LIBERTY GENERAL INSURANCE BERHAD

Company No: 197801007153 (44191-P)
(Incorporated in Malaysia)

Condensed Interim Financial Statements
30 June 2026

Company No: 197801007153 (44191-P)

LIBERTY GENERAL INSURANCE BERHAD
(Incorporated in Malaysia)

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Company No: 197801007153 (44191-P)

LIBERTY GENERAL INSURANCE BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Assets			
Property and equipment		39,003	74,561
Investment properties		16,000	30,516
Right-of-use assets		17,839	20,251
Intangible assets		13,348	13,867
Non-current assets held for sale	12	45,130	-
Investments	13	4,670,816	4,939,433
Reinsurance contract assets	17	435,239	483,811
Other receivables	14	86,183	78,391
Deferred tax assets		10,398	16,200
Current tax assets		36,318	29,266
Cash and cash equivalents		126,058	103,929
Total assets		5,496,332	5,790,225
Equity			
Share capital	15	2,967,070	2,967,070
Merger reserves	16	(1,027,042)	(1,027,042)
Asset revaluation reserve		850	850
Fair value through other comprehensive income ("FVOCI") reserve		2,956	6,585
Retained earnings		288,345	368,049
Total equity		2,232,179	2,315,512
Liabilities			
Insurance contract liabilities	17	3,024,257	3,213,794
Lease liabilities		19,599	22,147
Other payables		205,791	223,889
Provision for retirement benefits		14,506	14,883
Total liabilities		3,264,153	3,474,713
Total equity and liabilities		5,496,332	5,790,225

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

LIBERTY GENERAL INSURANCE BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2026

	Unaudited 01.01.2026 to 30.06.2026 RM'000	Unaudited 01.01.2025 to 30.06.2025 RM'000
Insurance revenue	1,093,749	1,158,955
Insurance service expense	(929,256)	(994,422)
Net expenses from reinsurance contracts held	(81,677)	(85,131)
Insurance service result	82,816	79,402
Investment income	89,358	129,934
Realised gains	976	789
Fair value losses	(14,413)	(7,001)
Net investment return	75,921	123,722
Insurance finance expenses for insurance contracts issued	(38,478)	(39,256)
Reinsurance finance income for reinsurance contracts held	5,418	4,084
Net insurance financial result	(33,060)	(35,172)
Other income	2,593	1,412
Other expenses	(10,103)	(18,152)
Finance costs	(395)	(437)
Profit before taxation	117,772	150,775
Taxation	(17,121)	(18,707)
Net profit for the period	100,651	132,068

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

LIBERTY GENERAL INSURANCE BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2026

	Note	Unaudited 01.01.2026 to 30.06.2026 RM'000	Unaudited 01.01.2025 to 30.06.2025 RM'000
Net profit for the period		100,651	132,068
Other comprehensive income:			
Other comprehensive income to be reclassified to the income statement in subsequent periods:			
Fair value through other comprehensive income ("FVOCI"):			
(Losses)/gains on fair value changes of FVOCI financial assets	13.5	(4,775)	7,568
Tax effects thereon		1,146	(1,816)
Net other comprehensive (losses)/income to be reclassified to the income statement in subsequent periods		(3,629)	5,752
Total other comprehensive (losses)/income for the period, net of taxation		(3,629)	5,752
Total comprehensive income for the period		97,022	137,820
Earnings per share (sen)			
Basic		7	9
Diluted		7	9

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

Company No: 197801007153 (44191-P)

LIBERTY GENERAL INSURANCE BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2026

	<------------------------ *Non-distributable*			-------------------->	*Distributable*	
	Share capital RM'000 (Note 15)	**Merger reserves RM'000 (Note 16)**	**Asset revaluation reserve RM'000**	**FVOCI reserve RM'000**	**Retained earnings RM'000**	**Total equity RM'000**
At 1 January 2025	2,967,070	(1,027,042)	747	1,241	426,942	2,368,958
Net profit for the period	-	-	-	-	132,068	132,068
Other comprehensive income	-	-	-	5,752	-	5,752
Total comprehensive income for the period	-	-	-	5,752	132,068	137,820
Dividends on INCPS	-	-	-	-	(3,355)	(3,355)
Dividends on ordinary shares	-	-	-	-	(262,000)	(262,000)
At 30 June 2025	2,967,070	(1,027,042)	747	6,993	293,655	2,241,423
At 1 January 2026	2,967,070	(1,027,042)	850	6,585	368,049	2,315,512
Net profit for the period	-	-	-	-	100,651	100,651
Other comprehensive loss	-	-	-	(3,629)	-	(3,629)
Total comprehensive income for the period	-	-	-	(3,629)	100,651	97,022
Dividends on INCPS	-	-	-	-	(3,355)	(3,355)
Dividends on ordinary shares	-	-	-	-	(177,000)	(177,000)
At 30 June 2026	2,967,070	(1,027,042)	850	2,956	288,345	2,232,179

