# KSK GROUP BERHAD (539435-K) (Incorporated in Malaysia)

# **Quarterly Report On Consolidated Results**For The First Quarter Ended 31 March 2013

(The figures have not been audited)

#### CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

|   | Individual         | Individual Quarter Cumulativ |                    |                |
|---|--------------------|------------------------------|--------------------|----------------|
|   | Current Year       | Preceding Year               | Current Year       | Preceding Year |
|   | 31-Mar-2013        | 31-Mar-2012                  | 31-Mar-2013        | 31-Mar-2012    |
|   | RM'000             | RM'000                       | RM'000             | RM'000         |
| Continuing operations   |                    |                              |                    |                |
| Operating revenue   | 29,891             | 10,962                       | 29,891             | 10,962         |
| Gross written premiums  | 19,761             | 12,400                       | 19,761             | 12,400         |
| Change in unearned premiums provision                           | 3,357              | (1,587)                      | 3,357              | (1,587         |
| Gross earned premiums   | 23,118             | 10,813                       | 23,118             | 10,813         |
| Premium ceded to reinsurers                                     | (10,712)           | (6,452)                      | (10,712)           | (6,452         |
| Net earned premiums   | 12,406             | 4,361                        | 12,406             | 4,361          |
| Other income  | 10,880             | 1,611                        | 10,880             | 1,611          |
| Net claims incurred   | (18,380)           | (2,074)                      | (18,380)           | (2,074         |
| Other expenses  | (14,609)           | (10,514)                     | (14,609)           | (10,514        |
| Operating loss  | (9,703)            | (6,616)                      | (9,703)            | (6,616         |
| Share of net loss of equity accounted associate                 | (128)              | (1,751)                      | (128)              | (1,751         |
| Loss before taxation  | (9,831)            | (8,367)                      | (9,831)            | (8,367         |
| Tax expense   | (329)              | (890)                        | (329)              | (890)          |
| Net loss for the period from continuing operations              | (10,160)           | (9,257)                      | (10,160)           | (9,257         |
|   |                    |                              |                    |                |
| Discontinued operation  |                    |                              |                    |                |
| Operating revenue   | -                  | 290,331                      | -                  | 290,331        |
| Profit for the period from discontinued operation, net of tax   | -                  | 33,860                       | -                  | 33,860         |
| Profit /(Loss) for the period                                   | (10,160)           | 24,603                       | (10,160)           | 24,603         |
| Other comprehensive income, net of tax                          |                    |                              |                    |                |
| Foreign currency translation differences for foreign operations | 510                | (471)                        | 510                | (471           |
| Fair value change of available-for-sale financial assets        | 635                | (31)                         | 635                | (31            |
| Other comprehensive income for the period                       | 1,145              | (502)                        | 1,145              | (502           |
|   |                    | , ,                          |                    | ,              |
| Total comprehensive income for the period                       | (9,015)            | 24,101                       | (9,015)            | 24,101         |
| Profit/(Loss) attributable to:                                  |                    |                              |                    |                |
| Owners of the Company Non-controlling interests                 | (6,457)<br>(3,703) | 24,603                       | (6,457)<br>(3,703) | 24,603         |
| Profit/(Loss) for the period                                    | (10,160)           | 24,603                       | (10,160)           | 24,603         |
| Comprehensive income attributable to:                           |                    |                              |                    |                |
| Owners of the Company   | (5,583)            | 24,101                       | (5,583)            | 24,101         |
| Non-controlling interests  Comprehensive income for the period  | (3,432)            | - 24 101                     | (3,432)            | - 24 101       |
| Comprehensive income for the period                             | (9,015)            | 24,101                       | (9,015)            | 24,101         |
| Basic Earnings/(Loss) per share (sen)                           |                    |                              |                    |                |
| - from continuing operations                                    | (0.43)             | (0.62)                       | (0.43)             | (0.62          |
| - from discontinued operation                                   | -                  | 2.27                         | -                  | 2.27           |
| Basic Earnings/(Loss) per share (sen) - Total                   | (0.43)             | 1.65                         | (0.43)             | 1.65           |

