

**MAA GROUP BERHAD (471403-A)**  
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2012

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2012**

	<b>30 September 2012 RM'000</b>	<b>31 December 2011 RM'000 (Audited)</b>
<b>ASSETS</b>		
Property, plant and equipment	17,751	10,373
Investment properties	11,175	11,175
Intangible assets	7,668	8,461
Investments	444,996	426,995
Financial assets at fair value through profit or loss	195,974	171,333
Available-for-sale financial assets	197,863	201,091
Loans and receivables	51,159	54,571
Associated companies	55,672	50,522
Reinsurance assets	173,291	147,928
Insurance receivables	64,933	84,130
Trade and other receivables	270,276	218,666
Tax recoverable	3,138	3,405
Deferred tax assets	522	677
Cash and cash equivalents	154,627	177,252
Assets classified as held for sale	1,589	1,589
<b>TOTAL ASSETS</b>	<b>1,205,638</b>	<b>1,141,173</b>
<b>EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>		
<b>LIABILITIES</b>		
Insurance contract liabilities	545,772	495,922
Investment contract liabilities	11,930	17,756
Borrowings		
- Bank overdrafts (unsecured)	4,874	9,232
Insurance payables	69,778	79,463
Trade and other payables	84,832	81,921
Current tax liabilities	4,417	3,418
Deferred tax liabilities	5,511	5,155
<b>TOTAL LIABILITIES</b>	<b>727,114</b>	<b>692,867</b>
<b>EQUITY</b>		
Share capital	304,354	304,354
Retained earnings	146,623	109,041
Reserves	960	(616)
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>451,937</b>	<b>412,779</b>
Non-controlling interest	26,587	35,527
<b>TOTAL EQUITY</b>	<b>478,524</b>	<b>448,306</b>
<b>TOTAL EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>	<b>1,205,638</b>	<b>1,141,173</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.48	1.36

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.*

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

	3 months ended		9 months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
<b>Operating revenue</b>				
- Continuing operations	118,652	99,067	358,761	313,713
- Discontinued operations	692	416,714	15,302	1,293,514
	<u>119,344</u>	<u>515,781</u>	<u>374,063</u>	<u>1,607,227</u>
<b>CONTINUING OPERATIONS</b>				
Gross earned premiums/contributions	102,393	84,081	311,058	265,083
Premiums/contributions ceded to reinsurers	(41,295)	(33,914)	(120,426)	(98,566)
<b>Net earned premiums/contributions</b>	<u>61,098</u>	<u>50,167</u>	<u>190,632</u>	<u>166,517</u>
Investment income	5,910	4,685	16,048	13,979
Realised gains and losses	4,849	(3,043)	11,036	5,203
Fair value gains and losses	(103)	(14,535)	3,898	(14,950)
Fee and commission income	9,451	5,736	27,598	21,526
Other operating revenue from non-insurance businesses	10,349	10,301	31,655	34,651
<b>Other revenue</b>	<u>30,456</u>	<u>3,144</u>	<u>90,235</u>	<u>60,409</u>
Gross benefits and claims paid	(53,528)	(22,012)	(138,862)	(103,218)
Claims ceded to reinsurers	15,878	11,167	52,837	54,133
Gross change to contract liabilities	(11,459)	43,302	(12,841)	20,141
Change in contract liabilities ceded to reinsurers	6,197	6,792	14,994	21,639
<b>Net insurance/takaful benefits and claims</b>	<u>(42,912)</u>	<u>39,249</u>	<u>(83,872)</u>	<u>(7,305)</u>
Fee and commission expense	(26,723)	(18,466)	(75,249)	(59,203)
Management expenses	(30,331)	(23,840)	(85,967)	(62,923)
Other operating income/(expenses) - net	(21,502)	(2,815)	(12,412)	(12,509)
Finance cost	(104)	(8,029)	(314)	(14,185)
<b>Other expenses</b>	<u>(78,660)</u>	<u>(53,150)</u>	<u>(173,942)</u>	<u>(148,820)</u>
Share of profit/(loss) of associate companies, net of tax	(469)	466	(1,328)	352
	<u>(30,487)</u>	<u>39,876</u>	<u>21,725</u>	<u>71,153</u>
Taxation of life insurance, general takaful and family takaful businesses	(2,806)	568	(3,883)	(176)
<b>Surplus/(deficit) after taxation/Profit/(loss) before taxation</b>	<u>(33,293)</u>	<u>40,444</u>	<u>17,842</u>	<u>70,977</u>
Surplus retained in life insurance, general takaful and family takaful businesses	(6,963)	(7,359)	(50,329)	(40,629)
<b>Profit/(loss) before taxation</b>	<u>(40,256)</u>	<u>33,085</u>	<u>(32,487)</u>	<u>30,348</u>
Taxation	(736)	(175)	(1,588)	(692)
<b>Profit/(loss) from continuing operations</b>	<u>(40,992)</u>	<u>32,910</u>	<u>(34,075)</u>	<u>29,656</u>
<b>DISCONTINUED OPERATIONS</b>				
Profit before taxation	31,796	10,973	63,146	57,667
Taxation	-	(8,527)	(153)	(23,200)
<b>Profit from discontinued operations</b>	<u>31,796</u>	<u>2,446</u>	<u>62,993</u>	<u>34,467</u>
<b>Profit/(loss) for the financial quarter/period</b>	<u>(9,196)</u>	<u>35,356</u>	<u>28,918</u>	<u>64,123</u>
<b>Profit/(loss) for the financial quarter/period attributable to:</b>				
Owners of the Company	982	35,664	37,582	63,688
Non-controlling interest	(10,178)	(308)	(8,664)	435
	<u>(9,196)</u>	<u>35,356</u>	<u>28,918</u>	<u>64,123</u>
<b>Basic earnings/(loss) per ordinary share (sen):</b>				
- Continuing operations	(10.12)	10.91	(8.35)	9.60
- Discontinued operations	10.45	0.80	20.70	11.32
	<u>0.33</u>	<u>11.71</u>	<u>12.35</u>	<u>20.92</u>

