

MAA HOLDINGS BERHAD (471403-A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THREE MONTHS
PERIOD ENDED 31 MARCH 2010

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2010**

	31 March 2010	31 December 2009
	RM'000	Audited RM'000
ASSETS		
Property, plant and equipment	307,393	309,033
Intangible assets	12,226	12,519
Investment properties	570,502	570,165
Investments	6,104,911	6,079,496
Malaysian Government Securities/Government Investment Issues	171,919	183,433
Malaysian Government Guaranteed Financing	10,083	9,991
Corporate debt securities	3,330,349	3,426,991
Islamic debt securities	16,509	13,332
Equity securities	996,962	812,304
Unit trusts	55,107	25,636
Investment-linked units	31,353	18,830
Loans	712,425	726,149
Fixed and call deposits	780,204	862,830
Associated companies	60,510	56,862
Reinsurance assets	166,786	150,807
Insurance receivables	108,778	116,201
Trade and other receivables	241,040	236,505
Tax recoverable	41,609	38,224
Deferred tax assets	25,016	23,708
Cash and bank balances	27,143	33,686
Assets classified as held for sale	862,060	786,445
TOTAL ASSETS	8,527,974	8,413,651
EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES		
LIABILITIES		
Insurance contract liabilities	6,077,875	5,953,833
Investment contract liabilities	50,069	53,639
Financial liabilities		
Borrowings - unsecured		
- Medium Term Notes	170,000	200,000
- Term loan	10,000	10,000
- Bank overdrafts	11,136	11,419
Insurance payables	763,983	739,036
Trade and other payables	167,291	251,525
Provision for life agents' retirement benefits	2,790	2,780
Current tax liabilities	28,794	23,860
Deferred tax liabilities	19,768	10,047
Liabilities classified as held for sale	907,696	847,001
TOTAL LIABILITIES	8,209,402	8,103,140
EQUITY		
Share capital	304,354	304,354
Accumulated losses	(24,074)	(28,855)
Reserves	3,992	1,065
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	284,272	276,564
Minority interest	34,300	33,947
TOTAL EQUITY	318,572	310,511
TOTAL EQUITY, POLICYHOLDERS FUNDS AND LIABILITIES	8,527,974	8,413,651
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.93	0.91

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FIRST QUARTER ENDED 31 MARCH 2010**

	3 months ended		3 months ended	
	31 March 2010 RM'000	31 March 2009 RM'000	31 March 2010 RM'000	31 March 2009 RM'000
Operating revenue				
- Continuing operations	407,760	372,701	407,760	372,701
- Discontinued operations	132,404	96,812	132,404	96,812
	<u>540,164</u>	<u>469,513</u>	<u>540,164</u>	<u>469,513</u>
Continuing operations				
Gross earned premium	323,127	305,313	323,127	305,313
Premium ceded to reinsurers	(27,803)	(20,686)	(27,803)	(20,686)
Net earned premiums	<u>295,324</u>	<u>284,627</u>	<u>295,324</u>	<u>284,627</u>
Investment income	69,479	55,263	69,479	55,263
Realised gains and losses	10,491	1,593	10,491	1,593
Fair value gains and losses	50,500	10,212	50,500	10,212
Fee and commission income	7,267	5,463	7,267	5,463
Other operating revenue from non-insurance businesses	15,154	12,125	15,154	12,125
Wakalah fee from takaful business	19,039	7,981	19,039	7,981
Other operating income/(expenses) - net	(4,925)	23,103	(4,925)	23,103
Other revenue	<u>167,005</u>	<u>115,740</u>	<u>167,005</u>	<u>115,740</u>
Gross benefits and claims paid	(277,945)	(263,951)	(277,945)	(263,951)
Claims ceded to reinsurers	26,098	15,746	26,098	15,746
Gross change to contract liabilities	(114,236)	(48,902)	(114,236)	(48,902)
Change in contract liabilities ceded to reinsurers	3,861	(302)	3,861	(302)
Net claims	<u>(362,222)</u>	<u>(297,409)</u>	<u>(362,222)</u>	<u>(297,409)</u>
Fee and commission expense	(25,233)	(27,010)	(25,233)	(27,010)
Management expenses	(59,067)	(47,347)	(59,067)	(47,347)
Wakalah fee payable to Shareholders' fund	(19,039)	(7,981)	(19,039)	(7,981)
Finance cost	(2,821)	(4,136)	(2,821)	(4,136)
Other expenses	<u>(106,160)</u>	<u>(86,474)</u>	<u>(106,160)</u>	<u>(86,474)</u>
Share of profit/(loss) of associate companies, net of tax	(55)	1,689	(55)	1,689
Profit/(loss) before taxation	<u>(6,108)</u>	<u>18,173</u>	<u>(6,108)</u>	<u>18,173</u>
Taxation	(954)	(1,055)	(954)	(1,055)
Profit from continuing operations	<u>(7,062)</u>	<u>17,118</u>	<u>(7,062)</u>	<u>17,118</u>
Discontinued operations				
Profit from discontinued operations, net of tax	12,196	6,282	12,196	6,282
Profit for the financial period	<u>5,134</u>	<u>23,400</u>	<u>5,134</u>	<u>23,400</u>
Profit for the financial period attributable to:				
Owners of the Company	4,781	23,976	4,781	23,976
Minority interests	353	(576)	353	(576)
	<u>5,134</u>	<u>23,400</u>	<u>5,134</u>	<u>23,400</u>
Basic earnings per ordinary share (sen):				
- Continuing operations	(2.44)	5.81	(2.44)	5.81
- Discontinued operations	4.01	2.06	4.01	2.06
	<u>1.57</u>	<u>7.87</u>	<u>1.57</u>	<u>7.87</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 Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2010

