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To: All Shareholders

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

Audited Financial Results for the year ended 31 December 2024

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

Dividend

The Directors recommend the payment of a final dividend of 8.5 cents per share (one-tier tax exempt) and a special dividend of 6.0 cents per share (one-tier tax-exempt) (2023 final dividend: 8.5 cents per share one-tier tax-exempt; special dividend: 4.0 cents per share one-tier tax-exempt) in respect of the financial year ended 31 December 2024.

Together with the interim dividend of 8.5 cents per share paid on 15 August 2024, the total dividend for the financial year ended 31 December 2024 would be 23 cents per share (2023: 21 cents per share) amounting to a total net dividend payment of \$14.1 million (2023: \$12.8 million). If approved at the forthcoming Annual General Meeting, the proposed final dividend and special dividend amounting to \$8.9 million will be paid on 16 May 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 31 December 2024 (31 December 2023: 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 confirm that, to the best of its knowledge, nothing has come to its attention which may render the audited financial results for the year ended 31 December 2024 to be false or misleading in any material aspect.

Report of persons occupying managerial position who are related to a director, chief executive or substantial shareholder

The Company does not have any managerial staff who is a relative of a director, chief executive officer or substantial shareholder of the Company.

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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.

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 6 May 2025 up to (and including) 7 May 2025, for the purpose of determining shareholders' entitlements to the Dividends. 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 6 May 2025 will be registered for the Dividends. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), entitlements to the Dividends will be computed based on the shareholdings position after settlement of all trades on 6 May 2025. The Dividends 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 14 February 2025

UNITED OVERSEAS INSURANCE LIMITED

Condensed Financial Statements

For the Full Year Ended 31 December 2024

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1. Review of performance

Highlights and performance indicators

Selected Financial Items	FY 2024 \$'000	FY 2023 \$'000	Incr/ (Decr) %		2nd Half 2024 \$'000	2nd Half 2023 \$'000	Incr/ (Decr) %
Insurance revenue	113,508	94,448	20		62,536	48,026	30
Insurance service expense	(63,966)	(39,303)	63		(32,937)	(10,834)	204
Net expenses from reinsurance contracts	(29,594)	(32,155)	(8)		(18,261)	(22,283)	(18)
Insurance service result	19,948	22,990	(13)		11,338	14,909	(24)
Net insurance service and financial result	19,507	22,552	(14)		11,109	14,686	(24)
Non-underwriting income	14,423	10,658	35		6,579	4,389	50
Profit before tax	33,930	33,210	2		17,688	19,075	(7)
Profit after tax	29,804	29,262	2		15,613	17,316	(10)
Other comprehensive income, net of tax	9,319	8,238	13		11,381	7,170	59
Total comprehensive income	39,123	37,500	4		26,994	24,486	10
Net asset value per share (\$)	7.66	7.24	6		7.66	7.24	6

1. Review of performance (cont'd)

Highlights and performance indicators (cont'd)

2024 versus 2023

Insurance revenue increased by S\$19.1 million as a result of optimisation of current business, transformative initiatives and higher releases of contractual service margin for services provided. Insurance service expenses recorded S\$64.0 million against S\$39.3 million largely attributed to higher incurred claims. Net expenses from reinsurance contracts fell by S\$2.6 million due to higher claims recovery. Consequently, the net insurance service and financial result decreased by 14% to S\$19.5 million.

Non-underwriting income was recorded at S\$14.4 million as compared to S\$10.7 million in the corresponding period last year due to an increase in interest earned from fixed deposits and higher dividend income from investments.

Other comprehensive income, net of tax recorded an unrealised profit of S\$9.3 million. This was primarily driven by resilient financial markets, supported by stable global economic conditions and moderating inflationary pressures. These factors contributed to valuation gains and positive returns across various asset classes.

Overall, total comprehensive income, after tax was a profit of S\$39.1 million as compared to a profit of S\$37.5 million attained in the corresponding period last year due mainly to the reasons mentioned earlier.

2nd Half 2024 ("2H2024") versus 2nd Half 2023 ("2H2023")

Insurance service revenue increased by S\$14.5 million as a result of optimisation of current business, transformative initiatives and higher releases of contractual service margin for services provided. Insurance service expenses recorded S\$32.9 million against S\$10.8 million largely attributed to higher incurred claims. Net expenses from reinsurance contracts fell by S\$4.0 million due to higher claims recovery. Consequently, the net insurance service and financial result decreased by 24% to S\$11.1 million.

Non-underwriting income was recorded at S\$6.6 million as compared to S\$4.4 million in the corresponding period last year due to an increase in interest earned from fixed deposits and higher dividend income from investments.

Other comprehensive income, net of tax recorded an unrealised profit of S\$11.4 million. This was largely attributed to resilient financial markets and interest rate reductions which occurred in the latter half of 2024.

Overall, total comprehensive income, after tax was a profit of S\$27.0 million as compared to a profit of S\$24.5 million attained in the corresponding period last year due mainly to the reasons mentioned earlier.

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

The local insurance market remains highly competitive, yet growth prospects and opportunities continue to exist for companies that excel in technology adoption and customer value propositions.

