

RHB INSURANCE BERHAD
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2022

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2022

CONTENTS

PAGE

| | |
|---|--------|
| UNAUDITED STATEMENT OF FINANCIAL POSITION | 1 |
| UNAUDITED INCOME STATEMENT | 2 |
| UNAUDITED STATEMENT OF CHANGES IN EQUITY | 3 |
| UNAUDITED STATEMENT OF CASH FLOW | 4 |
| NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS | 5 - 17 |

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

| | <u>Note</u> | As at 30 June 2022 RM '000 | As at 31 December 2021 RM '000 |
|---|-------------|--|--|
| ASSETS | | | |
| Property, plant and equipment | | 23,585 | 20,760 |
| Right of use | | 3,332 | 4,787 |
| Intangible asset - computer software | | 23,414 | 25,421 |
| Investments | 9 | 983,861 | 1,027,397 |
| - Fair value through profit or loss | | 965,415 | 1,009,104 |
| - Loans and receivables | | 18,446 | 18,293 |
| Deferred tax assets | | 7,479 | 3,271 |
| Tax recoverable | | 4,375 | 1,030 |
| Reinsurance assets | 10 | 567,095 | 435,342 |
| Insurance receivables | 11 | 49,654 | 47,901 |
| Other receivables | | 49,983 | 48,169 |
| Cash and cash equivalents | | 85,771 | 130,250 |
| Total assets | | 1,798,549 | 1,744,328 |
| LIABILITIES | | | |
| Insurance contract liabilities | 12 | 1,225,574 | 1,068,687 |
| Insurance payables | | 78 | 14,311 |
| Other payables | | 68,793 | 77,911 |
| Lease liabilities | | 3,563 | 6,565 |
| Total liabilities | | 1,298,008 | 1,167,474 |
| SHAREHOLDERS' FUND | | | |
| Share capital | | 100,000 | 100,000 |
| Retained earnings | | 400,541 | 476,854 |
| | | 500,541 | 576,854 |
| Total liabilities and shareholders' fund | | 1,798,549 | 1,744,328 |

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS
UNAUDITED INCOME STATEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2022**

| | | 6 months ended | |
|--|-------------|-----------------------|---------------------|
| | <u>Note</u> | 30 June 2022 | 30 June 2021 |
| | | RM '000 | RM '000 |
| Gross earned premium | | 352,133 | 350,551 |
| Premium ceded to reinsurers | | (109,394) | (108,332) |
| Net earned premium | | 242,739 | 242,219 |
| Investment income | | 14,998 | 22,844 |
| Realised (loss)/gains | | - | - |
| Fair value (loss)/gains | | (17,126) | (29,452) |
| Reinsurance commission income | | 20,533 | 21,455 |
| Other operating income | | 401 | 443 |
| Other income | | 18,806 | 15,290 |
| Gross claims paid | 12(a) | (172,675) | (170,498) |
| Claims ceded to reinsurers | 12(a) | 63,273 | 78,842 |
| Gross change to claims liabilities | 12(a) | (167,266) | 47,946 |
| Change in claims liabilities ceded to reinsurers | 12(a) | 147,650 | (53,544) |
| Net claims | | (129,018) | (97,254) |
| Commission expense | | (43,384) | (43,335) |
| Management expenses | | (60,566) | (55,966) |
| Other operating expenses | | (324) | - |
| Other expenses | | (104,274) | (99,301) |
| (Loss)/Profit before taxation | | 28,253 | 60,954 |
| Taxation | | (4,566) | (6,935) |
| Profit for the financial period | | 23,687 | 54,019 |
| Basic earnings per share (sen) | | 23.69 | 54.02 |

