
NEWS RELEASE

To: All Shareholders

The Board of Directors of United Overseas Insurance Limited wishes to make the following announcement:

Unaudited financial results for the first half year ended 30 June 2025

Details of the financial results are in the accompanying Condensed Interim Financial Statements.

Dividend

In line with our dividend policy to deliver a target payout ratio of 50 percent of net profit after tax, the Directors are pleased to declare an interim one-tier tax-exempt dividend of 7.0 cents (2024: 8.5 cents) per ordinary share in respect of the financial year ending 31 December 2025. The total interim dividend would amount to \$4.3 million. The dividend will be paid in cash on 19 August 2025.

Borrowings, contingent liabilities and loan capital

The Company has maintained strong liquidity for its business operations and has no borrowings, contingent liabilities and loan capital as at 30 June 2025 (30 June 2024: nil).

Interested person transactions

The Company has not obtained a general mandate from shareholders for interested person transactions.

Confirmation by directors

The Board of Directors of the Company hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial results for first half year ended 30 June 2025 to be false or misleading in any material aspect.

Undertakings from all its directors and executive officers

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the SGX-ST Listing Manual.

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Closure of books

Notice is hereby given that the Transfer Books and Register of Members of the Company will be closed from 5.00 p.m. on 7 August 2025 up to (and including) 8 August 2025, for the purpose of determining shareholders' entitlements to the interim dividend. Duly completed registrable transfers of shares received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 1 Harbourfront Avenue, #14-07 Keppel Bay Tower, Singapore 098632, up to 5.00 p.m. on 7 August 2025 will be registered for the interim dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), entitlements to the interim dividend will be computed based on the shareholdings position after settlement of all trades on 7 August 2025. The interim dividend will be paid by the Company to CDP which will, in turn, distribute the dividend to holders of the securities accounts.

BY ORDER OF THE BOARD

MS SHERYLENE WANG
SECRETARY

Dated this 29 July 2025

UNITED OVERSEAS INSURANCE LIMITED

Condensed Interim Financial Statements

For the first half year ended 30 June 2025

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1. Review of performance

Highlights and performance indicators

Selected Financial Items	1st Half 2025 \$'000	1st Half 2024 \$'000	Incr(+)/ Decr(-) \$'000	Incr(+)/ Decr(-) %
Insurance revenue	57,172	50,972	+6,200	+12.2
Insurance service expense	(39,949)	(31,029)	+8,920	+28.7
Net expenses from reinsurance contracts	(11,928)	(11,333)	+595	+5.3
Insurance service result	5,295	8,610	-3,315	-38.5
Net insurance service and financial result	5,074	8,398	-3,324	-39.6
Non-underwriting income	5,445	7,844	-2,399	-30.6
Profit before tax	10,519	16,242	-5,723	-35.2
Profit after tax	8,638	14,191	-5,553	-39.1
Other comprehensive income/(loss), net of tax	2,804	(2,062)	+4,866	-236.0
Total comprehensive income	11,442	12,129	-687	-5.7
Net asset value per share (\$)	7.71	7.31	+40 cents	+5.5

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1. Review of performance (cont'd)

Highlights and performance indicators (cont'd)

1st Half 2025 ("1H2025") versus 1st Half 2024 ("1H2024")

Insurance revenue increased by S\$6.2 million or 12.2% driven by business growth initiatives and increased recognition of revenue from prior periods. Insurance service expenses rose to S\$39.9 million driven primarily by higher gross incurred claims and actuarial claims reserves, alongside increases in acquisition and administrative costs. Net expenses from reinsurance contracts had risen by S\$0.5 million. Consequently, insurance service result decreased by 38.5% to S\$5.3 million.

Non-underwriting income recorded a decrease of S\$2.4 million due to investment losses and foreign exchange movements.

Other comprehensive income, net of tax recorded an unrealised gain of S\$2.8 million as compared against an unrealised loss of S\$2.1 million in the corresponding period last year. This was attributed to mark-to-market gains on the investment portfolio.

Overall, total comprehensive income was a profit of S\$11.4 million, a decrease of S\$0.7 million from the corresponding period last year mainly due to the reasons mentioned earlier.

2. Prospects for the next reporting period and the next 12 months

The local insurance market, while highly saturated and competitive, is poised for steady growth underpinned by digital adoption and rising customer demand for private insurance solutions. The Company's continued digital transformation initiatives, synergies with its parent bank and expanding intermediary business lines fuel its growth ambition.

The investment landscape is marked by market fluctuations, tariff uncertainty and global geopolitical headwinds. The Company exercises defensive strategies in preserving capital through diversifying portfolio risk across its asset classes and allocation of funds with two fund managers.