The Condensed Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012

#### KSK GROUP BERHAD (539435-K)

(Incorporated in Malaysia)

### **Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2013**

(The figures have not been audited)

#### CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| Coodwill  |   | As At<br>31-Mar-2013<br>RM'000        | As<br>31-Dec-20<br>RM' |
|---|---|---------------------------------------|------------------------|
| Coodwill  | <u>Assets</u>                                     |                                       |                        |
| Investment property   A0,000   A0   Investments in associates   -   Investments in associates   -   Investments in debt and equity securities   -   Investments   -   Investments   -   Investments   -   Investments   -   Investments   -   Investments   -   Investment   - | Property and equipment                            | 14,299                                | 10,1                   |
| Investments in associates   | Goodwill  | 21,623                                | -                      |
| Investments in debt and equity securities   | Investment property                               | 40,000                                | 40,0                   |
| - financial assets - AFS         108,292         10           - financial assets - HFT         862,251         80           - financial assets - Loans and receivables         1,131         80           Reinsurance assets         79,568         3           Insurance receivables         36,444         30           Other receivables, deposits and prepayments         9,545         633           Deferred acquisition costs         633         50           Deferred tax assets         3,254         50           Current tax assets         2,244         50           Cash and cash equivalents         210,768         21           Total assets         1,390,052         1,23           Shareholders' equity         375,000         37           Reserves         8,436         78           Retained earnings         780,954         78           Equity attributable to Owners of the Company         1,164,390         1,16           Minority interest         13,915         1,17           Total equity         1,178,305         1,16           Liabilities         8,760         1           Insurance contract liabilities         8,760         1           Tax payables         59   | Investments in associates                         | -                                     | g                      |
| - financial assets - HFT         862,251         80           - financial assets - Loans and receivables         1,131         3           Reinsurance assets         79,568         3           Insurance receivables         36,444         3           Other receivables, deposits and prepayments         9,545         633           Deferred acquisition costs         633         633           Deferred tax assets         2,244         2           Current tax assets         210,768         21           Cash and cash equivalents         210,768         21           Total assets         1,390,052         1,23           Shareholders' equity           Share capital         375,000         37           Reserves         8,436         8           Retained earnings         780,954         78           Equity attributable to Owners of the Company         1,164,390         1,16           Minority interest         13,915         1,16           Total equity         1,178,305         1,16           Liabilities         8,760         1           Insurance payables         8,760         1           Total liabilities         35,737         5           Oth   | Investments in debt and equity securities         |                                       |                        |
| - financial assets - Loans and receivables       1,131         Reinsurance assets       79,568         Insurance receivables       36,444         Other receivables, deposits and prepayments       9,545         Deferred acquisition costs       633         Deferred tax assets       3,254         Current tax assets       2,244         Cash and cash equivalents       210,768       21         Total assets       375,000       37         Shareholders' equity       8,436       78         Reserves       8,436       78         Retained earnings       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,16         Minority interest       13,915       1,16         Total equity       1,178,305       1,16         Liabilities       8,760       1,16         Insurance contract liabilities       8,760       1,16         Tax payables       59       0         Other payables       35,737       5         Staff retirement benefits       3,607       1         Total liabilities       211,747       6  | - financial assets - AFS                          | 108,292                               | 106,2                  |
| Reinsurance assets       79,568       3         Insurance receivables       36,444       3         Other receivables, deposits and prepayments       9,545       3         Deferred acquisition costs       633       5         Deferred tax assets       2,244       5         Current tax assets       2,244       6         Cash and cash equivalents       210,768       21         Total assets       1,390,052       1,23         Shareholders' equity       8,436       78         Reserves       8,436       78         Retained earnings       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,16         Minority interest       13,915       1,16         Total equity       1,178,305       1,16         Liabilities       8,760       1,16         Insurance contract liabilities       8,760       1,16         Liabilities       35,737       5         Other payables       35,737       5         Other payables       3,607       7         Total liabilities       211,747       6   | - financial assets - HFT                          | 862,251                               | 808,2                  |
