

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

INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

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

	31 December 2010 RM'000	31 December 2009 RM'000 (Restated)
ASSETS		
Property, plant and equipment	12,329	309,033
Intangible assets	8,271	12,519
Investment properties	11,601	570,165
Investments	580,055	6,079,496
Malaysian Government Securities/Government Investment Issues	-	183,433
Malaysian Government Guaranteed Financing	10,631	9,991
Corporate debt securities	136,614	3,426,991
Islamic debt securities	73,784	13,332
Equity securities	117,165	812,304
Unit trusts	32,045	25,636
Investment-linked units	7,717	18,830
Loans	1,537	726,149
Fixed and call deposits	200,562	862,830
Associated companies	49,405	56,862
Reinsurance assets	127,640	153,084
Insurance receivables	69,491	116,201
Trade and other receivables	148,264	236,505
Tax recoverable	4,287	38,224
Deferred tax assets	1,402	23,708
Cash and bank balances	60,815	33,686
Assets classified as held for sale	7,618,064	786,445
TOTAL ASSETS	8,691,624	8,415,928
EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES		
LIABILITIES		
Insurance contract liabilities	529,783	5,974,589
Investment contract liabilities	40,664	53,639
Financial liabilities		
Borrowings		
- Medium Term Notes (unsecured)	170,000	200,000
- Term loan (unsecured)	-	10,000
- Revolving credit (secured)	36,300	-
- Bank overdrafts (unsecured)	9,905	11,419
Insurance payables	61,566	739,036
Trade and other payables	131,244	251,525
Provision for life agents' retirement benefits	-	2,780
Current tax liabilities	1,024	23,860
Deferred tax liabilities	3,021	10,047
Liabilities classified as held for sale	7,387,814	847,001
TOTAL LIABILITIES	8,371,321	8,123,896
EQUITY		
Share capital	304,354	304,354
Accumulated losses	(16,758)	(44,193)
Reserves	(629)	1,065
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	286,967	261,226
Minority interest	33,336	30,806
TOTAL EQUITY	320,303	292,032
TOTAL EQUITY, POLICYHOLDERS FUNDS AND LIABILITIES	8,691,624	8,415,928
	-	-
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.94	0.86

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 FOURTH QUARTER ENDED 31 DECEMBER 2010

	3 months ended		12 months ended	
	31 December 2010 RM'000	31 December 2009 RM'000	31 December 2010 RM'000	31 December 2009 RM'000 (Restated)
Operating revenue				
- Continuing operations	120,265	480,834	431,984	1,640,714
- Discontinued operations	521,895	125,927	1,820,927	438,989
	<u>642,160</u>	<u>606,761</u>	<u>2,252,911</u>	<u>2,079,703</u>
Continuing operations				
Gross earned premium	96,405	373,974	352,574	1,292,197
Premium ceded to reinsurers	(40,166)	(43,967)	(113,405)	(124,603)
Net earned premiums	<u>56,239</u>	<u>330,007</u>	<u>239,169</u>	<u>1,167,594</u>
Investment income	11,457	87,837	19,857	287,618
Realised gains and losses	1,436	1,494	6,064	12,926
Fair value gains and losses	6,918	(9,875)	11,919	141,667
Fee and commission income	14,784	13,937	30,321	40,758
Other operating revenue from non-insurance businesses	12,403	19,023	59,553	60,899
Wakalah fee from takaful business	22,166	19,378	79,810	53,703
Other operating income/(expenses) - net	(11,625)	3,858	(19,623)	29,875
Other revenue	<u>57,539</u>	<u>135,652</u>	<u>187,901</u>	<u>627,446</u>
Gross benefits and claims paid	(40,535)	(304,385)	(174,891)	(1,186,368)
Claims ceded to reinsurers	35,142	25,301	99,710	78,341
Gross change to contract liabilities	(12,627)	(52,518)	(69,827)	(289,271)
Change in contract liabilities ceded to reinsurers	(14,994)	(3,000)	(14,378)	37,339
Net claims	<u>(33,014)</u>	<u>(334,602)</u>	<u>(159,386)</u>	<u>(1,359,959)</u>
Fee and commission expense	(5,796)	(27,679)	(23,363)	(121,541)
Management expenses	(60,541)	(69,060)	(176,470)	(226,876)
Wakalah fee payable to Shareholders' fund	(22,166)	(19,378)	(79,810)	(53,703)
Finance cost	(2,700)	(5,064)	(11,860)	(13,989)
Other expenses	<u>(91,203)</u>	<u>(121,181)</u>	<u>(291,503)</u>	<u>(416,109)</u>
Share of profit/(loss) of associate companies, net of tax	273	1,123	(380)	3,788
Profit/(loss) before taxation	<u>(10,166)</u>	<u>10,999</u>	<u>(24,199)</u>	<u>22,760</u>
Taxation	8,441	38	7,710	691
Zakat	(179)	(77)	(179)	(77)
Profit/(loss) from continuing operations	<u>(1,904)</u>	<u>10,960</u>	<u>(16,668)</u>	<u>23,374</u>
Discontinued operations				
Profit before taxation	17,332	7,467	60,947	37,333
Taxation	(5,558)	(2,162)	(14,295)	(8,331)
Profit from discontinued operations	<u>11,774</u>	<u>5,305</u>	<u>46,652</u>	<u>29,002</u>
Profit for the financial period/year	<u>9,870</u>	<u>16,265</u>	<u>29,984</u>	<u>52,376</u>
Profit for the financial period attributable to:				
Owners of the Company	7,752	15,420	27,435	52,256
Minority interests	2,118	845	2,549	120
	<u>9,870</u>	<u>16,265</u>	<u>29,984</u>	<u>52,376</u>
Basic earnings/(loss) per ordinary share (sen):				
- Continuing operations	(1.32)	3.32	(6.31)	7.64
- Discontinued operations	3.87	1.74	15.33	9.53
	<u>2.55</u>	<u>5.06</u>	<u>9.02</u>	<u>17.17</u>

