



Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

**Condensed Interim Financial Statements
For the Six Months Ended 30 June 2025**

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Contents	Page
Condensed statements of financial position	1
Condensed statements of comprehensive income	2
Condensed statements of changes in equity	3
Condensed statements of cash flows	4 - 5
Notes to the condensed interim financial statements	6 - 31

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Condensed statements of financial position

As at 30 June 2025

Group and Company		
	As at	As at
	30 Jun 2025	31 Dec 2024
Note	RM'000	RM'000
Assets		
Property and equipment	7,388	1,871
Intangible assets	42,160	39,879
Right-of-use assets	2,403	1,978
Investments	562,173	583,405
Deferred tax assets	-	218
Reinsurance contract assets	6 266,244	330,216
Other receivables	42,881	39,996
Tax recoverable	11,154	12,240
Cash and bank balances	19,808	26,293
Total assets	954,211	1,036,096
Equity		
Share capital	103,348	103,348
Retained earnings	238,218	222,582
Total equity	341,566	325,930
Liabilities		
Insurance contract liabilities	5 574,658	669,556
Deferred tax liabilities	3,940	-
Lease liabilities	2,533	2,146
Other payables	31,514	38,464
Total liabilities	612,645	710,166
Total equity and liabilities	954,211	1,036,096

The condensed financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024.

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Condensed statements of comprehensive income For the 6 months period ended 30 June 2025

	Note	Group		Company	
		30 Jun	30 Jun	30 Jun	30 Jun
		2025	2024	2025	2024
		RM'000	RM'000	RM'000	RM'000
Insurance revenue		140,970	161,188	140,970	161,188
Insurance service expenses		(85,867)	(172,359)	(85,867)	(172,359)
Insurance service result before reinsurance contracts held		55,103	(11,171)	55,103	(11,171)
Allocation of reinsurance premiums		(29,216)	(34,435)	(29,216)	(34,435)
Amounts recoverable from reinsurers for incurred claims		(12,362)	35,354	(12,362)	35,354
Net expense from reinsurance contracts held		(41,578)	919	(41,578)	919
Insurance service result	7	13,525	(10,252)	13,525	(10,252)
Investment income	8	10,641	8,202	10,641	8,208
Realised gains and losses		2,710	112	2,710	98
Fair value gains or losses		1,406	4,134	1,406	4,120
Total investment income		14,757	12,448	14,757	12,426
Insurance finance expenses for insurance contracts issued		(15,936)	(13,629)	(15,936)	(13,629)
Reinsurance finance income for reinsurance contracts held		8,415	7,718	8,415	7,718
Net insurance financial result		(7,521)	(5,911)	(7,521)	(5,911)
Other operating income		1,435	1,340	1,435	1,340
Other operating expenses		(1,644)	(2,345)	(1,644)	(2,319)
Total other income and expenses		(209)	(1,005)	(209)	(979)
Profit/(Loss) before tax		20,552	(4,720)	20,552	(4,716)
Income tax expense	9	(4,916)	645	(4,916)	645
Profit/(loss) for the period		15,636	(4,075)	15,636	(4,071)
Profit/(Loss) attributable to:					
Owners of the parent		15,636	(4,071)	15,636	(4,071)
Non-controlling interests		-	(4)	-	-
		15,636	(4,075)	15,636	(4,071)
Earnings/(loss) per share attributable to owners of the parent (sen)					
Basic and diluted	10	15.63	(4.07)		

The condensed financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024.

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Condensed statements of changes in equity
For the 6 months period ended 30 June 2025

Group

At 1 January 2025

Net profit for the period

At 30 June 2025

At 1 January 2024

Net loss for the period

Decrease in non-controlling interests arising from
reduction in interest in a subsidiary

Dividends reinvested by non-controlling interests

At 30 June 2024

Company

At 1 January 2025

Net profit for the period

At 30 June 2025

At 1 January 2024

Net loss for the period

At 30 June 2024

Attributable to the owners of the parent			Non-controlling interests	Total equity
Non-distributable Share capital	Distributable Retained earnings	Total		
RM'000	RM'000	RM'000	RM'000	RM'000
103,348	222,582	325,930	-	325,930
-	15,636	15,636	-	15,636
103,348	238,218	341,566	-	341,566
103,348	209,503	312,851	634	313,485
-	(4,071)	(4,071)	(4)	(4,075)
-	-	-	(628)	(628)
-	-	-	(2)	(2)
103,348	514,212	308,780	308,780	308,780
103,348	222,582	325,930	-	325,930
-	15,636	15,636	-	15,636
103,348	238,218	341,566	-	341,566
103,348	209,503	312,851	-	312,851
-	(4,071)	(4,071)	-	(4,071)
103,348	205,432	308,780	-	308,780

The condensed financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024.