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2022

| | Issued and fully paid ordinary shares RM1 each | | Distributable | Non - distributable | |
|--|---|--------------------------|------------------------------|--------------------------------|----------------|
| | No. of shares | Nominal value | Retained earnings | AFS reserve | Total |
| | '000 units | RM '000 | RM '000 | RM '000 | RM '000 |
| Balance as at 1 January 2022 | 100,000 | 100,000 | 476,854 | - | 576,854 |
| Total comprehensive income for the financial period | - | - | 23,687 | - | 23,687 |
| Ordinary dividends | - | - | (100,000) | - | (100,000) |
| Balance as at 30 June 2022 | 100,000 | 100,000 | 400,541 | - | 500,541 |
| Balance as at 1 January 2021 | 100,000 | 100,000 | 477,756 | - | 577,756 |
| Total comprehensive income for the financial period | - | - | 54,019 | - | 54,019 |
| Ordinary dividends | - | - | (75,000) | - | (75,000) |
| Balance as at 30 June 2021 | 100,000 | 100,000 | 456,775 | - | 556,775 |

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENT OF CASH FLOW
FOR THE SIX MONTHS ENDED 30 JUNE 2022

| | 6 months ended | |
|--|----------------------------|----------------------------|
| | <u>30 June 2022</u> | <u>30 June 2021</u> |
| | RM '000 | RM '000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| (Loss)/Profit before taxation | 28,253 | 60,954 |
| Adjustments for investing and financing items and other non - cash items | 8,700 | 15,240 |
| | <hr/> | <hr/> |
| Operating profit before changes in working capital | 36,953 | 76,194 |
| Net changes in operating assets | (82,172) | 87,197 |
| Net changes in operating liabilities | 119,787 | (60,058) |
| | <hr/> | <hr/> |
| Cash generated from operations | 74,568 | 103,333 |
| Tax paid | (12,120) | (11,062) |
| | <hr/> | <hr/> |
| Net cash generated from operating activities | 62,448 | 92,271 |
| | <hr/> | <hr/> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (3,562) | (4,680) |
| Right of use | - | - |
| Proceeds from sale of property, plant and equipment | - | - |
| | <hr/> | <hr/> |
| Net cash used in investing activities | (3,562) | (4,680) |
| | <hr/> | <hr/> |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Dividends paid | (100,000) | (75,000) |
| Principle Lease Payments | (3,563) | (5,068) |
| | <hr/> | <hr/> |
| Net cash used in financing activities | (103,563) | (80,068) |
| | <hr/> | <hr/> |
| Effect on exchange rate changes on cash and cash equivalents | 198 | 281 |
| | <hr/> | <hr/> |
| Net Increase/(Decrease) In Cash And Cash Equivalents | (44,479) | 7,804 |
| Cash And Cash Equivalents At Beginning Of Financial | 130,250 | 100,698 |
| | <hr/> | <hr/> |
| Cash And Cash Equivalents At End Of Financial Period | 85,771 | 108,502 |
| | <hr/> <hr/> | <hr/> <hr/> |

This Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021.

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022

1. BASIS OF PREPARATION

The interim financial statements are unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard ('MFRS') 134, 'Interim Financial Reporting' issued by Malaysian Accounting Standards Board ('MASB') and should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2021.

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

(a) Accounting standards, annual improvements and amendments to MFRS which are effective for annual periods beginning on or after 1 January 2022:

- Amendment to MFRS 16 'COVID-19-Related Rent Concessions' beyond 30 June 2021
- Amendments to MFRS 116 'Proceeds Before Intended Use'
- Amendments to MFRS 3 'Reference to the Conceptual Framework'
- Annual Improvements to MFRS 1 'Subsidiary as First-time Adopter'
- Annual Improvements to Illustrative Example accompanying MFRS 16 'Leases: Lease Incentives'
- Annual Improvements to MFRS 9 'Fees in the '10 Percent' Test for Derecognition of Financial Liabilities'
- Amendments to MFRS 137 'Onerous Contracts – Cost of Fulfilling a Contract'

The adoption of the above annual improvements and amendments do not give rise to any material financial impact to the Company.

2. AUDITORS' REPORT

The auditors' report for the financial year ended 31 December 2021 was not subject to any qualification.

3. SEASONAL OR CYCLICAL FACTORS

The business operations of the Company have not been affected by any material seasonal or cyclical factors.

4. EXCEPTIONAL OR UNUSUAL ITEMS

There were no exceptional or unusual items for the six months ended 30 June 2022.

5. CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in prior financial years that have a material effect for six months ended 30 June 2022.

6. CHANGES IN DEBT AND EQUITY SECURITIES

There were no issuances and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the six months ended 30 June 2022.

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

7. DIVIDENDS PAID

During the six months ended 30 June 2022, the Company has paid a final single-tier dividend of 100% in respect of the financial year ended 31 December 2021, amounting to RM100,000,000 on 12 May 2022.

8. CONTINGENT ASSETS AND CONTINGENT LIABILITIES

The Company does not have any contingent assets or contingent liabilities that may significantly render the financial results reported misleading or inappropriate.

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

9. INVESTMENT

| | As at <u>30 June 2022</u> RM '000 | As at <u>31 December 2021</u> RM '000 |
|----------------------------|---|---|
| Wholesale unit trust funds | 965,415 | 1,009,104 |
| Staff loans | 37 | 23 |
| Fixed and call deposits | 18,409 | 18,270 |
| | <u>983,861</u> | <u>1,027,397</u> |

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

| | | |
|-----------------------------------|----------------|------------------|
| Fair value through profit or loss | 965,415 | 1,009,104 |
| Loans and receivables | 18,446 | 18,293 |
| | <u>983,861</u> | <u>1,027,397</u> |

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

9. INVESTMENT (Continued)

| | As at 30 June 2022 RM '000 | As at 31 December 2021 RM '000 |
|---|--|--|
| a) Fair value through profit or loss | | |
| <u>At fair value</u> | | |
| Quoted in Malaysia: | | |
| Fair value through profit or loss | | |
| - Wholesale unit trust funds | 965,415 | 1,009,104 |
| | <u>965,415</u> | <u>1,009,104</u> |
| b) Loans and receivables | | |
| <u>At amortised cost</u> | | |
| - Loans | 37 | 23 |
| - Fixed and call deposits | 18,409 | 18,270 |
| | <u>18,446</u> | <u>18,293</u> |

The underlying assets for the wholesale unit trust fund are as follows:

| | | |
|---------------------------------|----------------|------------------|
| Malaysian Government Securities | 172,836 | 216,306 |
| Debt securities | 704,812 | 647,323 |
| Call deposits | 69,107 | 137,426 |
| Cash equivalents | 10,929 | 142 |
| Receivables/payables | 7,731 | 7,907 |
| | <u>965,415</u> | <u>1,009,104</u> |

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

9. INVESTMENT (Continued)

c) Carrying value of financial instruments

| | Fair value through profit or loss | Held-to- maturity | Loans and receivables | Available- for-sale | Total |
|--|--|------------------------------|----------------------------------|--------------------------------|------------------|
| | RM '000 | RM '000 | RM '000 | RM '000 | RM '000 |
| At 1 January 2021 | 1,022,686 | - | 17,887 | - | 1,040,573 |
| Purchases | 98,968 | - | 406 | - | 99,374 |
| Maturities | - | - | - | - | - |
| Disposals | (55,000) | - | - | - | (55,000) |
| Fair value gains recorded in Income Statement | (57,550) | - | - | - | (57,550) |
| Amortisation change | - | - | - | - | - |
| At 31 December 2021 | 1,009,104 | - | 18,293 | - | 1,027,397 |
| Effect from adoption of MFRS 9 | - | - | - | - | - |
| Purchases | 44,276 | - | 153 | - | 44,429 |
| Maturities | - | - | - | - | - |
| Disposals | (70,839) | - | - | - | (70,839) |
| Fair value gains recorded in Income Statement | (17,126) | - | - | - | (17,126) |
| At 30 June 2022 | 965,415 | - | 18,446 | - | 983,861 |

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

9. INVESTMENT (Continued)

d) Fair value investments

| | Fair value through profit or loss | Available- for-sale | Total |
|---|--|--------------------------------|------------------|
| | RM '000 | RM '000 | RM '000 |
| Unaudited | | | |
| <u>At 30 June 2022</u> | | | |
| Valuation techniques – market observable inputs | 965,415 | - | 965,415 |
| | <u>965,415</u> | <u>-</u> | <u>965,415</u> |
| Audited | | | |
| <u>At 31 December 2021</u> | | | |
| Valuation techniques – market observable inputs | 1,009,104 | - | 1,009,104 |
| | <u>1,009,104</u> | <u>-</u> | <u>1,009,104</u> |

e) Fair value measurements

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- (i) quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- (ii) inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2); and
- (iii) Inputs for the asset or liability that are not based on observable market data (that is unobservable inputs) (Level 3).

