

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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 31 DECEMBER 2014**

	<b>31 December 2014</b>	<b>31 December 2013 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	17,473	21,843
Investment properties	14,846	12,500
Intangible assets	3,407	3,007
Investments	603,885	658,995
Financial assets at fair value through profit or loss	326,973	294,722
Available-for-sale financial assets	209,837	214,361
Held-to-maturity financial assets	40,042	40,881
Loans and receivables	27,033	109,031
Associates	64,866	61,497
Reinsurance/retakaful assets	301,611	257,824
Insurance/takaful receivables	165,859	50,922
Trade and other receivables	73,515	107,621
Tax recoverable	921	2,773
Deferred tax assets	3,785	47
Cash and cash equivalents	344,400	181,840
Assets classified as held for sale	-	178
<b>TOTAL ASSETS</b>	<b>1,594,568</b>	<b>1,359,047</b>
<b>EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>		
<b>LIABILITIES</b>		
Insurance/takaful contract liabilities	856,609	677,952
Investment contract liabilities	-	4,082
Borrowings		
- Bank overdrafts (unsecured)	-	4,715
Insurance/takaful payables	230,824	111,070
Trade and other payables	55,949	104,981
Current tax liabilities	5,781	1,660
Deferred tax liabilities	1,080	3,971
<b>TOTAL LIABILITIES</b>	<b>1,150,243</b>	<b>908,431</b>
<b>EQUITY</b>		
Share capital	304,354	304,354
Retained earnings	113,918	116,594
Reserves	5,943	10,448
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>424,215</b>	<b>431,396</b>
Non-controlling interests	20,110	19,220
<b>TOTAL EQUITY</b>	<b>444,325</b>	<b>450,616</b>
<b>TOTAL EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>	<b>1,594,568</b>	<b>1,359,047</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.39	1.42

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.*

**CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)  
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014**

	3 months ended		12 months ended	
	31 December	31 December	31 December	31 December
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
<b>Operating revenue</b>				
- Continuing operations	170,845	115,825	694,979	539,055
- Discontinued operations	-	12,983	2	47,158
	<u>170,845</u>	<u>128,808</u>	<u>694,981</u>	<u>586,213</u>
<b>CONTINUING OPERATIONS</b>				
Gross earned premiums/contributions	160,837	107,580	654,478	502,070
Premiums/contributions ceded to reinsurers/retakaful operators	(57,288)	(41,431)	(224,839)	(205,248)
<b>Net earned premiums/contributions</b>	<u>103,549</u>	<u>66,149</u>	<u>429,639</u>	<u>296,822</u>
Investment income	9,164	8,266	33,306	27,524
Realised gains and losses - net	5,776	9,300	22,254	23,677
Fair value gains and losses - net	(25,354)	12,021	(28,338)	12,273
Fee and commission income	9,445	9,170	43,971	47,008
Other operating revenue from non-insurance businesses	844	(21)	7,195	9,461
<b>Other revenue</b>	<u>(125)</u>	<u>38,736</u>	<u>78,388</u>	<u>119,943</u>
Gross benefits and claims paid	(98,573)	(96,711)	(330,119)	(262,861)
Claims ceded to reinsurers/retakaful operators	27,780	21,423	120,145	75,926
Gross change to contract liabilities	(8,264)	50,910	(126,759)	(60,154)
Change in contract liabilities ceded to reinsurers/retakaful operators	28,321	(17,873)	38,694	17,592
<b>Net insurance/takaful benefits and claims</b>	<u>(50,736)</u>	<u>(42,251)</u>	<u>(298,039)</u>	<u>(229,497)</u>
Fee and commission expense	(27,072)	(21,769)	(102,699)	(98,330)
Management expenses	(26,565)	(37,793)	(118,325)	(112,661)
Expenses liabilities	(565)	(794)	(2,397)	(794)
Other operating (expenses)/income - net	(7,506)	9,649	9,284	18,204
Finance costs	(9)	(104)	(326)	(404)
<b>Other expenses</b>	<u>(61,717)</u>	<u>(50,811)</u>	<u>(214,463)</u>	<u>(193,985)</u>
Share of profit/(loss) of associates, net of tax	1,714	(760)	2,320	1,525
<b>(Loss)/profit before zakat</b>	<u>(7,315)</u>	<u>11,063</u>	<u>(2,155)</u>	<u>(5,192)</u>
Zakat	-	(295)	-	(295)
<b>(Loss)/profit after zakat</b>	<u>(7,315)</u>	<u>10,768</u>	<u>(2,155)</u>	<u>(5,487)</u>
Tax income/(expenses) attributable to participants	5,397	(2,175)	1,219	(4,089)
<b>(Loss)/profit before taxation</b>	<u>(1,918)</u>	<u>8,593</u>	<u>(936)</u>	<u>(9,576)</u>
Taxation	(621)	(2,991)	(1,461)	(3,909)
<b>(Loss)/profit from continuing operations</b>	<u>(2,539)</u>	<u>5,602</u>	<u>(2,397)</u>	<u>(13,485)</u>
<b>DISCONTINUED OPERATIONS</b>				
Profit before taxation	7,791	1,364	20,523	18,483
Taxation	-	(441)	(21)	(1,180)
<b>Profit from discontinued operations</b>	<u>7,791</u>	<u>923</u>	<u>20,502</u>	<u>17,303</u>
<b>Profit for the financial quarter/year</b>	<u><b>5,252</b></u>	<u><b>6,525</b></u>	<u><b>18,105</b></u>	<u><b>3,818</b></u>
<b>Profit/(loss) for the financial quarter/year attributable to:</b>				
Owners of the Company	5,998	4,768	17,030	4,708
Non-controlling interests	(746)	1,757	1,075	(890)
	<u><b>5,252</b></u>	<u><b>6,525</b></u>	<u><b>18,105</b></u>	<u><b>3,818</b></u>
<b>Basic earnings/(loss) per ordinary share (sen) attributable to owners of the Company:</b>				
- Continuing operations	(0.59)	1.26	(1.14)	(3.78)
- Discontinued operations	2.56	0.30	6.74	5.33
	<u>1.97</u>	<u>1.56</u>	<u>5.60</u>	<u>1.55</u>