The Company is confident that its strategic initiatives, which include leveraging cross-selling synergies with its parent bank, expanding its insurance intermediary business, enhancing technological capabilities and cultivating a customer centric approach, will continue to drive sustainable growth.

The investment climate is expected to be challenging due to geopolitical uncertainties and market volatility. The Company remains vigilant in its calibration of strategic asset allocation and execution of investment strategies.

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3. Condensed Income Statement for the year ended 31 December 2024

	Note	Full Year 2024 \$'000 Audited	Full Year 2023 \$'000 Audited	2nd Half 2024 \$'000	2nd Half 2023 \$'000
(a) Insurance revenue		113,508	94,448	62,536	48,026
Insurance service expense		(63,966)	(39,303)	(32,937)	(10,834)
Insurance service result before reinsurance contracts held		49,542	55,145	29,599	37,192
Net expenses from reinsurance contracts		(29,594)	(32,155)	(18,261)	(22,283)
Insurance service result		19,948	22,990	11,338	14,909
Insurance finance expenses for insurance contracts issued		(924)	(937)	(476)	(494)
Reinsurance finance income for reinsurance contracts held		483	499	247	271
Net insurance service and financial result		19,507	22,552	11,109	14,686
Dividend income from investments		7,277	5,885	4,012	3,741
Interest income from investments		7,134	8,377	3,295	4,019
Interest on fixed deposits and bank balances		2,736	1,614	1,478	816
Net write-back of expected credit loss on investments		57	53	38	34
Amortisation of discount on investments		184	96	245	115
Rental income from investment property		694	647	340	361
Miscellaneous income		9	49	1	-
Net fair value (losses)/gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - unrealised		(478)	1,997	(1,162)	1,274
Net fair value gains/(losses) on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised		1,349	(866)	191	(866)
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments		(616)	(122)	(366)	(30)
Net fair value gains/(losses) on financial derivatives - realised		1,078	3,097	2,164	(5,051)
Net fair value (losses)/gains on financial derivatives - unrealised		(7,993)	(2,829)	(2,734)	7,898
Exchange gains/(losses)		6,393	(2,990)	1,072	(5,041)
		(522)	(2,722)	502	(2,194)
Other management expenses					
Depreciation on property		(279)	(279)	(140)	(140)
Management fees		(1,295)	(1,320)	(643)	(660)
Other operating expenses		(1,827)	(2,751)	(1,212)	(2,081)
Total non-underwriting income		14,423	10,658	6,579	4,389
Profit before tax		33,930	33,210	17,688	19,075
Tax expense	8(h)	(4,126)	(3,948)	(2,075)	(1,759)
Profit after tax		29,804	29,262	15,613	17,316
Profit attributable to equity holders of the Company		29,804	29,262	15,613	17,316
Earnings per share :					
(b) Basic and diluted (cents)		48.74	47.85	51.06	56.63

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4. Condensed Statement of Comprehensive Income for the year ended 31 December 2024

	Full Year 2024	Full Year 2023	2nd Half 2024	2nd Half 2023
	\$'000 Audited	\$'000 Audited	\$'000	\$'000
Net profit after tax	29,804	29,262	15,613	17,316
Other comprehensive income :				
Items that will not be reclassified to profit or loss :				
Net fair value gains on equity securities at FVOCI	6,404	108	9,313	3,021
Tax related to the above	(885)	2,873	1,463	2,376
	<u>5,519</u>	<u>2,981</u>	<u>10,776</u>	<u>5,397</u>
Items that may be reclassified subsequently to profit or loss :				
Debt securities at FVOCI				
Changes in fair value	3,854	8,917	2,383	4,796
Transfer to profit or loss on disposal	616	122	866	30
Changes in allowance for expected credit losses	(57)	(53)	(38)	(34)
Tax related to the above	(619)	(3,731)	(2,607)	(3,014)
	<u>3,794</u>	<u>5,255</u>	<u>604</u>	<u>1,778</u>
Insurance finance expenses for insurance contract issued	4	4	(2)	(6)
Reinsurance finance income for reinsurance contracts held	2	(2)	3	1
Net insurance finance result	<u>6</u>	<u>2</u>	<u>1</u>	<u>(5)</u>
Other comprehensive income for the period, net of tax	<u>9,319</u>	<u>8,238</u>	<u>11,381</u>	<u>7,170</u>
Total comprehensive income for the period, net of tax	<u>39,123</u>	<u>37,500</u>	<u>26,994</u>	<u>24,486</u>
Total comprehensive income attributable to equity holders of the Company	<u>39,123</u>	<u>37,500</u>	<u>26,994</u>	<u>24,486</u>

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5. Audited Condensed Statement of Financial Position

	Note	31-Dec 2024 \$'000	31-Dec 2023 \$'000
(a) Share capital - Issued and fully paid		91,733	91,733
Reserves		377,009	350,728
Total equities		468,742	442,461
Liabilities			
Non-trade creditors and accrued liabilities		9,385	8,173
Lease liabilities		24	25
Amount owing to related companies		2,344	879
Derivative financial liabilities		2,776	-
Tax payable		10,758	11,413
Deferred tax liabilities		2,242	1,023
Insurance contract liabilities	8(d), (e)	106,082	121,566
Reinsurance contract liabilities	8(f), (g)	1,897	1,681
Total liabilities		135,508	144,760
Total liabilities and equities		604,250	587,221
Assets			
Bank balances and fixed deposits		99,408	67,612
Non-trade debtors and accrued interest receivables		7,352	4,630
Associated company		1	1
Derivative financial assets		-	5,217
Investments	8(i)	385,207	391,280
Investment property	8(i), (k)	28,530	28,530
Fixed assets		38,580	39,825
Right-of-use assets		19	19
Reinsurance contract assets	8(f), (g)	45,153	50,107
Total assets		604,250	587,221
Net asset value per share (S\$)		7.66	7.24
(b) Number of shares issued ('000)		61,155	61,155