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

LIBERTY GENERAL INSURANCE BERHAD
(Incorporated in Malaysia)

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2026

	Unaudited 01.01.2026 to 30.06.2026 RM'000	Unaudited 01.01.2025 to 30.06.2025 RM'000
Profit before taxation	117,772	150,775
Adjustments for non-operating and non-cash items	(60,763)	(113,345)
Operating profit before working capital changes	57,009	37,430
Changes in working capital:		
Net change in operating assets	379,868	157,168
Net change in operating liabilities	(210,271)	(50,737)
Tax instalment paid, net of tax refund	(16,480)	(32,021)
Finance costs on lease liabilities	(395)	(437)
Net cash generated from operating activities	209,731	111,403
Net cash used in investing activities	(3,140)	(3,949)
Financing activities:		
Dividend paid on INCPS	(3,355)	(3,355)
Dividend paid on ordinary shares	(177,000)	(262,000)
Payment of principal portion of lease liabilities	(4,107)	(3,995)
Net cash used in financing activities	(184,462)	(269,350)
Net increase/(decrease) in cash and cash equivalents	22,129	(161,896)
Cash and cash equivalents at beginning of period	103,929	341,139
Cash and cash equivalents at end of period	126,058	179,243

For the purposes of Statement of Cash Flows, cash and cash equivalents comprise cash and bank balances and deposits and placements maturing within three months ("Cash and short-term deposits").

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The Company is a public limited company, incorporated and domiciled in Malaysia. The registered office and principal place of business of the Company is located at Level 13A, Liberty Insurance Tower, CT9, Pavilion Damansara Heights, 3, Jalan Damanlela, Pusat Bandar Damansara, Kuala Lumpur, Wilayah Persekutuan.

The immediate holding company is Liberty Global Holdings Sdn. Bhd. ("LGHSB"), a private limited company incorporated in Malaysia, and the ultimate holding company is Liberty Mutual Holding Company Inc., a company incorporated in Massachusetts, United States of America.

The Company is engaged principally in the underwriting of all classes of general insurance business. There have been no significant changes in the nature of the principal activity of the Company during the financial period.

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution by the Directors at the Board of Directors Meeting held on 13 August 2026.

2. BASIS OF PREPARATION

The condensed interim financial statements of the Company are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 - Interim Financial Reporting as issued by the Malaysian Accounting Standards Board ("MASB") and International Accounting Standard ("IAS") 34 - Interim Financial Reporting as issued by the International Accounting Standards Board ("IASB") and the Financial Reporting Guidelines issued by Bank Negara Malaysia.

The unaudited condensed interim financial statements do not include all of the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2025.

The notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant to gain an understanding of changes in the financial position and performance of the Company since the financial year ended 31 December 2025.

The condensed interim financial statements are presented in Ringgit Malaysia (RM) and all values are rounded to the nearest thousand (RM'000) except where otherwise indicated.

3. MATERIAL ACCOUNTING POLICY INFORMATION

Amended Standards and Interpretations

The significant accounting policies and methods of computation applied in the preparation of the condensed interim financial statements are consistent with those adopted in the preparation of the Company's audited financial statements for the financial year ended 31 December 2025, except for the following:

Amendments to Standards	**Effective Date**
● Annual Improvements to *MFRS Accounting Standards—Volume 11* (MFRS 1, MFRS 7, MFRS 9, MFRS 10, MFRS 107)	1 January 2026
(i) Amendments to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*	
(ii) Amendments to MFRS 7 *Financial Instruments: Disclosures*	
(iii) Amendments to MFRS 9 *Financial Instruments*	
(iv) Amendments to MFRS 10 *Consolidated Financial Statements*	
(v) Amendments to MFRS 107 *Statement of Cash Flows*	
● *Contracts Referencing Nature-dependent Electricity* (Amendments to MFRS 9 and MFRS 7)	1 January 2026
● Amendments to the *Classification and Measurement of Financial Instruments* (Amendments to MFRS 9 and MFRS 7)	1 January 2026

The adoption of the above did not have any significant effects on the condensed interim financial statements.

