

MAA HOLDINGS BERHAD

Interim report on consolidated results for the third quarter ended 30 September 2008. These figures have not been audited.

CONDENSED CONSOLIDATED BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30.09.2008	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2007 (Audited)
	RM'000	RM'000
<u>ASSETS</u>		
GENERAL AND SHAREHOLDERS' FUND ASSETS		
Property, plant and equipment	84,286	85,646
Intangible assets	10,405	8,979
Investment properties	44,879	37,696
Financial assets:		
Investments		
- at fair value through profit or loss	45,952	106,095
- available-for-sale	292,754	241,402
- held to maturity	15,428	20,418
Loans and receivables	122,178	269,324
Insurance receivables	73,924	88,852
Associated companies	61,147	53,619
Tax recoverable	26,636	26,104
Deferred tax assets	31,767	20,999
Fixed and call deposits	400,907	262,064
Cash and bank balances	19,940	24,296
TOTAL GENERAL AND SHAREHOLDERS' FUND ASSETS	1,230,203	1,245,494
TOTAL LIFE FUND ASSETS	6,199,076	6,485,648
TOTAL GENERAL TAKAFUL FUND ASSETS	8,506	1,219
TOTAL FAMILY TAKAFUL FUND ASSETS	38,048	53,734
TOTAL ASSETS	7,475,833	7,786,095
<u>LIABILITIES</u>		
GENERAL AND SHAREHOLDERS' FUND LIABILITIES		
Provision for outstanding claims	328,404	318,323
Insurance payables	90,174	92,242
Financial liabilities		
Borrowings		
- term loans	25,000	30,000
- medium terms notes - secured	200,000	200,000
- bank overdrafts - unsecured	11,674	11,159
Trade and other payables	116,153	111,831
Derivative liabilities	41,739	24,173
Current tax liabilities	12,713	12,038
Deferred tax liabilities	616	667
TOTAL LIFE AND SHAREHOLDERS' FUND LIABILITIES	826,473	800,433
TOTAL LIFE FUND LIABILITIES	783,595	730,812
TOTAL GENERAL TAKAFUL FUND LIABILITIES	6,257	1,014
TOTAL FAMILY TAKAFUL FUND LIABILITIES	4,921	15,188
	1,621,246	1,547,447
Unearned premium reserves	129,600	129,141
Life policyholders' fund	5,436,807	5,744,502
Life fund reserves	(21,326)	10,334
General Takaful participants' fund	2,249	205
Family Takaful participants' fund	33,127	38,546
	5,580,457	5,922,728
TOTAL LIABILITIES	7,201,703	7,470,175

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	<u>RM'000</u>	<u>RM'000</u>
SHAREHOLDERS' EQUITY		
Capital and reserve attributable to the Company's equity holders		
Share capital	304,354	304,354
Accumulated losses	(50,656)	(12,166)
Reserves	(8,467)	(4,221)
	<u>245,231</u>	<u>287,967</u>
Minority interests	28,899	27,953
	<u>274,130</u>	<u>315,920</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		
	<u>7,475,833</u>	<u>7,786,095</u>
	-	-
Net assets per share attributable to ordinary equity holders of the Company (RM)	<u>0.81</u>	<u>0.95</u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED CONSOLIDATED INCOME STATEMENT

	3 months ended		9 months ended	
	30.09.2008	30.09.2007	30.09.2008	30.09.2007
	RM'000	RM'000	RM'000	RM'000
OPERATING REVENUE	<u>490,776</u>	<u>501,982</u>	<u>1,530,561</u>	<u>1,608,016</u>
SHAREHOLDERS' FUND				
Investment income	1,795	462	3,621	1,793
Operating revenue from non-insurance subsidiaries	14,947	19,772	51,085	62,284
Wakalah fee from takaful business	5,800	18	11,509	18
Other operating expenses - net	(21,375)	(11,019)	(29,173)	(10,034)
Management expenses	(25,198)	(21,951)	(64,707)	(56,868)
	(24,031)	(12,718)	(27,665)	(2,807)
SURPLUS/(DEFICIT) TRANSFERRED FROM REVENUE ACCOUNTS				
- General insurance	9,000	6,948	(11,876)	16,325
- Life insurance *	-	-	-	-
	9,000	6,948	(11,876)	16,325
Profit/(loss) from operations	<u>(15,031)</u>	<u>(5,770)</u>	<u>(39,541)</u>	<u>13,518</u>
Finance costs	(6,598)	(3,974)	(14,627)	(11,261)
Share of profit/(loss) of associated companies	9,193	311	7,529	(1,198)
PROFIT/(LOSS) BEFORE TAXATION	<u>(12,436)</u>	<u>(9,433)</u>	<u>(46,639)</u>	<u>1,059</u>
Taxation	2,510	2,730	6,871	(594)
NET PROFIT/(LOSS) FOR THE FINANCIAL QUARTER/PERIOD	<u>(9,926)</u>	<u>(6,703)</u>	<u>(39,768)</u>	<u>465</u>
Attributable to :				
- Equity holders of the Company	(9,297)	(6,948)	(38,490)	452
- Minority interest	(629)	245	(1,278)	13
	<u>(9,926)</u>	<u>(6,703)</u>	<u>(39,768)</u>	<u>465</u>
	-	-	-	-
EARNING/(LOSS) PER SHARE FOR THE PROFIT/(LOSS) ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE COMPANY (sen)				
- basic	<u>(3.05)</u>	<u>(2.28)</u>	<u>(12.65)</u>	<u>0.15</u>

