



SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024

Note	←----- As at 31 December 2024 ----->			←----- As at 31 December 2023 ----->		
	Family Takaful RM'000	General Takaful RM'000	Group RM'000	Family Takaful RM'000	General Takaful RM'000	Group RM'000
ASSETS						
Property and equipment	-	-	234,759	-	-	236,202
Right-of-use assets	-	-	41,103	-	-	56,303
Investment properties	258,670	11,000	56,538	273,491	10,980	40,410
Intangible assets	-	-	27,492	-	-	25,375
Deferred tax assets	-	150	272,112	-	-	272,668
Investments	28 8,085,813	907,736	10,573,623	7,140,293	747,405	9,259,624
Takaful contract assets	23 741,410	19,442	785,133	346,138	13,335	383,856
Retakaful contract assets	23 330,493	1,183,954	1,516,896	392,815	971,856	1,375,501
Current tax assets	-	-	18,573	-	-	21,511
Loans and receivables	1,056,989	563,694	2,490,025	960,994	487,700	2,153,011
Cash and cash equivalents	418,238	66,980	649,501	547,142	64,236	851,429
TOTAL ASSETS	10,891,613	2,752,956	16,665,755	9,660,873	2,295,512	14,675,890
EQUITY AND LIABILITIES						
Share Capital	-	-	241,376	-	-	241,376
Reserves	-	-	1,675,950	-	-	1,437,645
Total Equity Attributable To Owners Of The Company	-	-	1,917,326	-	-	1,679,021
Non-controlling interests	-	-	34,107	-	-	35,175
TOTAL EQUITY	-	-	1,951,433	-	-	1,714,196
LIABILITIES						
Takaful contract liabilities	23 10,597,726	2,640,087	14,059,912	9,431,105	2,126,280	12,318,524
Retakaful contract liabilities	23 169,245	87,346	257,390	138,413	127,560	267,667
Deferred tax liabilities	11,123	-	11,123	-	-	-
Lease liabilities	-	-	1,153	-	-	907
Other payables	113,519	25,023	380,702	80,885	38,619	361,073
Current tax liabilities	-	500	4,042	10,470	3,053	13,523
TOTAL LIABILITIES	10,891,613	2,752,956	14,714,322	9,660,873	2,295,512	12,961,694
TOTAL EQUITY AND LIABILITIES	10,891,613	2,752,956	16,665,755	9,660,873	2,295,512	14,675,890
Net assets per share (RM)			2.29			2.01

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



SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

← --- Current Year-to-date 31.12.2024 --- → ← --- Corresponding Year-to-date 31.12.2023 --- →

	Note	Family Takaful RM'000	General Takaful RM'000	Group RM'000	Family Takaful RM'000	General Takaful RM'000	Group RM'000
Takaful revenue	24	1,985,962	1,463,958	3,575,751	1,550,704	1,279,287	2,942,129
Takaful service expenses	25	(2,234,667)	(1,468,960)	(3,298,842)	(1,899,189)	(1,281,626)	(2,839,241)
Takaful service result before retakaful contracts held		(248,705)	(5,002)	276,909	(348,485)	(2,339)	102,888
Allocation of retakaful contribution		(235,089)	(537,124)	(795,954)	(154,746)	(472,001)	(633,795)
Amounts recoverable from retakaful operators for incurred claims		234,976	501,899	736,875	263,800	441,802	705,602
Net income/ (expense) from retakaful contracts held		(113)	(35,225)	(59,079)	109,054	(30,199)	71,807
Takaful service result		(248,818)	(40,227)	217,830	(239,431)	(32,538)	174,695
Investment income on financial assets not measured at fair value through profit or loss	26	357,678	58,997	512,314	335,593	50,461	474,575
Investment income - others	26	36,069	29	41,788	34,140	533	40,684
Net realised gains/ (losses)	27	865	(1,358)	3,719	11,885	1,059	24,154
Net fair value gains and losses on financial assets		44,592	92	43,432	(7,502)	150	(3,361)
Net impairment loss on financial instruments		3,399	166	3,482	(4,804)	(604)	(6,006)
Net investment income		442,603	57,926	604,735	369,312	51,599	530,046
Takaful finance expenses from takaful contracts issued		(169,194)	(61,444)	(276,153)	(131,322)	(48,964)	(221,336)
Retakaful finance income from retakaful contracts held		113	35,225	35,423	815	30,199	31,160
Net takaful financial results		(169,081)	(26,219)	(240,730)	(130,507)	(18,765)	(190,176)
Other operating income		1,145	310	2,353	1,763	24	2,517
Other operating expenses		(1,974)	(135)	(9,294)	(1,137)	(320)	(9,441)
Profit before zakat and taxation		23,875	(8,345)	574,894	-	-	507,641
Tax (expense) / credit	18	(23,875)	8,345	(183,731)	-	-	(150,386)
Zakat		-	-	(13,097)	-	-	(10,176)
Profit for the year		-	-	378,066	-	-	347,079

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



SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

←--- Current Year-to-date 31.12.2024 ---→ ←--- Corresponding Year-to-date 31.12.2023 ---→

Note	Family Takaful	General Takaful	Group	Family Takaful	General Takaful	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Profit for the year	-	-	378,066	-	-	347,079
Other comprehensive income, net of tax						
Items that will not be reclassified subsequently to profit or loss						
Remeasurement of defined benefit liability	-	-	30	-	-	(57)
Revaluation of property and equipment	-	-	6,735	-	-	2,381
Other comprehensive income attributable to participants	-	-	(5,474)	-	-	(1,547)
	-	-	1,291	-	-	777
Items that may be reclassified subsequently to profit or loss						
Foreign currency translation differences for foreign operations	-	-	(4,210)	-	-	4,174
Debts investment at fair value through other comprehensive income ("FVOCI")						
- net change in fair value	35,058	602	41,036	255,059	16,327	312,683
- reclassified to profit or loss	(865)	1,358	(2,701)	(11,885)	(1,059)	(21,349)
Takaful finance income/ (expenses) from takaful contracts issued	1,097	3,461	6,808	3,104	(4,867)	3,339
Retakaful finance (expenses)/ income from retakaful contracts held	-	(1,979)	(1,979)	-	3,044	3,033
Other comprehensive income attributable to participants	(35,290)	(3,442)	(38,732)	(246,278)	(13,445)	(259,721)
	-	-	222	-	-	42,159
Total other comprehensive income for the year, net of tax	-	-	1,513	-	-	42,936
Total comprehensive income for the year	-	-	379,579	-	-	390,015
Profit/ (Loss) for the year attributable to:						
Owners of the Company	-	-	378,149	-	-	346,911
Non-controlling interests	-	-	(83)	-	-	168
	-	-	378,066	-	-	347,079
Total comprehensive income attributable to:						
Owners of the Company	-	-	380,647	-	-	388,360
Non-controlling interests	-	-	(1,068)	-	-	1,655
	-	-	379,579	-	-	390,015
Basic earnings per ordinary share (sen)	22		45.16			41.43
Diluted earnings per ordinary share (sen)	22		45.16			41.43

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

SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

←--- Current Quarter ended 31.12.2024 ---→ ← Corresponding Quarter ended 31.12.2023 →

		Family Fund	General Fund	Group	Family Fund	General Fund	Group
	Note	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Takaful revenue	24	501,782	369,535	911,272	425,829	346,889	775,905
Takaful service expenses	25	(535,966)	(377,327)	(830,653)	(595,168)	(476,623)	(981,632)
Takaful service result before retakaful contracts held		(34,184)	(7,792)	80,619	(169,339)	(129,734)	(205,727)
Allocation of retakaful contribution		(64,854)	(153,490)	(230,898)	(13,324)	(131,896)	(148,050)
Amounts recoverable from retakaful operators for incurred claims		48,367	144,464	192,831	128,539	252,613	382,980
Net (expense)/ income from retakaful contracts held		(16,487)	(9,026)	(38,067)	115,215	120,717	234,930
Takaful service result		(50,671)	(16,818)	42,552	(54,124)	(9,017)	29,203
Investment income on financial assets not measured at fair value through profit or loss	26	92,207	15,337	132,706	87,854	13,198	123,933
Investment income/ (losses) - others	26	9,756	(12)	11,163	13,060	488	15,392
Net realised (losses)/ gains	27	(8,773)	(1,827)	(9,584)	1,826	-	2,004
Net fair value gains and losses on financial assets		13,396	92	12,179	(2,130)	150	1,574
Net impairment gains and losses on financial instruments		14,062	1,964	16,014	(4,827)	(568)	(5,978)
Net investment income		120,648	15,554	162,478	95,783	13,268	136,925
Takaful finance expenses from takaful contracts issued		(46,076)	(16,152)	(72,757)	(42,028)	(12,375)	(57,126)
Retakaful finance income from retakaful contracts held		(320)	9,026	8,731	(777)	8,128	7,414
Net takaful financial results		(46,396)	(7,126)	(64,026)	(42,805)	(4,247)	(49,712)
Other operating income		472	118	641	1,493	24	580
Other operating expenses		(178)	(73)	(1,986)	(347)	(28)	(1,663)
Profit before zakat and taxation		23,875	(8,345)	139,659	-	-	115,333
Tax (expense) / credit	18	(23,875)	8,345	(55,288)	-	-	(42,414)
Zakat		-	-	(2,771)	-	-	(2,633)
Profit for the period		-	-	81,600	-	-	70,286

