

**MAA GROUP BERHAD (471403-A)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2013**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 31 MARCH 2013**

	<b>31 March 2013</b>	<b>31 December 2012 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	25,725	23,886
Investment properties	11,632	11,632
Intangible assets	7,414	7,859
Investments	439,238	473,621
Financial assets at fair value through profit or loss	171,639	201,800
Held-to-maturity financial assets	35,043	-
Available-for-sale financial assets	169,317	216,335
Loans and receivables	63,239	55,486
Associated companies	57,797	56,314
Reinsurance assets	248,654	212,743
Insurance receivables	83,554	68,804
Trade and other receivables	259,793	257,590
Tax recoverable	3,457	3,617
Deferred tax assets	560	558
Cash and cash equivalents	183,656	141,717
Assets classified as held for sale	-	1,015
<b>TOTAL ASSETS</b>	<b>1,321,480</b>	<b>1,259,356</b>
<b>EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>		
<b>LIABILITIES</b>		
Insurance contract liabilities	654,150	600,929
Investment contract liabilities	11,188	11,289
Borrowings		
- Bank overdrafts (unsecured)	4,348	4,335
Insurance payables	114,223	101,543
Trade and other payables	78,532	74,659
Current tax liabilities	7,362	6,373
Deferred tax liabilities	5,423	6,110
<b>TOTAL LIABILITIES</b>	<b>875,226</b>	<b>805,238</b>
<b>EQUITY</b>		
Share capital	304,354	304,354
Retained earnings	111,500	118,734
Reserves	4,434	4,316
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>420,288</b>	<b>427,404</b>
Non-controlling interests	25,966	26,714
<b>TOTAL EQUITY</b>	<b>446,254</b>	<b>454,118</b>
<b>TOTAL EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>	<b>1,321,480</b>	<b>1,259,356</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.38	1.40

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.*

**CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2013**

	3 months ended		3 months ended	
	31 March 2013	31 March 2012	31 March 2013	31 March 2012
	RM'000	RM'000	RM'000	RM'000
<b>Operating revenue</b>				
- Continuing operations	131,518	103,330	131,518	103,330
- Discontinued operations	-	8,728	-	8,728
	<u>131,518</u>	<u>112,058</u>	<u>131,518</u>	<u>112,058</u>
<b>CONTINUING OPERATIONS</b>				
Gross earned premiums/contributions	113,075	89,256	113,075	89,256
Premiums/contributions ceded to reinsurers/retakaful	(50,128)	(39,100)	(50,128)	(39,100)
<b>Net earned premiums/contributions</b>	<u>62,947</u>	<u>50,156</u>	<u>62,947</u>	<u>50,156</u>
Investment income	5,786	4,777	5,786	4,777
Realised gains and losses	2,996	4,052	2,996	4,052
Fair value gains and losses	(4,446)	1,548	(4,446)	1,548
Fee and commission income	11,635	8,834	11,635	8,834
Other operating revenue from non-insurance businesses	12,657	9,297	12,657	9,297
<b>Other revenue</b>	<u>28,628</u>	<u>28,508</u>	<u>28,628</u>	<u>28,508</u>
Gross benefits and claims paid	(40,785)	(35,778)	(40,785)	(35,778)
Claims ceded to reinsurers/retakaful	16,041	14,860	16,041	14,860
Gross change to contract liabilities	(30,449)	(3,172)	(30,449)	(3,172)
Change in contract liabilities ceded to reinsurers/retakaful	23,576	8,118	23,576	8,118
<b>Net insurance/takaful benefits and claims</b>	<u>(31,617)</u>	<u>(15,972)</u>	<u>(31,617)</u>	<u>(15,972)</u>
Fee and commission expense	(24,206)	(23,099)	(24,206)	(23,099)
Management expenses	(29,585)	(28,015)	(29,585)	(28,015)
Other operating income/(expenses) - net	(3,804)	16,352	(3,804)	16,352
Finance costs	(97)	(110)	(97)	(110)
<b>Other expenses</b>	<u>(57,692)</u>	<u>(34,872)</u>	<u>(57,692)</u>	<u>(34,872)</u>
Share of profit of associate companies, net of tax	1,483	1,658	1,483	1,658
	<u>3,749</u>	<u>29,478</u>	<u>3,749</u>	<u>29,478</u>
Taxation of life insurance, general takaful and family takaful businesses	(618)	(1,004)	(618)	(1,004)
<b>Surplus after taxation/Profit before taxation</b>	<u>3,131</u>	<u>28,474</u>	<u>3,131</u>	<u>28,474</u>
Surplus retained in life insurance, general takaful and family takaful businesses	(10,887)	(16,347)	(10,887)	(16,347)
<b>Profit/(loss) before taxation</b>	<u>(7,756)</u>	<u>12,127</u>	<u>(7,756)</u>	<u>12,127</u>
Taxation	(226)	(257)	(226)	(257)
<b>Profit/(loss) from continuing operations</b>	<u>(7,982)</u>	<u>11,870</u>	<u>(7,982)</u>	<u>11,870</u>
<b>DISCONTINUED OPERATIONS</b>				
Profit before taxation	-	458	-	458
Taxation	-	(175)	-	(175)
<b>Profit from discontinued operations</b>	<u>-</u>	<u>283</u>	<u>-</u>	<u>283</u>
<b>Profit/(loss) for the financial quarter/period</b>	<u>(7,982)</u>	<u>12,153</u>	<u>(7,982)</u>	<u>12,153</u>
<b>Profit/(loss) for the financial quarter/period attributable to:</b>				
Owners of the Company	(7,234)	11,820	(7,234)	11,820
Non-controlling interests	(748)	333	(748)	333
	<u>(7,982)</u>	<u>12,153</u>	<u>(7,982)</u>	<u>12,153</u>
<b>Basic earnings/(loss) per ordinary share (sen) attributable to owners of the Company:</b>				
- Continuing operations	(2.38)	3.79	(2.38)	3.79
- Discontinued operations	-	0.09	-	0.09
	<u>(2.38)</u>	<u>3.88</u>	<u>(2.38)</u>	<u>3.88</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 2012.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2013**