* Consistent with prior years' practice, no profit was transferred from the Life Insurance Fund to the Shareholders' Fund as the transfer of life business profit is only done at the financial year end.

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

The Condensed General Insurance, Life Insurance, General Takaful Fund and Family Takaful Fund Revenue Accounts are attached.

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CONDENSED GENERAL INSURANCE REVENUE ACCOUNT

	3 months ended		9 months ended	
	30.09.2008	30.09.2007	30.09.2008	30.09.2007
	RM'000	RM'000	RM'000	RM'000
Gross premium	120,218	106,129	329,874	338,788
Reinsurance	(46,039)	(33,764)	(115,557)	(107,326)
Net premium	74,179	72,365	214,317	231,462
(Increase)/decrease in unearned premium reserves	(3,020)	6,337	(209)	11,136
Earned premium	71,159	78,702	214,108	242,598
Net claims incurred	(44,101)	(58,467)	(153,424)	(183,918)
Net commission	(6,576)	(6,950)	(17,081)	(21,686)
Underwriting contribution	20,482	13,285	43,603	36,994
Management expenses	(18,629)	(18,356)	(54,759)	(51,712)
Underwriting surplus/(deficit)	1,853	(5,071)	(11,156)	(14,718)
Investment income	3,157	5,419	21,105	9,360
Other operating income/(expenses) - net	3,990	6,600	(21,825)	21,683
Surplus/(deficit) transferred to Condensed Consolidated Income Statement	9,000	6,948	(11,876)	16,325

The Condensed General Insurance Revenue Account should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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Interim report on consolidated results for the third quarter ended 30 September 2008. These figures have not been audited.

CONDENSED LIFE FUND BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30.09.2008	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2007 (Audited)
	RM'000	RM'000
<u>ASSETS</u>		
Property, plant and equipment	248,726	259,532
Intangible assets	4,531	4,890
Investment properties	581,407	599,656
Financial assets		
Investments		
- at fair value through profit or loss	140,982	997,907
- available-for-sale	2,358,400	1,548,317
- held to maturity	478,875	484,908
Loans and receivables	847,148	964,776
Insurance receivables	40,513	42,381
Tax recoverable	28,087	20,429
Deferred tax assets	29,426	16,514
Fixed and call deposits	793,285	800,711
Cash and bank balances	14,663	17,622
Investment-linked fund assets	633,033	728,005
TOTAL LIFE FUND ASSETS	6,199,076	6,485,648
<u>LIABILITIES</u>		
Provision for outstanding claims	22,782	20,475
Provision for agents' retirement benefits	3,011	3,247
Insurance payables	638,165	546,302
Trade and other payables	84,991	121,765
Current tax liabilities	8,563	6,280
Investment-linked fund liabilities	26,083	32,743
TOTAL LIFE FUND LIABILITIES	783,595	730,812
Life policyholders' fund	5,436,807	5,744,502
Reserves	(21,326)	10,334
	5,415,481	5,754,836
TOTAL LIFE FUND LIABILITIES AND LIFE POLICYHOLDERS' FUND	6,199,076	6,485,648

The Condensed Life Fund Balance Sheet should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED LIFE INSURANCE REVENUE ACCOUNT