| Reinsurance assets         79,568         3           Insurance receivables         36,444         3           Other receivables, deposits and prepayments         9,545         3           Deferred acquisition costs         633         5           Deferred tax assets         2,244         4           Current tax assets         2,244         2           Cash and cash equivalents         210,768         21           Total assets         1,390,052         1,23           Shareholders' equity         375,000         37           Reserves         8,436         8           Retained earnings         780,954         78           Equity attributable to Owners of the Company         1,164,390         1,16           Minority interest         13,915         1           Total equity         1,178,305         1,16           Liabilities         8,760         1           Insurance contract liabilities         8,760         1           Insurance payables         59         59           Other payables         35,737         5           Staff retirement benefits         3,607         1           Total liabilities         211,747         6  | - financial assets - Loans and receivables        | 1,131                                 | 1,1                    |
| Insurance receivables   36,444   Other receivables, deposits and prepayments   9,545   Deferred acquisition costs   633   Deferred tax assets   3,254   Current tax assets   2,244   Cash and cash equivalents   210,768   211   Total assets   1,390,052   1,23  | Reinsurance assets                                |                                       | 30,8                   |
| Other receivables, deposits and prepayments       9,545         Deferred acquisition costs       633         Deferred tax assets       3,254         Current tax assets       2,244         Cash and cash equivalents       210,768       21         Total assets       1,390,052       1,23         Shareholders' equity       375,000       37         Reserves       8,436       78         Retained earnings       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,16         Minority interest       13,915       1,16         Total equity       1,178,305       1,16         Liabilities       8,760       1,16         Insurance contract liabilities       8,760       1,16         Tax payables       59       0         Other payables       35,737       5         Staff retirement benefits       3,807       7         Total liabilities       211,747       6  |   |                                       | 9,8                    |
| Deferred acquisition costs         633           Deferred tax assets         3,254           Current tax assets         2,244           Cash and cash equivalents         210,768           Total assets         1,390,052           Shareholders' equity         375,000           Share capital         375,000           Reserves         8,436           Retained earnings         780,954         78           Equity attributable to Owners of the Company         1,164,390         1,16           Minority interest         13,915         1,16           Total equity         1,178,305         1,16           Liabilities         8,760         1,16           Insurance contract liabilities         8,760         1,16           Insurance payables         59         0           Other payables         35,737         35,737           Staff retirement benefits         3,607         211,747         6   | Other receivables, deposits and prepayments       | •                                     | 3,2                    |
| Deferred tax assets       3,254         Current tax assets       2,244         Cash and cash equivalents       210,768       21         Total assets       1,390,052       1,23         Shareholders' equity       375,000       37         Share capital       375,000       37         Reserves       8,436       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,16         Minority interest       13,915       1,16         Total equity       1,178,305       1,16         Liabilities       163,584       4         Insurance contract liabilities       8,760       59         Other payables       59       59         Other payables       35,737       5taff retirement benefits       3,607         Total liabilities       211,747       6   |   | · · · · · · · · · · · · · · · · · · · | 9                      |
| Current tax assets       2,244         Cash and cash equivalents       210,768         Total assets       1,390,052         Shareholders' equity       375,000         Share capital       375,000         Reserves       8,436         Retained earnings       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,16         Minority interest       13,915       1,178,305       1,16         Total equity       1,178,305       1,16         Liabilities       163,584       4         Insurance contract liabilities       8,760       1         Tax payables       59       59         Other payables       35,737       5         Staff retirement benefits       3,607       7         Total liabilities       211,747       6  | •   |                                       | 3,2                    |
| Cash and cash equivalents         210,768         210           Total assets         1,390,052         1,23           Shareholders' equity         375,000         375           Share capital         375,000         375           Reserves         8,436         78           Retained earnings         780,954         78           Equity attributable to Owners of the Company         1,164,390         1,16           Minority interest         13,915         1,178,305         1,16           Total equity         1,178,305         1,16           Liabilities         163,584         4           Insurance contract liabilities         8,760         1           Tax payables         59         59           Other payables         35,737         5           Staff retirement benefits         3,607         3,607           Total liabilities         211,747         6   |   | ·                                     | 2,2                    |
| Shareholders' equity         375,000         1,166,000         375,000         1,166,000         375,000         1,166,000         375,000         1,176,000         1,166,000         375,000         1,176,000         1,166,000         375,000         1,176,000         1,166,000         375,000         1,166,000         375,000         1,176,000         375,000         1,166,000         375,000         1,166,000         375,000 </td <td></td> <td></td> <td>216,4</td>  |   |                                       | 216,4                  |
