



Press Release – 20 February 2026

Sun Insurance Achieves 101% Profit Growth

Sun Insurance Company Ltd, a leading publicly listed insurance provider, has once again demonstrated exceptional financial performance, recording profit growth of 101% for the financial year ending December 31, 2025. This remarkable achievement underscores the company's resilience, strategic vision, and dedication to delivering value to its stakeholders.

In the 2025 financial year, Sun Insurance reported a net profit before tax of \$16.88 million, a substantial increase from \$8.35 million in the previous year. This growth highlights the effectiveness of the company's operational strategies, product innovation, and customer-centric approach. The company's gross premiums also experienced a significant boost, rising by 18% to reach \$54.34 million, driven by increased customer acquisition, expansion into new markets, and diversified product offerings.

The company's sustained growth and stability have reinforced customer confidence, leading to a steady influx of new clients. Customers continue to entrust Sun Insurance with their risk management needs, recognizing the company's commitment to financial strength, reliability, and comprehensive coverage solutions. The expansion into new distribution channels, including digital platforms and strategic partnerships, played a critical role in amplifying reach and accessibility, especially among younger and tech-savvy demographics.

Padam Lala, Chairman of Sun Insurance, expressed his enthusiasm about the company's achievements, stating, "Our strong performance in 2025 reflects our unwavering commitment to excellence and innovation. The trust our customers place in us is the foundation of our growth. We have successfully launched new products tailored to evolving market needs, and our expanded distribution channels have allowed us to serve a broader customer base. This year's results are a testament to the dedication and hard work of our entire team."

He further emphasized the importance of internal transformation in achieving these results: "Our ongoing internal process improvements have significantly enhanced operational efficiency, reduced turnaround times, and improved customer satisfaction. I am proud of our employees' resilience and dedication, who have been instrumental in driving these positive changes."



The company's solid performance was evident in the market, with its share price increasing by 20.3% over the year. Additionally, the company distributed a total dividend of \$6.12 million, reaffirming its commitment to delivering value to its shareholders.

The company's asset base also saw strong growth, expanding to \$144 million, which represents an 6% increase. Notably, the property portfolio, an essential part of the company's assets, experienced remarkable growth of 38%, reaching \$75 million. This upward trajectory highlights the effectiveness of strategic investments and careful asset management, positioning Sun Insurance for continued, sustainable expansion. The company is actively pursuing aggressive strategies to further expand its property holdings, enhance its investment base, and establish long-term, reliable income streams.

Throughout 2025, Sun Insurance issued over 5,600 new policies, catering to diverse customer needs across various sectors, including individuals, small and medium-sized enterprises, and large corporations. The company also settled more than 3,700 claims, demonstrating its commitment to prompt, fair, and transparent claims processing. This focus on customer-centric claims management has been a cornerstone of Sun Insurance's reputation and growth strategy.

Avikash Ram, Principal Officer of Sun Insurance, highlighted the company's core mission "Our primary goal is to protect our clients from unexpected adverse events such as accidents, fires, floods, and other losses. Our improved claims process ensures that our customers receive timely and equitable settlements, reinforcing their trust in us. We believe that providing peace of mind and financial security is not just our duty but our privilege."

Looking ahead, Sun Insurance is poised for continued growth and innovation. The company plans to expand its product portfolio further, leveraging emerging technologies such as artificial intelligence and data analytics to enhance risk assessment and customer service. Strategic investments in digital transformation aim to make insurance more accessible, affordable, and personalized for all customers.

The company's market capitalization as of December 31, 2025, stands at approximately \$306 million, based on a share price of \$2.55. The ownership structure includes more than 550 shareholders, reflecting broad investor confidence and a strong support base. Sun Insurance remains committed to delivering long-term value, maintaining transparency, and fostering sustainable growth. Full financials will be released to the market on Monday 23 February 2026.