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



SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

←--- Current Quarter ended 31.12.2024 ---→ ← Corresponding Quarter ended 31.12.2023 →

Note	Current Quarter ended 31.12.2024			Corresponding Quarter ended 31.12.2023		
	Family Fund RM'000	General Fund RM'000	Group RM'000	Family Fund RM'000	General Fund RM'000	Group RM'000
Profit for the period	-	-	81,600	-	-	70,286
Other comprehensive income, net of tax						
<i>Items that will not be reclassified subsequently to profit or loss</i>						
Remeasurement of defined benefit liability	-	-	30	-	-	(51)
Revaluation of property and equipment	-	-	2,763	-	-	(1,418)
Other comprehensive income attributable to participants	-	-	(2,113)	-	-	1,751
	-	-	680	-	-	282
<i>Items that may be reclassified subsequently to profit or loss</i>						
Foreign currency translation differences for foreign operations	-	-	2,796	-	-	(1,633)
Debts investment at fair value through other comprehensive income ("FVOCI")						
- net change in fair value	(59,658)	(4,238)	(69,655)	92,446	5,717	110,376
- reclassified to profit or loss	8,773	1,827	9,826	(1,826)	-	(1,849)
Takaful finance income from takaful contracts issued	(533)	641	4,255	2,018	(1,425)	1,147
Retakaful finance (expenses)/ income from retakaful contracts held	-	(358)	(358)	-	878	3,032
Other comprehensive income attributable to participants	51,418	2,128	53,546	(92,638)	(5,170)	(97,616)
	-	-	410	-	-	13,457
Total other comprehensive income for the year, net of tax	-	-	1,090	-	-	13,739
Total comprehensive income for the year	-	-	82,690	-	-	84,025
Profit/ (Loss) for the year attributable to:						
Owners of the Company	-	-	82,097	-	-	70,315
Non-controlling interests	-	-	(497)	-	-	(29)
	-	-	81,600	-	-	70,286
Total comprehensive income attributable to:						
Owners of the Company	-	-	82,206	-	-	84,496
Non-controlling interests	-	-	484	-	-	(471)
	-	-	82,690	-	-	84,025
Basic earnings per ordinary share (sen)	22		9.80			8.40
Diluted earnings per ordinary share (sen)	22		9.80			8.40

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

SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	←----- Non-distributable -----→					Distributable			
	Share Capital RM'000	Translation Reserves RM'000	Revaluation Reserves RM'000	Fair Value Reserves RM'000	LTIP Reserves RM'000	Takaful/ retakaful finance reserve RM'000	Retained Profits RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
AS AT 1 JANUARY 2023	241,376	(8,197)	19,950	(21,564)	3,083	(4,825)	1,180,116	33,520	1,443,459
Foreign currency translation differences for foreign operations	-	2,857	-	-	-	-	-	1,317	4,174
Revaluation of property and equipment	-	-	607	-	-	-	-	227	834
Remeasurement of defined benefit liability	-	-	-	-	-	-	-	(57)	(57)
Fair value of debt investments measured at FVOCI	-	-	-	32,892	-	-	-	-	32,892
Takaful finance expenses from takaful contracts issued	-	-	-	-	-	5,104	-	-	5,104
Retakaful finance income from retakaful contracts held	-	-	-	-	-	(11)	-	-	(11)
Total other comprehensive income for the year	-	2,857	607	32,892	-	5,093	-	1,487	42,936
Profit for the year	-	-	-	-	-	-	346,911	168	347,079
Total comprehensive income for the year	-	2,857	607	32,892	-	5,093	346,911	1,655	390,015
<i>Contributions by and distributions to owners of the Group</i>									
- Share-based payment transactions	-	-	-	-	(2,055)	-	-	-	(2,055)
- Transfer to retained earnings	-	-	-	-	(1,028)	-	1,028	-	-
- Dividends to owners of the Group	-	-	-	-	-	-	(117,223)	-	(117,223)
Total transactions with owners of the Group	-	-	-	-	(3,083)	-	(116,195)	-	(119,278)
AS AT 31 DECEMBER 2023	241,376	(5,340)	20,557	11,328	-	268	1,410,832	35,175	1,714,196

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

SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	←----- Non-distributable -----→					Distributable			
	Share Capital RM'000	Translation Reserves RM'000	Revaluation Reserves RM'000	Fair Value Reserves RM'000	LTIP Reserves RM'000	Takaful/ retakaful finance reserve RM'000	Retained Profits RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
AS AT 1 JANUARY 2024	241,376	(5,340)	20,557	11,328	-	268	1,410,832	35,175	1,714,196
Foreign currency translation differences for foreign operations	-	(2,625)	-	-	-	-	-	(1,585)	(4,210)
Revaluation of property and equipment	-	-	691	-	-	-	-	570	1,261
Remeasurement of defined benefit liability	-	-	-	-	-	-	-	30	30
Fair value of debt investments measured at FVOCI	-	-	-	2,182	-	-	-	-	2,182
Net finance expenses from takaful contracts issued	-	-	-	-	-	2,250	-	-	2,250
Total other comprehensive income for the year	-	(2,625)	691	2,182	-	2,250	-	(985)	1,513
Profit for the year	-	-	-	-	-	-	378,149	(83)	378,066
Total comprehensive income for the year	-	(2,625)	691	2,182	-	2,250	378,149	(1,068)	379,579
<i>Contributions by and distributions to owners of the Group</i>									
- Dividends to owners of the Group	-	-	-	-	-	-	(142,342)	-	(142,342)
Total transactions with owners of the Group	-	-	-	-	-	-	(142,342)	-	(142,342)
AS AT 31 DECEMBER 2024	241,376	(7,965)	21,248	13,510	-	2,518	1,646,639	34,107	1,951,433

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

SYARIKAT TAKAFUL MALAYSIA KELUARGA BERHAD
UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	Current Year Ended 31.12.2024 RM'000	Corresponding Year Ended 31.12.2023 RM'000
Cash flows from operating activities		
Profit before zakat and taxation	574,894	507,641
Adjustments for:		
MFRS 17 non cash items included in takaful service expenses	(2,021)	13,471
Fair value (losses)/gains of FVTPL financial assets	(53,843)	3,288
Profit from Malaysian Government Islamic papers	(38,714)	(30,010)
Profit from Islamic Debt Securities, cash and cash equivalents and other investment accounts	(503,469)	(479,894)
Dividend income from equity securities and unit trusts	(16,429)	(10,585)
Equity settled share-based payment	-	(2,055)
Gains from disposal of debt investments measured at FVOCI	(3,720)	(24,154)
Amortisation of premiums, net of accretion of discounts	10,380	12,169
Impairment losses on financial instruments	(3,482)	6,006
Operating loss before changes in working capital	(36,404)	(4,123)
Profit received from Malaysian Government Islamic papers	38,714	30,010
Profit received from Islamic Debt Securities and investment accounts	376,122	466,922
Dividend income from equity securities and unit trusts	16,429	10,585
Purchase of investment	(2,052,351)	(1,030,406)
Proceeds from disposal of investments	667,455	525,986
Maturity of investments	178,011	200,928
Increase in receivables	(233,342)	(1,545,085)
Increase in payables	(125,671)	(109,654)
Increase in Retakaful contract balances	(156,395)	(253,675)
Increase in Takaful contract balances	1,450,864	799,463
	123,432	(909,049)
Zakat paid	(8,846)	(8,804)
Income taxes paid	(181,000)	(166,100)
Net cash used in from operating activities	(66,414)	(1,083,953)
Cash flows from investing activities		
Acquisition of intangible assets	(7,314)	(10,956)
Purchase of property and equipment	(3,703)	(14,939)
Proceeds from sale of property and equipment	4	123
Net cash used in investing activities	(11,013)	(25,772)
Cash flows from financing activities		
Dividends paid to owners of the Company	(117,223)	(113,036)
Payment of lease liabilities	(214)	(809)
Net cash used in financing activities	(117,437)	(113,845)
Net decrease in cash and cash equivalents	(194,864)	(1,223,570)
Effect of exchange rate fluctuations on cash held	(7,064)	7,698
Cash and cash equivalents at the beginning of year	851,429	2,067,301
Cash and cash equivalents at the end of year	649,501	851,429

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

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1 Basis of preparation

The condensed consolidated interim financial statements have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), IAS 34 Interim Financial Reporting issued by International Accounting Standards Board, paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements"), and Guidelines/ Circulars issued by Bank Negara Malaysia ("BNM") and Shariah rulings and precepts.