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Condensed statements of cash flows

For the 6 months period ended 30 June 2025

	Group		Company	
	30 Jun 2025	30 Jun 2024	30 Jun 2025	30 Jun 2024
	RM'000	RM'000	RM'000	RM'000
Operating activities				
Profit/(Loss) before taxation	20,552	(4,720)	20,552	(4,716)
Adjustments for:				
Depreciation of property and equipment	489	465	489	465
Depreciation of right-of-use assets	862	880	862	880
Amortisation of intangible assets	3,502	1,999	3,502	1,999
Investment income	(10,641)	(8,202)	(10,641)	(8,208)
Realised gains and losses	(2,710)	(112)	(2,710)	(98)
Unrealised fair value gains on FVTPL financial assets	(1,406)	(4,134)	(1,406)	(4,120)
Finance cost	63	(73)	63	(73)
Allowance for equity-settled share options to employees	19	48	19	48
Operating profit/(loss) before working capital changes	10,730	(13,849)	10,730	(13,823)
Reinsurance contract assets	63,972	(15,260)	63,972	(15,260)
Insurance contract liabilities	(94,898)	27,429	(94,898)	27,429
Other receivables	(14,006)	(8,207)	(14,006)	(8,207)
Other payables	(6,969)	7,914	(6,969)	7,936
Cash used in from operating activities	(41,171)	(1,973)	(41,171)	(1,925)
Net interest received	3,286	2,796	3,286	2,779
Net dividend received	7,322	281	7,322	283
Income tax refund/(paid)	11,482	(430)	11,482	(430)
Net cash (used in)/generated from operating activities	(19,081)	674	(19,081)	707
Investing activities				
Purchases of FVTPL financial assets	(198,323)	(80,852)	(198,323)	(80,852)
Proceeds from disposal of FVTPL financial assets	162,567	4,718	162,567	5,445
Movement in financial assets at amortised cost	28,190	63,229	28,190	63,229
Proceeds from disposal of property and equipment	-	102	-	102
Purchase of property and equipment	(6,006)	(423)	(6,006)	(423)
Purchase of intangible assets	(5,783)	(4,538)	(5,783)	(4,538)
Net cash flows used in investing activities	(19,355)	(17,764)	(19,355)	(17,037)

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Condensed statements of cash flows (cont'd.)

For the 6 months period ended 30 June 2025

	Group		Company	
	30 Jun	30 Jun	30 Jun	30 Jun
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Financing activities				
Payment of principal portion of lease liabilities	(963)	(802)	(963)	(802)
Payments for cancellation of units made to other unitholders	-	(626)	-	-
Net cash flow used in financing activities	(963)	(1,428)	(963)	(802)
Net decrease in cash and cash equivalents	(39,399)	(18,518)	(39,399)	(17,132)
Cash and cash equivalents at beginning of period	93,285	36,693	93,285	35,307
Cash and cash equivalents at end of period	53,886	18,175	53,886	18,175
Cash and cash equivalents comprise:				
Fixed and call deposits (with original maturities of less than thress months) with licensed financial institutions	34,078	10,176	34,078	10,176
Cash and bank balances	19,808	7,999	19,808	7,999
	53,886	18,175	53,886	18,175

The condensed financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024.

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

1. Basis of preparation

These condensed interim financial statements, for the period ended 30 June 2025, have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, the International Accounting Standard ("IAS") 34 *Interim Financial Reporting* and the requirements of the Companies Act 2016 in Malaysia, where applicable.

The condensed interim financial statements should be read in conjunction with the Group and Company audited financial statements for the financial year ended 31 December 2024.

The explanatory notes attached to this condensed interim financial statements provide an explanation of events and transactions that are significant to gain an understanding of the changes in the financial position and performance of the Group and Company since the last financial year ended 31 December 2024.

2. Changes in accounting policies

2.1 Adoption of New Amendments to MFRSs

The accounting policies adopted are consistent with those of the previous financial year except with respect to the following Amendments to Standards which are mandatory for annual financial periods beginning on or after 1 January 2025.

Amendments to MFRS 121 *Lack of Exchangeability*

The adoption of the above pronouncement did not have any material impact on the interim financial statements of the Group and the Company.

2.2 Standards issued but not yet effective

The following are Standards and Amendments to Standards issued by the Malaysian Accounting Standards Board ("MASB"), but not yet effective, up to the date of issuance of these condensed interim financial statements. The Group and the Company intends to adopt these Standards and Amendments to Standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 9 and MFRS 7 <i>Classification and Measurement of Financial Instruments</i>	1 January 2026
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity</i>	1 January 2026

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

2.2 Standards issued but not yet effective (cont'd.)

Description	Effective for annual periods beginning on or after
Amendments that are part of Annual Improvements - Volume 11	1 January 2026
- Amendments to MFRS 1 <i>First-time Adoption of MFRS Accounting Standards</i>	
- Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	
- Amendments to MFRS 9 <i>Financial Instruments</i>	
- Amendments to MFRS 10 <i>Consolidated Financial Statements</i>	
- Amendments to MFRS 107 <i>Statement of Cash Flows</i>	
Amendments to MFRS 18 <i>Presentation and Disclosure in Financial Statement</i>	1 January 2027
Amendments to MFRS 19 <i>Subsidiaries without Public Accountability Disclosures</i>	1 January 2027
Amendments to MFRS 10 <i>Consolidated Financial Statements</i> and MFRS 128 <i>Investments in Associates and Joint Ventures - Sale or Distribution of Assets between an Investor and its Associate or Joint Venture</i>	To be determined by MASB

Except for MFRS 18, the directors expect that the adoption of the above pronouncements will not have a material impact on the Group's and the Company's condensed interim financial statements upon initial application. The Group and the Company are currently evaluating the potential impact, if any, arising from the implementation of MFRS 18.