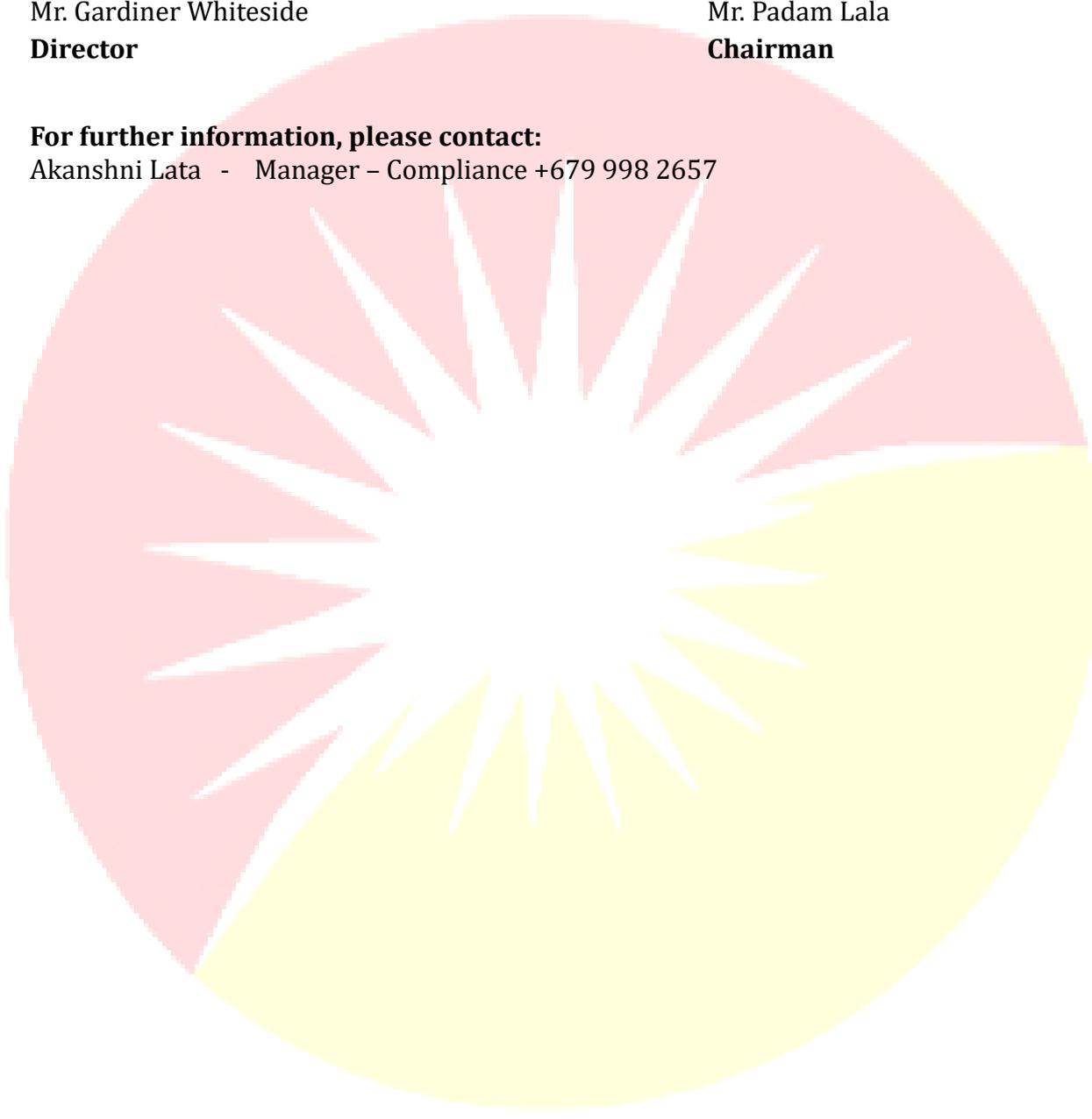
Mr. Gardiner Whiteside
Director



Mr. Padam Lala
Chairman

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SUN INSURANCE COMPANY LIMITED AND SUBSIDIARY COMPANY
 STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 31 DECEMBER 2025