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014**

	3 months ended		12 months ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the financial quarter/year</b>	5,252	6,525	18,105	3,818
<b>Other comprehensive income/(loss), net of tax :</b>				
<b><u>Items that may be subsequently reclassified to profit or loss:</u></b>				
Foreign currency translation differences	(3,804)	2,685	(4,029)	10,853
Fair value changes of available-for-sale financial assets, net of tax	(1,660)	127	(1,862)	(2,246)
Share of fair value changes of available-for-sale financial assets of associate	523	(59)	2,913	(2,475)
	<u>(4,941)</u>	<u>2,753</u>	<u>(2,978)</u>	<u>6,132</u>
<b><u>Items that will not reclassified to profit or loss:</u></b>				
Fair value changes on revaluation of leasedhold lands	(215)	-	(215)	-
Other comprehensive income/(loss) for the financial quarter/year, net of tax	<u>(5,156)</u>	<u>2,753</u>	<u>(3,193)</u>	<u>6,132</u>
<b>Total comprehensive income/(loss) for the financial quarter/year</b>	<u>96</u>	<u>9,278</u>	<u>14,912</u>	<u>9,950</u>
<b>Total comprehensive income/(loss) for the financial quarter/year attributable to:</b>				
Owners of the Company	842	7,521	13,837	10,840
Non-controlling interests	(746)	1,757	1,075	(890)
	<u>96</u>	<u>9,278</u>	<u>14,912</u>	<u>9,950</u>
<b>Total comprehensive income/(loss) for the financial quarter/year attributable to attributable to owners of the Company:</b>				
- Continuing operations	(6,949)	6,598	(6,665)	(6,463)
- Discontinued operations	<u>7,791</u>	<u>923</u>	<u>20,502</u>	<u>17,303</u>
	<u>842</u>	<u>7,521</u>	<u>13,837</u>	<u>10,840</u>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.*

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE PERIOD ENDED 30 SEPTEMBER 2014

	Attributable to owners of the Company						Non-controlling interests	Total equity	
	Share capital	Treasury shares	Foreign exchange reserves	Available-for-sale reserves	Revaluation reserves	Retained earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>2014</b>									
As at 1 January 2014	304,354	-	8,389	1,844	215	116,594	431,396	19,220	450,616
Profit for the financial year	-	-	-	-	-	17,030	17,030	1,075	18,105
Other comprehensive income/(loss)	-	-	(4,029)	1,051	(215)	-	(3,193)	-	(3,193)
Total comprehensive income/(loss) for the financial year	-	-	(4,029)	1,051	(215)	17,030	13,837	1,075	14,912
Interim dividend paid during the financial year	-	-	-	-	-	(18,262)	(18,262)	-	(18,262)
Purchase of treasury shares	-	(1,312)	-	-	-	-	(1,312)	-	(1,312)
Dilution arising from increase in shareholding arising the acquisition of additional shares in subsidiaries	-	-	-	-	-	(1,444)	(1,444)	-	(1,444)
Transactions with non-controlling interests	-	-	-	-	-	-	-	(185)	(185)
As at 31 December 2014	304,354	(1,312)	4,360	2,895	-	113,918	424,215	20,110	444,325
<b>2013</b>									
As at 1 January 2013	304,354	-	(2,464)	6,565	215	118,734	427,404	26,714	454,118
Profit/(loss) for the financial year	-	-	-	-	-	4,708	4,708	(890)	3,818
Other comprehensive income/(loss)	-	-	10,853	(4,721)	-	-	6,132	-	6,132
Total comprehensive income/(loss) for the financial year	-	-	10,853	(4,721)	-	4,708	10,840	(890)	9,950
Interim dividend paid during the financial year	-	-	-	-	-	(6,848)	(6,848)	-	(6,848)
Transactions with non-controlling interests	-	-	-	-	-	-	-	(6,604)	(6,604)
As at 31 December 2013	304,354	-	8,389	1,844	215	116,594	431,396	19,220	450,616