3. Change in estimates

There were no changes in estimates that have had a material effect on the current interim results.

4. Change in composition

There were no changes in estimates that have had a material effect on the current interim results.

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

5. Insurance contract liabilities

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims

Group and Company

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss components	Loss components	Estimates of the present value of future cash flows	Risk adjustments	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
2025					
Insurance contract liabilities as at 1 January	58,647	17,751	533,448	59,710	669,556
Net insurance contract liabilities as at 1 January	58,647	17,751	533,448	59,710	669,556
Insurance revenue	(140,970)	-	-	-	(140,970)
Insurance service expenses	41,994	(2,791)	56,257	(9,593)	85,867
Incurred claims and other expenses	-	-	82,514	5,642	88,156
Amortisation of insurance acquisition cash flows	41,994	-	-	-	41,994
Losses on onerous contracts and reversal of those losses	-	(2,791)	-	-	(2,791)
Changes to liabilities for incurred claims	-	-	(26,257)	(15,235)	(41,492)
Insurance service results	(98,976)	(2,791)	56,257	(9,593)	(55,103)
Insurance finance expenses	912	20	14,976	28	15,936
Total changes in statements of comprehensive income	(98,064)	(2,771)	71,233	(9,565)	(39,167)
Investment components	391	-	(391)	-	-

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

5. Insurance contract liabilities (cont'd.)

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims (cont'd.)

Group and Company (cont'd.)

	Liabilities for remaining coverage		Liabilities for incurred claims		Total RM'000
	Excluding loss components RM'000	Loss components RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	
2025 (cont'd.)					
Cash flows					
Premium received	116,660	-	-	-	116,660
Claims and other expenses paid	-	-	(142,276)	-	(142,276)
Insurance acquisition cash flows	(30,115)	-	-	-	(30,115)
Total cash flows	86,545	-	(142,276)	-	(55,731)
Net insurance contract liabilities as at 30 June	47,519	14,980	462,014	50,145	574,658
Insurance contract liabilities as at 30 June	47,519	14,980	462,014	50,145	574,658
Net insurance contract liabilities as at 30 June	47,519	14,980	462,014	50,145	574,658

Included in the liabilities for remaining coverage and liabilities for incurred claims above are the Company's proportionate shares of liabilities for remaining coverage and liabilities for incurred claim in MMIP, amounting to RM382,000 (2024: RM885,000) and RM9,914,000 (2024: RM9,383,000), respectively.

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

5. Insurance contract liabilities (cont'd.)

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims (cont'd.)

Group and Company (cont'd.)

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss components	Loss components	Estimates of the present value of future cash flows	Risk adjustments	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
2024					
Insurance contract liabilities as at 1 January	63,482	24,715	503,816	57,399	649,412
Net insurance contract liabilities as at 1 January	63,482	24,715	503,816	57,399	649,412
Insurance revenue	(320,224)	-	-	-	(320,224)
Insurance service expenses	94,323	(7,024)	211,003	2,163	300,465
Incurred claims and other expenses	-	-	231,171	17,036	248,207
Amortisation of insurance acquisition cash flows	94,323	-	-	-	94,323
Losses on onerous contracts and reversal of those losses	-	(7,024)	-	-	(7,024)
Changes to liabilities for incurred claims	-	-	(20,168)	(14,873)	(35,041)
Insurance service results	(225,901)	(7,024)	211,003	2,163	(19,759)
Insurance finance expenses	1,168	60	13,131	148	14,507
Total changes in statements of comprehensive income	(224,733)	(6,964)	224,134	2,311	(5,252)
Investment components	(1,171)	-	1,171	-	-

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

5. Insurance contract liabilities (cont'd.)

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims (cont'd.)

Group and Company (cont'd.)