4. COMMENTS ON SEASONALITY OR CYCLICALITY

There were no significant seasonal fluctuations of the Company's business and operations during the interim financial period ended 30 June 2026.

5. UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the interim financial period ended 30 June 2026.

6. CHANGE IN ESTIMATES

There were no changes in the basis used for the accounting estimates for the interim financial period ended 30 June 2026.

7. DEBT AND EQUITY SECURITIES

There were no issuance and repurchase of debt and equity securities by the Company during the interim financial period ended 30 June 2026.

8. DIVIDENDS

During the current interim financial period ended 30 June 2026, the Company paid the following dividend in respect of the financial year ended 31 December 2025.

	RM'000
Irredeemable non-cumulative convertible preference shares ("INCPS"):	
Dividend of 5.5% per INCPS on 6,100,000 INCPS based on issue price of RM10.00 each declared on 19 May 2026 and paid on 10 June 2026	3,355
Ordinary Shares	
Final single tier dividend of 12.70 sen per ordinary share on 1,394,196,000 ordinary shares declared on 19 May 2026 and paid on 10 June 2026	177,000
	180,355

9. EFFECT OF CHANGES IN THE COMPOSITION OF THE COMPANY

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

10. SIGNIFICANT EVENTS

There were no significant events subsequent to the end of the interim financial period other than as disclosed in Note 23.

11. CONTINGENT LIABILITIES

There were no contingent liabilities as at the date of this report since the last financial year ended 31 December 2025.

12. NON-CURRENT ASSETS HELD FOR SALE

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
At 1 January 2026/2025	-	4,325
Disposals	-	(4,129)
Transferred from property and equipment	30,614	-
Transferred from investment properties	14,516	-
Reversal of revaluation surplus recorded in OCI	-	(196)
At 30 June 2026/31 December 2025	45,130	-

During the financial period, the Company entered into Sale and Purchase Agreements for the proposed disposal of certain leasehold land and buildings. The disposals have not been completed as at the date of this report as certain conditions precedent have yet to be met.

13. INVESTMENTS

	Note	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Malaysian government securities		322,944	345,127
Corporate bonds		504,000	567,295
Cagamas bonds		111,743	112,554
Equity securities		70,009	67,025
Unit and property trust funds		10,220	10,497
Loans		116	123
Fixed and call deposits		258,734	296,406
Collective investment schemes:			
Investments in subsidiaries	13.4	2,879,664	3,016,057
Investments in others		513,386	524,349
		3,393,050	3,540,406
		4,670,816	4,939,433

	Note	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Amortised cost ("AC")	13.1	258,850	296,529
Fair value through profit or loss ("FVTPL")	13.2	3,473,279	3,617,928
Fair value through other comprehensive income ("FVOCI")	13.3	938,687	1,024,976
		4,670,816	4,939,433

13. INVESTMENTS (CONT'D.)

13.1 AC

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
At amortised cost:		
Fixed and call deposits with licensed banks	258,734	296,406
Mortgage loans	186	193
Less: Provision for expected credit loss	(70)	(70)
	116	123
	258,850	296,529

Movement in the provision for expected credit loss:

At 1 January 2026/2025	70	70
Provision for the period/year	-	-
At 30 June 2026/31 December 2025	70	70

The carrying values of the fixed and call deposits with licensed banks approximate fair value due to the relatively short term maturities. Included in these balances is cash collateral of RM23.4 million (31.12.2025: RM20.6 million), which is restricted from use in daily operations. The cash collateral was received from bond insurance policy and will be refunded upon expiration of the contract.

The carrying values of the mortgage loans are reasonable approximates of fair values due to the insignificant impact of discounting.

13.2 FVTPL

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
At fair value:		
Mandatory measured:		
Collective investment schemes quoted in Malaysia:		
Investment in subsidiaries (Note 13.4)	2,879,664	3,016,057
Investment in others	513,386	524,349
Quoted equity securities	70,009	67,025
Unit and property trust funds quoted in Malaysia	10,220	10,497
	3,473,279	3,617,928

13. INVESTMENTS (CONT'D.)

13.3 FVOCI

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
At fair value:		
Malaysian government securities	322,944	345,127
Corporate bonds	504,000	567,295
Cagamas bonds	111,743	112,554
	938,687	1,024,976

Malaysian government securities, Corporate bonds and Cagamas bonds are classified within Level 2 of the fair value hierarchy. The three-level hierarchy is defined in Note 20.