	3 months ended		3 months ended	
	31 March 2013	31 March 2012	31 March 2013	31 March 2012
	RM'000	RM'000	RM'000	RM'000
<b>(Loss)/profit for the financial quarter/period</b>	(7,982)	12,153	(7,982)	12,153
<b>Other comprehensive income/(loss), net of tax</b>				
Foreign currency translation differences	525	(414)	525	(414)
Fair value gain/(loss) of available-for-sale financial assets, net of tax	(407)	(467)	(407)	(467)
Other comprehensive income/(loss) for the financial quarter/period, net of tax	118	(881)	118	(881)
<b>Total comprehensive income/(loss) for the financial quarter/period</b>	<b>(7,864)</b>	<b>11,272</b>	<b>(7,864)</b>	<b>11,272</b>
<b>Total comprehensive income/(loss) for the financial quarter/period attributable to:</b>				
Owners of the Company	(7,116)	10,939	(7,116)	10,939
Non-controlling interests	(748)	333	(748)	333
	<b>(7,864)</b>	<b>11,272</b>	<b>(7,864)</b>	<b>11,272</b>
<b>Total comprehensive income/(loss) for the financial quarter/period attributable to owners of the Company:</b>				
- Continuing operations	(7,116)	10,656	(7,116)	10,656
- Discontinued operations	-	283	-	283
	<b>(7,116)</b>	<b>10,939</b>	<b>(7,116)</b>	<b>10,939</b>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.*