	Liabilities for remaining coverage		Liabilities for incurred claims		Total RM'000
	Excluding loss components RM'000	Loss components RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	
2024 (cont'd.)					
Cash flows					
Premiums received	303,309	-	-	-	303,309
Claims and other expenses paid	-	-	(195,673)	-	(195,673)
Insurance acquisition cash flows	(82,240)	-	-	-	(82,240)
Total cash flows	221,069	-	(195,673)	-	25,396
Net insurance contract liabilities as at 31 December	58,647	17,751	533,448	59,710	669,556
Insurance contract liabilities as at 31 December	58,647	17,751	533,448	59,710	669,556
Net insurance contract liabilities as at 31 December	58,647	17,751	533,448	59,710	669,556

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and amounts recoverable on incurred claims

Group and Company

	<u>Assets for remaining coverage</u>		<u>Amounts recoverable on incurred claims</u>			
				<u>Contracts under PAA</u>		
	Excluding loss-recovery component RM'000	Loss- recovery component RM'000	Contracts not under PAA RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	Total RM'000
2025						
Reinsurance contract liabilities/(assets)						
as at 1 January	36,601	(3,104)	(283,139)	(74,568)	(6,006)	(330,216)
Contracts under PAA	10,730	(2,745)	-	(74,568)	(6,006)	(72,589)
Contracts not under PAA	25,871	(359)	(283,139)	-	-	(257,627)
Net reinsurance contract liabilities/(assets)						
as at 1 January	36,601	(3,104)	(283,139)	(74,568)	(6,006)	(330,216)

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and amounts recoverable on incurred claims (cont'd.)

Group and Company (cont'd.)

	Assets for remaining coverage		Amounts recoverable on incurred claims			
			Contracts under PAA			
	Excluding loss-recovery component RM'000	Loss- recovery component RM'000	Contracts not under PAA RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	Total RM'000
2025 (cont'd.)						
Allocation of reinsurance premiums	29,216	-	-	-	-	29,216
Amounts recoverable from reinsurers for incurred claims	-	98	13,943	(2,367)	688	12,362
Amounts recoverable for incurred claims and other expenses	-	-	-	1,079	(9,053)	(7,974)
Reversal of a loss-recovery component, other than changes in fulfilment cash flow	-	98	-	-	-	98
Changes to amounts recoverable for incurred claims	-	-	13,943	(3,446)	9,741	20,238
Investment component	(71)	-	-	71	-	-
Net expense/(income) from reinsurance contracts held	29,145	98	13,943	(2,296)	688	41,578
Reinsurance finance income	(306)	-	(6,319)	(1,788)	(2)	(8,415)
Total changes in statements of comprehensive income	28,839	98	7,624	(4,084)	686	33,163

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and amounts recoverable on incurred claims (cont'd.)

Group and Company (cont'd.)

	Assets for remaining coverage		Amounts recoverable on incurred claims			
				Contracts under PAA		
	Excluding loss-recovery component RM'000	Loss- recovery component RM'000	Contracts not under PAA RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	Total RM'000
2025 (cont'd.)						
Cash flows						
Premium paid	(28,519)	-	-	-	-	(28,519)
Amounts received	-	-	64,979	(5,651)	-	59,328
Total cash flows	(28,519)	-	64,979	(5,651)	-	30,809
Net reinsurance contract liabilities/(assets) as at 30 June	36,921	(3,006)	(210,536)	(84,303)	(5,320)	(266,244)
Reinsurance contract liabilities/(assets) as at 30 June	36,921	(3,006)	(210,536)	(84,303)	(5,320)	(266,244)
Contracts under PAA	25,059	(2,610)	-	(84,303)	(5,320)	(67,174)
Contracts not under PAA	11,862	(396)	(210,536)	-	-	(199,070)
Net reinsurance contract liabilities/(assets) as at 30 June	36,921	(3,006)	(210,536)	(84,303)	(5,320)	(266,244)

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and amounts recoverable on incurred claims (cont'd.)

Group and Company (cont'd.)

	<u>Assets for remaining coverage</u>		<u>Amounts recoverable on incurred claims</u>			
				<u>Contracts under PAA</u>		
	Excluding loss-recovery component RM'000	Loss- recovery component RM'000	Contracts not under PAA RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	Total RM'000
2024						
Reinsurance contract liabilities/(assets)						
as at 1 January	35,279	(4,398)	(310,495)	(57,071)	(3,424)	(340,109)
Contracts under PAA	17,758	(3,610)	-	(57,071)	(3,424)	(46,347)
Contracts not under PAA	17,521	(788)	(310,495)	-	-	(293,762)
Net reinsurance contract (liabilities)/assets as at 1 January	35,279	(4,398)	(310,495)	(57,071)	(3,424)	(340,109)

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and amounts recoverable on incurred claims (cont'd.)

Group and Company (cont'd.)

	Assets for remaining coverage		Amounts recoverable on incurred claims			
			Contracts under PAA			
	Excluding loss-recovery component RM'000	Loss- recovery component RM'000	Contracts not under PAA RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	Total RM'000
2024 (cont'd.)						
Allocation of reinsurance premiums	64,233	-	-	-	-	64,233
Amounts recoverable from reinsurers for incurred claims	-	1,294	(4,729)	(37,090)	(2,582)	(43,107)
Amounts recoverable for incurred claims and other expenses	-	-	-	(34,973)	(6,712)	(41,685)
Reversal of a loss-recovery component, other than changes in fulfilment cash flow	-	1,294	-	-	-	1,294
Changes to amounts recoverable for incurred claims	-	-	(4,729)	(2,117)	4,130	(2,716)
Investment component	(2,645)	-	-	2,645	-	-
Net expense/(income) from reinsurance contracts held	61,588	1,294	(4,729)	(34,445)	(2,582)	21,126
Reinsurance finance income	(368)	-	(6,665)	(792)	-	(7,825)
Total changes in statements of comprehensive income	61,220	1,294	(11,394)	(35,237)	(2,582)	13,301

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and amounts recoverable on incurred claims (cont'd.)