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3. Unaudited condensed interim income statement for first half year ended 30 June 2025

	Note	1st Half 2025 \$'000	1st Half 2024 \$'000	Incr/ (Decr) %
(a) Insurance revenue		57,172	50,972	12.2
Insurance service expense		(39,949)	(31,029)	28.7
Insurance service result before reinsurance contracts held		17,223	19,943	(13.6)
Net expenses from reinsurance contracts		(11,928)	(11,333)	5.3
Insurance service result		5,295	8,610	(38.5)
Insurance finance expenses for insurance contracts issued		(421)	(448)	(6.0)
Reinsurance finance income for reinsurance contracts held		200	236	(15.3)
Net insurance service and financial result		5,074	8,398	(39.6)
Dividend income from investments		7,222	3,265	121.2
Interest income from investments		3,438	3,839	(10.4)
Interest on fixed deposits and bank balances		800	1,258	(36.4)
Rental income from investment property		445	354	25.7
Miscellaneous income		5	8	(37.5)
Net fair value (losses)/gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised		(446)	1,158	(138.5)
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments – unrealised		647	684	(5.4)
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments		(1,512)	(250)	504.8
(Provision)/write-back of expected credit loss on debt securities at FVOCI		(19)	19	(200.0)
Amortisation of discount/(premium) on investments		245	(61)	(501.6)
Net fair value losses on financial derivatives – realised		(1,042)	(1,086)	(4.1)
Net fair value gains/(losses) on financial derivatives - unrealised		5,225	(5,259)	(199.4)
Exchange (losses)/gains		(8,118)	5,321	(252.6)
		(3,935)	(1,024)	284.3
Other management expenses				
Depreciation on property		(141)	(139)	1.4
Management fees		(491)	(652)	(24.7)
Other operating expenses		(813)	(615)	32.2
Total non-underwriting income		5,445	7,844	(30.6)
Profit before tax		10,519	16,242	(35.2)
Tax expense	8(i)	(1,881)	(2,051)	(8.3)
Profit after tax		8,638	14,191	(39.1)
Profit attributable to equity holders of the Company		8,638	14,191	(39.1)
(b) Earnings per share:				
Basic and diluted (cents)		28.25	46.41	(39.1)

Note: NM = Not Meaningful

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**4. Unaudited condensed interim statement of comprehensive income
for first half year ended 30 June 2025**

	1st Half 2025	1st Half 2024	Incr/(Decr)
	\$'000	\$'000	%
Net profit after tax	8,638	14,191	(39.1)
Other comprehensive income :			
Items that will not be reclassified to profit or loss :			
Net fair value gains/(losses) on equity securities at FVOCI	1,013	(2,909)	(134.8)
Tax related to the above	(172)	(2,348)	(92.7)
	841	(5,257)	(116.0)
Items that may be reclassified subsequently to profit or loss :			
Debt securities at FVOCI			
Changes in fair value	2,083	1,471	41.6
Transfer to profit or loss on disposal	1,512	(250)	(704.8)
Changes in allowance for expected credit losses	19	(19)	(200.0)
Tax related to the above	(1,652)	1,988	(183.1)
	1,962	3,190	(38.5)
Insurance finance expenses for insurance contract issued	2	6	(66.7)
Reinsurance finance income for reinsurance contracts held	(1)	(1)	-
Net insurance finance result	1	5	(80.0)
Other comprehensive income/(loss) for period the period, net of tax	2,804	(2,062)	(236.0)
Total comprehensive income for the period, net of tax	11,442	12,129	(5.7)
Total comprehensive income attributable to equity holders of the Company	11,442	12,129	(5.7)

Note: NM - Not Meaningful

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5. Unaudited condensed interim statement of financial position

		30 June 2025	31 December 2024
	Note	\$'000	\$'000
(a) Share capital - Issued and fully paid		91,733	91,733
Reserves		379,583	377,009
Total equities		471,316	468,742
Liabilities			
Non-trade creditors and accrued liabilities		10,383	9,385
Lease liabilities		24	24
Amount owing to related companies		981	2,344
Derivative financial liabilities		66	2,776
Tax payable		12,080	10,758
Deferred tax liabilities		2,242	2,242
Insurance contract liabilities	8(e), (f)	114,252	106,082
Reinsurance contract liabilities	8(g), (h)	2,377	1,897
Total liabilities		142,405	135,508
Total liabilities and equities		613,721	604,250
Assets			
Bank balances and fixed deposits		62,266	99,408
Non-trade debtors and accrued interest receivables		4,675	7,352
Associated company		1	1
Derivative financial assets		2,632	-
Investments	8(j)	436,048	385,207
Investment property	8(j), (l)	28,530	28,530
Fixed assets		37,866	38,580
Right-of-use assets		19	19
Reinsurance contract assets	8(g), (h)	41,684	45,153
Total assets		613,721	604,250
Net asset value per share (S\$)		7.71	7.66
(b) Number of shares issued ('000)		61,155	61,155

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6. Unaudited condensed interim statements of changes in equity

	Share capital	General reserve	Revaluation on investment reserve	Revaluation surplus	Insurance / reinsurance finance reserve	Retained profits	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 January 2025	91,733	22,880	27,544	3,801	14	322,770	468,742
Profit net of tax	-	-	-	-	-	8,638	8,638
Other comprehensive income for first half year ended 30 June, net of tax	-	-	2,803	-	1	-	2,804
Total comprehensive income for first half year ended 30 June	-	-	2,803	-	1	8,638	11,442
Transfer of fair value reserves of equity securities at FVOCI upon disposal, net of tax	-	-	1,980	-	-	(1,980)	-
Dividend for Year 2024	-	-	-	-	-	(8,868)	(8,868)
Balance at 30 June 2025	91,733	22,880	32,327	3,801	15	320,560	471,316

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6. Unaudited condensed interim statements of changes in equity (cont'd)