The condensed consolidated interim financial statements of the Group comprise the Company and its subsidiaries as at and for the quarter ended 31 December 2024. It also includes Takaful funds established in accordance with Islamic Financial Services Act, 2013 in Malaysia, which are managed and controlled by the Group and by the Company as operator of the fund.

The statements of financial position and the statements of profit or loss and other comprehensive income of the Family Takaful Fund and General Takaful Fund are supplementary financial information presented in accordance with the requirements of BNM and Islamic Financial Services Act, 2013 in Malaysia to segregate assets, liabilities, income and expenses of Takaful funds from its own. The statements of financial position and profit or loss and other comprehensive income of the Family and General Takaful Fund include only the assets, liabilities, income and expenses of the family solidarity fund and General Takaful Fund that is set up, managed and controlled by the Takaful Operator.

In preparing the Group-level consolidated financial statements, the balances and transactions of the Takaful Operator are amalgamated and combined with those of the Takaful funds. Interfund assets and liabilities, income and expenses relating to transactions between the funds are eliminated in full during amalgamation. The accounting policies adopted for the Takaful Operator and Takaful funds are uniform for like transactions and events in similar circumstances.

The Takaful fund are consolidated and amalgamated from the date of control and continue to be consolidated until the date such control ceases which occur when the Group's and the Company's license to manage Takaful business is withdrawn or surrendered.

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2023.

The accounting policies and presentation adopted by the Group for the unaudited condensed consolidated interim financial statements are consistent with those adopted in the Group's audited financial statements for the financial year ended 31 December 2023, except for the adoption of the following:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16 "Leases - Lease Liabilities in a Sale and Leaseback";
- Amendments to MFRS 101 "Presentation of Financial Statements - Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current";
- Amendments to MFRS 107 "Statement of Cash Flows" and MFRS 7 "Financial Instruments: Disclosures-Supplier Finance Arrangements".

The initial application of the abovementioned standards, amendments and interpretations do not have any material impacts to the current and prior year's financial statements upon their first adoption.

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2 Auditors' Report

The auditors' report on the audited financial statements of the preceding year ended 31 December 2023 did not contain any qualification.

3 Seasonality of Operations

The Group's operations are not materially affected by seasonal or cyclical factors for the year under review.

4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows in the current quarter ended 31 December 2024.

5 Estimates

There were no material changes in the basis used for accounting estimates for the current quarter under review.

6 Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review.

7 Dividends

The Group on 29 December 2023, declared an interim single tier dividend of 14.00 sen per ordinary share in respect of the financial year ended 31 December 2023 which was paid on 2 February 2024.

The Group on 29 November 2024, declared an interim single tier dividend of 17.00 sen per ordinary share in respect of the financial year ended 31 December 2024, which consists of an electable portion of 17.00 sen per ordinary share, which can be elected to be reinvested in new ordinary shares in accordance with the Dividend Reinvestment Plan ("DRP"). Following the completion of DRP, a total cash dividend of RM25,851,118 was paid on 21 January 2025.

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

8 Segmental Reporting

Business Segments:

	Family RM'000	General RM'000	Group RM'000
Financial year ended 31 December 2024			
Takaful revenue	<u>1,985,962</u>	<u>1,463,958</u>	<u>3,575,751</u>
Profit for the year	<u>-</u>	<u>-</u>	<u>378,066</u>
Financial year ended 31 December 2023			
Takaful revenue	<u>1,550,704</u>	<u>1,279,287</u>	<u>2,942,129</u>
Profit for the year	<u>-</u>	<u>-</u>	<u>347,079</u>

9 Investment Properties

A valuation has been carried out on all investment properties during the current financial quarter under review and the carrying values of the investment properties reflect the new valuation.

10 Material Events Subsequent to the End of the Year

There was no material event subsequent to the end of the year under review that has not been reported in the unaudited condensed consolidated financial statements for the current financial quarter.

11 Financial Risk Management

The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statement as at and for the year ended 31 December 2023.

12 Effect of Changes in Composition of the Company/ Group

There was no change in the composition of the Group for the current financial quarter under review.

13 Contingent Liabilities

There were no contingent liabilities as at the date of this announcement.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14 Review of Performance

	3 months ended			12 months ended		
	31.12.2024	31.12.2023	Changes	31.12.2024	31.12.2023	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Takaful revenue	911,272	775,905	17%	3,575,751	2,942,129	22%
Takaful service results	42,552	29,203	46%	217,830	174,695	25%
Profit for the year	81,600	70,286	16%	378,066	347,079	9%

14.1 Financial results of the current year-to-date against preceding year-to-date

Group Takaful revenue

The Group recorded takaful revenue of RM3.58 billion for the financial year ended 31 December 2024, which was higher by RM633.7 million (22%) compared to RM2.94 billion in the same period last year. The increase was mainly attributable to:

- i) Higher contribution release of RM308.2 million; and
- ii) Higher amount charged for Takaful coverage for both Family Takaful and General Takaful, by RM224.9 million.

Group Takaful service results

Excluding movement in profit attributable to participants (RM286.5 million), the Takaful Service Results have increased by RM329.6 million. This is due to a higher amount charged for Takaful coverage of RM224.9 million and higher PAA profit of RM5.7 million.

Group Profit for the year

For the financial year ended 31 December 2024, the Group reported a net profit of RM378.1 million. This represents a 9% increase of RM31 million compared to the previous year's profit of RM347.1 million mainly due to an increase in Takaful Services Results.

Family Takaful

i) Takaful revenue

Family Takaful generated takaful revenue of RM1.99 billion for the financial year ended 31 December 2024, increased by 28% as compared to RM1.55 billion in the same period last year, mainly attributable to higher takaful revenue earned for takaful services provided.

ii) Takaful service results

Excluding surplus attributable to participants movement, the Takaful Service Results increased by RM261.9 million mainly contributed by higher takaful revenue earned.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14 Review of Performance (continued)

14.1 Financial results of the current year-to-date against preceding year-to-date (continued)

Family Takaful (continued)

iii) Net investment income

The investment income for the financial year ended 31 December 2024 was RM442.6 million, increased by RM73.3 million, mainly due to a fair value gain as a results of better performance of equity securities.

iv) Net Takaful Financial Results

The Group recorded net takaful financial results of RM169.1 million for the financial year ended 31 December 2024, increase of RM38.6 million as compared to the same period last year of RM130.5 million. The higher net negative takaful financial results were mainly attributable to higher unwinding effect from higher takaful contract liabilities.

General Takaful

i) Takaful revenue

General takaful recorded Takaful revenue of RM1.46 billion for the financial year ended 31 December 2024, 14% higher as compared to the same period last year of RM1.28 billion. The higher takaful revenue was mainly attributable to higher contribution release from fire and motor class of businesses.

ii) Takaful service results

Excluding surplus attributable to participants movement, the Takaful Service Results improved by RM7.5 million mainly contributed by higher takaful revenue earned.

iii) Net investment income

The net investment income for the financial year ended 31 December 2024 was RM57.9 million, RM6.3 million higher compared to the same period last year of RM51.6 million, mainly due to higher profit income from fixed income investments.

iv) Net Takaful Financial Results

General Takaful recorded net takaful financial results of RM26.2 million for the financial year ended 31 December 2024, RM7.5 million higher than RM18.8 million recorded for the same period last year. The higher net negative takaful financial results was mainly attributable to higher unwinding effect from higher takaful contract liabilities.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14 Review of Performance (continued)

14.2 Financial results of the current quarter against preceding year corresponding quarter

Group Takaful revenue

The Group recorded takaful revenue of RM911.3 million for the fourth quarter of 2024, which was higher by RM135.4 million (17%) compared to RM775.9 million in the same period last year. The increase was mainly attributable to higher amount charged for Takaful coverage for Family Takaful.