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6. **Audited Condensed 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 2024	91,733	22,880	16,916	3,801	8	307,123	442,461
Profit net of tax	-	-	-	-	-	29,804	29,804
Other comprehensive income for the year ended 31 December, net of tax	-	-	9,313	-	6	-	9,319
Total comprehensive income for the year ended 31 December	-	-	9,313	-	6	29,804	39,123
Transfer of fair value reserves of equity securities at FVOCI upon disposal, net of tax	-	-	1,315	-	-	(1,315)	-
Dividend for Year 2023	-	-	-	-	-	(7,644)	(7,644)
Dividend for Year 2024	-	-	-	-	-	(5,198)	(5,198)
Balance at 31 December 2024	91,733	22,880	27,544	3,801	14	322,770	468,742

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6. Audited Condensed Statement 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 2023	91,733	22,880	9,994	3,801	6	289,389	417,803
Profit net of tax	-	-	-	-	-	29,262	29,262
Other comprehensive income for the year ended 31 December, net of tax	-	-	8,236	-	2	-	8,238
Total comprehensive income for the year ended 31 December	-	-	8,236	-	2	29,262	37,500
Transfer of fair value reserves of equity securities at FVOCI upon disposal, net of tax	-	-	(1,314)	-	-	1,314	-
Dividend for Year 2022	-	-	-	-	-	(7,644)	(7,644)
Dividend for Year 2023	-	-	-	-	-	(5,198)	(5,198)
Balance at 31 December 2023	91,733	22,880	16,916	3,801	8	307,123	442,461

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7. Audited Condensed Statement of Cashflow

	Note	Full Year 2024 \$'000	Full Year 2023 \$'000
Cash flows from operating activities			
Profit before tax		33,930	33,210
Adjustments for:			
Depreciation		1,596	1,474
Movement in reinsurance contract assets		4,954	11,077
Movement in reinsurance contract liabilities		216	1,117
Movement in insurance contract liabilities		(15,484)	(13,162)
Net fair value losses on forward contracts – unrealised		7,993	2,829
Net fair value losses/(gains) on mandatorily measured at FVTPL investments - unrealised		478	(1,997)
Net fair value (gains)/losses on mandatorily measured at FVTPL investments - realised		(1,349)	866
Net losses on disposal of FVOCI investments	8(i)	616	122
Amortisation of discount on investments		(184)	(96)
Net write-back of expected credit loss on debts securities at FVOCI		(57)	(53)
Dividend from investments		(7,277)	(5,885)
Interest income from investments		(7,134)	(8,377)
Interest on fixed deposits and bank balances		(2,736)	(1,614)
Exchange (gains)/losses		(6,153)	2,836
Operating profit before working capital changes		9,409	22,347
Changes in working capital:			
Other receivables		(2,722)	320
Other payables		1,212	493
Amount owing to related companies		1,465	(890)
Cash generated from operations		9,364	22,270
Tax paid		(5,065)	(215)
Net cash flows from operating activities		4,299	22,055
Cash flows from investing activities			
Proceeds from disposal of investments	8(i)	243,911	177,979
Proceeds from fixed assets		-	1
Purchase of investments		(220,682)	(182,195)
Purchase of fixed assets	8(j)	(351)	(689)
Proceeds from long-term fixed deposits		1,230	305
Dividend from investments		7,277	5,885
Interest income from investments		7,442	8,594
Interest on fixed deposits and bank balances		2,743	1,524
Net cash flows from investing activities		41,570	11,404

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7. Audited Condensed Statement of Cashflow (cont'd)

	Full Year 2024	Full Year 2023
	\$'000	\$'000
Cash flows from financing activity		
Leases paid	(1)	(3)
Dividend paid	(12,842)	(12,842)
Cash flows used in financing activity	(12,843)	(12,845)
Net increase in cash and cash equivalents	33,026	20,614
Cash and cash equivalents at beginning of period	64,950	44,336
Cash and cash equivalents at end of period	97,976	64,950

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

	Full Year 2024	Full Year 2023
	\$'000	\$'000
Cash and bank balances	10,975	7,930
Fixed deposits placement with maturity less than 3 months	87,001	57,020
Cash and cash equivalents	97,976	64,950
Fixed deposits placement with maturity more than 3 months	1,432	2,662
	99,408	67,612

8. Notes to the Condensed Financial Statements

(a) 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 financial statements for the year ended 31 December 2024 are for the Company. The principal activity of the Company is the underwriting of general insurance business.

(b) Basis of preparation

The condensed financial statements for the year ended 31 December 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 2023.

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(b)(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 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.

(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 applying 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.