13.4 Collective investment schemes - investments in subsidiaries

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
At fair value:		
FVTPL (Note 13.2)	2,879,664	3,016,057

Details of the Company's investments in subsidiaries - collective investment schemes, which are based in and operate in Malaysia, are as follows:

Name of wholesale unit trust fund	Principal activities	% of ownership interest held by the Company 30.06.2026	31.12.2025
AmIncome Institutional SRI 1	Investment in debt securities and money market	87.87%	87.93%
AmIncome Institutional SRI 3	Investment in debt securities and money market	100.00%	100.00%
AmCash Plus	Investment in government related securities and money market	100.00%	77.67%

13. INVESTMENTS (CONT'D.)

13.5 Carrying values of investments

	AC RM'000	FVTPL RM'000	FVOCI RM'000	Total RM'000
At 1 January 2026	296,529	3,617,928	1,024,976	4,939,433
Purchases	3,079	6,851	-	9,930
Maturities	(40,758)	-	(80,000)	(120,758)
Disposals	-	(138,063)	-	(138,063)
Recorded in income statement:				
Realised gains	-	976	-	976
Fair value losses	-	(14,413)	-	(14,413)
Fair value losses recorded in other comprehensive income	-	-	(4,775)	(4,775)
Net amortisation of premiums	-	-	(1,514)	(1,514)
At 30 June 2026	258,850	3,473,279	938,687	4,670,816
At 1 January 2025	479,926	3,687,846	746,935	4,914,707
Purchases	2,225	18,601	368,688	389,514
Maturities	(185,622)	-	(95,000)	(280,622)
Disposals	-	(82,504)	-	(82,504)
Recorded in income statement:				
Realised gains	-	275	-	275
Fair value losses	-	(6,290)	-	(6,290)
Fair value gains recorded in other comprehensive income	-	-	7,023	7,023
Net amortisation of premiums	-	-	(2,670)	(2,670)
At 31 December 2025	296,529	3,617,928	1,024,976	4,939,433

14. OTHER RECEIVABLES

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Income due and accrued	20,928	23,208
Share of net assets held under Malaysian Motor Insurance Pool ("MMIP")*	34,867	35,332
Amounts owing by ultimate holding, holding and other related companies**	1	3
Sundry receivables	21,880	10,898
Current account with Custodian	8,655	9,157
	86,331	78,598
Allowance for impairment losses	(148)	(207)
	86,183	78,391

* As a participating member of MMIP, the Company shares a proportion of the Pool's net assets/liabilities. At each reporting date, the Company accounts for its share of the assets, liabilities and performance of the Pool. The net assets held under MMIP represent the Company's share of the Pool's net assets, before insurance contract liabilities and reinsurance contract assets. The Company's share of the Pool's insurance contract liabilities and reinsurance contract assets are disclosed in Note 17.

** The amounts owing by ultimate holding, holding and other related companies are unsecured, interest free and repayable on demand.

15. SHARE CAPITAL

	<------ No. of shares ------>		<--------- Amount ---------->	
	Unaudited 30.06.2026 ('000)	Audited 31.12.2025 ('000)	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Ordinary shares (a)	1,394,196	1,394,196	2,906,070	2,906,070
INCPS (b)	6,100	6,100	61,000	61,000
	1,400,296	1,400,296	2,967,070	2,967,070

(a) Ordinary shares

	<-------- 30.06.2026 -------->		<-------- 31.12.2025 -------->	
	No. of shares ('000)	Amount RM'000	No. of shares ('000)	Amount RM'000
Issued and paid up:				
at no par value:				
At 1 January 2026/2025 and at 30 June 2026/ 31 December 2025	1,394,196	2,906,070	1,394,196	2,906,070

15. SHARE CAPITAL (CONT'D.)

(b) INCPS

	<-------- 30.06.2026 -------->		<-------- 31.12.2025 -------->	
	No. of shares ('000)	**Amount RM'000**	**No. of shares ('000)**	**Amount RM'000**
Issued and paid up:				
at no par value:				
At 1 January 2026/2025 and at 30 June 2026/ 31 December 2025	6,100	61,000	6,100	61,000

The salient features of the INCPS issued by the Company are as follows:

(i) Subject always to the prior approval of BNM and the discretion of the Board, the INCPS confer on the holders the right to a non-cumulative preferential dividend calculated at 5.5% per annum to be declared and paid within six months from the end of each financial year, calculated based on the issue price of the INCPS, in priority to any other classes of shares to the extent that there are profits available for the distribution and compliance with the capital adequacy requirements as stipulated by BNM.

(ii) The INCPS holders are entitled at any time to convert all or any of the INCPS held into ordinary shares in the Company, pari passu as between themselves, on the basis of one (1) INCPS for one (1) new ordinary share.