Group Takaful service results

Excluding profit attributable to participants movements (RM100.1 million), the Takaful Service Results have increased by RM113.4 million in tandem with growth in takaful revenue.

Group Profit for the year

For the fourth quarter of 2024, the Group recorded a net profit of RM81.6 million, 16% increase compared to the same period last year of RM70.3 million, mainly due to an increase in Takaful Services Results.

Family Takaful

i) Takaful revenue

Family Takaful generated takaful revenue of RM501.8 million for the fourth quarter of 2024, increased by 18% as compared to RM425.8 million in the same period last year, mainly attributable to higher takaful revenue earned for takaful services provided.

ii) Takaful service results

Excluding surplus attributable to participants movement, the Takaful Service Results increased by RM91.3 million mainly contributed by higher Takaful coverage.

iii) Net investment income

The investment income for the fourth quarter of 2024 was RM120.6 million, increased by RM24.9 million, mainly due to higher net fair value gains on financial assets.

iv) Net Takaful Financial Results

The Group recorded net takaful financial results of RM46.4 million for the fourth quarter of 2024, higher by RM3.6 million as compared to the same period last year of RM42.8 million. The higher net negative takaful financial results were mainly attributable to higher unwinding effect from higher takaful contract liabilities.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14 Review of Performance (continued)

14.2 Financial results of the current quarter against preceding year corresponding quarter (continued)

General Takaful

i) Takaful revenue

General takaful recorded Takaful revenue of RM369.5 million for the fourth quarter of 2024, 7% higher as compared to the same period last year of RM346.9 million. The higher takaful revenue was mainly attributable to higher contribution release recorded from fire and motor class of businesses.

ii) Takaful service results

Excluding surplus attributable to participants movement, the General takaful service results for the fourth quarter of 2024 improved by RM4.4 million compared to the same period last year.

iii) Net investment income

The net investment income for the fourth quarter of 2024 was RM15.6 million, higher by RM2.3 million as compared to the same period last year of RM13.3 million, mainly due to higher profit income from fixed income investments.

iv) Net Takaful Financial Results

General Takaful recorded net takaful financial results of RM7.1 million for the fourth quarter of 2024, RM2.9 million higher as compared to the same period last year of RM4.2 million. The higher net negative takaful financial results were mainly attributable to higher unwinding effect from higher takaful contract liabilities.

14.3 Review of Statements of Financial Position

As at 31 December 2024, total assets of RM16.67 billion, increased by 14% as compared to RM14.68 billion as at 31 December 2023, mainly attributable to higher loans and receivables, investments, and partially offset by lower cash and cash equivalents.

Loans and receivables increased from RM2.15 billion to RM2.49 billion whilst cash and cash equivalents decreased from RM851.4 million to RM649.5 million as at 31 December 2024 mainly due to increase in placement in fixed and call deposits at licensed institutions with maturity more than 3 months arising from business growth.

Investments increased by 14% from RM9.26 billion as at 31 December 2023 to RM10.57 billion as at 31 December 2024, mainly attributable to net purchases of investments increased by RM1.01 billion and increase in fair value gain in Islamic debt.

Total liabilities increased to RM14.72 billion as at 31 December 2024 as compared to RM12.96 billion as at 31 December 2023, which was mainly attributable to higher takaful contract liabilities.

Shareholders' equity increased by 14% to RM1.92 billion as at 31 December 2024. This is mainly attributed to the net profit generated during the financial year of RM378.1 million offset by dividend declared during the year.

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14 Review of Performance (continued)

14.4 Review of Statements of Cash Flows

For the financial year ended 31 December 2024, the Group's cash flow position decreased to RM649.5 million as compared to the position as at 31 December 2023 of RM851.4 million, mainly attributable to utilisation of cash towards placement of money market instruments with maturity profile above 3 months during the quarter. The Group's cash flow position remain healthy and able to meet its obligation.

15 Financial review for current quarter compared with immediate preceding quarter

	Current Quarter 31.12.2024	Immediate Preceding Quarter 30.09.2024	Changes
	RM'000	RM'000	%
Takaful revenue	911,272	975,979	-7%
Takaful service results	42,552	105,244	-60%
Profit for the year	81,600	100,508	-19%

Group Takaful revenue

For the current quarter under review, the Group recorded takaful revenue of RM911.3 million, decreased by RM64.7 million or 6% as compared to RM976.0 million in the immediate preceding quarter, mainly attributable to lower contribution release, quarter-on-quarter.

Group Takaful service results

Excluding surplus attributable to participants movement, the Takaful Service Results increased by RM29.2 million mainly due to lower incurred claims during the current quarter.

Group Profit for the year

For the current quarter under review, the Group recorded a net profit of RM81.6 million, decreased from RM100.5 million in the immediate preceding quarter.

Family Takaful

i) Takaful revenue

For the current quarter under review, Family Takaful generated takaful revenue of RM501.8 million, decreased by 9.6% as compared to RM555.0 million in the immediate preceding quarter.

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

15 Financial review for current quarter compared with immediate preceding quarter (continued)

Family Takaful (continued)

ii) Takaful service results

Excluding surplus attributable to participants movement, the Takaful Service Results increased by RM48.2 million from RM125.5 million to RM174.8 million.

iii) Net Takaful Financial Results

For the current quarter under review, Family Takaful recorded net takaful financial results of RM46.4 million, increased by RM9.9 million as compared to the immediate preceding quarter of RM36.5 million. The higher net negative takaful financial results were mainly attributable to higher unwinding effect from higher takaful contract liabilities.

General Takaful

i) Takaful revenue

For the current quarter under review, General takaful recorded Takaful revenue of RM369.5 million, lower by 2% as compared to the immediate preceding quarter of RM377.7 million. The decreased in takaful revenue was mainly attributable to decrease in PAA contribution.

ii) Takaful service results

Excluding surplus attributable to participants movement, the Takaful Service Results for general takaful improved by RM5.1 million compared to the same period last year.

iii) Net Takaful Financial Results

General Takaful recorded net takaful financial results of RM7.1 million for the fourth quarter ended 31 December 2024, RM0.8 million lower as compared to immediate preceding quarter of RM6.3 million.

16 Current Year Prospects

Malaysia's 2024 GDP growth was 5.1% (based on BNM's announcement on 14 February 2025), which was a sterling result compared with the 3.6% recorded in 2023. For 2025, based on Budget 2025 announcement, the expectations of GDP growth shall be between 4.5% and 5.5% - the Group expects to benefit from the growth trajectory, with economic expansion also being the catalyst for the Group's growth in 2024. Whilst GDP growth is expected to be strong, there are many downside risks particularly with global and Asia-Pacific geopolitical and economic tensions, as a result of policy shifts in the form of tariff implementations and expected escalating trade war in the near term – this shall also add further complexities to profit rate movement in the United States of America and globally. We also expect domestic inflationary pressure to remain in 2025, with commodity and energy prices continued to be impacted by the unresolved and drawn out conflicts in the Middle East and Ukraine. However, consumer protection gap in the form of takaful and

The Group's core businesses in Bancatakaful, Treasury, Employee Benefits and General Takaful are key drivers of our success as the leader in the Takaful industry. In these segments, we continue to be our customers' preferred Takaful operator, and as we celebrate our 40th year of operation in 2024, our pioneer status strengthen the value to our brand and affirm our customer's trust in our products and services.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

16 Current Year Prospects (continued)

Our digital segment, particularly the retail general and family takaful market, remain a key focus for growth and our flagship digital platform, Kaotim, has achieved positive results since our launch in late 2023. In this segment, we target young professionals and the digital savvy, a growing market segment which cannot be ignored and we believe that these customers will mature into a key affluent segment with growing protection needs in future. Our plans for 2025 is to further expand our customer reach for our Kaotim platform by introducing solutions digitally.