	Share capital	General reserve	Revaluation on investment reserve	Revaluation surplus	Insurance / reinsurance finance reserve	Retained profits	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 January 2024	91,733	22,880	16,916	3,801	8	307,123	442,461
Profit net of tax	-	-	-	-	-	14,191	14,191
Other comprehensive income for first half year ended 30 June, net of tax	-	-	(2,067)	-	5	-	(2,062)
Total comprehensive income for first half year ended 30 June	-	-	(2,067)	-	5	14,191	12,129
Transfer of fair value reserves of equity securities at FVOCI upon disposal, net of tax	-	-	1,267	-	-	(1,267)	-
Dividend for Year 2023	-	-	-	-	-	(7,644)	(7,644)
Balance at 30 June 2024	91,733	22,880	16,116	3,801	13	312,403	446,946

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7. Unaudited condensed interim statement of cash flows

	1st Half 2025 \$'000	1st Half 2024 \$'000
Note		
Cash flows from operating activities		
Profit before tax	10,519	16,242
Adjustments for:		
Depreciation	880	784
Movement in reinsurance contract assets	3,469	(2,527)
Movement in reinsurance contract liabilities	480	(462)
Movement in insurance contract liabilities	8,170	5,411
Net fair value gains/(losses) on financial derivatives - unrealised	(5,225)	5,259
Net fair value (losses)/gains on mandatorily measured at FVTPL investments - realised	446	(1,158)
Net fair value gains on mandatorily measured at FVTPL investments - unrealised	(647)	(684)
Net losses on disposal of FVOCI investments	1,512	250
Amortisation of (discount)/premium on investments	(245)	61
Provision/(write-back) of expected credit loss on debt securities at FVOCI	19	(19)
Dividend income from investments	(7,222)	(3,265)
Interest income from investments	(3,438)	(3,839)
Interest on fixed deposits and bank balances	(800)	(1,258)
Exchange gains/(losses)	8,743	(4,772)
Operating profit before working capital changes	16,661	10,023
Changes in working capital:		
Other receivables	2,677	178
Other payables	998	643
Amount owing to related companies	(1,363)	659
Cash generated from operations	18,973	11,503
Tax paid	(2,346)	(3,175)
Net cash flows from operating activities	16,627	8,328
Cash flows from investing activities		
Proceeds from disposal of investments	187,849	71,900
Proceeds from fixed assets	11	-
Purchase of investments	(243,789)	(55,764)
Purchase of fixed assets	(177)	(100)
(Purchase of)/proceeds from long-term fixed deposits	(4,591)	1,032
Dividend received from investments	7,222	3,265
Interest received from investments	3,127	3,785
Interest received from fixed deposits and bank balances	858	1,239
Net cash flows (used in)/from investing activities	(49,490)	25,357

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7. **Unaudited condensed interim statement of cash flows (cont'd)**

	1st Half 2025	1st Half 2024
	\$'000	\$'000
Cash flows from financing activity		
Leases paid	(1)	(1)
Dividend paid	(8,868)	(7,644)
Cash flows used in financing activity	(8,869)	(7,645)
Net (decrease)/increase in cash and cash equivalents	(41,732)	26,040
Cash and cash equivalents at beginning of period	97,976	64,950
Cash and cash equivalents at end of period	56,244	90,990

For the purpose of statement of cash flows, cash and cash equivalents comprise the following:

	1st Half 2025	1st Half 2024
	\$'000	\$'000
Cash and bank balances	14,059	9,721
Fixed deposits placement with maturity less than 3 months	42,185	81,269
Cash and cash equivalents	56,244	90,990
Fixed deposits placement with maturity more than 3 months	6,022	1,630
	62,266	92,620

8. Notes to the condensed interim financial statements

(a) Review

The unaudited statement of financial position of United Overseas Insurance Limited as at 30 June 2025 and the related unaudited income statement, unaudited statement of comprehensive income, unaudited statement of changes in equity and unaudited statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

(b) Corporate information

United Overseas Insurance Limited (the Company) is a limited liability company domiciled and incorporated in Singapore and is listed on the Singapore Exchange Securities Trading Limited (SGX-ST). These condensed interim financial statements for the first half year ended 30 June 2025 are for the Company. The principal activities of the Company are the underwriting of general insurance business.

(c) Basis of preparation

The condensed interim financial statements for the first half year ended 30 June 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)"). The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance of the Company since the last annual financial statements for the year ended 31 December 2024.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 8(c)(i).

The condensed financial statements are presented in Singapore dollar which is the Company's functional currency.

(i) **New and amended standards adopted by the Company**

A number of amendments to the standards have become applicable for the current reporting period. The Company did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

8. Notes to the condensed interim financial statements (cont'd)

(c) Basis of preparation (cont'd)

(ii) Use of judgements and estimates

In preparing the condensed financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense.

In the process of applying the Company's accounting policies, management has made the following judgements, apart from those involving estimations, which have the most significant effect on the amounts recognised in the condensed financial statements.

Insurance risk

The risk under any one insurance contract is the possibility that the insured event occurs and the uncertainty of the amount of the resulting claim. By the very nature of an insurance contract, this risk is random and therefore unpredictable.

As general insurance business encompasses a wide range of different insurance products, a prudent management of risks is fundamental to the Company's business. This safeguards not only the interest of its shareholders but also that of its customers. The Company has developed a robust underwriting framework to ensure that all risks accepted meet with its guidelines and standards.

Although the insurance contract liabilities are estimated based on management's best knowledge and judgement of current facts, the actual outcome may differ from the estimates. The areas involving a higher degree of judgement or complexity, or areas whereby judgement, assumptions and estimates have been involved include, but are not limited to:

- 1) assumptions in estimating future cash flow;
- 2) discount rate; and
- 3) risk adjustment for non-financial risk.