(iii) The INCPS shall not be transferable (in whole or in part) and shall not be redeemed by the Company.

16. MERGER RESERVES

	Unaudited 30.06.2026 RM'000	**Audited 31.12.2025 RM'000**
At 30 June 2026/31 December 2025	(1,027,042)	(1,027,042)

Merger reserves represent the difference between the fair value of ordinary shares issued and the acquired net assets, in relation to the transfer of the general business from the Company's immediate holding company, LGHSB.

17. INSURANCE AND REINSURANCE CONTRACTS

(a) Insurance contracts issued

The roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage ("LFRC") and the liability for incurred claims ("LFIC"), is disclosed in the table below:

	30.06.2026				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance contract liabilities as at 1 January 2026	851,269	100,811	2,100,563	161,151	3,213,794
Insurance contract assets as at 1 January 2026	-	-	-	-	-
Net insurance contract liabilities as at 1 January 2026	851,269	100,811	2,100,563	161,151	3,213,794
Insurance revenue	(1,093,749)	-	-	-	(1,093,749)
Insurance service expense	258,801	(38,544)	714,705	(5,706)	929,256
Incurred claims and other expenses	-	-	1,371,661	44,247	1,415,908
Amortisation of insurance acquisition cash flows	258,801	-	-	-	258,801
Losses on onerous contracts and reversal of those losses	-	(38,544)	-	-	(38,544)
Changes to liabilities for incurred claims	-	-	(656,956)	(49,953)	(706,909)
Investment components	(3,106)	-	3,106	-	-
Insurance service result	(838,054)	(38,544)	717,811	(5,706)	(164,493)
Insurance finance expenses	-	17,262	21,216	-	38,478
Total changes in the income statement	(838,054)	(21,282)	739,027	(5,706)	(126,015)
Cash flows					
Premiums received	1,107,816	-	-	-	1,107,816
Claims and other expenses paid	-	-	(734,372)	-	(734,372)
Insurance acquisition cash flows	(113,630)	-	-	-	(113,630)
Total cash flows	994,186	-	(734,372)	-	259,814
Transfer to other items in the statement of financial position	(231,766)	-	(91,570)	-	(323,336)
Net insurance contract liabilities as at 30 June 2026	775,635	79,529	2,013,648	155,445	3,024,257
Insurance contract liabilities as at 30 June 2026	775,635	79,529	2,013,648	155,445	3,024,257
Insurance contract assets as at 30 June 2026	-	-	-	-	-
Net insurance contract liabilities as at 30 June 2026	775,635	79,529	2,013,648	155,445	3,024,257

Included in the LFRC and LFIC above are the Company's proportionate shares of LFRC and LFIC in MMIP, amounting to RM1.3 million and RM9.0 million, respectively (31 December 2025: LFRC of RM1.4 million and LFIC of RM8.4 million).

17. INSURANCE AND REINSURANCE CONTRACTS (CONT'D.)

(a) Insurance contracts issued (Cont'd.)

The roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage (“LFRC”) and the liability for incurred claims (“LFIC”), is disclosed in the table below (Cont'd.):

	31.12.2025				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	RM'000	RM'000	RM'000	RM'000	RM'000
Insurance contract liabilities as at 1 January 2025	891,881	75,160	2,056,184	159,804	3,183,029
Insurance contract assets as at 1 January 2025	-	-	-	-	-
Net insurance contract liabilities as at 1 January 2025	891,881	75,160	2,056,184	159,804	3,183,029
Insurance revenue	(2,323,348)	-	-	-	(2,323,348)
Insurance service expense	570,921	(6,418)	1,573,538	1,347	2,139,388
Incurred claims and other expenses	-	-	1,702,170	72,367	1,774,537
Amortisation of insurance acquisition cash flows	570,921	-	-	-	570,921
Losses on onerous contracts and reversal of those losses	-	(6,418)	-	-	(6,418)
Changes to liabilities for incurred claims	-	-	(128,632)	(71,020)	(199,652)
Investment components	(6,336)	-	6,336	-	-
Insurance service result	(1,758,763)	(6,418)	1,579,874	1,347	(183,960)
Insurance finance expenses	-	32,069	57,485	-	89,554
Total changes in the income statement	(1,758,763)	25,651	1,637,359	1,347	(94,406)
Cash flows					
Premiums received	2,261,958	-	-	-	2,261,958
Claims and other expenses paid	-	-	(1,425,844)	-	(1,425,844)
Insurance acquisition cash flows	(251,851)	-	-	-	(251,851)
Total cash flows	2,010,107	-	(1,425,844)	-	584,263
Transfer to other items in the statement of financial position	(291,956)	-	(167,136)	-	(459,092)
Net insurance contract liabilities as at 31 December 2025	851,269	100,811	2,100,563	161,151	3,213,794
Insurance contract liabilities as at 31 December 2025	851,269	100,811	2,100,563	161,151	3,213,794
Insurance contract assets as at 31 December 2025	-	-	-	-	-
Net insurance contract liabilities as at 31 December 2025	851,269	100,811	2,100,563	161,151	3,213,794