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	Note No.	2025 GROUP \$	2025 COMPANY \$	2024 COMPANY \$
Insurance revenue	6	41,874,667	41,874,667	32,968,544
Insurance service expenses	7	(20,649,992)	(20,649,992)	(14,441,908)
Net reinsurance cost		(14,024,606)	(14,024,606)	(16,478,206)
Insurance service result		7,200,069	7,200,069	2,048,430
Interest revenue from financial assets not measured at FVTPL		380,873	380,873	297,644
Dividend income		143,154	143,154	80,054
Net gains from fair value adjustments to investment properties	18	8,406,040	8,406,040	5,528,817
Net fair value gain on investments measured at fair value through profit or loss	13(a)	45,476	45,476	156,905
Impairment reversal/(loss) on financial assets		1,478,349	1,478,349	(792,485)
Net investment income		10,453,892	10,453,892	5,270,935
Finance expenses from insurance contracts issued		(313,543)	(313,543)	(117,699)
Finance income from reinsurance contracts held		103,491	103,491	62,196
Net insurance finance expenses		(210,052)	(210,052)	(55,503)
Net insurance and investment result		17,443,909	17,443,909	7,263,862
Asset management services revenue	8	2,170,795	2,170,795	2,400,388
Other finance costs	9	(30,069)	(30,069)	(35,349)
Other operating expenses	10	(2,752,450)	(2,704,728)	(1,275,186)
Profit before income tax		16,832,185	16,879,907	8,353,715
Income tax expense	11(a)	(2,793,562)	(2,793,562)	(843,266)
Profit for the year		14,038,623	14,086,345	7,510,449
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		14,038,623	14,086,345	7,510,449
Earnings per share for profit attributable to the ordinary shareholders				
Basic and diluted earnings per share	28	0.12	0.12	0.07

The statements of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

	GROUP			
	Other reserves	Share capital	Retained earnings	Total
	\$	\$	\$	\$
Balance as at 1 January 2025 (Restated)	1,229,808	44,865,768	14,296,334	60,391,910
<u>Total comprehensive income</u>				
Profit for the year	-	-	14,038,623	14,038,623
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	14,038,623	14,038,623
<u>Transactions with owners of the company</u>				
Dividends	(250,000)	-	(6,120,000)	(6,370,000)
Total transactions with owners of the company	(250,000)	-	(6,120,000)	(6,370,000)
Balance as at 31 December 2025	979,808	44,865,768	22,214,957	68,060,533
	COMPANY			
	Other reserves	Share capital	Retained earnings	Total
	\$	\$	\$	\$
Balance as at 1 January 2024 as previously reported	2,959,615	21,850,491	16,717,888	41,527,994
<u>Correction of Error (Note 29)</u>				
Recognition of reinsurance reinstatement premium expenses	-	-	(4,191,814)	(4,191,814)
Restated balance as at 1 January 2024	2,959,615	21,850,491	12,526,074	37,336,180
<u>Total comprehensive income</u>				
Profit for the year	-	-	7,510,449	7,510,449
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	7,510,449	7,510,449
<u>Transactions with owners of the company</u>				
Issue of ordinary shares	-	23,015,277	-	23,015,277
Transferred to retained earnings due to cessation of equity interest	(1,259,807)	-	1,259,807	-
Dividends	(470,000)	-	(6,999,996)	(7,469,996)
Total transactions with owners of the company	(1,729,807)	23,015,277	(5,740,189)	15,545,281
Restated balance as at 31 December 2024	1,229,808	44,865,768	14,296,334	60,391,910
<u>Total comprehensive income</u>				
Profit for the year	-	-	14,086,345	14,086,345
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	14,086,345	14,086,345
<u>Transactions with owners of the company</u>				
Dividends	(250,000)	-	(6,120,000)	(6,370,000)
Total transactions with owners of the company	(250,000)	-	(6,120,000)	(6,370,000)
Balance as at 31 December 2025	979,808	44,865,768	22,262,679	68,108,255

Refer Note 29 for details of prior-period error correction.

The statements of changes in equity is to be read in conjunction with the accompanying notes.