Impairment losses on financial assets

The measurement of impairment losses under SFRS(I) 9 across relevant financial assets requires judgement, in particular for the estimation of the amount and timing of future cash flows when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by the outcome of modelled ECL scenarios and the relevant input used.

Revaluation of owner-occupied and investment property

The Company carries its investment property at fair value, with changes in fair value being recognised in profit or loss. In addition, it measures the owner-occupied property at fair value less accumulated depreciation and impairment allowance.

The Company engaged real estate valuation experts to assess fair value on 12 November 2024. The fair value of the owner-occupied and investment property are determined by independent real estate valuation experts using the market comparable.

8. Notes to the condensed interim financial statements (cont'd)

(d) Segment information

The Company is principally engaged in the business of underwriting general insurance. As the Company has different operating segments, its business are segregated into separate fund accounts in accordance with the requirements of the Singapore Insurance Act 1966.

As required under the Singapore Insurance Act, the Company has established and maintained a Singapore Insurance Fund (SIF) for insurance business relating to Singapore policies and an Offshore Insurance Fund (OIF) for insurance business relating to offshore policies. Shareholders' Fund (SHF) relates to the Company's investment activities of its non-insurance funds.

The segment information has been prepared in accordance with the Company's accounting policy and Singapore Financial Reporting Standards (International) (SFRS(I)).

Geographical information

Geographical information of the Company's revenue derived from external customers based on location of insurance risks and non-current assets are as follows:

	<u>Revenue for</u>		<u>Non-current assets as at</u>	
	1st Half 2025	1st Half 2024	1st Half 2025	1st Half 2024
	\$'000	\$'000	\$'000	\$'000
Singapore	47,441	41,867	37,885	39,161
Asean	6,174	5,865	-	-
Others	3,557	3,240	-	-
	57,172	50,972	37,885	39,161

The Company's non-current assets presented above consist of fixed assets (including property for its own occupancy) and right-of-use assets.

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8. Notes to the condensed interim financial statements (cont'd)

(d) Segment Information (cont'd)

	SIF \$'000	OIF \$'000	SHF \$'000	Total \$'000
For first half year ended 30 June 2025				
Insurance revenue	40,349	16,823	-	57,172
Insurance service expense	(27,443)	(12,506)	-	(39,949)
Insurance service result before reinsurance contracts held	12,906	4,317	-	17,223
Net expenses from reinsurance contracts	(7,920)	(4,008)	-	(11,928)
Insurance service result	4,986	309	-	5,295
Insurance finance expenses for insurance contracts issued	(385)	(36)	-	(421)
Reinsurance finance income for reinsurance contracts held	209	(9)	-	200
Net insurance service and financial result	4,810	264	-	5,074
Dividend income from investments	1,131	217	5,874	7,222
Interest income from investments	1,971	322	1,145	3,438
Interest on fixed deposits and bank balances	337	263	200	800
Rental income from investment property	-	-	445	445
Miscellaneous income	(1)	1	5	5
Net fair value losses on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised	(118)	(20)	(308)	(446)
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - unrealised	413	30	204	647
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments	(607)	(101)	(804)	(1,512)
Provision for expected credit loss on debt securities at FVOCI	(7)	(3)	(9)	(19)
Amortisation of discount on investments	119	22	104	245
Net fair value gains/(losses) on financial derivatives - realised	344	(120)	(1,266)	(1,042)
Net fair value gains on financial derivatives - unrealised	2,667	633	1,925	5,225
Exchange losses	(4,588)	(925)	(2,605)	(8,118)
	(1,577)	(412)	(1,946)	(3,935)
Other management expenses				
Depreciation on property	-	-	(141)	(141)
Management fees	(263)	(52)	(176)	(491)
Other operating expenses	(3)	(73)	(737)	(813)
Total non-underwriting income	1,395	194	3,856	5,445
Profit before tax	6,205	458	3,856	10,519
Tax expense	(1,166)	(60)	(655)	(1,881)
Profit after tax	5,039	398	3,201	8,638
Segment total assets as at 30 June 2025	286,559	54,186	272,976	613,721
Segment total liabilities as at 30 June 2025	120,687	13,875	7,843	142,405

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8. Notes to the condensed interim financial statements (cont'd)

(d) Segment Information (cont'd)