The Group remains steadfast in its commitment to growing its business and progressing on our sustainability and environmental responsibilities. Our approach to sustainability is holistic, encompassing strong governance, environmental stewardship, responsible investments, and meaningful social contributions. Through these initiatives, we aim to create a lasting positive impact, ensuring a sustainable future for all stakeholders.

17 Variance of Actual Profit from Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast nor profit guarantee during the current quarter under review.

18 Taxation

	3 months ended		Cumulative 12 months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
- Current financial year	67,813	33,667	197,152	150,862
- Over provision in prior year	-	9,307	-	8,498
Deferred tax expense				
- Current financial year	(12,525)	(560)	(13,421)	(8,974)
Total tax expense	<u>55,288</u>	<u>42,414</u>	<u>183,731</u>	<u>150,386</u>

18.1 The effective tax rate is higher than the statutory tax rate for the current financial year due to higher non-deductible expenses.

18.2 The IRB had, on 8 September 2017, issued to the Company notices of additional assessment (i.e. Form JA) for the years of assessment ("YA") 2012, 2013, and 2014. The additional tax payable (including penalties at the rate of 45%) by the Company under the above-mentioned notices is RM 18,762,433.47.

The Company has paid the additional tax on 4 October 2017 and submitted an appeal (Form Q) to Special Commissioner of Income Tax against the notice of assessment on 5 October 2017.

The Company is of the view that there are valid legal grounds for its appeal and have treated the related tax payment of RM16,741,000 as tax recoverable.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

18 Taxation (continued)

Following the issuance of the notices of additional assessments for YA2012, 2013 and 2014 by the IRB, further notices of additional assessments for the YA 2015, 2016, and 2017 were also raised by the IRB. The total additional tax payable by the Company as per the notices of additional assessments amounts to RM 1,615,322.88 (including penalties at the rate of 45%). The Company has paid the additional tax and submitted an appeal to the Special Commissioner of Income Tax regarding the assessment notice for YA2015, 2016 and 2017. The Company also filed an appeal against its own tax returns for the years YA2019 to 2021 being dissatisfied with the deemed assessments.

The last court mention was on 27 January 2025. The Special Commissioner of Income Tax has scheduled the hearings for 10 to 11 June 2026 for YAs 2012 for 2013 and 2014 and 4 to 5 August 2026 for YAs 2015 to 2021.

19 Status of Corporate Proposal

On 11 July 2024, the Group announced its intention to establish a dividend reinvestment plan ("DRP"), allowing shareholders to reinvest dividends in additional shares of Syarikat Takaful Malaysia Keluarga Berhad ("STMKB").

The rationale of the Group embarking on the DRP are as follows:

- a) To provide flexibility in capital management and strengthening its capital position as part of the Group's capital management strategy. The reinvestment of dividend for DRP Shares will also enlarge STMKB's share capital base. The cash retained which would otherwise be used for the payment of dividend, may be utilised to fund the continuing business growth of the Group.
- b) To provide an opportunity to enhance shareholder's value by investing into DRP Shares at a discount and from any future capital appreciation.
- c) To provide flexibility to meet Shareholders' investment objectives as they would have the option of receiving Dividend in cash and/or reinvesting into DRP Shares without having to incur any brokerage fees and other related transaction costs, unless otherwise provided by any statute, law or regulation. However, shareholders who elect to participate in the DRP are required to pay RM10.00 for stamp duty and RM5.00 for handling fee if application is made through Boardroom Smart Investor Portal .
- d) The issuance of DRP shares may potentially improve the trading liquidity of STMKB Shares.

Whenever a Dividend is declared, the Board may, at its absolute discretion, determine:

- a) whether to pay such Dividend in cash or to offer a Reinvestment Option; and
- b) if the Reinvestment Option is applicable, the size of the Electable Portion. If the Reinvestment Option is not exercised by the shareholders in whole, the Balance Electable Portion will be paid in cash.

The Electable Portion may encompass the whole or part of the Dividend declared. If the Electable Portion is only applicable for part of the Dividend declared, the Remaining Portion will be paid in cash.

Each shareholder will have the following options for a Reinvestment Option:

Option 1 : Elect to participate in the Reinvestment Option by reinvesting the entire Electable Portion into DRP Shares at the Issue Price and to receive the Remaining Portion in cash.

Option 2 : Elect to participate in the Reinvestment Option by reinvesting part of the Electable Portion into DRP Shares at the Issue Price and to receive the Balance Electable Portion and Remaining Portion in cash.

Option 3 : Elect not to participate in the Reinvestment Option and thereby receiving your entire Dividend entitlement (both Electable Portion and Remaining Portion) wholly in cash.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

19 Status of Corporate Proposal (continued)

The DRP had received all necessary approvals from Bursa Securities and from its shareholders via an EGM held on 17 October 2024.

On 12 December 2024, the Group announced the DRP Shares will be issued at the issue price of RM3.34 per DRP Share ("Issue Price"). The Issue Price is fixed based on the five-day VWAP of STMKB Shares of RM3.8709 up to and including 10 December 2024, being the last trading day before the Price Fixing Date, after adjusting for the following:

- (i) the Interim Dividend of RM0.17 per STMKB Share to the five-day VWAP of STMKB Shares ("Ex-Dividend VWAP"); and
- (ii) a discount of RM0.3609 which is approximately 9.8% discount to the Ex-Dividend VWAP of RM3.7009.

The take-up rate of the DRP is 82.82%. On 21 January 2025, the Group has allotted and issued 34,877,500 DRP Shares. With the issuance of the DRP Shares, the Group's total issued share capital increased to RM357,866,818.85 comprising of 872,183,193 number of shares.

20 Group Borrowings and Debt Securities

The Group does not have any borrowings and debt securities as at 31 December 2024.

21 Material Litigation

There was no material litigation pending as at the date of this announcement.

22 Earnings per Share

Basic earnings per share ("Basic EPS")

Basic EPS of the Group is calculated by dividing the net profit attributable to ordinary shareholders for the quarter/ year by the weighted average number of ordinary shares in issue during the year.

		3 months ended		Cumulative 12 months ended	
		31.12.2024	31.12.2023	31.12.2024	31.12.2023
		RM'000	RM'000	RM'000	RM'000
Owners of the Company	(RM'000)	82,097	70,315	378,149	346,911
Weighted average number of ordinary shares in issue	('000)	837,306	837,306	837,306	837,306
Basic EPS	(sen)	9.80	8.40	45.16	41.43

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

22 Earnings per Share (continued)

Diluted earnings per share ("Diluted EPS")

The calculation of diluted earnings per ordinary share was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows:

		3 months ended		Cumulative 12 months ended	
		31.12.2024	31.12.2023	31.12.2024	31.12.2023
		RM'000	RM'000	RM'000	RM'000
Owners of the Company	(RM'000)	<u>82,097</u>	<u>70,315</u>	<u>378,149</u>	<u>346,911</u>
Weighted average number of ordinary shares in issue	('000)	<u>837,306</u>	<u>837,306</u>	<u>837,306</u>	<u>837,306</u>
Diluted weighted average number of ordinary shares in issue	('000)	<u>837,306</u>	<u>837,306</u>	<u>837,306</u>	<u>837,306</u>
Diluted EPS	(sen)	<u>9.80</u>	<u>8.40</u>	<u>45.16</u>	<u>41.43</u>

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

23 Takaful contract assets/ liabilities and Retakaful contract assets/ liabilities

	Assets		Liabilities		Total assets RM'000	Total liabilities RM'000
	Remaining coverage RM'000	Incurred claims RM'000	Remaining coverage RM'000	Incurred claims RM'000		
31 December 2024						
Family Takaful						
Takaful contracts	22,431	718,979	(413,827)	(10,183,899)	741,410	(10,597,726)
Retakaful contracts	41,325	289,168	(169,245)	-	330,493	(169,245)
	<u>63,756</u>	<u>1,008,147</u>	<u>(583,072)</u>	<u>(10,183,899)</u>	<u>1,071,903</u>	<u>(10,766,971)</u>
General Takaful						
Takaful contracts	4,349	15,093	(393,104)	(2,246,983)	19,442	(2,640,087)
Retakaful contracts	122,706	1,061,248	(24,286)	(63,060)	1,183,954	(87,346)
	<u>127,055</u>	<u>1,076,341</u>	<u>(417,390)</u>	<u>(2,310,043)</u>	<u>1,203,396</u>	<u>(2,727,433)</u>
Group						
Takaful contracts	51,061	734,072	(1,654,365)	(12,405,547)	785,133	(14,059,912)
Retakaful contracts	166,480	1,350,416	(194,330)	(63,060)	1,516,896	(257,390)
	<u>217,541</u>	<u>2,084,488</u>	<u>(1,848,695)</u>	<u>(12,468,607)</u>	<u>2,302,029</u>	<u>(14,317,302)</u>

