter and directed that any additional submissions must be filed by 15 April 2026. The next case management has been fixed on 16 April 2026.

During the case management on 16 April 2026, the Court of Appeal gave directions for the filling of submissions in reply and fixed another case management on 23 April 2026 whilst maintaining the hearing date for MyCC's Leave Appeal on 30 April 2026.

During the Court of Appeal's hearing on 30 April 2026, the hearing proceeded and the Court of Appeal adjourned the matter for decision. The Court of Appeal fixed a case management on 6 May 2026 to fix a date for decision.

In the case management on 6 May 2026, the Court of Appeal fixed the decision date on 18 August 2026.

In the decision on 18 August 2026, the Court of Appeal has dismissed MyCC's Leave Appeal with costs. AGIC's portion of the cost is in the sum of RM5,000.00.

16. Regulatory capital requirement

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

	30.06.2026 RM'000	31.12.2025 RM'000
Tier 1 Capital		
Paid up share capital	379,168	379,168
Retained earnings	2,418,859	2,279,263
	2,798,027	2,658,431
Tier 2 Capital		
Reserves	52,877	72,376
Amount deducted from capital		
Amount deducted from capital	(117,213)	(106,509)
Total capital available	2,733,691	2,624,298

17. 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.

18. Dividend paid

A final dividend of 26.4 sen per ordinary share under single tier system amounting to RM100,100,402.95 for the financial year ended 31 December 2025 was paid to the entitled shareholder of the Company on 5 June 2026.

19. Financial Instruments

19.1 Fair value of financial instruments

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

- 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, unquoted bonds of corporations in Malaysia are based on the indicative market prices provided by its custodian bank;
- The fair values of unquoted unit trusts in 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 fixed deposits approximate their fair values; and
- The carrying amounts of cash and cash equivalents, other assets and deposits (current), and other liabilities (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, unquoted bonds of corporations in 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.

The carrying amount of mortgage loans and fixed deposits approximate their fair values. Carrying amounts of cash and cash equivalents, other assets and deposits (current) and other liabilities (current) and accruals reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

19. Financial Instruments (continued)

19.2 Fair value information

The tables below analyse 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 fair value	Carrying amount
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000	RM'000	RM'000
30 June 2026						
Financial assets						
Investment - FVTPL						
Unquoted unit trusts in Malaysia	-	1,961,037	-	1,961,037	1,961,037	1,961,037
Investment - FVOCI						
Malaysian government securities	-	3,066,799	-	3,066,799	3,066,799	3,066,799
Malaysian government guaranteed bonds	-	475,441	-	475,441	475,441	475,441
Unquoted bonds of corporations in Malaysia	-	1,657,426	-	1,657,426	1,657,426	1,657,426
Fixed deposits with licensed banks	-	597,350	-	597,350	597,350	597,350
	-	7,758,053	-	7,758,053	7,758,053	7,758,053
Financial liabilities						
Lease liabilities	-	15,128	-	15,128	15,128	15,128
	-	15,128	-	15,128	15,128	15,128

19. Financial Instruments (continued)

19.2 Fair value information (continued)

	Fair value of financial instruments carried at fair value					
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000	Total fair value RM'000	Carrying amount RM'000
31 December 2025						
Financial assets						
Investment - FVTPL						
Unquoted unit trusts in Malaysia	-	1,942,495	-	1,942,495	1,942,495	1,942,495
Investment - FVOCI						
Malaysian government securities	-	2,827,709	-	2,827,709	2,827,709	2,827,709
Malaysian government guaranteed bonds	-	478,540	-	478,540	478,540	478,540
Unquoted bonds of corporations in Malaysia	-	1,542,391	-	1,542,391	1,542,391	1,542,391
Fixed deposits with licensed banks	-	611,567	-	611,567	611,567	611,567
	-	7,402,702	-	7,402,702	7,402,702	7,402,702
Financial liabilities						
Lease liabilities	-	30,138	-	30,138	30,138	30,138
	-	30,138	-	30,138	30,138	30,138

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 period (2025: no transfer in either direction).