	SIF \$'000	OIF \$'000	SHF \$'000	Total \$'000
For first half year ended 30 June 2024				
Insurance revenue	36,990	13,982	-	50,972
Insurance service expense	(21,904)	(9,125)	-	(31,029)
Insurance service result before reinsurance contracts held	15,086	4,857	-	19,943
Net expenses from reinsurance contracts	(8,793)	(2,540)	-	(11,333)
Insurance service result	6,293	2,317	-	8,610
Insurance finance expenses for insurance contracts issued	(398)	(50)	-	(448)
Reinsurance finance income for reinsurance contracts held	233	3	-	236
Net insurance service and financial result	6,128	2,270	-	8,398
Dividend income from investments	1,299	266	1,700	3,265
Interest income from investments	2,133	371	1,335	3,839
Interest on fixed deposits and bank balances	760	285	213	1,258
Rental income from investment property	-	-	354	354
Miscellaneous income	2	-	6	8
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised	614	168	376	1,158
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - unrealised	437	67	180	684
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments	(137)	(58)	(55)	(250)
Write-back of expected credit loss on debt securities at FVOCI	9	3	7	19
Amortisation of (premium)/discount on investments	(20)	8	(49)	(61)
Net fair value losses on financial derivatives - realised	(584)	(111)	(391)	(1,086)
Net fair value losses on financial derivatives - unrealised	(2,876)	(559)	(1,824)	(5,259)
Exchange gains	2,891	607	1,823	5,321
	(569)	(63)	(392)	(1,024)
Other management expenses				
Depreciation on property	-	-	(139)	(139)
Management fees	(353)	(71)	(228)	(652)
Other operating expenses	67	(59)	(623)	(615)
Total non-underwriting income	4,242	917	2,685	7,844
Profit before tax	10,370	3,187	2,685	16,242
Tax expense	(1,484)	(110)	(457)	(2,051)
Profit after tax	8,886	3,077	2,228	14,191
Segment total assets as at 30 June 2024	304,988	52,935	239,320	597,243
Segment total liabilities as at 30 June 2024	125,120	18,061	7,116	150,297

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8. Notes to the condensed interim financial statements (cont'd)

(e) Insurance contracts (Analysis by remaining coverage and incurred claims)

	For the half year ended 30 June 2025		
	Liabilities for remaining coverage Excluding loss component	Loss component	Liabilities for incurred claims
	\$'000	\$'000	\$'000
Insurance contract assets as at 1 January	-	-	-
Insurance contract liabilities as at 1 January	18,382	704	86,996
Net opening balance	18,382	704	86,996
Changes in the statement of profit or loss and other comprehensive income			
Insurance contract revenue	(57,172)	-	-
Insurance service expenses			
Incurred claims (excluding investment components) and other incurred insurance service expenses	-	(931)	14,716
Changes related to past services	-	-	10,789
Incurred claims and benefits	-	(931)	25,505
Amortisation of insurance acquisition cash flows	14,422	-	-
Changes related to future services (i.e. losses on onerous contracts)	-	953	-
Insurance service operating expenses	14,422	953	-
Total insurance service expenses	14,422	22	25,505
Insurance service result	(42,750)	22	25,505
Net finance expenses from insurance contracts	143	4	272
Total changes in the statement of profit or loss and other comprehensive income	(42,607)	26	25,777
Cash flows			
Premiums received	57,818	-	-
Claims and other insurance service expenses paid, including investment components	-	-	(19,631)
Insurance acquisition cash flows	(13,213)	-	-
Total cash flows	44,605	-	(19,631)
Insurance contract assets as at 30 June	-	-	-
Insurance contract liabilities as at 30 June	20,380	730	93,142
Net closing balance	20,380	730	93,142

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8. Notes to the condensed interim financial statements (cont'd)

(e) Insurance contracts (Analysis by remaining coverage and incurred claims) (cont'd)

	For the half year ended 30 June 2024			Total
	Liabilities for remaining coverage		Liabilities for	
	Excluding loss component	Loss component	incurred claims	
	\$'000	\$'000	\$'000	\$'000
Insurance contract assets as at 1 January	-	-	-	-
Insurance contract liabilities as at 1 January	24,913	1,853	94,800	121,566
Net opening balance	24,913	1,853	94,800	121,566
Changes in the statement of profit or loss and other comprehensive income				
Insurance contract revenue	(50,972)	-	-	(50,972)
Insurance service expenses				
Incurred claims (excluding investment components) and other incurred insurance service expenses	-	(2,116)	8,166	6,050
Changes related to past services	-	-	10,946	10,946
Incurred claims and benefits	-	(2,116)	19,112	16,996
Amortisation of insurance acquisition cash flows	12,683	-	-	12,683
Changes related to future services (i.e. losses on onerous contracts)	-	1,350	-	1,350
Insurance service operating expenses	12,683	1,350	-	14,033
Total insurance service expenses	12,683	(766)	19,112	31,029
Insurance service result	(38,289)	(766)	19,112	(19,943)
Net finance expenses from insurance contracts	174	8	260	442
Total changes in the statement of profit or loss and other comprehensive income	(38,115)	(758)	19,372	(19,501)
Cash flows				
Premiums received	59,932	-	-	59,932
Claims and other insurance service expenses paid, including investment components	-	-	(21,129)	(21,129)
Insurance acquisition cash flows	(13,891)	-	-	(13,891)
Total cash flows	46,041	-	(21,129)	24,912
Insurance contract assets as at 30 June	-	-	-	-
Insurance contract liabilities as at 30 June	32,839	1,095	93,043	126,977
Net closing balance	32,839	1,095	93,043	126,977

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8. Notes to the condensed interim financial statements (cont'd)

(f) Insurance contracts (Analysis by measurement component)