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

23 Takaful contract assets/ liabilities and Retakaful contract assets/ liabilities (continued)

	Assets		Liabilities		Total assets RM'000	Total liabilities RM'000
	Remaining coverage RM'000	Incurred claims RM'000	Remaining coverage RM'000	Incurred claims RM'000		
31 December 2023						
Family Takaful						
Takaful contracts	73,301	272,837	(357,563)	(9,073,542)	346,138	(9,431,105)
Retakaful contracts	49,064	343,751	(138,413)	-	392,815	(138,413)
	<u>122,365</u>	<u>616,588</u>	<u>(495,976)</u>	<u>(9,073,542)</u>	<u>738,953</u>	<u>(9,569,518)</u>
General Takaful						
Takaful contracts	4,180	9,155	(323,112)	(1,803,168)	13,335	(2,126,280)
Retakaful contracts	154,583	817,273	(3,397)	(124,163)	971,856	(127,560)
	<u>158,763</u>	<u>826,428</u>	<u>(326,509)</u>	<u>(1,927,331)</u>	<u>985,191</u>	<u>(2,253,840)</u>
Group						
Takaful contracts	101,864	281,992	(1,464,423)	(10,854,101)	383,856	(12,318,524)
Retakaful contracts	214,477	1,161,024	(143,505)	(124,162)	1,375,501	(267,667)
	<u>316,341</u>	<u>1,443,016</u>	<u>(1,607,928)</u>	<u>(10,978,263)</u>	<u>1,759,357</u>	<u>(12,586,191)</u>

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

23 Takaful contract assets/ liabilities and Retakaful contract assets/ liabilities (continued)

23.1 Movements in takaful contract balances

	Family Takaful		General Takaful		Group	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Takaful contract liabilities as at 1 January	9,431,105	8,478,737	2,126,280	1,771,538	12,318,524	11,288,957
Takaful contract assets as at 1 January	(346,138)	(253,634)	(13,335)	(7,078)	(383,856)	(326,833)
Net takaful contract liabilities as at 1 January	9,084,967	8,225,103	2,112,945	1,764,460	11,934,668	10,962,124
Takaful revenue	(1,985,962)	(1,550,704)	(1,463,958)	(1,279,287)	(3,575,751)	(2,942,129)
Takaful service expenses	2,234,667	1,899,189	1,468,960	1,281,626	3,298,842	2,839,241
Takaful service result	248,705	348,485	5,002	2,339	(276,909)	(102,888)
Takaful finance expenses from takaful contracts issued	168,097	131,322	57,982	48,964	269,345	221,336
Effect of movements in exchange rates	(27,006)	21,666	-	-	(28,075)	22,553
Total changes in the statement of profit or loss and OCI	389,796	501,473	62,984	51,303	(35,639)	141,001
Cash flows						
Contributions received	1,826,644	1,458,351	1,475,299	1,351,914	3,266,603	2,778,995
Claims and other expenses paid including investment components	(484,908)	(461,855)	(607,223)	(577,212)	(1,181,880)	(1,152,281)
Takaful acquisition cash flows	-	-	-	-	(799,211)	(1,098,624)
Deem settlement transfer	(1,032,819)	(883,084)	(425,132)	(488,033)	54,595	36,292
Total cash flows	308,917	113,412	442,944	286,669	1,340,107	564,382
Investment revaluation reserve	34,193	243,174	1,960	15,268	38,336	291,334
Other movements	38,443	1,805	(188)	(4,755)	(2,693)	(24,173)
Net takaful contract liabilities as at 31 December	9,856,316	9,084,967	2,620,645	2,112,945	13,274,779	11,934,668
Takaful contract liabilities as at 31 December	10,597,726	9,431,105	2,640,087	2,126,280	14,059,912	12,318,524
Takaful contract assets as at 31 December	(741,410)	(346,138)	(19,442)	(13,335)	(785,133)	(383,856)
Net takaful contract liabilities as at 31 December	9,856,316	9,084,967	2,620,645	2,112,945	13,274,779	11,934,668

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

23 Takaful contract assets/ liabilities and Retakaful contract assets/ liabilities (continued)

23.2 Movements in retakaful contract balances

	Family Takaful		General Takaful		Group	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Retakaful contract assets as at 1 January	392,815	267,304	971,856	792,050	1,375,501	1,061,428
Retakaful contract liabilities as at 1 January	(138,413)	(77,123)	(127,560)	(132,104)	(267,667)	(210,124)
Net retakaful contract assets as at 1 January	254,402	190,181	844,296	659,946	1,107,834	851,304
Allocation of retakaful contributions	(235,089)	(154,746)	(537,124)	(472,001)	(795,954)	(633,795)
Amounts recoverable from retakaful operators	234,976	263,800	501,899	441,802	736,875	705,602
Net income or expense from retakaful contracts held	(113)	109,054	(35,225)	(30,199)	(59,079)	71,807
Effect of changes in non-performance risk of retakaful operators	112	816	(969)	193	(857)	1,009
Retakaful finance income from retakaful contracts held	113	-	34,215	30,199	34,413	33,185
Effect of movements in exchange rates	(4,327)	2,954	-	-	(4,255)	2,909
Total changes in the statement of profit or loss and OCI	(4,215)	112,824	(1,979)	193	(29,778)	108,910
Cash flows						
Retakaful contributions paid	162,511	95,929	515,861	469,924	691,893	578,474
Amounts received	(253,601)	(152,183)	(263,549)	(285,573)	(517,149)	(437,167)
Total cash flows	(91,090)	(56,254)	252,312	184,351	174,744	141,307
Other movements	2,151	7,651	1,979	(194)	6,706	6,313
Net retakaful contract assets as at 31 December	161,248	254,402	1,096,608	844,296	1,259,506	1,107,834
Retakaful contract assets as at 31 December	330,493	392,815	1,183,954	971,856	1,516,896	1,375,501
Retakaful contract liabilities as at 31 December	(169,245)	(138,413)	(87,346)	(127,560)	(257,390)	(267,667)
Net retakaful contract assets as at 31 December	161,248	254,402	1,096,608	844,296	1,259,506	1,107,834

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

24 Takaful revenue

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

	Family Takaful		General Takaful		Group	
	3 months ended		3 months ended		3 months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Amounts relating to the changes in the liability for remaining coverage						
Expected claims and takaful service expenses incurred in the year	295,506	252,539	7,720	9,880	295,258	257,555
Change in the risk adjustment for non-financial risk	-	-	-	-	45,206	(60,078)
Amount of Contractual Service Margin ("CSM") recognised in the profit or loss	-	-	-	-	68,931	66,568
Other amounts including experience adjustments for income related items	(4,745)	3,075	(134)	(148)	(6,741)	1,929
Others	108	-	9	(23)	122	(18)
Amounts relating to recovery of takaful acquisition cash flows	95,864	114,152	2,582	2,541	54,876	(21,564)
Takaful revenue - contracts not measured under PAA	386,733	369,766	10,177	12,250	457,652	244,392
Takaful revenue - contracts measured under PAA	115,049	56,063	359,358	334,639	453,620	531,513
Total takaful revenue	501,782	425,829	369,535	346,889	911,272	775,905

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

24 Takaful revenue (continued)

The table below presents an analysis of the total takaful revenue recognised in the year (continued):

	Family Takaful		General Takaful		Group	
	12 months ended		12 months ended		12 months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Amounts relating to the changes in the liability for remaining coverage						
Expected claims and takaful service expenses incurred in the year	1,050,377	819,403	33,566	35,102	1,057,476	832,549
Change in the risk adjustment for non-financial risk	-	-	-	-	96,356	13,755
Amount of Contractual Service Margin ("CSM") recognised in the profit or loss	-	-	-	-	248,454	240,040
Other amounts including experience adjustments for income related items	(6,225)	10,122	(407)	570	(9,232)	14,595
Others	108	-	31	78	157	100
Amounts relating to recovery of takaful acquisition cash flows	509,908	416,109	10,586	10,317	351,226	282,699
Takaful revenue - contracts not measured under PAA	1,554,168	1,245,634	43,776	46,067	1,744,437	1,383,738
Takaful revenue - contracts measured under PAA	431,794	305,070	1,420,182	1,233,220	1,831,314	1,558,391
Total takaful revenue	1,985,962	1,550,704	1,463,958	1,279,287	3,575,751	2,942,129