\* Consistent with prior years' practice, no profit was transferred from the Life Insurance/Family Takaful Funds to the Shareholders' Fund as the transfer of life/family takaful businesses profits 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 2011.*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

	3 months ended		9 months ended	
	30 September 2012 RM'000	30 September 2011 RM'000	30 September 2012 RM'000	30 September 2011 RM'000
<b>Profit for the financial quarter/period</b>	(9,196)	35,356	28,918	64,123
Foreign currency translation differences	(1,582)	(188)	2,878	767
Fair value gain/(loss) of available-for-sale financial assets, net of tax	311	1,049	(1,302)	(907)
<b>Other comprehensive income/(loss) for the financial quarter/period, net of tax</b>	(1,271)	861	1,576	(140)
<b>Total comprehensive income/(loss) for the financial quarter/period attributable to owners of the Company</b>	(10,467)	36,217	30,494	63,983
<b>Total comprehensive income/(loss) for the financial quarter/period attributable to:</b>				
- Continuing operations	(42,263)	33,771	(32,499)	29,516
- Discontinued operations	31,796	2,446	62,993	34,467
	(10,467)	36,217	30,494	63,983

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

	Attributable to owners of the Company						Total equity RM'000
	Share capital RM'000	Non-distributable		Distributable		Non- controlling interest RM'000	
		Foreign exchange reserves RM'000	Available- for-sale reserves RM'000	Retained earnings RM'000	Total RM'000		
As at 1 January 2012	304,354	(6,414)	5,798	109,041	412,779	35,527	448,306
Profit for the financial period	-	-	-	37,582	37,582	(8,664)	28,918
Other comprehensive income/(loss)	-	2,878	(1,302)	-	1,576	-	1,576
Total comprehensive income/(loss) for the financial period	-	2,878	(1,302)	37,582	39,158	(8,664)	30,494
Transactions with non-controlling interest	-	-	-	-	-	(276)	(276)
As at 30 September 2012	304,354	(3,536)	4,496	146,623	451,937	26,587	478,524
<b>2011</b>							
As at 1 January 2011	304,354	(6,630)	5,649	(16,728)	286,645	33,339	319,984
Profit for the financial period	-	-	-	63,688	63,688	435	64,123
Other comprehensive income/(loss)	-	767	(907)	-	(140)	-	(140)
Total comprehensive income/(loss) for the financial period	-	767	(907)	63,688	63,548	435	63,983
Transactions with non-controlling interest	-	-	-	-	-	1,213	1,213
As at 30 September 2011	304,354	(5,863)	4,742	46,960	350,193	34,987	385,180

