

# **MAA GROUP BERHAD**

(Registration No. 199801015274 (471403-A))

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND PERIOD ENDED 30 JUNE 2022**

**MAA GROUP BERHAD**

Registration No. 199801015274 (471403-A)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 30 JUNE 2022**

	3 months period ended		18 months period ended	
	30.6.2022 RM'000	30.6.2021 (**) RM'000	30.6.2022 RM'000	30.6.2021 (**) RM'000
<b>Operating revenue *</b>	68,683	-	364,160	-
Gross earned premiums	42,226	-	248,996	-
Premiums ceded to reinsurers	(16,771)	-	(94,843)	-
<b>Net earned premiums</b>	25,455	-	154,153	-
Investment income	1,797	-	7,916	-
Interest income	5,778	-	30,731	-
Realised gains and losses - net	59	-	9,032	-
Fair value gains and losses - net	(23,256)	-	(27,632)	-
Commission income	916	-	5,224	-
Other operating revenue from non-insurance businesses	18,882	-	76,517	-
Other operating expenses - net	(23,527)	-	(16,912)	-
<b>Other (expenses)/income - net</b>	(19,351)	-	84,876	-
Gross claims paid	(9,410)	-	(60,577)	-
Claims ceded to reinsurers	1,673	-	13,638	-
Gross change to contract liabilities	(8,322)	-	(29,231)	-
Change in contract liabilities ceded to reinsurers	(2,225)	-	23,242	-
<b>Net claims incurred</b>	(18,284)	-	(52,928)	-
Commission expenses	(9,984)	-	(60,743)	-
Management expenses	(48,707)	-	(196,567)	-
Finance costs	(2,515)	-	(4,382)	-
<b>Other expenses</b>	(61,206)	-	(261,692)	-
<b>Operating loss</b>	(73,386)	-	(75,591)	-
Share of loss of associates, net of tax	(3,597)	-	(62,757)	-
<b>Loss before taxation</b>	(76,983)	-	(138,348)	-
Taxation	1,842	-	(10,997)	-
<b>Loss for the quarter/period</b>	<b>(75,141)</b>	-	<b>(149,345)</b>	-
<b>Loss for the quarter/period attributable to:</b>				
- Owners of the Company	(68,134)	-	(133,925)	-
- Non-controlling interest ("NCI")	(7,007)	-	(15,420)	-
	<b>(75,141)</b>	-	<b>(149,345)</b>	-
<b>Basic loss per share</b>				
<b>attributable to owners of the Company (sen)</b>	<b>(25.83)</b>	-	<b>(50.78)</b>	-

\* Operating revenue consists of gross earned premiums, investment income, interest income and other operating revenue from non-insurance businesses.

\*\* As announced on 22 June 2021, the financial year end of the Group had changed from 31 December to 30 June. Accordingly, the next set of audited financial statements shall be for a period of eighteen (18) months from 1 January 2021 to 30 June 2022. There will be no comparative financial information available for the preceeding year corresponding period.

*The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020.*

**MAA GROUP BERHAD**

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(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 30 JUNE 2022**

	3 months period ended		18 months period ended	
	30.6.2022 RM'000	30.6.2021 (**) RM'000	30.6.2022 RM'000	30.6.2021 (**) RM'000
Loss for the quarter/period	(75,141)	-	(149,345)	-
<b>Other comprehensive income ("OCI")</b>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Foreign currency translation differences	(912)	-	(5,869)	-
Net fair value changes on debt securities at fair value through other comprehensive income ("FVOCI")	(1,366)	-	(5,799)	-
	(2,278)	-	(11,668)	-
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Net fair value changes on equity securities at FVOCI	(425)	-	(674)	-
Remeasurement (loss)/gain on retirement benefit plan	(440)	-	84	-
	(865)	-	(590)	-
Share of an associate's other comprehensive loss	(6,364)	-	(6,364)	-
<b>Total other comprehensive loss for the quarter/period</b>	<b>(9,507)</b>	<b>-</b>	<b>(18,622)</b>	<b>-</b>
<b>Total comprehensive loss for the quarter/period</b>	<b>(84,648)</b>	<b>-</b>	<b>(167,967)</b>	<b>-</b>
<b>Total comprehensive loss for the quarter/period attributable to:</b>				
- Owners of the Company	(77,641)	-	(152,547)	-
- Non-controlling interest ("NCI")	(7,007)	-	(15,420)	-
	<b>(84,648)</b>	<b>-</b>	<b>(167,967)</b>	<b>-</b>