	3 months ended		9 months ended	
	30.09.2008	30.09.2007	30.09.2008	30.09.2007
	RM'000	RM'000	RM'000	RM'000
Gross premium	273,371	304,430	900,652	1,036,040
Reinsurance	(3,348)	(7,399)	(2,195)	(9,408)
Net premium	270,023	297,031	898,457	1,026,632
Net benefits paid and payable	(362,618)	(326,852)	(915,630)	(862,955)
Commission and agency expenses	(24,210)	(32,617)	(81,637)	(98,582)
Management expenses	(21,937)	(24,653)	(69,596)	(72,506)
Underwriting deficit	(138,742)	(87,091)	(168,406)	(7,411)
Investment income	55,285	59,259	166,560	139,704
Other operating income/(expenses) - net	(28,843)	(4,658)	(210,415)	113,620
Surplus/(deficit) before taxation	(112,300)	(32,490)	(212,261)	245,913
Taxation	(2,273)	(3,643)	4,085	(20,302)
Surplus/(deficit) for the financial period after taxation	(114,573)	(36,133)	(208,176)	225,611
Exchange reserves from investment-linked fund	(56)	(2,165)	2,502	(1,663)
Surplus/(deficit) from investment-linked fund	(42,672)	6,848	(102,021)	70,007
Net surplus/(deficit) before changes in policy reserve for the financial quarter/period	(157,301)	(31,450)	(307,695)	293,955
Life policyholders' fund at beginning of financial year	5,594,108	5,703,786	5,744,502	5,378,381
	5,436,807	5,672,336	5,436,807	5,672,336
Surplus transferred to Condensed Consolidated Income Statement *	-	-	-	-
Life policyholders' fund at end of the financial period	5,436,807	5,672,336	5,436,807	5,672,336
	-	-	-	-

* Consistent with prior years' practice, no profit was transferred from the Life Insurance Fund to the Shareholders' Fund as the transfer of life business profit is only done at the financial year end.

The Condensed Life Insurance Revenue Account should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED GENERAL TAKAFUL FUND BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30.09.2008	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2007 (Audited)
	RM'000	RM'000
<u>ASSETS</u>		
Loans and receivables	2,546	285
Insurance receivables	4,451	252
Fixed and call deposits	1,000	-
Cash and bank balances	509	682
TOTAL GENERAL TAKAFUL FUND ASSETS	8,506	1,219
<u>LIABILITIES</u>		
Provision for outstanding claims	244	39
Insurance payables	3,653	383
Trade and other payables	2,360	592
TOTAL GENERAL TAKAFUL FUND LIABILITIES	6,257	1,014
<u>PARTICIPANTS' FUND</u>		
General Takaful fund	2,249	205
TOTAL GENERAL TAKAFUL FUND LIABILITIES AND PARTICIPANTS' FUND	8,506	1,219
	-	-

The Condensed General Takaful Fund Balance Sheet should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED GENERAL TAKAFUL FUND REVENUE ACCOUNT

	3 months ended		9 months ended	
	30.09.2008	30.09.2007	30.09.2008	30.09.2007
	RM'000	RM'000	RM'000	RM'000
Gross contribution	5,456	149	10,063	149
Retakaful	(3,455)	(79)	(6,604)	(79)
Net contribution	2,001	70	3,459	70
Increase in unearned contribution reserves	(1,080)	(52)	(2,043)	(52)
Earned contribution	921	18	1,416	18
Net claims incurred	(221)	-	(429)	-
Net commission earned on retakaful	961	(2)	1,808	(2)
Underwriting surplus before wakalah fee	1,661	16	2,795	16
Wakalah fee	(1,827)	(1,068)	(3,385)	(1,068)
Allowance for doubtful debts	(200)	-	(292)	-
	(366)	(1,052)	(882)	(1,052)
Investment income	19	-	24	-
Underwriting deficit before taxation	(347)	(1,052)	(858)	(1,052)
Taxation	-	-	-	-
Deficit after taxation	(347)	(1,052)	(858)	(1,052)
Qardhul Hassan	347	1,052	858	1,052
General Takaful fund at end of the financial period	-	-	-	-