Group and Company (cont'd.)

	Assets for remaining coverage		Amounts recoverable on incurred claims			
				Contracts under PAA		
	Excluding loss-recovery component RM'000	Loss- recovery component RM'000	Contracts not under PAA RM'000	Estimates of the present value of future cash flows RM'000	Risk adjustments RM'000	Total RM'000
2024 (cont'd.)						
Cash flows						
Premium paid	(59,898)	-	-	-	-	(59,898)
Amounts received	-	-	38,750	17,740	-	56,490
Total cash flows	(59,898)	-	38,750	17,740	-	(3,408)
Net reinsurance contract liabilities/(assets) as at 31 December	36,601	(3,104)	(283,139)	(74,568)	(6,006)	(330,216)
Reinsurance contract liabilities/(assets) as at 31 December	36,601	(3,104)	(283,139)	(74,568)	(6,006)	(330,216)
Contracts under PAA	10,730	(2,745)	-	(74,568)	(6,006)	(72,589)
Contracts not under PAA	25,871	(359)	(283,139)	-	-	(257,627)
Net reinsurance contract liabilities/(assets) as at 31 December	36,601	(3,104)	(283,139)	(74,568)	(6,006)	(330,216)

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and CSM

Group and Company

	Present value of future cash flows RM'000	Risk adjustments for non- financial risk RM'000	CSM RM'000	Loss recovery adjustment RM'000	Total RM'000
2025					
Reinsurance contract (assets)/liabilities as at 1 January	(224,220)	(33,388)	340	(359)	(257,627)
Net reinsurance contract (assets)/liabilities as at 1 January	(224,220)	(33,388)	340	(359)	(257,627)
Changes that relate to current services					
CSM recognised for the services received	-	-	(19)	-	(19)
Risk adjustment for non-financial risk for the risk expired	-	85	-	-	85
Experience adjustments	292	-	-	-	292
Changes that relate to future services					
Changes in estimates that adjust CSM	62	(32)	(29)	-	1
Reversals of a loss-recovery component, other than changes in fulfilment cash flow of reinsurance contracts held	-	-	-	(38)	(38)
Changes that relate to past services					
Changes in future cash flow relating to incurred claims recovery	6,519	7,459	-	-	13,978
Insurance service results	6,873	7,512	(48)	(38)	14,299
Reinsurance finance income	(6,354)	-	10	-	(6,344)
Total changes in statements of comprehensive income	519	7,512	(38)	(38)	7,955

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and CSM (cont'd.)

Group and Company (cont'd.)

	Present value of future cash flows RM'000	Risk adjustments for non- financial risk RM'000	CSM RM'000	Loss recovery adjustment RM'000	Total RM'000
2025 (cont'd.)					
Cash flows					
Premiums paid, net of ceding commissions and other directly attributable expenses	81	-	-	-	81
Amounts received	50,521	-	-	-	50,521
Total cash flows	50,602	-	-	-	50,602
Net reinsurance contract (assets)/liabilities as at 30 June	(173,099)	(25,876)	302	(397)	(199,070)
Reinsurance contract (assets)/liabilities as at 30 June	(173,099)	(25,876)	302	(397)	(199,070)
Net reinsurance contract (assets)/liabilities as at 30 June	(173,099)	(25,876)	302	(397)	(199,070)

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and CSM (cont'd.)

Group and Company (cont'd.)

	Present value of future cash flows RM'000	Risk adjustments for non- financial risk RM'000	CSM RM'000	Loss recovery adjustment RM'000	Total RM'000
2024					
Reinsurance contract (assets)/liabilities as at 1 January	(258,885)	(35,722)	1,689	(844)	(293,762)
Net reinsurance contract (assets)/liabilities as at 1 January	(258,885)	(35,722)	1,689	(844)	(293,762)
Changes that relate to current services					
CSM recognised for the services received	-	-	(781)	-	(781)
Risk adjustment for non-financial risk for the risk expired	-	603	-	-	603
Experience adjustments	3,344	-	-	-	3,344
Changes that relate to future services					
Changes in estimates that adjust CSM	691	(79)	(612)	-	-
Reversals of a loss-recovery component, other than changes in fulfilment cash flow of reinsurance contracts held	-	-	-	485	485
Changes that relate to past services					
Changes in future cash flow relating to incurred claims recovery	(6,539)	1,810	-	-	(4,729)
Insurance service results	(2,504)	2,334	(1,393)	485	(1,078)
Reinsurance finance income	(6,786)	-	44	-	(6,742)
Total changes in statements of comprehensive income	(9,290)	2,334	(1,349)	485	(7,820)

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

6. Reinsurance contract assets (cont'd.)

Roll-forward of net asset or liability for reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and CSM (cont'd.)