8. Notes to the Condensed Financial Statements (cont'd)

(b) Basis of preparation (cont'd)

(ii) Use of judgements and estimates (cont'd)

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 including but 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 Financial Statements (cont'd)

(c) Segment information

The Company is principally engaged in the business of underwriting general insurance. As the company has different operating segments, its businesses 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 their location and non-current assets are as follows:

	Revenue for				Non-current assets as at			
	2024	2023	2nd Half 2024	2nd Half 2023	2024	2023	2nd Half 2024	2nd Half 2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Singapore	92,522	75,339	50,655	38,309	38,599	39,844	38,599	39,844
Asean	13,313	12,488	7,448	6,350	-	-	-	-
Others	7,673	6,621	4,433	3,367	-	-	-	-
	113,508	94,448	62,536	48,026	38,599	39,844	38,599	39,844

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 Financial Statements (cont'd)

(c) Segment Information (cont'd)

	SIF \$'000	OIF \$'000	SHF \$'000	Total \$'000
From 1 January 2024 to 31 December 2024				
Insurance revenue	82,756	30,752	-	113,508
Insurance service expense	(42,152)	(21,814)	-	(63,966)
Insurance service result before reinsurance contracts held	40,604	8,938	-	49,542
Net expenses from reinsurance contracts	(23,033)	(6,561)	-	(29,594)
Insurance service result	17,571	2,377	-	19,948
Insurance finance expenses for insurance contracts issued	(823)	(101)	-	(924)
Reinsurance finance income for reinsurance contracts held	479	4	-	483
Net insurance service and financial result	17,227	2,280	-	19,507
Dividend income from investments	3,063	619	3,595	7,277
Interest income from investments	4,039	693	2,402	7,134
Interest on fixed deposits and bank balances	1,390	571	775	2,736
Net write-back of expected credit loss on investments	28	5	24	57
Amortisation of discount/(premium) on investments	188	51	(55)	184
Rental income from investment property	-	-	694	694
Miscellaneous income	3	1	5	9
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised	670	228	451	1,349
Net fair value losses on mandatorily measured at fair value through profit or loss ("FVTPL") investments - unrealised	(182)	(95)	(201)	(478)
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments	(364)	(86)	(166)	(616)
Net fair value gains on financial derivatives - realised	632	101	345	1,078
Net fair value losses on financial derivatives - unrealised	(4,360)	(847)	(2,786)	(7,993)
Exchange gains	3,448	722	2,223	6,393
	(280)	(24)	(218)	(522)
Other management expenses				
Depreciation on property	-	-	(279)	(279)
Management fees	(718)	(135)	(442)	(1,295)
Other operating expenses	(333)	(158)	(1,336)	(1,827)
Total non-underwriting income	7,504	1,670	5,249	14,423
Profit before tax	24,731	3,950	5,249	33,930
Tax expense	(3,028)	(971)	(127)	(4,126)
Profit after tax	21,703	2,979	5,122	29,804
Segment total assets as at 31 December 2024	279,689	56,600	267,961	604,250
Segment total liabilities as at 31 December 2024	111,677	17,028	6,803	135,508

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8. Notes to the Condensed Financial Statements (cont'd)

(c) Segment Information (cont'd)

	SIF \$'000	OIF \$'000	SHF \$'000	Total \$'000
From 1 January 2023 to 31 December 2023				
Insurance revenue	66,691	27,757	-	94,448
Insurance service expense	(21,354)	(17,949)	-	(39,303)
Insurance service result before reinsurance contracts held	45,337	9,808	-	55,145
Net expenses from reinsurance contracts	(25,597)	(6,558)	-	(32,155)
Insurance service result	19,740	3,250	-	22,990
Insurance finance expenses for insurance contracts issued	(820)	(117)	-	(937)
Reinsurance finance income for reinsurance contracts held	481	18	-	499
Net insurance service and financial result	19,401	3,151	-	22,552
Dividend income from investments	2,348	491	3,046	5,885
Interest income from investments	4,584	846	2,947	8,377
Interest on fixed deposits and bank balances	1,042	411	161	1,614
Net write-back of expected credit loss on investments	25	5	23	53
Amortisation of discount/(premium) on investments	62	48	(14)	96
Rental income from investment property	-	-	647	647
Miscellaneous income	43	-	6	49
Net fair value losses on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised	(467)	(102)	(297)	(866)
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - unrealised	998	335	664	1,997
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments	(32)	(19)	(71)	(122)
Net fair value gains on financial derivatives - realised	1,646	335	1,116	3,097
Net fair value losses on financial derivatives - unrealised	(1,491)	(306)	(1,032)	(2,829)
Exchange losses	(1,696)	(316)	(978)	(2,990)
	(1,541)	(287)	(894)	(2,722)
Other management expenses				
Depreciation on property	-	-	(279)	(279)
Management fees	(711)	(145)	(464)	(1,320)
Other operating expenses	(1,283)	(267)	(1,201)	(2,751)
Total non-underwriting income	5,068	1,316	4,274	10,658
Profit before tax	24,469	4,467	4,274	33,210
Tax expense	(3,481)	(335)	(132)	(3,948)
Profit after tax	20,988	4,132	4,142	29,262
Segment total assets as at 31 December 2023	292,526	54,716	239,979	587,221
Segment total liabilities as at 31 December 2023	116,849	20,334	7,577	144,760