17. INSURANCE AND REINSURANCE CONTRACTS (CONT'D.)

(b) Reinsurance contracts held

The roll-forward of net asset or liability for reinsurance contracts held showing assets for remaining coverage ("AFRC") and amounts recoverable on incurred claims ("ARIC"), is disclosed in the table below:

	30.06.2026				
	Assets for remaining coverage		Amounts recoverable on incurred claims		Total
	Excluding loss-recovery component	Loss recovery component	Estimates of the present value of future cash flows	Risk adjustment	
	RM'000	RM'000	RM'000	RM'000	RM'000
Reinsurance contract assets as at 1 January 2026	34,750	2,340	419,380	27,341	483,811
Reinsurance contract liabilities as at 1 January 2026	-	-	-	-	-
Net reinsurance contract assets as at 1 January 2026	34,750	2,340	419,380	27,341	483,811
Allocation of reinsurance premiums	(109,784)	-	-	-	(109,784)
Amounts recoverable from reinsurers for incurred claims	-	(861)	30,518	(1,550)	28,107
Amounts recoverable for incurred claims and other expenses	-	-	150,549	6,149	156,698
Loss-recovery on onerous underlying contracts and adjustments	-	(861)	-	-	(861)
Changes to amounts recoverable for incurred claims	-	-	(120,031)	(7,699)	(127,730)
Reinsurance investment components	(25,863)	-	25,863	-	-
Net expenses from reinsurance contracts held	(135,647)	(861)	56,381	(1,550)	(81,677)
Interest accreted to reinsurance contracts using current financial assumptions	-	437	2,923	-	3,360
Effect of changes in non-performance risk of reinsurers	-	-	2,058	-	2,058
Reinsurance finance income	-	437	4,981	-	5,418
Total changes in the income statement	(135,647)	(424)	61,362	(1,550)	(76,259)
Cash flows					
Premiums paid	98,306	-	-	-	98,306
Amounts received	-	-	(70,619)	-	(70,619)
Total cash flows	98,306	-	(70,619)	-	27,687
Transfer to other items in the statement of financial position	-	-	-	-	-
Net reinsurance contract assets as at 30 June 2026	(2,591)	1,916	410,123	25,791	435,239
Reinsurance contract assets as at 30 June 2026	(2,591)	1,916	410,123	25,791	435,239
Reinsurance contract liabilities as at 30 June 2026	-	-	-	-	-
Net reinsurance contract assets as at 30 June 2026	(2,591)	1,916	410,123	25,791	435,239

Included in the AFRC and ARIC above are the Company's proportionate shares of AFRC and ARIC in MMIP, amounting to RM64,433 and RM144,914 respectively (31 December 2025: AFRC of RM19,401 and ARIC of RM124,713).

17. INSURANCE AND REINSURANCE CONTRACTS (CONT'D.)

(b) Reinsurance contracts held (Cont'd.)

The roll-forward of net asset or liability for reinsurance contracts held showing assets for remaining coverage ("AFRC") and amounts recoverable on incurred claims ("ARIC"), is disclosed in the table below (Cont'd.):