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*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020.*

**MAA GROUP BERHAD**

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)  
AS AT 30 JUNE 2022**

	As At 30.6.2022 RM'000	(Audited) As At 31.12.2020 RM'000
<b>ASSETS</b>		
Property, plant and equipment	24,848	15,868
Right-of-use assets	37,398	13,536
Investment properties	49,703	51,293
Intangible assets	1,254	1,344
Goodwill on consolidation	29,457	30,887
Associates	1,154	1,225
Investments	288,908	416,700
At fair value through profit or loss ("FVTPL")	86,269	202,377
At fair value through other comprehensive income ("FVOCI")	71,455	76,992
At amortised cost ("AC")	131,184	137,331
Deferred tax assets	4,828	4,583
Tax recoverable	646	143
Reinsurance assets	87,761	62,873
Loans and receivables	56,280	27,720
Insurance receivables	47,504	60,194
Trade and other receivables	75,797	62,617
Deferred acquisition costs	19,650	21,085
Cash and cash equivalents	53,498	110,463
<b>TOTAL ASSETS</b>	<b>778,686</b>	<b>880,531</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	304,354	304,354
Retained earnings	102,280	237,508
Reserves	(27,561)	(8,855)
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>379,073</b>	<b>533,007</b>
Non-controlling interests ("NCI")	(17,871)	(3,989)
<b>TOTAL EQUITY</b>	<b>361,202</b>	<b>529,018</b>
<b>LIABILITIES</b>		
Insurance contract liabilities	227,916	200,515
Deferred tax liabilities	671	690
Lease liabilities	45,286	14,133
Borrowing	18,943	-
Insurance payables	25,167	20,555
Deferred reinsurance commissions	2,534	2,062
Trade and other payables	95,591	110,707
Retirement benefit liability	694	1,219
Current tax liabilities	682	1,632
<b>TOTAL LIABILITIES</b>	<b>417,484</b>	<b>351,513</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>778,686</b>	<b>880,531</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b>1.44</b>	<b>2.02</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020.

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)****FOR THE PERIOD ENDED 30 JUNE 2022**

	Attributable to owners of the Company								
	Share capital	Foreign exchange reserves	FVOCI reserves	Share of associate's OCI	Reserves		NCI	Total equity	
					Total	Retained earnings			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>18 months period ended 30.6.2022</b>									
At 1.1.2021	304,354	(11,142)	2,287	-	(8,855)	237,508	533,007	(3,989)	529,018
Loss for the period	-	-	-	-	-	(133,925)	(133,925)	(15,420)	(149,345)
Other comprehensive loss for the period	-	(5,869)	(6,473)	(6,364)	(18,706)	84	(18,622)	-	(18,622)
Total comprehensive loss for the period	-	(5,869)	(6,473)	(6,364)	(18,706)	(133,841)	(152,547)	(15,420)	(167,967)
Acquisition of subsidiaries with NCI	-	-	-	-	-	-	-	52	52
Transactions with NCI	-	-	-	-	-	(1,387)	(1,387)	1,486	99
<b>At 30.6.2022</b>	<b>304,354</b>	<b>(17,011)</b>	<b>(4,186)</b>	<b>(6,364)</b>	<b>(27,561)</b>	<b>102,280</b>	<b>379,073</b>	<b>(17,871)</b>	<b>361,202</b>
<b>18 months period ended 30.6.2021 (**)</b>									
At 1.1.2020	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-
<b>At 30.6.2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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*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 2020.*