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8. Notes to the Condensed Financial Statements (cont'd)

(c) Segment Information (cont'd)

	SIF \$'000	OIF \$'000	SHF \$'000	Total \$'000
1 July 2024 to 31 December 2024				
Insurance revenue	45,766	16,770	-	62,536
Insurance service expense	(20,248)	(12,689)	-	(32,937)
Insurance service result before reinsurance contracts held	25,518	4,081	-	29,599
Net expenses from reinsurance contracts	(14,240)	(4,021)	-	(18,261)
Insurance service result	11,278	60	-	11,338
Insurance finance expenses for insurance contracts issued	(425)	(51)	-	(476)
Reinsurance finance income for reinsurance contracts held	246	1	-	247
Net insurance service and financial result	11,099	10	-	11,109
Dividend income from investments	1,764	353	1,895	4,012
Interest income from investments	1,906	322	1,067	3,295
Interest on fixed deposits and bank balances	630	286	562	1,478
Net write-back of expected credit loss on investments	19	2	17	38
Amortisation of discount/(premium) on investments	208	43	(6)	245
Rental income from investment property	-	-	340	340
Miscellaneous income/(expense)	1	1	(1)	1
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised	56	60	75	191
Net fair value losses on mandatorily measured at fair value through profit or loss ("FVTPL") investments - unrealised	(619)	(162)	(381)	(1,162)
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments	(227)	(28)	(111)	(366)
Net fair value gains on financial derivatives - realised	1,216	212	736	2,164
Net fair value losses on financial derivatives - unrealised	(1,484)	(288)	(962)	(2,734)
Exchange gains	557	115	400	1,072
	289	39	174	502
Other management expenses				
Depreciation on property	-	-	(140)	(140)
Management fees	(365)	(64)	(214)	(643)
Other operating expenses	(400)	(99)	(713)	(1,212)
Total non-underwriting income	3,262	753	2,564	6,579
Profit before tax	14,361	763	2,564	17,688
Tax expense	(1,544)	(861)	330	(2,075)
Profit after tax	12,817	(98)	2,894	15,613
Segment total assets as at 31 December 2024	279,689	56,600	267,961	604,250
Segment total liabilities as at 31 December 2024	111,677	17,028	6,803	135,508

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8. Notes to the Condensed Financial Statements (cont'd)

(c) Segment Information (cont'd)

1 July 2023 to 31 December 2023

	SIF \$'000	OIF \$'000	SHF \$'000	Total \$'000
Insurance revenue	34,056	13,970	-	48,026
Insurance service expense	(1,807)	(9,027)	-	(10,834)
Insurance service result before reinsurance contracts held	32,249	4,943	-	37,192
Net expenses from reinsurance contracts	(19,494)	(2,789)	-	(22,283)
Insurance service result	12,755	2,154	-	14,909
Insurance finance expenses for insurance contracts issued	(435)	(59)	-	(494)
Reinsurance finance income for reinsurance contracts held	261	10	-	271
Net insurance financial result	12,581	2,105	-	14,686
Dividend income from investments	1,538	320	1,883	3,741
Interest income from investments	2,219	399	1,401	4,019
Interest on fixed deposits and bank balances	530	185	101	816
Net write-back of expected credit loss on investments	18	3	13	34
Amortisation of discount on investments	63	31	21	115
Rental income from investment property	-	-	361	361
Miscellaneous income	-	-	-	-
Net fair value losses on mandatorily measured at fair value through profit or loss ("FVTPL") investments - realised	(467)	(102)	(297)	(866)
Net fair value gains on mandatorily measured at fair value through profit or loss ("FVTPL") investments - unrealised	649	192	433	1,274
Net losses on disposal of fair value through other comprehensive income ("FVOCI") investments	(14)	-	(16)	(30)
Net fair value losses on financial derivatives - realised	(2,761)	(532)	(1,758)	(5,051)
Net fair value gains on financial derivatives - unrealised	4,311	836	2,751	7,898
Exchange losses	(2,764)	(542)	(1,735)	(5,041)
	(1,214)	(238)	(742)	(2,194)
Other management expenses				
Depreciation on property	-	-	(140)	(140)
Management fees	(356)	(72)	(232)	(660)
Other operating expenses	(1,392)	(205)	(484)	(2,081)
Total non-underwriting income	1,574	513	2,302	4,389
Profit before tax	14,155	2,618	2,302	19,075
Tax expense	(2,056)	94	203	(1,759)
Profit after tax	12,099	2,712	2,505	17,316
Segment total assets as at 31 December 2023	292,526	54,716	239,979	587,221
Segment total liabilities as at 31 December 2023	116,849	20,334	7,577	144,760

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8. Notes to the Condensed Financial Statements (cont'd)