	31.12.2025				
	Assets for remaining coverage		**Amounts recoverable on incurred claims**		**Total**
	Excluding loss-recovery component	**Loss recovery component**	**Estimates of the present value of future cash flows**	**Risk adjustment**	
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Reinsurance contract assets as at 1 January 2025	(35,228)	1,491	382,414	24,545	373,222
Reinsurance contract liabilities as at 1 January 2025	-	-	-	-	-
Net reinsurance contract assets as at 1 January 2025	(35,228)	1,491	382,414	24,545	373,222
Allocation of reinsurance premiums	(214,235)	-	-	-	(214,235)
Amounts recoverable from reinsurers for incurred claims	-	127	126,154	2,796	129,077
Amounts recoverable for incurred claims and other expenses	-	-	182,688	13,399	196,087
Loss-recovery on onerous underlying contracts and adjustments	-	127	-	-	127
Changes to amounts recoverable for incurred claims	-	-	(56,534)	(10,603)	(67,137)
Reinsurance investment components	(47,877)	-	47,877	-	-
Net expenses from reinsurance contracts held	(262,112)	127	174,031	2,796	(85,158)
Interest accreted to reinsurance contracts using current financial assumptions	-	722	9,923	-	10,645
Effect of changes in non-performance risk of reinsurers	-	-	(2,542)	-	(2,542)
Reinsurance finance income	-	722	7,381	-	8,103
Total changes in the income statement	(262,112)	849	181,412	2,796	(77,055)
Cash flows					
Premiums paid	332,015	-	-	-	332,015
Amounts received	-	-	(144,222)	-	(144,222)
Total cash flows	332,015	-	(144,222)	-	187,793
Transfer to other items in the statement of financial position	75	-	(224)	-	(149)
Net reinsurance contract assets as at 31 December 2025	34,750	2,340	419,380	27,341	483,811
Reinsurance contract assets as at 31 December 2025	34,750	2,340	419,380	27,341	483,811
Reinsurance contract liabilities as at 31 December 2025	-	-	-	-	-
Net reinsurance contract assets as at 31 December 2025	34,750	2,340	419,380	27,341	483,811

18. CAPITAL COMMITMENTS

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Capital expenditure:		
Approved and contracted for:		
Renovation, furniture, fittings and office equipment	147	147
Computer hardware and software	943	356
	1,090	503
Approved but not contracted for:		
Renovation, furniture, fittings and office equipment	-	152
Computer hardware and software	3,683	1,257
	3,683	1,409

19. SIGNIFICANT RELATED PARTIES DISCLOSURES

The Company's balances with related parties are as follows:

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Immediate holding company:		
Intercompany balance	1	3
Penultimate holding company:		
Claims recovery	1,328	1,040
Reinsurance premium	(181)	(24)
Administration and operating charges	(3,044)	(3,975)
	(1,897)	(2,959)
Companies related to the corporate shareholder of LGHSB:		
Premium receivables	17,745	21,109
Commission payables	(2,865)	(2,842)
Administration and operating charges	(8,723)	(3,425)
Fund management fee	(387)	(400)
Cash and short-term deposits	33,159	17,338
Accrued expenses and deposits	17	4
	38,946	31,784
Fellow subsidiaries within the LMIC group:		
Claims recovery	2,353	3,475
Reinsurance premium	(21,639)	(6,660)
Administration and operating charges	1,282	(244)
	(18,004)	(3,429)
Subsidiary companies (MFRS 10)[1]:		
Income due and accrued	9,040	10,594

[1] In accordance with MFRS 10, the investments are considered as subsidiaries of the Company.

19. SIGNIFICANT RELATED PARTIES DISCLOSURES (CONT'D.)

	Unaudited 01.01.2026 to 30.06.2026 RM'000	Unaudited 01.01.2025 to 30.06.2025 RM'000
The Company's significant transactions with related parties are as follows:		
Immediate holding company:		
Dividends paid	(180,355)	(265,355)
Penultimate holding company:		
Reinsurance premiums ceded	(290)	(864)
Commission income	132	229
Claims recovery	4,880	3,530
Other operating income	258	258
Administration and operating expenses	(2,687)	(4,461)
	2,293	(1,308)
Fellow subsidiaries within the LMIC group:		
Reinsurance premiums ceded	(35,205)	(14,797)
Commission income	8,661	2,933
Claims recovery	5,361	7,393
Other operating income	1,282	96
Administration and operating expenses	-	57
	(19,901)	(4,318)
Companies related to the corporate shareholder of LGHSB:		
Gross premium income	8,412	11,010
Commission expenses	(5,783)	(7,103)
Administration and operating expenses	(11,871)	(12,926)
Interest and dividend income	8	1,388
Manager's fee expense	(2,052)	(2,112)
	(11,286)	(9,743)
Subsidiary companies (MFRS 10)[1]:		
Interest and dividend income	56,401	92,083

[1] In accordance with MFRS 10, the investments are considered as subsidiaries of the Company.

20. FAIR VALUE MEASUREMENT OF FINANCIAL ASSETS AND LIABILITIES

The Company measures certain financial instruments at fair value at each reporting date.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which all inputs that are significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company 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 fair value of financial instruments that are actively traded in organised financial markets is determined by reference to quoted market bid prices for assets and offer prices for liabilities, at the close of business on the reporting date.