For the half year ended 30 June 2025

	Estimates of the present value of the future cash flows \$'000	Risk adjustment for non- financial risk \$'000	Contractual service margin \$'000	Total \$'000
Insurance contract assets as at 1 January	-	-	-	-
Insurance contract liabilities as at 1 January	83,798	7,977	14,307	106,082
Net opening balance	83,798	7,977	14,307	106,082
Changes in the statement of profit or loss and other comprehensive income				
Changes in estimates that adjust the contractual service margin	(2,248)	(23)	2,271	-
Changes in estimates that do not adjust the contractual service margin, ie losses on groups of onerous contracts and reversals of such losses	(352)	(40)	-	(392)
Effects of contracts initially recognised in the period	(21,924)	2,557	20,712	1,345
Changes that relate to future services	(24,524)	2,494	22,983	953
CSM recognised in profit or loss for services provided	-	-	(16,540)	(16,540)
Release of the risk adjustment for non-financial risk	-	(1,939)	-	(1,939)
Experience adjustments	(10,543)	57	-	(10,486)
Revenue recognised for incurred policyholder tax expenses	-	-	-	-
Changes that relate to current services	(10,543)	(1,882)	(16,540)	(28,965)
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	10,308	481	-	10,789
Changes that relate to past services	10,308	481	-	10,789
Insurance service result	(24,759)	1,093	6,443	(17,223)
Net finance expenses from insurance contracts	262	46	111	419
Total changes in the statement of profit or loss and other comprehensive income	(24,497)	1,139	6,554	(16,804)
Cash flows				
Premiums received	57,818	-	-	57,818
Claims and other insurance service expenses paid, including investment components	(19,631)	-	-	(19,631)
Insurance acquisition cash flows	(13,213)	-	-	(13,213)
Total cash flows	24,974	-	-	24,974
Insurance contract assets as at 30 June	-	-	-	-
Insurance contract liabilities as at 30 June	84,275	9,116	20,861	114,252
Net closing balance	84,275	9,116	20,861	114,252

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8. Notes to the condensed interim financial statements (cont'd)

(f) Insurance contracts (Analysis by measurement component) (cont'd)

For the half year ended 30 June 2024

	Estimates of the present value of the future cash flows \$'000	Risk adjustment for non- financial risk \$'000	Contractual service margin \$'000	Total \$'000
Insurance contract assets as at 1 January	-	-	-	-
Insurance contract liabilities as at 1 January	99,155	12,039	10,372	121,566
Net opening balance	99,155	12,039	10,372	121,566
Changes in the statement of profit or loss and other comprehensive income				
Changes in estimates that adjust the contractual service margin	(1,911)	(3)	1,914	-
Changes in estimates that do not adjust the contractual service margin, ie losses on groups of onerous contracts and reversals of such losses	(423)	(41)	-	(464)
Effects of contracts initially recognised in the period	(19,531)	2,635	18,710	1,814
Changes that relate to future services	(21,865)	2,591	20,624	1,350
CSM recognised in profit or loss for services provided	-	-	(12,894)	(12,894)
Release of the risk adjustment for non-financial risk	-	(1,900)	-	(1,900)
Experience adjustments	(17,534)	89	-	(17,445)
Revenue recognised for incurred policyholder tax expenses	-	-	-	-
Changes that relate to current services	(17,534)	(1,811)	(12,894)	(32,239)
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	11,060	(114)	-	10,946
Changes that relate to past services	11,060	(114)	-	10,946
Insurance service result	(28,339)	666	7,730	(19,943)
Net finance expenses from insurance contracts	308	45	89	442
Effect of movements in exchange rates	-	-	-	-
Total changes in the statement of profit or loss and other comprehensive income	(28,031)	711	7,819	(19,501)
Cash flows				
Premiums received	59,932	-	-	59,932
Claims and other insurance service expenses paid, including investment components	(21,129)	-	-	(21,129)
Insurance acquisition cash flows	(13,891)	-	-	(13,891)
Total cash flows	24,912	-	-	24,912
Insurance contract assets as at 30 June	-	-	-	-
Insurance contract liabilities as at 30 June	96,036	12,750	18,191	126,977
Net closing balance	96,036	12,750	18,191	126,977

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8. Notes to the condensed interim financial statements (cont'd)

(g) Reinsurance contracts (Analysis by remaining coverage and incurred claims)

	For the half year ended 30 June 2025			
	Assets for remaining coverage			
	Excluding loss-recovery component	Loss-recovery component	Assets for incurred claims	Total
	\$'000	\$'000	\$'000	\$'000
Reinsurance contract assets as at 1 January	6,541	(233)	(51,461)	(45,153)
Reinsurance contract liabilities as at 1 January	3,030	-	(1,133)	1,897
Net opening balance	9,571	(233)	(52,594)	(43,256)
Changes in the statement of profit or loss and other comprehensive income				
Allocation of reinsurance premiums				
Insurance contract revenue ceded to reinsurers	20,409	-	-	20,409
Amounts recoverable from reinsurers				
Insurance claims and benefits recovered from reinsurers	-	-	(2,331)	(2,331)
Changes in amounts recoverable arising from changes in liability for incurred claims	-	-	(6,162)	(6,162)
Changes in fulfilment cash flows which relates to onerous underlying contracts	-	12	-	12
Total amounts recoverable from reinsurers	-	12	(8,493)	(8,481)
Net expense/(income) from reinsurance contract held	20,409	12	(8,493)	11,928
Net finance income from reinsurance contracts	(50)	(1)	(148)	(199)
Total changes in the statement of profit or loss and other comprehensive income	20,359	11	(8,641)	11,729
Cash flows				
Premiums paid	(14,542)	-	-	(14,542)
Reinsurance service expenses recovered for insurance contracts issued	-	-	6,762	6,762
Total cash flows	(14,542)	-	6,762	(7,780)
Reinsurance contract assets as at 30 June	11,646	(222)	(53,108)	(41,684)
Reinsurance contract liabilities as at 30 June	3,742	-	(1,365)	2,377
Net closing balance	15,388	(222)	(54,473)	(39,307)