| Shareholders' equity           Share capital         375,000         375           Reserves         8,436         78           Retained earnings         780,954         78           Equity attributable to Owners of the Company         1,164,390         1,16           Minority interest         13,915         1,178,305         1,16           Total equity         1,178,305         1,16           Liabilities         8,760         1,16           Insurance contract liabilities         8,760         1,16           Tax payables         59         1,16           Other payables         35,737         1,16           Staff retirement benefits         3,607         3,607           Total liabilities         211,747         6  |   |                                       | 1,233,5                |
| Share capital       375,000       376         Reserves       8,436       78         Retained earnings       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,166         Minority interest       13,915       1,178,305       1,166         Total equity       163,584       4         Insurance contract liabilities       8,760       6         Tax payables       59       35,737         Other payables       35,737       35         Staff retirement benefits       3,607       211,747       6         Total liabilities       211,747       6  |   |                                       | .,200,0                |
| Reserves       8,436         Retained earnings       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,16         Minority interest       13,915       1,178,305       1,16         Liabilities       163,584       4         Insurance contract liabilities       8,760       8         Tax payables       59       35,737         Other payables       35,737       35,607         Staff retirement benefits       3,607       211,747       6  | Shareholders' equity                              |                                       |                        |
| Retained earnings       780,954       78         Equity attributable to Owners of the Company       1,164,390       1,169         Minority interest       13,915       1,178,305         Total equity       1,178,305       1,169         Liabilities       163,584       4         Insurance contract liabilities       8,760       6         Tax payables       59       35,737         Other payables       35,737       35,607         Staff retirement benefits       3,607       211,747       6  | Share capital                                     | 375,000                               | 375,0                  |
| Equity attributable to Owners of the Company       1,164,390       1,169         Minority interest       13,915       1,169         Total equity       1,178,305       1,169         Liabilities       163,584       4         Insurance contract liabilities       8,760       6         Tax payables       59       59         Other payables       35,737       5         Staff retirement benefits       3,607       5         Total liabilities       211,747       6  | Reserves  | 8,436                                 | 7,5                    |
| Minority interest         13,915           Total equity         1,178,305           Liabilities         163,584           Insurance contract liabilities         163,584         4           Insurance payables         8,760         6           Tax payables         59         35,737         5           Other payables         35,737         5         3,607         7           Total liabilities         211,747         6  | Retained earnings                                 | 780,954_                              | 787,4                  |
| Liabilities         1,178,305         1,169           Insurance contract liabilities         163,584         4           Insurance payables         8,760         6           Tax payables         59         35,737           Staff retirement benefits         3,607         3,607           Total liabilities         211,747         65   | Equity attributable to Owners of the Company      | 1,164,390                             | 1,169,9                |
| Liabilities163,5844Insurance contract liabilities163,5844Insurance payables8,760Tax payables59Other payables35,737Staff retirement benefits3,607Total liabilities211,7476   | Minority interest                                 | 13,915                                |                        |
| Insurance contract liabilities Insurance payables Tax payables Other payables Staff retirement benefits Total liabilities  163,584 8,760 59 59 59 35,737 3607 211,747 65  | Total equity                                      | 1,178,305                             | 1,169,9                |
| Insurance contract liabilities Insurance payables Tax payables Other payables Staff retirement benefits Total liabilities  163,584 8,760 59 59 59 35,737 3607 211,747 65  | l jahilities                                      |                                       |                        |
| Insurance payables Tax payables Other payables Staff retirement benefits Total liabilities  8,760 59 35,737 3,607 211,747 6   |   | 163 59/                               | 44,0                   |
| Tax payables Other payables Staff retirement benefits Total liabilities  59 35,737 3,607 211,747 65   |   | ·                                     | 6,1                    |
| Other payables Staff retirement benefits Total liabilities  35,737 3,607 211,747 6  | · ·   | ·                                     | 0, 1                   |
| Staff retirement benefits  Total liabilities  3,607 211,747 6   | • •   |                                       | 9,7                    |
| Total liabilities 211,747 6   | ·   | ·                                     | •                      |
|   |   |                                       | 3,4                    |
| Total liabilities and shareholders' equity 1,390,052 1,23   | Total Habilities                                  |                                       | 63,6                   |
| l l   | Total liabilities and shareholders' equity        | 1,390,052                             | 1,233,5                |
| Net Assets Value per share attributable to Owners   | Net Assets Value per share attributable to Owners |                                       |                        |
| of the Company (SEN) 77.63  | of the Company (SEN)                              | 77.63                                 | 78                     |