The fair values of unquoted equity instruments are based on expected recoverable value. These equity instruments represent ordinary shares in companies that are not quoted on any market. In addition, the variability in the range of reasonable fair value estimates derived from valuation techniques is significant.

For investments in unit and property trust funds and collective investment schemes, fair value is determined by reference to published net asset values.

21. FAIR VALUE HIERARCHY

The table below analyses those financial instruments carried at fair value and assets for which fair value is disclosed, by fair value hierarchy level.

	Note	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30.06.2026					
Assets measured at fair value on a recurring basis:					
FVTPL financial assets:					
Quoted equity securities	13.2	70,009	-	-	70,009
Unit and property trust funds	13.2	10,220	-	-	10,220
Collective investment schemes					
Investment in subsidiaries	13.4	2,879,664	-	-	2,879,664
Investment in others		513,386	-	-	513,386
FVOCI financial assets:					
Malaysian government securities	13.3	-	322,944	-	322,944
Corporate bonds	13.3	-	504,000	-	504,000
Cagamas bonds	13.3	-	111,743	-	111,743
Investment properties		-	-	16,000	16,000
		3,473,279	938,687	16,000	4,427,966
31.12.2025					
Assets measured at fair value on a recurring basis:					
FVTPL financial assets:					
Quoted equity securities	13.2	67,025	-	-	67,025
Unit and property trust funds	13.2	10,497	-	-	10,497
Collective investment schemes:					
Investment in subsidiaries	13.4	3,016,057	-	-	3,016,057
Investment in others		524,349	-	-	524,349
FVOCI financial assets:					
Malaysian government securities	13.3	-	345,127	-	345,127
Corporate bonds	13.3	-	567,295	-	567,295
Cagamas bonds	13.3	-	112,554	-	112,554
Investment properties		-	-	30,516	30,516
		3,617,928	1,024,976	30,516	4,673,420

22. REGULATORY CAPITAL REQUIREMENTS

The total capital available of the Company as at reporting date, as prescribed under the RBC Framework by BNM, differs from the measurement basis reported in the statutory financial statements prepared in accordance with MFRS Accounting Standards, is provided below:

	Unaudited 30.06.2026 RM'000	Audited 31.12.2025 RM'000
Eligible Tier 1 capital		
Fully paid-up ordinary shares (Note 15)	2,906,070	2,906,070
Paid-up non-cumulative irredeemable preference shares (Note 15)	61,000	61,000
Retained earnings	331,587	427,282
Merger reserves	(1,099,025)	(1,099,025)
	2,199,632	2,295,327
Tier 2 capital		
FVOCI reserves	2,956	6,585
Revaluation reserves	850	850
	3,806	7,435
Amounts deducted from capital	(60,216)	(65,859)
Total capital available	2,143,222	2,236,903

23. SIGNIFICANT EVENTS

The Malaysian Competition Commission ("MyCC")'s decision against Persatuan Insuran Am Malaysia ("PIAM") and its 22 members

On 22 February 2017, the Malaysian Competition Commission ("MyCC") issued a proposed decision against Persatuan Insuran Am Malaysia ("PIAM") and 22 of its member general insurers, including Liberty General Insurance Berhad ("LGIB" or "the Company") and its predecessor entities (AmGeneral Insurance Berhad and the former Liberty Insurance Berhad), alleging an infringement of Section 4(2)(a) of the Competition Act 2010 ("the Act") in relation to the fixing of parts trade discounts and labour rates under the PIAM Approved Repairers Scheme. On 14 September 2020, MyCC delivered its final decision in which MyCC concluded that PIAM and the 22 insurers have infringed the Section 4 prohibition of the Act. MyCC imposed financial penalties on the 22 insurers, with the amount attributable to the Company totalling RM21.8 million.

PIAM and the affected insurers denied the alleged infringement, maintaining that the engagement with the Federation of Automobile Workshop Owners was undertaken pursuant to a directive from Bank Negara Malaysia. Appeals were filed with the Competition Appeal Tribunal ("COMPAT"), and on 2 September 2022, COMPAT ruled in favour of the insurers and set aside MyCC's decision.

MyCC subsequently sought judicial review of COMPAT's decision. The High Court dismissed MyCC's application for leave on 16 January 2024, following which MyCC filed an appeal to the Court of Appeal. The appeal was heard on 30 April 2026. Subsequent to case management on 6 and 7 May 2026, the Court has further fixed 18 August 2026 to deliver its decision.

As at the date of the financial statements, there have been no further developments in this matter. Based on legal advice and the current status of the proceedings, no provision has been made in the financial statements.