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

25 Takaful service expenses

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

	Family Takaful		General Takaful		Group	
	3 months ended		3 months ended		3 months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Incurring claims and other takaful service expenses	215,043	241,798	151,959	272,831	389,150	524,449
Incurring surplus to participants	228,439	166,194	115,235	99,946	343,674	266,140
Amortisation of acquisition cash flows - wakalah fees	105,558	131,711	113,077	125,055	133,080	150,169
Losses on onerous contracts and reversal of losses on onerous contracts	-	-	-	-	(19,233)	6,618
Changes to liabilities for incurred claims	(13,074)	55,465	(2,944)	(21,209)	(16,018)	34,256
Total takaful service expenses	535,966	595,168	377,327	476,623	830,653	981,632
Represented by:						
Contracts not measured under PAA	434,536	493,728	11,301	13,260	376,314	353,903
Contracts measured under PAA	101,430	101,440	366,026	463,363	454,339	627,729
	535,966	595,168	377,327	476,623	830,653	981,632

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

25 Takaful service expenses (continued)

The table below presents an analysis of the total takaful service expenses recognised in the year (continued):

	Family Takaful		General Takaful		Group	
	12 months ended		12 months ended		12 months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Incurring claims and other takaful service expenses	890,127	879,637	855,514	571,096	1,819,332	1,516,370
Incurring surplus to participants	756,387	497,013	42,673	226,681	799,060	723,694
Amortisation of acquisition cash flows - wakalah fees	601,970	510,663	476,784	463,507	590,104	555,738
Losses on onerous contracts and reversal of losses on onerous contracts	-	-	-	-	10,174	11,221
Changes to liabilities for incurred claims	(13,817)	11,876	93,989	20,342	80,172	32,218
Total takaful service expenses	2,234,667	1,899,189	1,468,960	1,281,626	3,298,842	2,839,241
Represented by:						
Contracts not measured under PAA	1,783,653	1,524,521	49,140	50,704	1,603,363	1,415,060
Contracts measured under PAA	451,014	374,668	1,419,820	1,230,922	1,695,479	1,424,181
	2,234,667	1,899,189	1,468,960	1,281,626	3,298,842	2,839,241

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

26 Investment Income

The investment income consists of the following:

	Family Takaful		General Takaful		Group	
	3 months ended		3 months ended		3 months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Investment income on financial assets not measured at FVTPL</u>						
Profit income	94,251	89,706	15,541	13,381	135,425	126,404
Amortisation	(2,044)	(1,852)	(204)	(183)	(2,719)	(2,471)
	<u>92,207</u>	<u>87,854</u>	<u>15,337</u>	<u>13,198</u>	<u>132,706</u>	<u>123,933</u>
<u>Investment income - others</u>						
Rental income	1,244	1,685	(67)	34	1,401	1,960
Dividend income	4,704	4,297	-	-	4,871	4,356
Profit income	3,857	7,132	57	465	4,942	9,141
Amortisation	(3)	(3)	-	-	(3)	(3)
Investment expenses	(46)	(51)	(2)	(11)	(48)	(62)
	<u>9,756</u>	<u>13,060</u>	<u>(12)</u>	<u>488</u>	<u>11,163</u>	<u>15,392</u>
	<u>101,963</u>	<u>100,914</u>	<u>15,325</u>	<u>13,686</u>	<u>143,869</u>	<u>139,325</u>

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

26 Investment Income (continued)

The investment income consists of the following (continued):

	Family Takaful		General Takaful		Group	
	12 months ended		12 months ended		12 months ended	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Investment income on financial assets not measured at FVTPL</u>						
Profit income	365,531	344,037	59,774	51,127	522,694	486,744
Amortisation	(7,853)	(8,444)	(777)	(666)	(10,380)	(12,169)
	<u>357,678</u>	<u>335,593</u>	<u>58,997</u>	<u>50,461</u>	<u>512,314</u>	<u>474,575</u>
<u>Investment income - others</u>						
Rental income	5,726	6,470	(75)	176	6,470	7,461
Dividend income	15,914	10,355	-	-	16,429	10,585
Profit income	14,931	17,729	202	465	19,489	23,160
Investment expenses	(502)	(414)	(98)	(108)	(600)	(522)
	<u>36,069</u>	<u>34,140</u>	<u>29</u>	<u>533</u>	<u>41,788</u>	<u>40,684</u>
	<u>393,747</u>	<u>369,733</u>	<u>59,026</u>	<u>50,994</u>	<u>554,102</u>	<u>515,259</u>

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

27 Realised gains and losses

The realised gains and losses consist of the following:

Family Takaful 3 months ended		General Takaful 3 months ended		Group 3 months ended		
31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<u>Realised gains and losses arising from:</u>						
FVOCI financial assets:						
- Islamic Debt Securities (Unquoted in Malaysia)	(10,037)	1,787	(1,827)	-	(10,846)	1,991
- Islamic Debt Securities (Unquoted outside Malaysia)	-	39	-	-	(2)	13
- Malaysian Government Islamic paper	1,264	-	-	-	1,264	-
	<u>(8,773)</u>	<u>1,826</u>	<u>(1,827)</u>	<u>-</u>	<u>(9,584)</u>	<u>2,004</u>

Family Takaful 12 months ended		General Takaful 12 months ended		Group 12 months ended		
31.12.2024	31.12.2023	31.12.2024	31.12.2023	31.12.2024	31.12.2023	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<u>Realised gains and losses arising from:</u>						
FVOCI financial assets:						
- Islamic Debt Securities (Unquoted in Malaysia)	(3,275)	11,885	(1,358)	1,059	(431)	24,177
- Islamic Debt Securities (Unquoted outside Malaysia)	-	-	-	-	10	(23)
- Malaysian Government Islamic paper	4,140	-	-	-	4,140	-
	<u>865</u>	<u>11,885</u>	<u>(1,358)</u>	<u>1,059</u>	<u>3,719</u>	<u>24,154</u>

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

28 Fair value information

The table below analyses financial instruments carried at fair value by their valuation method:

	Fair value of financial instruments carried at fair value				Carrying Amount RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000	
31 December 2024					
Family Takaful					
Financial assets					
Equity securities	537,157	74,433	-	611,590	611,590
Unit trusts	133,353	27,887	-	161,240	161,240
Institutional Trust Account	-	-	514,028	514,028	514,028
Islamic debt securities	139,613	5,932,753	-	6,072,366	6,072,366
Malaysian Government Islamic papers	-	726,589	-	726,589	726,589
	<u>810,123</u>	<u>6,761,662</u>	<u>514,028</u>	<u>8,085,813</u>	<u>8,085,813</u>
General Takaful					
Financial assets					
Institutional Trust Account	-	-	110,560	110,560	110,560
Islamic debt securities	-	711,199	-	711,199	711,199
Malaysian Government Islamic papers	-	85,977	-	85,977	85,977
	<u>-</u>	<u>797,176</u>	<u>110,560</u>	<u>907,736</u>	<u>907,736</u>
Group					
Financial assets					
Equity securities	558,141	106,333	380	664,854	664,854
Unit trusts	134,344	31,350	-	165,694	165,694
Institutional Trust Account	-	-	749,114	749,114	749,114
Islamic debt securities	172,023	7,806,682	-	7,978,705	7,978,705
Malaysian Government Islamic papers	-	1,015,256	-	1,015,256	1,015,256
	<u>864,508</u>	<u>8,959,621</u>	<u>749,494</u>	<u>10,573,623</u>	<u>10,573,623</u>

Syarikat Takaful Malaysia Keluarga Berhad

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

28 Fair value information (continued)

The table below analyses financial instruments carried at fair value by their valuation method (continued):