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 FOURTH QUARTER ENDED 31 DECEMBER 2010

	3 months ended		12 months ended	
	31 December 2010 RM'000	31 December 2009 RM'000	31 December 2010 RM'000	31 December 2009 RM'000 (Restated)
Profit for the financial period/year	9,870	16,265	29,984	52,376
Other comprehensive income, net of tax				
Foreign currency translation differences	(4,598)	1,160	(293)	4,905
Fair value of available-for-sale financial assets, net of tax	687	6,797	10,933	7,321
Fair value of available-for-sale financial assets of discontinued operations transferred to liabilities classified as held for sale	(12,334)	0	(12,334)	0
Other comprehensive income for the financial period/year, net of tax	(16,245)	7,957	(1,694)	12,226
Total comprehensive income for the financial period/year	(6,375)	24,222	28,290	64,602
Total comprehensive income attributable to:				
Owners of the Company	(8,493)	23,377	25,741	64,482
Minority interests	2,118	845	2,549	120
Total comprehensive income for the financial period/year	(6,375)	24,222	28,290	64,602

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 FOURTH QUARTER ENDED 31 DECEMBER 2010

	Attributable to owners of the Company						Total equity RM'000
	Share capital RM'000	Non-distributable		Distributable		Minority interest RM'000	
		Foreign exchange reserves RM'000	Available-for-sale reserves RM'000	Accumulated losses RM'000	Total RM'000		
2010							
As at 1 January 2010	304,354	(5,927)	6,992	(44,193)	261,226	30,806	292,032
Profit for the financial year	-	-	-	27,435	27,435	2,549	29,984
Other comprehensive income	-	(293)	10,933	-	10,640	-	10,640
Decrease in net assets arising from disposal of subsidiary company	-	-	-	-	-	(19)	(19)
Transferred to liabilities classified as held for sale	-	-	(12,334)	-	(12,334)	-	(12,334)
Total comprehensive income for the financial year	-	(293)	(1,401)	27,435	25,741	2,530	28,271
As at 31 December 2010	304,354	(6,220)	5,591	(16,758)	286,967	33,336	320,303
2009 (Restated)							
As at 1 January 2009	304,354	(10,832)	(329)	(81,473)	211,720	33,753	245,473
- as previously stated	-	-	-	(14,976)	(14,976)	(3,067)	(18,043)
- change in accounting policy	-	-	(329)	(96,449)	196,744	30,686	227,430
- as restated	304,354	(10,832)	(329)	(96,449)	196,744	30,686	227,430
Profit for the financial year	-	-	-	52,618	52,618	194	52,812
- as previously stated	-	-	-	(362)	(362)	(74)	(436)
- change in accounting policy	-	-	-	52,256	52,256	120	52,376
- as restated	-	-	-	52,256	52,256	120	52,376
Other comprehensive income	-	4,905	7,321	-	12,226	-	12,226
Total comprehensive income for the financial year	-	4,905	7,321	52,256	64,482	120	64,602
As at 31 December 2009	304,354	(5,927)	6,992	(44,193)	261,226	30,806	292,032

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 FOURTH QUARTER ENDED 31 DECEMBER 2010**

	12 months ended	
	31 December 2010 RM'000	31 December 2009 RM'000 (Audited)
Operating activities		
Cash generated from/(utilised in) operations	49,903	(15,664)
Income taxes paid	(19,475)	(2,479)
Net cash inflows/(outflows) from operating activities	30,428	(18,143)
Investing activities		
Net cash inflows from investing activities	4,054	4,782
Financing activities		
Net cash outflows from financing activities	(3,700)	(10,000)
Net increase/(decrease) in cash and cash equivalents	30,782	(23,361)
Currency translation differences	(293)	4,905
Cash and cash equivalents at beginning of financial year	32,891	51,347
Cash and cash equivalents at end of financial year	63,380	32,891

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