Group and Company (cont'd.)

	Present value of future cash flows RM'000	Risk adjustments for non- financial risk RM'000	CSM RM'000	Loss recovery adjustment RM'000	Total RM'000
2024 (cont'd.)					
Cash flows					
Premiums paid, net of ceding commissions and other directly attributable expenses	1,453	-	-	-	1,453
Amounts received	42,502	-	-	-	42,502
Total cash flows	43,955	-	-	-	43,955
Net reinsurance contract (assets)/liabilities as at 31 December	(224,220)	(33,388)	340	(359)	(257,627)
Reinsurance contract (assets)/liabilities as at 31 December	(224,220)	(33,388)	340	(359)	(257,627)
Net reinsurance contract (assets)/liabilities as at 31 December	(224,220)	(33,388)	340	(359)	(257,627)

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134 For the 6 months period ended 30 June 2025

7. Insurance service result

	Group and Company	
	6 months period ended	
	30 Jun	30 Jun
	2025	2024
	RM'000	RM'000
Insurance revenue		
Contracts measured under the PAA	140,970	161,188
Insurance service expenses		
Incurred claims and other expenses	(88,156)	(123,655)
Amortisation of insurance acquisition cash flows	(41,994)	(46,429)
Losses on onerous contracts and reversal of those losses	2,791	3,178
Changes to liabilities for incurred claims	41,492	(5,453)
	<u>(85,867)</u>	<u>(172,359)</u>
Allocation of reinsurance premium	<u>(29,216)</u>	<u>(34,435)</u>
Amounts recoverable from reinsurers for incurred claims		
Amounts recoverable for incurred claims and other expenses	7,974	20,981
Reversal of a loss recovery component, other than changes in fulfilment cash flow, for reinsurance contracts held	(98)	(840)
Changes to amounts recoverable for incurred claims	<u>(20,238)</u>	<u>15,213</u>
	<u>(12,362)</u>	<u>35,354</u>
Insurance service result	<u>13,525</u>	<u>(10,252)</u>

8. Investment income

	Group		Company	
	6 months period ended		6 months period ended	
	30 Jun	30 Jun	30 Jun	30 Jun
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Interest income:				
- AC financial assets	2,132	5,429	2,132	5,412
- FVTPL financial assets	107	107	107	107
Share of investment income from MMIP	1,080	2,406	1,080	2,406
Dividend income:				
- Quoted collective investment schemes	-	-	-	2
- FVTPL financial assets	7,322	281	7,322	281
	<u>10,641</u>	<u>8,223</u>	<u>10,641</u>	<u>8,208</u>
Net amortisation of premiums on investments	-	(21)	-	-
	<u>10,641</u>	<u>8,202</u>	<u>10,641</u>	<u>8,208</u>

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

9. Taxation

	Group and Company	
	6 months period ended	
	30 Jun	30 Jun
	2025	2024
	RM'000	RM'000
Income tax expense	758	-
Deferred tax expense/(benefits)	4,158	(645)
	<u>4,916</u>	<u>(645)</u>
Effective tax rate	<u>24%</u>	<u>14%</u>

10. Earnings/(Loss) per share - Basic and diluted

Basic and diluted earnings/(loss) per share is calculated by dividing profit for the period, net of tax, attributable to ordinary equity holders of the Company by the number of ordinary shares in issue.

	Group	
	6 months period ended	
	30 Jun	30 Jun
	2025	2024
Profit/(Loss) attributable to ordinary equity holders (RM'000)	15,636	(4,071)
Number of ordinary shares in issue ('000)	100,013	100,013
Basic and diluted earnings/(loss) per share (sen)	<u>15.63</u>	<u>(4.07)</u>

There were no dilutive potential ordinary shares as at the end of the relevant reporting dates. There have been no other transactions involving ordinary shares between the reporting date and the date of these interim financial statements.

11. Share capital

There were no issuances, cancellations, repurchases, resale and repayments of equity securities by the Company during the period.

12. Dividends

No interim dividend has been declared for the financial period ended 30 June 2025.

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134

For the 6 months period ended 30 June 2025

13. Fair value measurement

The Group and Company uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation techniques:

- Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities
- Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly
- Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The following table provides an analysis of assets measured and/or disclosed at fair value on a recurring basis in accordance with the fair value hierarchy:

		<----- Valuation technique using ----->			Total RM'000
		Quoted market price (Level 1) RM'000	Ob- servable inputs (Level 2) RM'000	Unob- servable inputs (Level 3) RM'000	
Group and Company	Date of valuation				
Assets measured at fair value					
Financial assets at FVTPL:					
30 June 2025					
Quoted unit trust funds in Malaysia	30 June 2025	482,599	-	-	482,599
Unquoted debt securities in Malaysia	30 June 2025	-	5,045	-	5,045
		<u>482,599</u>	<u>5,045</u>	<u>-</u>	<u>487,644</u>
31 December 2024					
Quoted unit trust funds in Malaysia	31 December 2024	442,732	-	-	442,732
Unquoted debt securities in Malaysia	31 December 2024	-	5,031	-	5,031
		<u>442,732</u>	<u>5,031</u>	<u>-</u>	<u>447,763</u>

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134

For the 6 months period ended 30 June 2025

13. Fair value measurement (cont'd.)

There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the current financial period and previous financial periods. There were also no transfers in and out of Level 3 of the fair value hierarchy.