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8. Notes to the condensed interim financial statements (cont'd)

(g) Reinsurance contracts (Analysis by remaining coverage and incurred claims) (cont'd)

For the half year ended 30 June 2024			
Assets for remaining coverage			
	Excluding loss-recovery component	Loss-recovery component	Assets for incurred claims
	\$'000	\$'000	\$'000
Total	\$'000	\$'000	\$'000
Reinsurance contract assets as at 1 January	9,012	(557)	(58,562)
Reinsurance contract liabilities as at 1 January	2,939	-	(1,258)
Net opening balance	11,951	(557)	(59,820)
Changes in the statement of profit or loss and other comprehensive income			
Allocation of reinsurance premiums			
Insurance contract revenue ceded to reinsurers	17,154	-	-
Amounts recoverable from reinsurers			
Insurance claims and benefits recovered from reinsurers	-	-	(3,509)
Changes in amounts recoverable arising from changes in liability for incurred claims	-	-	(1,248)
Changes in fulfilment cash flows which relates to onerous underlying contracts	-	(1,064)	-
Total amounts recoverable from reinsurers	-	(1,064)	(4,757)
Net expense/(income) from reinsurance contract held	17,154	(1,064)	(4,757)
Net finance income from reinsurance contracts	(74)	(2)	(159)
Total changes in the statement of profit or loss and other comprehensive income	17,080	(1,066)	(4,916)
Cash flows			
Premiums paid	(23,664)	-	-
Reinsurance service expenses recovered for insurance contracts issued	-	-	9,577
Total cash flows	(23,664)	-	9,577
Reinsurance contract assets as at 30 June	2,870	(1,623)	(53,881)
Reinsurance contract liabilities as at 30 June	2,497	-	(1,278)
Net closing balance	5,367	(1,623)	(55,159)

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8. Notes to the condensed interim financial statements (cont'd)

(h) Reinsurance contracts (Analysis by measurement component)

	<u>For the half year ended 30 June 2025</u>			
	Estimates of the present value of the future cash flows	Risk adjustment for non- financial risk	Contractual service margin	Total
	\$'000	\$'000	\$'000	\$'000
Reinsurance contract assets as at 1 January	(20,745)	(4,075)	(20,333)	(45,153)
Reinsurance contract liabilities as at 1 January	2,206	(309)	-	1,897
Net opening balance	(18,539)	(4,384)	(20,333)	(43,256)
Changes in the statement of profit or loss and other comprehensive income				
Changes in estimates that adjust the contractual service margin	1,645	63	(1,708)	-
Changes in estimates that relate to losses and reversals of losses on onerous underlying contracts	824	(733)	-	91
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	-	-	(79)	(79)
Effects of contracts initially recognised in the period	13,651	(548)	(13,103)	-
Changes that relate to future services	16,120	(1,218)	(14,890)	12
CSM recognised in profit or loss for services provided	-	-	14,664	14,664
Release of the risk adjustment for non-financial risk	-	590	-	590
Experience adjustments	2,824	-	-	2,824
Changes that relate to current services	2,824	590	14,664	18,078
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	(6,711)	549	-	(6,162)
Changes that relate to past services	(6,711)	549	-	(6,162)
Net expense/(income) from reinsurance contract held	12,233	(79)	(226)	11,928
Net finance income from reinsurance contracts	(55)	(21)	(123)	(199)
Total changes in the statement of profit or loss and other comprehensive income	12,178	(100)	(349)	11,729
Cash flows				
Premiums paid	(14,542)	-	-	(14,542)
Reinsurance service expenses recovered for insurance contracts issued	6,762	-	-	6,762
Total cash flows	(7,780)	-	-	(7,780)
Reinsurance contract assets as at 30 June	(16,840)	(4,294)	(20,550)	(41,684)
Reinsurance contract liabilities as at 30 June	2,699	(190)	(132)	2,377
Net closing balance	(14,141)	(4,484)	(20,682)	(39,307)

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8. Notes to the condensed interim financial statements (cont'd)

(h) Reinsurance contracts (Analysis by measurement component) (cont'd)

	For the half year ended 30 June 2024			
	Estimates of the present value of the future cash flows	Risk adjustment for non- financial risk	Contractual service margin	Total
	\$'000	\$'000	\$'000	\$'000
Reinsurance contract assets as at 1 January	(30,154)	(5,565)	(14,388)	(50,107)
Reinsurance contract liabilities as at 1 January	2,012	(331)	-	1,681
Net opening balance	(28,142)	(5,896)	(14,388)	(48,426)
Changes in the statement of profit or loss and other comprehensive income				
Changes in estimates that adjust the contractual service margin	277	(5)	(272)	-
Changes in estimates that relate to losses and reversals of losses on onerous underlying contracts	(590)	-	-	(590)
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	(475)	-	(946)	(1,421)
Effects of contracts initially recognised in the period	14,892	(805)	(14,087)	-
Changes that relate to future services	14,104	(810)	(15,305)	(2,011)
CSM recognised in profit or loss for services provided	-	-	10,322	10,322
Release of the risk adjustment for non-financial risk	-	(678)	-	(678)
Experience adjustments	3,903	1,045	-	4,948
Changes that relate to current services	3,903	367	10,322	14,592
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	(2,021)	773	-	(1,248)
Changes that relate to past services	(2,021)	773	-	(1,248)
Net expense/(income) from reinsurance contract held	15,986	330	(4,983)	11,333
Net finance income from reinsurance contracts	(110)	(23)	(102)	(235)
Total changes in the statement of profit or loss and other comprehensive income	15,876	307	(5,085)	11,098
Cash flows				
Premiums paid	(23,664)	-	-	(23,664)
Reinsurance service expenses recovered for insurance contracts issued	9,577	-	-	9,577
Total cash flows	(14,087)	-	-	(14,087)
Reinsurance contract assets as at 30 June	(28,115)	(5,206)	(19,313)	(52,634)
Reinsurance contract liabilities as at 30 June	1,762	(383)	(160)	1,219
Net closing balance	(26,353)	(5,589)	(19,473)	(51,415)