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

	For the year ended 31 December 2024		
	Liabilities for remaining coverage	Liabilities for	
	Excluding loss	Loss	
	component	component	incurred
	\$'000	\$'000	claims
			Total
			\$'000
Insurance contract assets as at 1 January	-	-	-
Insurance contract liabilities as at 1 January	24,913	1,853	94,800
Net opening balance	24,913	1,853	121,566
Changes in the statement of profit or loss and other comprehensive income			
Insurance contract revenue	(113,508)	-	(113,508)
Insurance service expenses			
Incurred claims (excluding investment components) and other incurred insurance service expenses	-	(4,201)	34,528
Changes related to past services	-	-	3,639
Incurred claims and benefits	-	(4,201)	38,167
Amortisation of insurance acquisition cash flows	26,963	-	-
Changes related to future services (i.e. losses on onerous contracts)	-	3,037	-
Insurance service operating expenses	26,963	3,037	-
Total insurance service expenses	26,963	(1,164)	38,167
Insurance service result	(86,545)	(1,164)	38,167
Net finance expenses from insurance contracts	368	15	537
Total changes in the statement of profit or loss and other comprehensive income	(86,177)	(1,149)	38,704
Cash flows			
Premiums received	106,396	-	-
Claims and other insurance service expenses paid, including investment components	-	-	(46,508)
Insurance acquisition cash flows	(26,750)	-	-
Total cash flows	79,646	-	(46,508)
Insurance contract assets as at 31 December	-	-	-
Insurance contract liabilities as at 31 December	18,382	704	86,996
Net closing balance	18,382	704	86,996

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8. Notes to the Condensed Financial Statements (cont'd)

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

	For the year ended 31 December 2023			
	Liabilities for remaining coverage		Liabilities for	Total
	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	24,844	2,044	107,840	134,728
Net opening balance	24,844	2,044	107,840	134,728
Changes in the statement of profit or loss and other comprehensive income				
Insurance contract revenue	(94,448)	-	-	(94,448)
Insurance service expenses				
Incurred claims (excluding investment components) and other incurred insurance service expenses	-	(6,591)	23,478	16,887
Changes related to past services	-	-	(1,801)	(1,801)
Incurred claims and benefits	-	(6,591)	21,677	15,086
Amortisation of insurance acquisition cash flows	17,844	-	-	17,844
Changes related to future services (i.e. losses on onerous contracts)	-	6,373	-	6,373
Insurance service operating expenses	17,844	6,373	-	24,217
Total insurance service expenses	17,844	(218)	21,677	39,303
Insurance service result	(76,604)	(218)	21,677	(55,145)
Net finance expenses from insurance contracts	358	27	548	933
Total changes in the statement of profit or loss and other comprehensive income	(76,246)	(191)	22,225	(54,212)
Cash flows				
Premiums received	100,535	-	-	100,535
Claims and other insurance service expenses paid, including investment components	-	-	(35,265)	(35,265)
Insurance acquisition cash flows	(24,220)	-	-	(24,220)
Total cash flows	76,315	-	(35,265)	41,050
Insurance contract assets as at 31 December	-	-	-	-
Insurance contract liabilities as at 31 December	24,913	1,853	94,800	121,566
Net closing balance	24,913	1,853	94,800	121,566

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8. Notes to the Condensed Financial Statements (cont'd)

(e) Insurance contracts (Analysis by measurement component)

	For the year ended 31 December 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
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	(7,796)	(370)	8,166	-
Changes in estimates that do not adjust the contractual service margin, ie losses on groups of onerous contracts and reversals of such losses	(997)	(155)	-	(1,152)
Effects of contracts initially recognised in the period	(30,976)	4,464	30,701	4,189
Changes that relate to future services	(39,769)	3,939	38,867	3,037
CSM recognised in profit or loss for services provided	-	-	(35,117)	(35,117)
Release of the risk adjustment for non-financial risk	-	(4,084)	-	(4,084)
Experience adjustments	(16,332)	(685)	-	(17,017)
Changes that relate to current services	(16,332)	(4,769)	(35,117)	(56,218)
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	6,965	(3,326)	-	3,639
Changes that relate to past services	6,965	(3,326)	-	3,639
Insurance service result	(49,136)	(4,156)	3,750	(49,542)
Net finance expenses from insurance contracts	641	94	185	920
Total changes in the statement of profit or loss and other comprehensive income	(48,495)	(4,062)	3,935	(48,622)
Cash flows				
Premiums received	106,396	-	-	106,396
Claims and other insurance service expenses paid, including investment components	(46,508)	-	-	(46,508)
Insurance acquisition cash flows	(26,750)	-	-	(26,750)
Total cash flows	33,138	-	-	33,138
Insurance contract assets as at 31 December	-	-	-	-
Insurance contract liabilities as at 31 December	83,798	7,977	14,307	106,082
Net closing balance	83,798	7,977	14,307	106,082

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8. Notes to the Condensed Financial Statements (cont'd)