	3 months ended		3 months ended	
	31 March 2010 RM'000	31 March 2009 RM'000	31 March 2010 RM'000	31 March 2009 RM'000
Profit for the financial period	5,134	23,400	5,134	23,400
Other comprehensive income, net of tax				
Foreign currency translation differences	2,885	(579)	2,885	(579)
Fair value of available-for-sale financial assets, net of tax	42	306	42	306
Other comprehensive income for the financial period, net of tax	2,927	(273)	2,927	(273)
Total comprehensive income for the financial period	8,061	23,127	8,061	23,127
Total comprehensive income attributable to:				
Owners of the Company	7,708	23,703	7,708	23,703
Minority interests	353	(576)	353	(576)
Total comprehensive income for the financial period	8,061	23,127	8,061	23,127

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2010**

	<u>Attributable to owners of the Company</u>						Minority interest RM'000	Total equity RM'000
	Share capital RM'000	Non-distributable		Distributable		Total RM'000		
		Foreign exchange reserves RM'000	Available- for-sale reserves RM'000	Accumulated losses RM'000				
2010								
As at 1 January 2010	304,354	(5,927)	6,992	(28,855)	276,564	33,947	310,511	
Profit for the period	-	-	-	4,781	4,781	353	5,134	
Other comprehensive income	-	2,885	42	-	2,927	-	2,927	
Total comprehensive income for the period	-	2,885	42	4,781	7,708	353	8,061	
As at 31 March 2010	<u>304,354</u>	<u>(3,042)</u>	<u>7,034</u>	<u>(24,074)</u>	<u>284,272</u>	<u>34,300</u>	<u>318,572</u>	
2009								
As at 1 January 2009	304,354	(10,832)	(329)	(81,473)	211,720	33,753	245,473	
Profit for the period	-	-	-	23,976	23,976	(576)	23,400	
Other comprehensive income	-	(579)	306	-	(273)	-	(273)	
Total comprehensive income for the period	-	(579)	306	23,976	23,703	(576)	23,127	
As at 31 March 2009	<u>304,354</u>	<u>(11,411)</u>	<u>(23)</u>	<u>(57,497)</u>	<u>235,423</u>	<u>33,177</u>	<u>268,600</u>	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2010**

	3 months ended	
	31 March 2010 RM'000	31 March 2009 RM'000
Operating activities		
Cash generated from /(utilised in) operations	37,877	(25,831)
Income taxes paid	(558)	(518)
Net cash inflows/(outflows) from operating activities	<u>37,319</u>	<u>(26,349)</u>
Investing activities		
Net cash outflows from investing activities	(6,233)	(840)
Financing activities		
Net cash outflows from financing activities	(30,000)	-
Net increase/(decrease) in cash and cash equivalents	<u>1,086</u>	<u>(27,189)</u>
Cash and cash equivalents at beginning of financial year	<u>32,891</u>	<u>51,347</u>
Cash and cash equivalents at end of financial period	<u>33,977</u>	<u>24,158</u>

The Condensed Consolidated Statement of Cashflow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.