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2013

	Attributable to owners of the Company							Total equity
	Share capital	Foreign exchange reserves	Non-distributable		Distributable		Non-controlling interests	
			Available-for-sale reserves	Revaluation reserves	Retained earnings	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>2013</b>								
As at 1 January 2013	304,354	(2,464)	6,565	215	118,734	427,404	26,714	454,118
Loss for the financial period	-	-	-	-	(7,234)	(7,234)	(748)	(7,982)
Other comprehensive income/(loss)	-	525	(407)	-	-	118	-	118
Total comprehensive income/(loss) for the financial period	-	525	(407)	-	(7,234)	(7,116)	(748)	(7,864)
As at 31 March 2013	304,354	(1,939)	6,158	215	111,500	420,288	25,966	446,254
<b>2012</b>								
As at 1 January 2012								
- as previously stated	304,354	(6,414)	5,798	-	109,041	412,779	35,527	448,306
- prior years adjustments	-	-	-	-	(32,784)	(32,784)	(7,555)	(40,339)
- restated	304,354	(6,414)	5,798	-	76,257	379,995	27,972	407,967
Profit for the financial period	-	-	-	-	11,820	11,820	333	12,153
Other comprehensive loss	-	(414)	(467)	-	-	(881)	-	(881)
Total comprehensive income/(loss) for the financial period	-	(414)	(467)	-	11,820	10,939	333	11,272
As at 31 March 2012	304,354	(6,828)	5,331	-	88,077	390,934	28,305	419,239

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 2012.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2013**

	3 months ended	
	31 March 2013	31 March 2012
	RM'000	RM'000
<b>(Loss)/profit for the financial year from continuing operations</b>	(7,982)	11,870
General takaful and family takaful funds surplus after taxation	12,556	16,338
Investment income	(5,786)	(4,777)
Realised gains and losses	(2,996)	(4,052)
Fair value gains and losses	4,446	(1,548)
Finance costs	97	110
Purchases of financial assets	(8,815)	(23,163)
Proceeds from disposal of financial assets	49,571	4,052
(Increase)/decrease in loans and receivables	(7,061)	217
<b>Non-cash items:</b>		
Depreciation of property, plant and equipment	933	807
Amortisation of intangible assets	457	452
Property, plant and equipment written off	-	253
Write back of impairment loss on trade and other receivables	(7)	(87)
Allowance for impairment loss on insurance receivables	13	530
Tax expenses	844	1,261
<b>Changes in working capital:</b>		
Increase in reinsurance assets	(35,911)	(5,106)
(Increase)/decrease in insurance receivables	(14,763)	1,783
Increase in trade and other receivables	(1,416)	(10,520)
Increase in insurance contract liabilities	40,665	2,461
Decrease in investment contract liabilities	(101)	(2,348)
Increase/(decrease) in insurance payables	12,680	(1,040)
Increase/(decrease) in trade and other payables	3,873	(16,362)
<b>Cash generated from/(utilised in) operating activities</b>	41,297	(28,870)
Investment income received	3,524	3,028
Finance costs paid	(97)	(110)
Income tax paid	(1,030)	(641)
<b>Net cash inflow/(outflow) from operating activities - continuing operations</b>	43,694	(26,593)
<b>Net cash inflow from operating activities - discontinued operations</b>	-	21,219
<b>Investing activities:</b>		
Purchase of property, plant and equipments	(1,757)	(4,735)
Purchase of intangible assets	(11)	(134)
<b>Net cash outflow from investing activities - continuing operations</b>	(1,768)	(4,869)
<b>Net cash outflow from investing activities - discontinued operations</b>	-	-
<b>Net increase/(decrease) in cash and cash equivalents - continuing operations</b>	41,926	(31,462)
<b>Net increase in cash and cash equivalents - discontinued operations</b>	-	21,219
<b>Cash and cash equivalents at beginning of financial year</b>	137,382	168,020
<b>Cash and cash equivalents at end of financial period</b>	179,308	157,777

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2013**

(continued)

	3 months ended	
	31 March 2013	31 March 2012
	RM'000	RM'000
<b>Cash and cash equivalents comprise of:</b>		
Fixed and call deposits with licensed banks	172,540	120,903
Cash and bank balance	<u>11,116</u>	<u>11,958</u>
	183,656	132,861
Bank overdrafts	<u>(4,348)</u>	<u>(4,369)</u>
	179,308	128,492
Assets classified as held for sales	-	29,285
	<u>179,308</u>	<u>157,777</u>