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

	For the year ended 31 December 2023			
	Estimates of the present value of the future cash flows	Risk adjustment for non- financial risk	Contractual service margin	Total
	\$'000	\$'000	\$'000	\$'000
Insurance contract assets as at 1 January	-	-	-	-
Insurance contract liabilities as at 1 January	113,921	12,777	8,030	134,728
Net opening balance	113,921	12,777	8,030	134,728
Changes in the statement of profit or loss and other comprehensive income				
Changes in estimates that adjust the contractual service margin	(693)	108	585	-
Changes in estimates that do not adjust the contractual service margin, ie losses on groups of onerous contracts and reversals of such losses	639	96	-	735
Effects of contracts initially recognised in the period	(30,064)	4,258	31,444	5,638
Changes that relate to future services	(30,118)	4,462	32,029	6,373
CSM recognised in profit or loss for services provided	-	-	(29,853)	(29,853)
Release of the risk adjustment for non-financial risk	-	(3,640)	-	(3,640)
Experience adjustments	(26,224)	-	-	(26,224)
Changes that relate to current services	(26,224)	(3,640)	(29,853)	(59,717)
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	(151)	(1,650)	-	(1,801)
Changes that relate to past services	(151)	(1,650)	-	(1,801)
Insurance service result	(56,493)	(828)	2,176	(55,145)
Net finance expenses from insurance contracts	677	90	166	933
Total changes in the statement of profit or loss and other comprehensive income	(55,816)	(738)	2,342	(54,212)
Cash flows				
Premiums received	100,535	-	-	100,535
Claims and other insurance service expenses paid, including investment components	(35,265)	-	-	(35,265)
Insurance acquisition cash flows	(24,220)	-	-	(24,220)
Total cash flows	41,050	-	-	41,050
Insurance contract assets as at 31 December	-	-	-	-
Insurance contract liabilities as at 31 December	99,155	12,039	10,372	121,566
Net closing balance	99,155	12,039	10,372	121,566

8. Notes to the Condensed Financial Statements (cont'd)

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

For the year ended 31 December 2024			
	Assets for remaining coverage		Total
	Excluding loss-recovery component	Loss-recovery component	
	\$'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	42,519	-	-
Amounts recoverable from reinsurers			
Insurance claims and benefits recovered from reinsurers	-	-	(13,690)
Changes in amounts recoverable arising from changes in liability for incurred claims	-	-	432
Changes in fulfilment cash flows which relates to onerous underlying contracts	-	333	-
Total amounts recoverable from reinsurers	-	333	(13,258)
Net expense/(income) from reinsurance contract held	42,519	333	(13,258)
Net finance income from reinsurance contracts	(165)	(9)	(311)
Total changes in the statement of profit or loss and other comprehensive income	42,354	324	(13,569)
Cash flows			
Premiums paid	(44,734)	-	-
Reinsurance service expenses recovered for insurance contracts issued	-	-	20,795
Total cash flows	(44,734)	-	20,795
Reinsurance contract assets as at 31 December	6,541	(233)	(51,461)
Reinsurance contract liabilities as at 31 December	3,030	-	(1,133)
Net closing balance	9,571	(233)	(52,594)

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8. Notes to the Condensed Financial Statements (cont'd)

(f) Reinsurance contract (Analysis by remaining coverage and incurred claims) (Cont'd)

	For the year ended 31 December 2023			
	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	9,419	(453)	(70,150)	(61,184)
Reinsurance contract liabilities as at 1 January	2,402	-	(1,838)	564
Net opening balance	11,821	(453)	(71,988)	(60,620)
Changes in the statement of profit or loss and other comprehensive income				
Allocation of reinsurance premiums				
Insurance contract revenue ceded to reinsurers	37,625	-	-	37,625
Amounts recoverable from reinsurers				
Insurance claims and benefits recovered from reinsurers	-	-	(15,298)	(15,298)
Changes in amounts recoverable arising from changes in liability for incurred claims	-	-	9,928	9,928
Changes in fulfilment cash flows which relates to onerous underlying contracts	-	(100)	-	(100)
Total amounts recoverable from reinsurers	-	(100)	(5,370)	(5,470)
Net expense/(income) from reinsurance contract held	37,625	(100)	(5,370)	32,155
Net finance income from reinsurance contracts	(125)	(4)	(368)	(497)
Total changes in the statement of profit or loss and other comprehensive income	37,500	(104)	(5,738)	31,658
Cash flows				
Premiums paid	(37,370)	-	-	(37,370)
Reinsurance service expenses recovered for insurance contracts issued	-	-	17,906	17,906
Total cash flows	(37,370)	-	17,906	(19,464)
Reinsurance contract assets as at 31 December	9,012	(557)	(58,562)	(50,107)
Reinsurance contract liabilities as at 31 December	2,939	-	(1,258)	1,681
Net closing balance	11,951	(557)	(59,820)	(48,426)

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8. Notes to the Condensed Financial Statements (cont'd)

(g) Reinsurance contract assets (Analysis by measurement component)

	For the year ended 31 December 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	2,649	154	(2,803)	-
Changes in estimates that relate to losses and reversals of losses on onerous underlying contracts	1,289	389	-	1,678
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	-	-	(1,345)	(1,345)
Effects of contracts initially recognised in the period	31,492	(1,539)	(29,953)	-
Changes that relate to future services	35,430	(996)	(34,101)	333
CSM recognised in profit or loss for services received	-	-	28,371	28,371
Release of the risk adjustment for non-financial risk	-	1,430	-	1,430
Experience adjustments	(972)	-	-	(972)
Changes that relate to current services	(972)	1,430	28,371	28,829
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	(692)	1,124	-	432
Changes that relate to past services	(692)	1,124	-	432
Net expense/(income) from reinsurance contract held	33,766	1,558	(5,730)	29,594
Net finance income from reinsurance contracts	(224)	(46)	(215)	(485)
Total changes in the statement of profit or loss and other comprehensive income	33,542	1,512	(5,945)	29,109
Cash flows				
Premiums paid	(44,734)	-	-	(44,734)
Reinsurance service expenses recovered for insurance contracts issued	20,795	-	-	20,795
Total cash flows	(23,939)	-	-	(23,939)
Reinsurance contract assets as at 31 December	(20,745)	(4,075)	(20,333)	(45,153)
Reinsurance contract liabilities as at 31 December	2,206	(309)	-	1,897
Net closing balance	(18,539)	(4,384)	(20,333)	(43,256)