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 2013.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014**

	12 months ended	
	31 December 2014	31 December 2013
	RM'000	RM'000
<b>Loss from continuing operations</b>	(2,397)	(13,485)
Investment income	(33,306)	(27,524)
Realised gains and losses - net	(22,254)	(23,677)
Fair value gains and losses - net	28,338	(12,273)
Fair value gain from acquisition of bonds via Settlement Agreement	-	(23,770)
Allowance for impairment loss on available-for-sale financial assets	-	12,048
Write back of impairment loss on investment in associates	-	(3,666)
Write back of impairment loss on loans and receivables	(2,031)	(1,027)
Finance costs	326	404
Purchases of financial assets	(35,437)	(272,695)
Proceeds from disposal of financial assets	22,223	251,796
<b>Non-cash items:</b>		
Property, plant and equipment		
- depreciation	3,597	3,377
- impairment loss	44	-
- written off	299	20
Amortisation of intangible assets	1,035	1,232
Allowance for impairment loss on insurance/takaful receivables	13,192	7,401
Allowance for impairment loss on trade and other receivables	107	776
Bad debts written off/(recovered)	7,111	(157)
Unrealised foreign exchange loss	1,382	5,793
Share of profit of associates	(2,320)	(1,525)
Tax expenses	242	7,998
<b>Changes in working capital:</b>		
Decrease/(increase) in loans and receivables	84,170	(96,566)
Increase in reinsurance/retakaful assets	(43,787)	(45,081)
Increase in insurance/takaful receivables	(128,129)	(6,628)
Decrease in trade and other receivables	45,571	146,583
Increase in insurance/contract liabilities	178,657	77,023
Decrease in investment contract liabilities	(4,082)	(7,207)
Increase in insurance/takaful payables	119,754	31,680
(Decrease)/increase in trade and other payables	(49,032)	41,948
<b>Cash generated from operating activities</b>	<u>183,273</u>	<u>52,798</u>
Investment income received	11,377	24,110
Finance costs paid	(326)	(404)
Income tax paid	(7,787)	(11,234)
Income tax refund	1,818	114
Dividend paid	(18,262)	(6,848)
<b>Net cash inflow from operating activities - continuing operations</b>	<u>170,093</u>	<u>58,536</u>
<b>Net cash outflow from operating activities - discontinued operations</b>	<u>-</u>	<u>(41,626)</u>
<b>Investing activities:</b>		
Purchase of property, plant and equipments	(1,516)	(3,208)
Proceeds from disposal of property, plant and equipments	133	129
Purchase of intangible assets	(1,435)	(890)
Increase in investment in associates	-	(2,830)
Net cash inflow from disposal of discontinued operations, net of transaction costs , deferred consideration and cash disposed	-	33,585
<b>Net cash (outflow)/inflow from investing activities - continuing operations</b>	<u>(2,818)</u>	<u>26,786</u>
<b>Net cash outflow from investing activities - discontinued operations</b>	<u>-</u>	<u>(530)</u>
<b>Net increase in cash and cash equivalents - continuing operations</b>	167,275	85,322
<b>Net decrease in cash and cash equivalents - discontinued operations</b>	-	(42,156)
<b>Cash and cash equivalents at beginning of financial year</b>	177,125	133,959
<b>Cash and cash equivalents at end of financial year</b>	<u>344,400</u>	<u>177,125</u>

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014

(continued)

	12 months ended	
	31 December	31 December
	2014	2013
	RM'000	RM'000
<b>Cash and cash equivalents comprise of:</b>		
Fixed and call deposits with licensed banks	327,733	165,744
Cash and bank balance	<u>16,667</u>	<u>16,096</u>
	344,400	181,840
Bank overdrafts	<u>-</u>	<u>(4,715)</u>
	<u>344,400</u>	<u>177,125</u>

*The Condensed Consolidated Statement of Cash flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2013.*