Determination of fair value and fair value hierarchy

The fair values of the Group's and the Company's assets which are carried at fair value or for which fair value is disclosed, are determined as follows:

- (i) The fair values of unquoted corporate bonds are determined by reference to Bond Pricing Agency Malaysia.
- (ii) The fair value of investments in unit trust funds is determined by reference to published net asset values.

14. Capital commitments

	Group and Company	
	As at 30 Jun 2025 RM'000	As at 31 Dec 2024 RM'000
Capital expenditure:		
Approved but not contracted for:		
Intangible assets	39,004	48,895
Property and equipment	2,079	1,548
	<u>41,083</u>	<u>50,443</u>

15. Contingencies

There were no contingent assets or liabilities as at the date of this report, other than liabilities arising from insurance contracts underwritten in the ordinary course of business of the Group and Company.

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134 For the 6 months period ended 30 June 2025

16. Related party transactions

Significant related party transactions

The Group and the Company had the following significant transactions with related parties during the year:

	Group and Company	
	6 months period ended	
	30 Jun 2025	30 Jun 2024
	RM'000	RM'000
Income/(expenses):		
Transactions with immediate and ultimate holding company, Tune Protect Group Berhad ("TPGB"):		
Insurance premium	6	6
Management fee expenses	(3,647)	(5,186)
Rental paid	(449)	(535)
Payment of expenses on behalf	664	346
Transactions with related companies of TPGB:		
Tune Protect Re Ltd		
Premiums ceded to reinsurers	(5,707)	(5,394)
Fee and commission income	1,712	1,618
Claims recoveries	485	325
Payment of expenses on behalf	805	178
Gross written premium	-	1
Management expenses	(308)	(276)
Travel product service fee	(1,757)	-
Tune Insurance Public Company Limited		
Payment of expenses on behalf	5	9
White Label Sdn Bhd		
Gross written premium	(2)	1
Management fee expenses	(2,838)	(3,350)
Payment of expenses on behalf	42	-
Tune Protect Commercial Brokerage LLC		
Payment of expenses on behalf	3	6
Tune Protect Venture Sdn Bhd		
Insurance premium	-	(1)
Management fee expenses	-	(20)
Other income	-	3

Tune Insurance Malaysia Berhad
Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134
For the 6 months period ended 30 June 2025

16. Related party transactions (cont'd.)

Significant related party transactions (cont'd.)

	Group and Company	
	6 months period ended	
	30 Jun	30 Jun
	2025	2024
Income/(expenses):	RM'000	RM'000
Transactions with related companies of a corporate shareholder of TPGB, Move Digital Sdn Bhd:		
AirAsia Berhad:		
Gross written premium	22,373	16,673
Fee and commission expenses	(5,578)	(4,153)
Airasia Com Travel Sdn Bhd		
Gross written premium (net of rebate)	-	76
Fee and commission expenses	-	(17)
AirAsia X Berhad		
Gross written premium	5,503	4,078
Fee and commission expenses	(1,375)	(1,019)
BIGLIFE Sdn Bhd		
Other expenses	(2)	(3)
BigPay Malaysia Sdn Bhd		
Gross written premium	19	-
Capital A Berhad		
Gross written premium	3	-
Move Travel Sdn Bhd		
Gross written premium	279	-
Fee and commission expenses	(69)	-
Philippines AirAsia		
Gross written premium	42	53
PT Indonesia AirAsia		
Gross written premium	823	846
Teleport Commerce Malaysia Sdn Bhd		
Gross written premium	1	-
Thai AirAsia Co. Ltd		
Gross written premium	312	492

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134 For the 6 months period ended 30 June 2025

16. Related party transactions (cont'd.)

Significant related party transactions (cont'd.)

	Group and Company	
	6 months period ended	
	30 Jun 2025	30 Jun 2024
Income/(expenses):	RM'000	RM'000
Transactions with related companies of a corporate shareholder of TPGB, Tune Group Sdn Bhd:		
ECM Libra Financial Group Berhad		
Gross written premium	<u>1</u>	<u>99</u>
Epsom College in Malaysia		
Gross written premium	<u>41</u>	<u>29</u>
SP&G Gallagher Insurance Brokers		
Gross written premium	2,561	2,622
Fee and commission expenses	<u>(427)</u>	<u>(385)</u>
Tune Group Sdn Bhd		
Gross written premium	<u>2</u>	<u>1</u>
Tune Talk Sdn Bhd		
Gross written premium	<u>79</u>	<u>55</u>

All related party transactions of the Group and Company had been entered into in the normal course of business and were carried out on terms and conditions similar to transactions with unrelated parties unless otherwise stated.

17. Events after the reporting period

There were no significant events after the reporting period.