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8. Notes to the Condensed Financial Statements (cont'd)

(g) Reinsurance contract assets (Analysis by measurement component) (cont'd)

	For the year ended 31 December 2023			
	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	(43,216)	(6,373)	(11,595)	(61,184)
Reinsurance contract liabilities as at 1 January	1,197	(633)	-	564
Net opening balance	(42,019)	(7,006)	(11,595)	(60,620)
Changes in the statement of profit or loss and other comprehensive income				
Changes in estimates that adjust the contractual service margin	597	(41)	(556)	-
Changes in estimates that relate to losses and reversals of losses on onerous underlying contracts	253	-	-	253
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	(353)	-	(1,947)	(2,300)
Effects of contracts initially recognised in the period	28,797	(1,173)	(27,624)	-
Changes that relate to future services	29,294	(1,214)	(30,127)	(2,047)
CSM recognised in profit or loss for services provided	-	-	27,504	27,504
Release of the risk adjustment for non-financial risk	-	(1,188)	-	(1,188)
Experience adjustments	(3,065)	1,023	-	(2,042)
Changes that relate to current services	(3,065)	(165)	27,504	24,274
Changes that relate to past service, ie changes in fulfilment cash flows relating to incurred claims	7,390	2,538	-	9,928
Changes that relate to past services	7,390	2,538	-	9,928
Net expense/(income) from reinsurance contract held	33,619	1,159	(2,623)	32,155
Net finance income from reinsurance contracts	(278)	(49)	(170)	(497)
Total changes in the statement of profit or loss and other comprehensive income	33,341	1,110	(2,793)	31,658
Cash flows				
Premiums paid	(37,370)	-	-	(37,370)
Reinsurance service expenses recovered for insurance contracts issued	17,906	-	-	17,906
Total cash flows	(19,464)	-	-	(19,464)
Reinsurance contract assets as at 31 December	(30,154)	(5,565)	(14,388)	(50,107)
Reinsurance contract liabilities as at 31 December	2,012	(331)	-	1,681
Net closing balance	(28,142)	(5,896)	(14,388)	(48,426)

8. Notes to the Condensed Financial Statements (cont'd)

(h) 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:

	12 months ended 31 December 2024	12 months ended 31 December 2023	6 months ended 31 December 2024	6 months ended 31 December 2023
	\$'000	\$'000	\$'000	\$'000
Current income tax expense	2,907	3,939	856	1,750
Deferred income tax expense	1,219	9	1,219	9
	<u>4,126</u>	<u>3,948</u>	<u>2,075</u>	<u>1,759</u>

(i) Investments

Financial instruments as at 31 December 2024

	31 December 2024	31 December 2023
	\$'000	\$'000
Unit trusts	29,153	18,692
Debt securities	223,822	243,633
Equity securities	132,232	128,955
Investment property	28,530	28,530
	<u>413,737</u>	<u>419,810</u>

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 \$243,911,000 (31 December 2023: \$177,979,000) at the date of disposal.

The net loss on disposal of the above investments was \$793,000 (31 December 2023: Net gain on disposal of \$537,000).

(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 Financial Statements (cont'd)

(i) 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 presented the investments measured at fair value:

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
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
31 December 2023				
Mandatorily measured at FVTPL				
- Unit trusts	16,943	-	1,749	18,692
- Debt securities	-	4,804	-	4,804
At FVOCI				
- Debt securities	238,829	-	-	238,829
- Equity securities	128,955	-	-	128,955
Investment property	-	-	28,530	28,530
	384,727	4,804	30,279	419,810

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 Financial Statements (cont'd)

(i) 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:

	Dec 2024 \$'000	Dec 2023 \$'000
Financial assets at fair value through profit or loss:		
Opening balance	1,749	923
Purchases during the period	1,388	791
Net changes in unrealised loss on financial assets at fair value through profit or loss	469	35
Balance as at 31 December	3,606	1,749

Information about significant unobservable inputs used in Level 3 fair value measurements:

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

Description	Fair value as at 31 December 2024	Valuation techniques	Unobservable inputs	Range (weighted average)
Investment in collective investment schemes	3,606,000	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 Financial Statements (cont'd)

(j) Property, plant and equipment

During the year ended 31 December 2024, the Company acquired assets amounting to \$351,000 (31 December 2023: \$689,000) and had no disposal of assets (31 December 2023: Disposal of assets of \$3,000).

(k) Investment property

	<u>2024</u>	<u>2023</u>
	<u>\$'000</u>	<u>\$'000</u>
Balance as at 1 January and 31 December	<u>28,530</u>	<u>28,530</u>

As at 31 December 2024, 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 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.

(l) Subsequent events

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