| | Level 1 | Level 2 | Total |
|------------------------------------|----------------|------------------|------------------|
| Unaudited | | | |
| <u>At 30 June 2022</u> | | | |
| Fair value through profit and loss | | | |
| - Wholesale unit trust fund | - | 965,415 | 965,415 |
| | <u>-</u> | <u>965,415</u> | <u>965,415</u> |
| Audited | | | |
| <u>At 31 December 2021</u> | | | |
| Fair value through profit and loss | | | |
| -Wholesale unit trust fund | - | 1,009,104 | 1,009,104 |
| | <u>-</u> | <u>1,009,104</u> | <u>1,009,104</u> |

There were no transfers between levels 1 and 2 during the year.

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

9. INVESTMENT (Continued)

e) Fair value measurements (Continued)

(i) Financial instruments in Level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at the date of statement of financial position. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Company is the last quoted bid prices at the end of the reporting period. These instruments are included in Level 1. Instruments included in Level 1 comprise primarily Bursa Malaysia equity investments classified as trading securities.

(ii) Financial instruments in Level 2

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments; and
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

10. REINSURANCE ASSETS

| | As at 30 June 2022 RM '000 | As at 31 December 2021 RM '000 |
|---------------------|--|--|
| Claims liabilities | 486,850 | 339,199 |
| Premium liabilities | 80,245 | 96,143 |
| | <u>567,095</u> | <u>435,342</u> |

11. INSURANCE RECEIVABLES

| | As at 30 June 2022 RM '000 | As at 31 December 2021 RM '000 |
|--|--|--|
| Due premiums including agents, brokers and co-insurers balances | 42,540 | 47,835 |
| Due from reinsurers and cedants | 10,893 | 4,613 |
| | <u>53,433</u> | <u>52,448</u> |
| Allowance for doubtful debts | (3,779) | (4,547) |
| | <u>49,654</u> | <u>47,901</u> |

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

12. INSURANCE CONTRACT LIABILITIES

| | <u>Gross</u> RM '000 | <u>Reinsurance</u> RM '000 | <u>Net</u> RM '000 |
|---|-------------------------|-------------------------------|-----------------------|
| <u>As at</u> | | | |
| <u>30 June 2022</u> | | | |
| Claims reported | 659,471 | (384,271) | 275,200 |
| Incurred but not reported claims ("IBNR") | 271,378 | (102,580) | 168,798 |
| | <hr/> | <hr/> | <hr/> |
| Claims liabilities (note(a)) | 930,849 | (486,850) | 443,999 |
| Premium liabilities (note(b)) | 294,725 | (80,245) | 214,480 |
| | <hr/> | <hr/> | <hr/> |
| | 1,225,574 | (567,095) | 658,479 |
| | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> |
| <u>As at</u> | | | |
| <u>31 December 2021</u> | | | |
| Claims reported | 480,422 | (241,559) | 238,863 |
| Incurred but not reported claims ("IBNR") | 283,161 | (97,640) | 185,521 |
| | <hr/> | <hr/> | <hr/> |
| Claims liabilities (note(a)) | 763,583 | (339,199) | 424,384 |
| Premium liabilities (note(b)) | 305,104 | (96,143) | 208,961 |
| | <hr/> | <hr/> | <hr/> |
| | 1,068,687 | (435,342) | 633,345 |
| | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> |

