

**KURNIA ASIA BERHAD (539435-K)**  
(Incorporated in Malaysia)

**Quarterly Report On Consolidated Results**  
**For The 4th Quarter Ended 30 June 2009**  
(The figures have not been audited)

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	Individual Quarter		Cumulative Quarter	
	Current Year 30-Jun-2009 RM'000	Preceding Year 30-Jun-2008 RM'000	Current Year 30-Jun-2009 RM'000	Preceding Year 30-Jun-2008 RM'000
<b>Revenue</b>	264,656	308,038	1,137,719	1,203,092
<b>Surplus / (Deficit) from General Insurance Revenue account</b>	35,984	(317,296)	68,606	(308,551)
Investment income	-	296	-	1,247
Management expense	(1,535)	(2,336)	(7,896)	(6,457)
Other expense - Net	(5,060)	(691)	(5,359)	(1,178)
Finance expense	(4,683)	-	(16,545)	-
<b>Operating profit / (loss)</b>	24,706	(320,027)	38,806	(314,939)
Interest income	122	100	1,093	534
Share of profit of equity accounted associates	(254)	-	(831)	-
<b>Profit / (Loss) before taxation</b>	24,574	(319,927)	39,068	(314,405)
Taxation	18,081	16,834	17,982	12,616
<b>Net profit / (loss)</b>	42,655	(303,093)	57,050	(301,789)
<b>Earnings / (Loss) per share (sen) - Basic</b>	2.87	(20.36)	3.83	(20.26)

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008

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**CONDENSED GENERAL INSURANCE REVENUE ACCOUNTS**

	Individual Quarter Ended									
	Fire		Motor		Marine, Aviation & Transit		Miscellaneous		Total	
	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000
Gross Premium	12,259	9,786	195,277	240,865	7,775	5,603	30,161	31,785	245,472	288,039
Less: Reinsurance	(7,411)	(6,364)	(12,457)	(13,995)	(5,774)	(3,054)	(8,159)	(8,946)	(33,801)	(32,359)
Net Premium	4,848	3,422	182,820	226,870	2,001	2,549	22,002	22,839	211,671	255,680
UPR Decrease / (Increase)	(3,973)	(262)	27,580	(2,030)	(70)	(732)	376	(4,696)	23,913	(7,720)
Earned Premium	875	3,160	210,400	224,840	1,931	1,817	22,378	18,143	235,584	247,960
Commission (Net)	(212)	(346)	(24,496)	(21,643)	(184)	(118)	(4,153)	(3,128)	(29,045)	(25,235)
Net Claims Incurred	(1,022)	(2,398)	(124,546)	(459,760)	(1,375)	(2,899)	(7,052)	(13,055)	(133,995)	(478,112)
Underwriting surplus / (deficit) before management expense	(359)	416	61,358	(256,563)	372	(1,200)	11,173	1,960	72,544	(255,387)
Management expense									(64,251)	(68,292)
Underwriting surplus / (deficit)									8,293	(323,679)
Investment income									19,062	19,603
Other (expense) / income - net									8,629	(13,220)
Surplus / (Deficit) transferred to Condensed Consolidated Income Statement									35,984	(317,296)

	Cumulative Quarter Ended									
	Fire		Motor		Marine, Aviation & Transit		Miscellaneous		Total	
	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000	30/06/2009 RM'000	30/06/2008 RM'000
Gross Premium	40,250	32,811	861,916	964,825	21,294	17,447	128,620	104,962	1,052,080	1,120,045
Less: Reinsurance	(26,146)	(19,456)	(45,309)	(49,973)	(19,936)	(10,642)	(37,058)	(30,509)	(128,449)	(110,580)
Net Premium	14,104	13,355	816,607	914,852	1,358	6,805	91,562	74,453	923,631	1,009,465
UPR Decrease	(4,439)	621	62,364	18,185	458	(566)	1,053	(13,770)	59,436	4,470
Earned Premium	9,665	13,976	878,971	933,037	1,816	6,239	92,615	60,683	983,067	1,013,935
Commission (Net)	648	(1,041)	(84,779)	(86,273)	(1,246)	(323)	(15,073)	(10,563)	(100,450)	(98,200)
Net Claims Incurred	(9,338)	(8,463)	(606,154)	(1,035,131)	(1,877)	(4,869)	(30,927)	(33,733)	(648,296)	(1,082,196)
Underwriting surplus / (deficit) before management expense	975	4,472	188,038	(188,367)	(1,307)	1,047	46,615	16,387	234,321	(166,461)
Management expense									(213,500)	(235,262)
Underwriting surplus / (deficit)									20,821	(401,723)
Investment income									84,546	81,266
Other (expense) / income - net									(36,761)	11,906
Surplus / (Deficit) transferred to Condensed Consolidated Income Statement									68,606	(308,551)

The Condensed Consolidated General Insurance Revenue Accounts should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008

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**CONDENSED CONSOLIDATED BALANCE SHEETS**