SUN INSURANCE COMPANY LIMITED AND SUBSIDIARY COMPANY
 STATEMENTS OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2025

	Note No.	31 DECEMBER 2025		31 DECEMBER 2024	1 JANUARY 2024
		GROUP	COMPANY	Restated*	Restated*
				COMPANY	COMPANY
		\$	\$	\$	\$
Assets					
Cash and cash equivalents	12	6,064,740	6,004,937	26,395,440	6,806,441
Investment assets	13	14,805,104	14,805,104	7,521,105	7,389,770
Investment in subsidiary	14	-	100,000	-	-
Current tax asset		-	-	-	85,489
Insurance contract assets	15	19,705,770	19,705,770	18,038,184	14,997,007
Reinsurance contract assets	16	21,705,734	21,705,734	25,408,061	33,346,734
Other assets	17	3,526,632	3,534,157	1,086,594	689,157
Investment properties	18	75,286,531	75,286,531	54,409,878	42,647,285
Right-of-use assets	19(a)	54,842	54,842	89,478	177,858
Property, plant and equipment	20	3,189,944	3,189,944	3,020,903	3,200,007
Total assets		144,339,297	144,387,019	135,969,643	109,339,748
Liabilities					
Current income tax liabilities	11(b)	894,881	894,881	868,984	-
Other current liabilities	21	4,514,058	4,514,058	1,691,557	967,628
Insurance contract liabilities	22	60,454,439	60,454,439	61,911,142	61,063,567
Reinsurance contract liabilities	23	6,443,096	6,443,096	8,822,523	7,612,059
Lease liabilities	19(b)	459,806	459,806	498,962	579,950
Deferred income tax liabilities	11(c)	3,512,484	3,512,484	1,784,565	1,780,364
Total liabilities		76,278,764	76,278,764	75,577,733	72,003,568
Equity					
Share capital	24	44,865,768	44,865,768	44,865,768	21,850,491
Retained earnings		22,214,957	22,262,679	14,296,334	12,526,074
Other reserves		979,808	979,808	1,229,808	2,959,615
Total equity		68,060,533	68,108,255	60,391,910	37,336,180
Total equity and liabilities		144,339,297	144,387,019	135,969,643	109,339,748

Signed for and on behalf of the Board of Directors


 Director


 Director

*Refer Note 29 for details of reclassifications and prior-period error correction.

The statements of financial position is to be read in conjunction with the accompanying notes.

SUN INSURANCE COMPANY LIMITED AND SUBSIDIARY COMPANY
 STATEMENTS OF CASH FLOWS
 FOR THE YEAR ENDED 31 DECEMBER 2025

	Note No.	2025		2024
		GROUP	COMPANY	COMPANY
		\$	\$	\$
Cash flows from operating activities				
Premium received		49,150,793	49,150,793	34,096,512
Interest received		311,811	311,811	297,644
Rental income received	8	1,951,362	1,951,362	1,961,863
Other income received		682,700	682,700	1,069,542
Dividend income received		75,296	75,296	71,582
Reinsurance and other recoveries received		1,677,142	1,677,142	3,283,295
Outward reinsurance paid		(13,763,974)	(13,763,974)	(8,979,675)
Underwriting costs paid		(9,908,742)	(9,908,742)	(3,241,152)
Claims paid		(15,700,893)	(15,700,893)	(14,792,666)
Interest paid	9	(30,069)	(30,069)	(35,349)
Payments to suppliers and employees		(8,643,853)	(8,603,656)	(4,095,309)
Income taxes (paid)/refund, net	11(b)	(1,039,746)	(1,039,746)	115,407
Net cash from operating activities		4,761,827	4,802,024	9,751,694
Cash flows from investing activities				
Net investments in term deposits, bonds and units		(7,129,669)	(7,129,669)	-
Purchases of property plant and equipment		(389,181)	(389,181)	(23,851)
Proceeds from sale of property plant and equipment		18,233	18,233	2,499
Investment in subsidiary		-	(100,000)	-
Additions to capital working progress		(11,470,613)	(11,470,613)	(5,480,144)
Net cash used in investing activities		(18,971,230)	(19,071,230)	(5,501,496)
Cash flows from financing activities				
Proceeds from issue of new shares		-	-	22,889,786
Net dividends paid		(5,999,552)	(5,999,552)	(7,469,997)
Payment of lease liabilities		(121,745)	(121,745)	(80,988)
Net cash from/(used in) financing activities		(6,121,297)	(6,121,297)	15,338,801
Net change in cash and cash equivalents		(20,330,700)	(20,390,503)	19,588,999
Cash and cash equivalents at the beginning of the year		26,395,440	26,395,440	6,806,441
Cash and cash equivalents at the end of the year	12	6,064,740	6,004,937	26,395,440

The statements of cash flows is to be read in conjunction with the accompanying notes.