**MAA GROUP BERHAD**

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE PERIOD ENDED 30 JUNE 2022**

	18 months period ended	
	30.6.2022	30.6.2021 (**)
	RM'000	RM'000
<b>Loss for the quarter/period</b>	(149,345)	-
<b>Adjustment for:</b>		
Investment income	(7,916)	-
Interest income	(30,731)	-
Realised gains and losses	(9,032)	-
Fair value gains and losses	27,632	-
Allowance for/(write back of) impairment loss on:		
- intangible assets	212	-
- investment in associates	1,880	-
- investments at AC	212	-
- loans from money lending and other credit activities	19,468	-
- cash and cash equivalents	(4)	-
- insurance receivables	(169)	-
- trade and factoring receivables	20,521	-
Unrealised foreign exchange gains - net	(976)	-
Allowance for impairment loss on goodwill acquired	3,995	-
Gain on remeasurement of previously held equity interest in an associate	(29)	-
Reserves arising from business combinations	(14)	-
Depreciation of property, plant and equipment	6,502	-
Amortisation of leasehold land	2	-
Depreciation of right-of-use assets	19,405	-
Amortisation of intangible assets	320	-
Share of loss of associates	62,757	-
Finance costs	4,382	-
Tax expenses	10,997	-
<b>Operating loss before changes in working capital</b>	<b>(19,931)</b>	<b>-</b>
<b>Changes in working capital:</b>		
Increase in reinsurance assets	(24,888)	-
Increase in loans and receivables	(48,040)	-
Decrease in insurance receivables	12,891	-
Increase in trade and other receivables	(22,966)	-
Decrease in deferred acquisition costs	1,435	-
Increase in insurance contract liabilities	27,401	-
Increase in insurance payables	4,612	-
Increase in deferred reinsurance commission	472	-
Decrease in trade and other payables	(19,629)	-
<b>Cash used in operating activities</b>	<b>(88,643)</b>	<b>-</b>
Income tax paid	(13,073)	-
<b>Net cash used in operating activities</b>	<b>(101,716)</b>	<b>-</b>

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)****FOR THE PERIOD ENDED 30 JUNE 2022**

(continued)

	18 months period ended	
	30.6.2022	30.6.2021 (**)
	RM'000	RM'000
<b>Investing activities:</b>		
Purchase of property, plant and equipment	(15,154)	-
Proceeds from disposal of property, plant and equipment	78	-
Addition from subsequent expenditure of investment properties	(134)	-
Purchase of intangible assets	(448)	-
Purchase of investments	(870,303)	-
Investment in an associate	(70,930)	-
Proceeds from disposal of investments	966,631	-
Decrease in fixed and call deposits	6,802	-
Interest income received	15,254	-
Dividend income received	7,603	-
Rental income received	183	-
Net cash inflow from acquisition of subsidiaries	1,066	-
<b>Net cash generated from investing activities</b>	<b>40,648</b>	<b>-</b>
<b>Financing activities:</b>		
Drawdown of borrowing	19,247	-
Repayment of borrowing	(978)	-
Repayment of lease liabilities	(13,286)	-
Lease interest paid	(3,499)	-
Hire purchase interest paid	(27)	-
Other interest paid	(183)	-
<b>Net cash generated from financing activities</b>	<b>1,274</b>	<b>-</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(59,794)</b>	<b>-</b>
<b>Currency translation difference</b>	<b>2,829</b>	<b>-</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>110,463</b>	<b>-</b>
<b>Cash and cash equivalents at end of period</b>	<b>53,498</b>	<b>-</b>
	-	-
<b>Cash and cash equivalents comprise of:</b>		
Fixed and call deposits with licensed banks	43,629	-
Cash and bank balance	9,869	-
	<b>53,498</b>	<b>-</b>

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*The Condensed Consolidated Statement of Cash flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020.*