The Condensed General Takaful Fund Revenue Account should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED FAMILY TAKAFUL FUND BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30.09.2008	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2007 (Audited)
	RM'000	RM'000
<u>ASSETS</u>		
Loans and receivables	782	84
Fixed and call deposits	1,900	-
Cash and bank balances	2,437	13,249
Investment-linked fund assets	32,929	40,401
TOTAL FAMILY TAKAFUL FUND ASSETS	38,048	53,734
<u>LIABILITIES</u>		
Insurance payables	1,284	1,970
Trade and other payables	2,474	11,298
Investment-linked fund liabilities	1,163	1,920
TOTAL FAMILY TAKAFUL FUND LIABILITIES	4,921	15,188
<u>PARTICIPANTS' FUND</u>		
Family Takaful fund	33,127	38,546
TOTAL FAMILY TAKAFUL FUND LIABILITIES AND PARTICIPANTS' FUND	38,048	53,734

The Condensed Family Takaful Fund Balance Sheet should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED FAMILY TAKAFUL FUND REVENUE ACCOUNT

	3 months ended		9 months ended	
	30.09.2008	30.09.2007	30.09.2008	30.09.2007
	RM'000	RM'000	RM'000	RM'000
Gross contribution	11,227	205	21,883	205
Retakaful	(15)	-	(15)	-
Net contribution	11,212	205	21,868	205
Net benefits paid and payable	(5,789)	-	(13,973)	-
Wakalah fee	(3,974)	(1,449)	(8,125)	(1,449)
	1,449	(1,244)	(230)	(1,244)
Investment income	8	-	8	-
Other operating expenses - net	(224)	-	(461)	-
Surplus/(deficit) before taxation before surplus from investment-linked business	1,233	(1,244)	(683)	(1,244)
Deficit from investment-linked fund	(2,723)	-	(4,736)	-
Deficit before taxation	(1,490)	(1,244)	(5,419)	(1,244)
Taxation	-	-	-	-
Deficit for the financial period after taxation	(1,490)	(1,244)	(5,419)	(1,244)
Qardhul Hassan	-	1,244	-	1,244
Family Takaful fund at beginning of financial year	34,617	-	38,546	-
Family Takaful fund at end of the financial period	33,127	-	33,127	-
	-	-	-	-

The Condensed Family Takaful Fund Revenue Account should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<u>Attributable to equity holders of the Company</u>			<u>Minority interest</u>	<u>Total</u>
	<u>Share capital</u>	<u>Reserves</u>	<u>(Accumulated losses)/ retained earnings</u>		
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>9 months period ended 30.09.2008</u>					
Balance as at 1 January 2008	304,354	(4,221)	(12,166)	27,953	315,920
Increase arising from additional investment in a subsidiary company during the financial period	-	-	-	2,224	2,224
Currency translation differences arising during the financial period	-	(962)	-	-	(962)
Net changes in available-for-sale financial assets	-	(3,284)	-	-	(3,284)
Loss for the 9 months period	-	-	(38,490)	(1,278)	(39,768)
Balance as at 30 September 2008	<u>304,354</u>	<u>(8,467)</u>	<u>(50,656)</u>	<u>28,899</u>	<u>274,130</u>
	-	-	-	-	-
<u>9 months period ended 30.09.2007</u>					
Balance as at 1 January 2007	304,354	(3,786)	67,688	2,453	370,709
Increase arising from investment in a subsidiary company during the financial period	-	-	-	25,000	25,000
Currency translation differences arising during the financial period	-	(168)	-	-	(168)
Net changes in available-for-sale financial assets	-	(408)	-	-	(408)
Profit for the 9 months period	-	-	452	13	465
Dividends for the financial year ended 31 December 2006	-	-	(6,087)	-	(6,087)
Balance as at 30 September 2007	<u>304,354</u>	<u>(4,362)</u>	<u>62,053</u>	<u>27,466</u>	<u>389,511</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	9 months ended	
	30.09.2008	30.09.2007
	RM'000	RM'000
Operating activities		
Cash utilised in operations	(4,160)	(146,447)
Income taxes paid	(8,888)	(10,552)
Net cash outflows from operating activities	<u>(13,048)</u>	<u>(156,999)</u>
Investing activities		
Net cash (outflow)/inflows from investing activities	(4,280)	16,903
Financing activities		
Net cash (outflow)/inflows from financing activities	(5,000)	123,978
Net decrease in cash and cash equivalents	<u>(22,328)</u>	<u>(16,118)</u>
Cash and cash equivalents at beginning of financial year	55,684	60,281
Cash and cash equivalents at end of financial period	<u><u>33,356</u></u>	<u><u>44,163</u></u>

The Condensed Consolidated Cashflow Statement should be read in conjunction with the Annual Financial Reports for the financial year ended 31 December 2007.