*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 2011.*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

	9 months ended	
	30 September 2012 RM'000	30 September 2011 RM'000
<b>(Loss)/profit for the financial period from continuing operations</b>	(34,075)	29,656
General takaful and family takaful funds surplus after taxation	50,440	39,974
Share of loss/(profit) of associated companies	1,328	(352)
Investment income	(16,048)	(13,979)
Realised gains and losses	(11,036)	(5,203)
Fair value gains and losses	(3,898)	14,950
Finance costs	314	14,185
Proceeds from disposal of investment properties	-	450
Purchases of financial assets	(36,922)	(282,072)
Proceeds from disposal of financial assets	31,032	307,603
Increase in loans and receivables	2,147	(23,860)
<b>Non-cash items:</b>		
Depreciation of property, plant and equipment	1,826	2,394
Amortisation of intangible assets	1,387	1,403
Property, plant and equipment written off	606	-
(Write back of) /allowance for impairment loss on trade and other receivables	(21)	12
Allowance for impairment loss on insurance receivables	2,419	1,658
Amortisation of capitalised MTNs issues expenses	-	1,949
Tax expenses	5,471	868
<b>Changes in working capital:</b>		
Increase in reinsurance assets	(25,363)	(33,286)
Decrease in insurance receivables	16,778	11,813
Increase in trade and other receivables	(2,642)	(21,396)
Decrease in insurance contract liabilities	(590)	(99,808)
Decrease in investment contract liabilities	(5,826)	(5,734)
(Decrease)/increase in insurance payables	(9,685)	9,623
(Decrease)/increase in trade and other payables	2,911	16,297
<b>Cash utilised in operating activities</b>	(29,447)	(32,855)
Investment income received	13,428	26,541
Interest paid	(314)	(14,185)
Income tax paid	(5,418)	(1,327)
<b>Net cash outflow from operating activities - continuing operations</b>	(21,751)	(21,826)
<b>Net cash inflow from operating activities - discontinued operations</b>	31,954	118,122

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

(continued)

	9 months ended	
	30 September 2012 RM'000	30 September 2011 RM'000
<b>Investing activities:</b>		
Proceeds from disposal of property, plant and equipments	990	337
Purchase of property, plant and equipments	(10,136)	(3,248)
Purchase of intangible assets	(594)	(1,259)
Increase investment in associated company	6,478	-
Proceed from disposal of associated company	14	-
Net cash outflow from disposal of discontinued operations, net of transaction cost, deferred consideration and cash disposed	(25,024)	(557,851)
<b>Net cash outflow from investing activities - continuing operations</b>	<u>(28,272)</u>	<u>(562,021)</u>
<b>Net cash outflow from investing activities - discontinued operations</b>	<u>(198)</u>	<u>(3,536)</u>
<b>Financing activities:</b>		
Repayment of medium-term notes	-	(170,000)
Repayment of revolving credits	-	(36,300)
<b>Net cash outflow from financing activities - continuing operations</b>	<u>-</u>	<u>(206,300)</u>
<b>Net cash inflow/(outflow) from financing activities - discontinued operations</b>	<u>-</u>	<u>-</u>
<b>Net decrease in cash and cash equivalents - continuing operations</b>	(50,023)	(790,147)
<b>Net increase in cash and cash equivalents - discontinued operations</b>	31,756	114,586
<b>Cash and cash equivalents at beginning of financial year</b>	168,020	861,949
<b>Cash and cash equivalents at end of financial period</b>	<u>149,753</u>	<u>186,388</u>
	-	-
<b>Cash and cash equivalents comprise of:</b>		
Fixed and call deposits with licensed banks	141,636	179,791
Cash and bank balance	12,991	15,987
	<u>154,627</u>	<u>195,778</u>
Bank overdraft	(4,874)	(9,390)
	<u>149,753</u>	<u>186,388</u>

*The Condensed Consolidated Statement of Cashflow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.*