18. Profit forecast or profit guarantee

The Group and Company did not issue any profit forecast or profit guarantee for the financial period ended 30 June 2025.

19. Status of corporate proposal

There were no corporate proposals at the date of this report.

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134

For the 6 months period ended 30 June 2025

20. Material litigation

Update to the Malaysian Competition Commission ("MyCC")'s Proposed Decision against PIAM and its 22 members

On 22 February 2017, the general insurance subsidiary, TIMB received a notice from the Malaysia Competition Commission ("MyCC") concerning a proposed decision ("proposed decision") which found that TIMB and 21 other general insurance companies in Malaysia who are all members of the General Insurance Association of Malaysia ("PIAM") had infringed one of the prohibitions under the Competitions Act 2010 ("CA") in Malaysia, pursuant to its investigation outcome in respect of the agreement entered into between PIAM and the Federation of Automobile Workshop Owners' Association of Malaysia ("FAWOAM") concerning the cap on the parts trade discount rates and minimum agreed labour rates payable by the insurers to the PIAM Approved Repairer's Scheme workshops. These rates were subsequently approved and adopted by PIAM members, including TIMB..

Subsequent to MyCC's issuance of its proposed decision, PIAM and its 22 members, including TIMB, were given the opportunity to make written representations in their defence and TIMB had on 5 April 2017 filed in its written representations with MyCC. TIMB's oral representations were presented before MyCC on 29 January 2018.

Subsequently, TIMB received a notice from MyCC informing TIMB of its decision dated 14 September 2020, wherein they have found that TIMB and 21 other members of PIAM had infringed Section 4 of the CA ("Decision").

The MyCC in its Decision, had imposed a financial penalty of RM2,571,078 on TIMB and a consolidated amount of RM130,241,475 on all 22 members of PIAM, net of a 25% reduction granted on the final penalties after taking into consideration the economic impact arising from the Covid-19 pandemic. The MyCC had also granted the parties a moratorium period of six (6) months up to 24 March 2021 to pay the financial penalty imposed. The MyCC had also allowed the parties, including TIMB, to pay the financial penalty imposed by way of up to six (6) equal monthly instalments.

The MyCC had also directed TIMB to cease implementing the agreed parts trade discount and the hourly labour rate previously agreed upon with the workshops with immediate effect ("Cease and Desist Order"). All future parts trade discount rate and future hourly labour rates with the workshops would be negotiated independently.

TIMB, in consultation with their legal counsel, is of the view that TIMB has not infringed Section 4 of the CA and has taken all necessary and appropriate actions to defend its position. Accordingly, TIMB has not made any provision, and has continued to disclose the matter as an on-going litigation until further development.

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134

For the 6 months period ended 30 June 2025

20. Material litigation (cont'd.)

Update to the Malaysian Competition Commission ("MyCC")'s Proposed Decision against PIAM and its 22 members (cont'd.)

TIMB had filed its Notice of Appeal with the Competition Appeal Tribunal ("CAT") pursuant to Section 51 of the CA and had filed an application for a stay of the financial penalty with the CAT pursuant to Section 53 of the CA on 13 October 2020 and 14 October 2020 respectively.

On 23 March 2021, the CAT allowed TIMB's application for a stay of the financial penalty. The CAT has also stayed the Cease and Desist Order.

On 2 September 2022, TIMB and the other general insurance companies succeeded in their appeal to the CAT ("Appeal Decision").

MyCC applied for leave to apply for judicial review of the Kuala Lumpur High Court Decision ("Application"). TIMB and the other general insurance companies filed their affidavits opposing the Application on 3 January 2023. The hearing for the Application took place on 30 November 2023 at the Kuala Lumpur High Court.

On 16 January 2024, the High Court dismissed the MyCC's application for leave to commence judicial review against the Competition Appeal Tribunal's decision dated 2 September 2022. The High Court also ordered the MyCC to pay costs of RM10,000 for each putative respondent ("Leave Decision").

On 15 February 2024, MyCC filed their Notice of Appeal against the Leave Decision at the Court of Appeal. The Court of Appeal hearing for the MyCC Appeal, initially scheduled for 22 May 2025, has been postponed due to unforeseen circumstances.

The Court of Appeal has now fixed the hearing date for 30 April 2026, with the next case management set for 16 April 2026.

21. Rationale for entering into derivatives

The Group and Company did not enter into any derivative transactions during the period ended 30 June 2025 or the previous year ended 31 December 2024.

Tune Insurance Malaysia Berhad

Registration No. 197601004719 (30686-K)

Explanatory Notes Pursuant to MFRS 134

For the 6 months period ended 30 June 2025

22. Risks and policies for derivatives

The Group and Company did not enter into any derivative transactions during the period ended 30 June 2025 or the previous year ended 31 December 2024.

23. Disclosures of gains/losses arising from fair value changes of financial liabilities

The Group and Company did not have any financial liabilities measured at fair value through profit or loss as at 30 June 2025 and 31 December 2024.

24. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2024 was not qualified.