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

12. INSURANCE CONTRACT LIABILITIES (Continued)

(a) Claims liabilities

| | <u>Gross</u> | <u>Reinsurance</u> | <u>Net</u> |
|--|----------------|--------------------|----------------|
| | RM '000 | RM '000 | RM '000 |
| As at | | | |
| <u>30 June 2022</u> | | | |
| Balance as at 1 January 2022 | 763,583 | (339,199) | 424,384 |
| Claims incurred in current accident year | | | |
| - Paid | 42,838 | (8,673) | 34,165 |
| - Case reserves | 239,505 | (111,755) | 127,750 |
| - IBNR | 168,663 | (63,828) | 104,835 |
| Claims incurred in prior accident year | | | |
| - Paid | 129,837 | (54,600) | 75,237 |
| - Case reserves | (235,683) | 32,317 | (203,366) |
| - IBNR | (177,894) | 58,888 | (119,006) |
| Balance as at 30 June 2022 | 930,849 | (486,850) | 443,999 |
| As at | | | |
| <u>31 December 2021</u> | | | |
| Balance as at 1 January 2021 | 786,670 | (369,960) | 416,710 |
| Claims incurred in current accident year | | | |
| - Paid | 106,150 | (26,012) | 80,138 |
| - Case reserves | 225,718 | (72,483) | 153,235 |
| - IBNR | 262,189 | (85,518) | 176,671 |
| Claims incurred in prior accident year | | | |
| - Paid | 181,204 | (89,317) | 91,887 |
| - Case reserves | (542,307) | 235,481 | (306,826) |
| - IBNR | (256,041) | 68,610 | (187,431) |
| Balance as at 31 December 2021 | 763,583 | (339,199) | 424,384 |

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

12. INSURANCE CONTRACT LIABILITIES (Continued)

(b) Premium liabilities

| | <u>Gross</u> | <u>Reinsurance</u> | <u>Net</u> |
|--|---------------------|---------------------------|-------------------|
| | RM '000 | RM '000 | RM '000 |
| As at | | | |
| <u>30 June 2022</u> | | | |
| Balance as at 1 January 2022 | 305,104 | (96,143) | 208,961 |
| Premium written for the financial period | 341,754 | (93,496) | 248,258 |
| Premium earned during the financial period | (352,133) | 109,394 | (242,739) |
| Balance as at 30 June 2022 | <u>294,725</u> | <u>(80,245)</u> | <u>214,480</u> |
| As at | | | |
| <u>31 December 2021</u> | | | |
| Balance as at 1 January 2021 | 299,715 | (97,544) | 202,171 |
| Premium written for the financial period | 709,579 | (224,143) | 485,436 |
| Premium earned during the financial period | (704,190) | 225,544 | (478,646) |
| Balance as at 31 December 2021 | <u>305,104</u> | <u>(96,143)</u> | <u>208,961</u> |

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

13. CAPITAL COMMITMENTS

| | As at 30 June 2022 | As at 31 December 2021 |
|---|-------------------------------|-----------------------------------|
| | RM '000 | RM '000 |
| Capital expenditure on property, plant and equipment: | | |
| Authorised and contracted for | 1,380 | 1,921 |
| | <u>1,380</u> | <u>1,921</u> |

14. REGULATORY CAPITAL REQUIREMENTS

The capital structure of the Company as at 30 June 2022, as prescribed under the RBC Framework is provided below:

| | As at 30 June 2022 | As at 31 December 2021 |
|---------------------------------------|-------------------------------|-----------------------------------|
| | RM '000 | RM '000 |
| <u>Eligible Tier 1 Capital</u> | | |
| Share capital (paid-up) | 100,000 | 100,000 |
| Retained earnings | 400,541 | 476,854 |
| | <u>500,541</u> | <u>576,854</u> |
| <u>Tier 2 Capital</u> | | |
| Available-for-sale reserve | - | - |
| <u>Deductions</u> | | |
| Amount deducted from Capital | - | (3,271) |
| | <u>-</u> | <u>(3,271)</u> |

15. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

RHB INSURANCE BERHAD (197801000983 (38000-U))
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2022 (Continued)

16. EVENTS SUBSEQUENT TO BALANCE SHEET DATE

There are no material events subsequent to the balance sheet date that have not been reflected in financial statements.

17. CHANGES IN THE COMPOSITION OF THE COMPANY

There are no significant changes in the composition of the Company for the six months ended 30 June 2022.