	Fair value of financial instruments				Carrying Amount RM'000
	carried at fair value				
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000	
31 December 2023					
Family Takaful					
Financial assets					
Equity securities	240,187	75,159	-	315,346	315,346
Unit trusts	93,520	26,690	-	120,210	120,210
Institutional Trust Account	-	-	403,795	403,795	403,795
Islamic debt securities	147,689	5,556,790	-	5,704,479	5,704,479
Malaysian Government Islamic papers	-	596,463	-	596,463	596,463
	<u>481,396</u>	<u>6,255,102</u>	<u>403,795</u>	<u>7,140,293</u>	<u>7,140,293</u>
General Takaful					
Financial assets					
Institutional Trust Account	-	-	58,275	58,275	58,275
Islamic debt securities	-	613,292	-	613,292	613,292
Malaysian Government Islamic papers	-	75,838	-	75,838	75,838
	<u>-</u>	<u>689,130</u>	<u>58,275</u>	<u>747,405</u>	<u>747,405</u>
Group					
Financial assets					
Equity securities	246,318	107,371	-	353,689	353,689
Unit trusts	94,166	33,748	-	127,914	127,914
Institutional Trust Account	-	-	540,040	540,040	540,040
Islamic debt securities	185,985	7,285,600	-	7,471,585	7,471,585
Malaysian Government Islamic papers	-	766,396	-	766,396	766,396
	<u>526,469</u>	<u>8,193,115</u>	<u>540,040</u>	<u>9,259,624</u>	<u>9,259,624</u>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

28 Fair value information (continued)

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

It was not practicable to estimate the fair value of the Group's investment in unquoted shares due to the lack of comparable quoted market prices in an active market and the fair value cannot be reliably measured. Please refer to respective note for the fair values of other financial assets and liabilities, together with the carrying amounts shown in the statements of financial position.

Policy on transfer between levels

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

Policy on transfer between levels

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

Level 1 fair value

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

Level 2 fair value

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

Non-derivative financial liabilities

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and profit cash flows, discounted at the market rate of profit at the end of the reporting period.

Transfer between Level 1 and 2 fair values

There is no transfer between Level 1 and 2 fair values during the year.

Level 3 fair value

Level 3 fair value is estimated using unobservable inputs for the financial assets and liabilities.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

28 Fair value information (continued)

Level 3 fair value (continued)

The following table shows a reconciliation of Level 3 fair values:

	Family Takaful RM'000	General Takaful RM'000	Group RM'000
Equity securities			
As at 1 January 2024	-	-	-
Purchases	-	-	380
As at 31 December 2024	-	-	380
Institutional Trust Account			
As at 1 January 2023	382,872	54,958	511,757
Gains and losses recognised in profit or loss			
Investment income - realised	18,080	2,239	23,970
Gains and losses recognised in OCI			
Net change in fair value (unrealised)	2,843	1,078	4,313
As at 31 December 2023/ 1 January 2024	403,795	58,275	540,040
Purchases	100,046	50,000	180,046
Disposal	18,660	-	18,660
Maturities	(5,045)	-	(5,045)
Gains and losses recognised in profit or loss			
Investment income - realised	803	2,826	22,408
Gains and losses recognised in OCI			
Net change in fair value (unrealised)	(4,231)	(541)	(6,995)
As at 31 December 2024	514,028	110,560	749,114

29 Additional information

Takaful receivables (included within Takaful Contract Liabilities/ Assets)

The age analysis of Takaful receivables as at the end of the reporting period based on days past-due was as follows:

	Family Takaful		General Takaful		Group	
	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000	31.12.2024 RM'000	31.12.2023 RM'000
<u>Days past due</u>						
Current (not past due)	264,425	309,776	1,955	304,009	266,380	613,785
1-30 days	1,336	1,672	655	1,906	1,991	3,578
31-60 days	607	375	88	59	695	434
61-90 days	968	459	213	(5)	1,181	454
91-180 days	1,142	1,700	1,469	293	2,611	1,993
> 180 days	3,743	(27)	900	1,106	4,643	1,079
	<u>272,221</u>	<u>313,955</u>	<u>5,280</u>	<u>307,368</u>	<u>277,501</u>	<u>621,323</u>

The average credit terms of Takaful receivables granted to related parties and non-related parties are 12 months from the contractual due date. The recoverability of Takaful receivables which exceeds the average credit term is high especially after Letter of Demand is imposed on the debtors.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

29 Additional information (continued)

Takaful receivables (included within Takaful Contract Liabilities/ Assets) (continued)

There is no significant Takaful receivables of the Group and of the Company with its related parties as at the end of the reporting period.

Material Impairment of Assets

Measurement of Expected Credit Loss ("ECL")

The ECL is measured on either a 12-month or lifetime basis depending on whether a significant increase in credit risk has occurred since initial recognition or whether an asset is considered to be credit-impaired.

The key inputs into the measurement of ECL are the term structures of the following variables:

- probability of default (PD);
- loss given default (LGD); and
- exposure at default (EAD).

PD represents the likelihood of a counterparty defaulting on its financial obligation, either over the next 12 months, or over the remaining lifetime of the obligation. To determine 12-month PDs, the Group and Company use the PD table supplied by reputable rating agency based on the default history of obligors with the same credit rating. The Group and the Company adopt the same approach for unrated investments by mapping its internal risk grades to the equivalent external credit ratings. Changes in the rating for a counterparty or exposure lead to a change in the estimate of the associated PD.

LGD is the amount or the percentage of an outstanding claim on the counterparty that is not likely to be recovered in the event of a default. LGD varies by type of counterparty, type and seniority of claim and available of collateral or other credit support.

EAD is the Group's and the Company gross credit exposure to the counterparty at the time of default.

Forward-looking information is considered in determining the PD, EAD and LGD.

For ECL modelled on a collective basis, a grouping of exposures is performing on the basis of shared risks characteristics, such as risk exposure within a group are homogeneous. The characteristics and any data used to determine the groupings includes instrument type; credit rating band; type and seniority of claim; and class of business.

The appropriateness of groupings is monitored and reviewed on a periodic basis by credit control team.

The Group and the Company has elected to measure the impairment losses for Takaful receivables at an amount equal to lifetime ECL. The Group and the Company use an allowance matrix to measure ECLs of Takaful receivables. Loss rates are calculated using a "roll rate" method based on the probability of receivable. The loss rates are based on actual credit loss experience over the past three years.

The impairment losses recognised in profit or loss is not significant to the Group.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 Foreign exchange exposure/ hedging policy

Foreign exchange exposure is only in relation to investment in the Indonesian subsidiary, which is immaterial. Therefore, hedging policy is not applicable to the Group and the Company.

31 Derivatives

The Group and Company did not enter into any derivatives for the financial year ended 31 December 2024.

32 Gains/ losses arising from fair value change of financial liabilities

There were no gains/ losses arising from fair value changes of financial liabilities during the financial year ended 31 December 2024.

33 Related parties

Identity of related parties

For the purposes of these financial statements, parties are considered to be related to the Group or the Company if the Group or the Company has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice-versa, or where the Group or the Company and the party are subject to common control or common significant influence.

Listed below are the significant transactions with related parties of the Group or the Company during the current financial year. The related party transactions described below were carried out on agreed terms with the related parties.

	Group	
	31.12.2024	31.12.2023
	RM'000	RM'000
Related companies		
Dividend paid	33,055	31,875
Contribution income for Family Takaful	9,887	4,137
Contribution income for General Takaful	5,772	5,795
Claims paid for Family Takaful	3,330	1,382
Claims paid for General Takaful	2,038	873
Refund of cash back	4	6
Lease rental paid	142	140

Syarikat Takaful Malaysia Keluarga Berhad

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34 Regulatory capital requirements

The Company's capital management policy is to optimise the efficient and effective use of resources to maximise the return on equity and provide an appropriate level of capital to protect participants and meet regulatory requirements.

The Company is required to comply with the regulatory capital requirement prescribed in the Risk Based Capital for Takaful ("RBCT") Framework issued by Bank Negara Malaysia where Takaful operators are required to satisfy a minimum capital adequacy ratio of 130%. As at financial year end, the Company has a capital adequacy ratio in excess of the minimum requirement.

The capital structure of the Company as at 31 December 2024, as prescribed under the RBCT Framework is provided below:

	As at 31.12.2024 RM'000	As at 31.12.2023 RM'000
Tier 1 capital	3,006,043	2,681,349
Tier 2 capital	79,024	64,098
Amount deducted from capital	(497,247)	(598,380)
Total capital available	<u>2,587,820</u>	<u>2,147,067</u>

By Order of the Board

SUHLA AL ASRI

Company Secretary

SSM Practicing Certificate No. 201908002158

MAICSA 7025570

Kuala Lumpur, 25 February 2025