	<b>As At 30-Jun-2009 RM'000</b>	<b>(Audited) As At 30-Jun-2008 RM'000</b>
<b><u>Assets</u></b>		
Property and equipment	183,162	201,678
Goodwill	4,654	11,362
Prepaid lease payment	31,166	31,585
Investment property	7,500	7,500
Investment in associates	16,403	-
Investments	1,865,582	1,625,235
Deferred tax assets	17,025	516
Loans (secured)	11,348	13,877
Receivables	84,060	93,778
Current tax assets	17,941	34,066
Cash and cash equivalents	58,075	95,692
<b>Total assets</b>	<u>2,296,916</u>	<u>2,115,289</u>
<b><u>Liabilities</u></b>		
Provision for outstanding claims	1,180,210	1,433,136
Payables and accruals	100,139	64,282
Current tax liabilities	-	248
Retirement benefits	21,192	17,448
Deferred tax liabilities	-	-
Term loan	400,000	-
	<u>1,701,541</u>	<u>1,515,114</u>
<b><u>Insurance reserve</u></b>		
Unearned premium reserve	<u>388,470</u>	<u>448,178</u>
<b><u>Shareholders' equity</u></b>		
Share capital	375,000	375,000
Reserves	<u>(168,095)</u>	<u>(223,003)</u>
<b>Shareholders' equity</b>	<u>206,905</u>	<u>151,997</u>
<b>Total liabilities and shareholders' equity</b>	<u>2,296,916</u>	<u>2,115,289</u>
<b>Net Assets Value per ordinary share of RM0.25 each (SEN)</b>	<u>13.90</u>	<u>10.21</u>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008

**KURNIA ASIA BERHAD (539435-K)***(Incorporated in Malaysia)***Quarterly Report On Consolidated Results****For The 4th Quarter Ended 30 June 2009***(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Share Capital RM '000	Share Premium RM '000	Translation Reserve RM '000	Distributable Retained profit RM '000	Total RM '000
<b><u>12 Months Ended 30/06/2009</u></b>					
Balance at 30 June 2008	375,000	607	189	(223,799)	151,997
Net profit for the period	-	-	-	57,050	57,050
Foreign exchange translation differences	-	-	(2,142)	-	(2,142)
Balance as at 30 June 2009	375,000	607	(1,953)	(166,749)	206,905
<b><u>12 Months Ended 30/06/2008</u></b>					
Balance at 30 June 2007	375,000	12,578	(602)	77,990	464,966
Loss for the year	-	-	-	(301,789)	(301,789)
Treasury shares	-	(11,971)	-	-	(11,971)
Foreign exchange translation differences	-	-	791	-	791
Balance as at 30 June 2008	375,000	607	189	(223,799)	151,997

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Reports for the year ended 30 June 2008

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<b>CONDENSED CONSOLIDATED CASH FLOW STATEMENTS</b>		
	<b>Year-To-Date</b>	
	<b>30-Jun-2009</b>	<b>30-Jun-2008</b>
	<b>RM'000</b>	<b>RM'000</b>
<b><u>Cash flow from operating activities:</u></b>		
Profit / (Loss) before tax	39,068	(314,405)
Adjustment for:		
Depreciation on property & equipment and amortisation of prepaid lease	23,766	32,892
Decrease in unearned premium reserve	(59,436)	(4,470)
Investment and interest income	(86,224)	(83,063)
Interest expense	16,545	-
Loss /(Gain) on disposal of investments	43,920	(37,054)
Loss on disposal of / impairment on / writing off fixed assets	5,008	956
Impairment on purchase goodwill	5,000	-
(Write-back of) / Allowance of diminution in value of investment	(15,167)	26,035
Allowance for doubtful debt / bad debt recovery	(1,188)	499
Provision for retirement benefits	4,861	4,102
Share of profit of equity accounted associate	831	-
Loss from operations before changes on operating assets and liabilities	(23,016)	(374,508)
Purchase of investments & fixed and called deposits	(735,945)	(603,623)
Proceeds from redemption and disposal of investments	476,562	685,304
Increase /(Decrease) in loans	2,529	4,179
Decrease in receivables	4,184	(10,945)
(Decrease) / Increase in outstanding claims	(252,898)	217,857
Increase / (Decrease) in payables	35,164	(4,537)
Cash used in operating activities	(493,420)	(86,273)
Tax paid	17,353	3,613
Dividend received	12,810	20,348
Interest received	70,402	67,080
Retirement benefits paid	(1,117)	(428)
Net cash (used in)/ generated from operating activities	(393,972)	4,340
<b><u>Investing activities</u></b>		
Acquisition of property, plant and equipment	(11,188)	(12,147)
Acquisition of investments	-	(529)
Proceeds from disposal of investments	-	45,263
Investment in associated company	(17,234)	-
Acquisition of subsidiary, net of cash acquired	-	29
Others	2,434	691
Net cash (used in) / generated from investing activities	(25,988)	33,307
<b><u>Financing activity</u></b>		
Repurchase of treasury shares	-	(11,971)
Drawdown of term loan	400,000	-
Term loan interest paid	(16,070)	-
Net cash generated from /(used in) financing activity	383,930	(11,971)
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(36,030)</b>	<b>25,676</b>
<b>Effect of exchange rate changes on cash &amp; cash equivalents</b>	<b>(1,587)</b>	<b>(88)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>95,692</b>	<b>70,104</b>
<b>Cash and cash equivalents at end of year</b>	<b>58,075</b>	<b>95,692</b>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008