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8. Notes to the condensed interim financial statements (cont'd)

(i) Taxation

The Company calculates the period income tax expense using the tax rate that would be applicable to the period concerned. The major components of income tax expense in the condensed income statement are:

	1st Half 2025	1st Half 2024
	\$'000	\$'000
	1,881	2,051
Current income tax expense	1,881	2,051

(j) Investments

Financial instruments as at:

	30 June 2025	31 December 2024
	\$'000	\$'000
Unit trusts	37,440	29,153
Debt securities	239,967	223,822
Equity securities	158,641	132,232
Investment property	28,530	28,530
	464,578	413,737

During the interim period, the Company disposed certain investments for cash and realised the capital appreciation due to the Company's investment strategy. These investments had a fair value of \$187,849,000 (30 June 2024: \$71,900,000) at the date of disposal.

The net loss on disposal of the above investments was \$4,344,000 (30 June 2024: Net gain on disposal of \$619,000).

(i) Fair value measurement

The Company categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- (a) Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date;
- (b) Level 2 – Input other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- (c) Level 3 – Unobservable inputs for the asset or liability.

8. Notes to the condensed interim financial statements (cont'd)

(j) Investments (cont'd)

(i) Fair value measurement (cont'd)

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The following table presents the investments measured at fair value:

	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
30 June 2025				
Mandatorily measured at FVTPL				
- Unit trusts	32,542	-	4,898	37,440
- Debt securities	-	4,586	-	4,586
At FVOCI				
- Debt securities	235,381	-	-	235,381
- Equity securities	158,641	-	-	158,641
Investment property	-	-	28,530	28,530
	426,564	4,586	33,428	464,578
31 December 2024				
Mandatorily measured at FVTPL				
- Unit trusts	25,547	-	3,606	29,153
- Debt securities	-	4,692	-	4,692
At FVOCI				
- Debt securities	219,130	-	-	219,130
- Equity securities	132,232	-	-	132,232
Investment property	-	-	28,530	28,530
	376,909	4,692	32,136	413,737

The fair value of investments traded in active markets is based on the quoted market bid prices at the balance sheet date. These investments are included in Level 1.

The fair value of investments that are not traded in an active market is determined by using valuation techniques. The Company uses a variety of methods and makes assumptions that are based on market conditions existing at the balance sheet date. Over-the-counter quotes, dealer quotes as well as other techniques, such as estimated discounted cash flows are used to estimate fair value of these instruments. These investments are included in Level 2.

8. Notes to the condensed interim financial statements (cont'd)

(j) Investments (cont'd)

(i) Fair value measurement (cont'd)

Movements in Level 3 fair value measurements

During the financial year, there were no transfers of financial assets between Level 1 and 2 fair value measurements, and no transfer into and out of Level 3 fair value measurements. The valuations of the Level 3 financial instruments are performed by the fund house.

The following table presents the reconciliation for the Level 3 investments measured at fair value:

	30 June 2025 \$'000	31 December 2024 \$'000
Financial assets at fair value through profit or loss:		
Opening balance	3,606	1,749
Purchases during the period	1,274	1,388
Net changes in unrealised gain on financial assets at fair value through profit or loss	18	469
Ending balance	4,898	3,606

The following table shows the information about fair value measurements using significant unobservable inputs (Level 3):

Description	Fair value as at 30 June 2025	Valuation techniques	Unobservable inputs	Range (weighted average)
Investment in collective investment schemes	\$4,898,000	Net asset value*	Not applicable	Not applicable

* This investment is valued using net asset value of the fund. Accordingly, this investment is classified as Level 3 investments within the fair value hierarchy.

8. Notes to the condensed interim financial statements (cont'd)

(k) Property, plant and equipment

During the first half year ended 30 June 2025, the Company acquired assets amounting to \$177,000 (30 June 2024: \$100,000) and disposed of assets amounting to \$11,000 (30 June 2024: \$NIL).

(l) Investment property

	30 June 2025	31 December 2024
	\$'000	\$'000
Opening and ending balance	28,530	28,530

As at 30 June 2025, the investment property consists of leasehold office premises located at 146 Robinson Road, Singapore.

Investment property is stated at fair value, which has been determined based on valuations performed on 12 November 2024. The valuation was performed by an independent valuer with a recognised and relevant professional qualification. The valuer analysed and studied recent sales and rental evidence of similar properties in comparable localities that had been transacted in the open market.

Valuation

The Company classified the fair value of its investment property as Level 3 as the valuation is determined based on direct comparison method, with the key unobservable inputs being market value based on existing use and the age of the building.

(m) Subsequent events

There are no known subsequent events which have led to adjustments to this set of condensed interim financial statements.