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

#### KSK GROUP BERHAD (539435-K)

(Incorporated in Malaysia)

# Quarterly Report On Consolidated Results For The First Quarter Ended 31 March 2013

(The figures have not been audited)

#### CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

|   | Attributable to equity holders of the parent |         |             |            |                 |                      |           |
|---|--|---------|-------------|------------|-----------------|----------------------|-----------|
|   | Share  | Share   | Translation | Fair value | Distributable   | Non-                 | Total     |
|   | Capital                                      | Premium | Reserve     | Reserve    | Retained profit | controlling interest | Equity    |
|   | RM '000                                      | RM '000 | RM '000     | RM '000    | RM '000         | RM '000              | RM '000   |
|   |  |         |             |            |                 |                      |           |
| 3 Months Ended 31/03/2013                 |  |         |             |            |                 |                      |           |
| Balance at 1 January 2013                 | 375,000                                      | 7,652   | (94)        | 4          | 787,411         | -                    | 1,169,973 |
| Acqusition of subsidiary                  | -  | -       | -           | -          | -               | 17,347               | 17,347    |
| Total comprehensive income for the period | -  | -       | 239         | 635        | (6,457)         | (3,432)              | (9,015)   |
| Balance as at 31 March 2013               | 375,000                                      | 7,652   | 145         | 639        | 780,954         | 13,915               | 1,178,305 |
|   |  |         |             |            |                 |                      |           |
| 3 Months Ended 31/03/2012                 | 275 000                                      | 007     | 400         | 7.077      | 5.745           |                      | 200.400   |
| Balance at 1 January 2012                 | 375,000                                      | 607     | 463         | 7,377      | 5,715           | 6                    | 389,168   |
| Total comprehensive income for the period | -  | -       | (471)       | (31)       | 24,603          | -                    | 24,101    |
| Balance as at 31 March 2012               | 375,000                                      | 607     | (8)         | 7,346      | 30,318          | 6                    | 413,269   |

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012

#### KSK GROUP BERHAD (539435-K)

(Incorporated in Malaysia)

## **Quarterly Report On Consolidated Results**For The First Quarter Ended 31 March 2013

(The figures have not been audited)

#### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

|  | Year-To-l   | Date        |
|--|-------------|-------------|
|  | 31-Mar-2013 | 31-Mar-2012 |
|  | RM'000      | RM'000      |
| Cash flows from operating activities                       |             |             |
| Profit / (Loss) before tax                                 |             |             |
| - Continuing operation                                     | (9,831)     | (8,367)     |
| - Discontinued operation                                   |             | 43,150      |
|  | (9,831)     | 34,783      |
| Adjustments for non-cash items                             | (2,253)     | 16,277      |
| Operating (loss)/ profit before changes in working capital | (12,084)    | 51,060      |
| Net change in operating assets                             | (98,650)    | (563)       |
| Net change in operating liabilities                        | 107,150     | (5,892)     |
| Net cash flows (used in) / from operating activities       | (3,584)     | 44,605      |
| Net cash used in investing activities                      | (37,708)    | (2,917)     |
| Net cash used in financing activities                      |             | (5,444)     |
| Net increase in cash and cash equivalent                   | (41,292)    | 36,244      |
| Effect of exchange rate changes on cash & cash equivalents | 512         | 1,384       |
| Cash and cash equivalents at beginning of the period       | 251,549     | 130,771     |
| Cash and cash equivalents at end of period                 | 210,768     | 168,399     |

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012