



SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011

	Current Quarter Ended 30.09.2011 RM'000	Corresponding Quarter Ended 30.09.2010 RM'000	Current Year To Date 30.09.2011 RM'000	Corresponding Year To Date 30.09.2010 RM'000
Operating revenue	408,916	N/A	1,045,124	N/A
Transfer from Statement of Comprehensive Income				
- Family Takaful	13,771	N/A	64,718	N/A
- General Takaful	17,208	N/A	58,224	N/A
Wakalah fee income	45,768	N/A	105,316	N/A
Investment income	3,979	N/A	11,060	N/A
Other operating income	1,040	N/A	15,027	N/A
Management expenses	(52,580)	N/A	(146,269)	N/A
Other operating expenses	(19,078)	N/A	(48,051)	N/A
Profit before zakat and taxation	10,108	N/A	60,025	N/A
Zakat	(10)	N/A	(523)	N/A
Taxation	(5,042)	N/A	(15,948)	N/A
Profit for the period	5,056	N/A	43,554	N/A
Attributable to:				
Owners of the Company	5,323	N/A	44,220	N/A
Non Company Owner	(267)	N/A	(666)	N/A
Net profit for the period	5,056	N/A	43,554	N/A

Earnings per share (sen) (Note 25)

Basic	3.27	N/A	27.16	N/A
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The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

Note:

There are no comparative figures disclosed for the current quarter and the cumulative year-to-date of the preceding quarter/year following the change in the financial year end to 31 December which was announced to Bursa Malaysia Securities Berhad on 29 October 2009. The financial disclosures made herewith are in accordance with FRS 134 on Interim Financial Reporting.



SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011

	Current Quarter Ended 30.09.2011 RM'000	Corresponding Quarter Ended 30.09.2010 RM'000	Current Year To Date 30.09.2011 RM'000	Corresponding Year To Date 30.09.2010 RM'000
Profit for the period	5,056	N/A	43,554	N/A
Other comprehensive income/(loss)				
Fair value change of available-for-sale financial assets, net of tax	(6,590)	N/A	(7,378)	N/A
Foreign currency translation differences	3,176	N/A	3,802	N/A
Other comprehensive income for the period	(3,414)	N/A	(3,576)	N/A
Total comprehensive income for the period	1,642	N/A	39,978	N/A
Total comprehensive income/(loss) attributable to:				
Owners of the Company	534	N/A	38,736	N/A
Non Company Owner	1,108	N/A	1,242	N/A
Total comprehensive income for the period	1,642	N/A	39,978	N/A

The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

Note:

There are no comparative figures disclosed for the current quarter and the cumulative year-to-date of the preceding quarter/year following the change in the financial year end to 31 December which was announced to Bursa Malaysia Securities Berhad on 29 October 2009. The financial disclosures made herewith are in accordance with FRS 134 on Interim Financial Reporting.

SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2011

	As at End of Current Quarter 30.09.2011 Unaudited RM'000	As at Preceding Financial Year Ended 31.12.2010 Audited RM'000 Restated
ASSETS		
Property and Equipment	18,335	17,444
Prepaid lease payment	1,697	1,695
Investment properties	18,949	13,154
Intangible Assets	9,167	9,562
Loans and Receivables	242,278	14,438
Investments	-	362,084
Securities - Available-for-sale	189,379	-
Securities - Held-to-maturity	4,344	-
Other receivables	36,883	51,655
Deferred Tax Asset	19,421	13,238
Cash & Bank Balances	4,292	2,691
Total Shareholders' Assets	544,745	485,961
Total Family Takaful Assets	4,011,905	3,747,571
Total General Takaful Assets	1,149,221	984,482
Less Interfund balances	(24,069)	(45,446)
TOTAL ASSETS	5,681,802	5,172,568
EQUITY AND LIABILITIES		
Share Capital	162,817	162,817
Reserves	260,747	222,975
Total Equity Attributable To Owners Of The Company	423,564	385,792
Non Company Owner	28,581	27,252
TOTAL EQUITY	452,145	413,044
LIABILITIES		
Other Financial Liabilities	79	603
Other payables	67,965	47,208
Provision for Taxation	22,617	24,847
Deferred Tax Liabilities	1,939	259
Total Owners' Of The Company Liabilities	92,600	72,917
Total Family Takaful Liabilities	171,875	224,860
Total General Takaful Liabilities	597,626	526,581
Less Interfund balances	(24,069)	(45,446)
TOTAL LIABILITIES	838,032	778,912
Family takaful fund	3,840,030	3,522,711
General takaful fund	551,595	457,901
TOTAL EQUITY AND LIABILITIES	5,681,802	5,172,568
Net assets per share (RM)	2.60	2.42



SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011

	Share Capital RM '000	Share Premium RM '000	Translation Reserves RM '000	Fair Value Reserves RM '000	Retained Profits RM '000	Non Company Owner RM '000	Total Equity RM '000
AS AT 1 JULY 2009	162,817	4,098	(3,642)	-	186,221	27,951	377,445
Total comprehensive income for the financial period	-	-	(2,647)	-	56,346	(699)	53,000
Dividend 2009 - Final	-	-	-	-	(8,853)	-	(8,853)
Dividend 2010 - Interim	-	-	-	-	(8,548)	-	(8,548)
AS AT 31 DECEMBER 2010	162,817	4,098	(6,289)	-	225,166	27,252	413,044
AS AT 1 JANUARY 2011 -as previously stated	162,817	4,098	(6,289)	-	225,166	27,252	413,044
Change in accounting policies: Effect of adopting FRS 139	-	-	-	7,584	-	87	7,671
AS AT 1 JANUARY 2011 -as restated	162,817	4,098	(6,289)	7,584	225,166	27,339	420,715
Total comprehensive income for the period	-	-	1,710	(7,194)	44,220	1,242	39,978
Dividend 2010 - Final	-	-	-	-	(8,548)	-	(8,548)
AS AT 30 SEPTEMBER 2011	162,817	4,098	(4,579)	390	260,838	28,581	452,145

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED
FAMILY TAKAFUL STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011

	Current Quarter Ended 30.09.2011 RM'000	Corresponding Quarter Ended 30.09.2010 RM'000	Current Year To Date 30.09.2011 RM'000	Corresponding Year To Date 30.09.2010 RM'000
Gross earned contributions	199,082	N/A	489,127	N/A
Contributions ceded to retakaful	(8,126)	N/A	(18,948)	N/A
Net earned contribution	190,956	-	470,179	-
Gross benefit and claims paid	(106,294)	N/A	(316,847)	N/A
Claims ceded to retakaful	2,324	N/A	5,416	N/A
Gross change to contract liabilities	(1,997)	N/A	(1,342)	N/A
Wakalah fee	(38,102)	N/A	(87,094)	N/A
Commission	(1,132)	N/A	(5,473)	N/A
	45,755	N/A	64,839	N/A
Transfer of operating surplus to Participants fund	46,460	N/A	37,322	N/A
Underwriting profit - Group family	(705)	N/A	27,517	N/A
	45,755	N/A	64,839	N/A
Underwriting profit - Group family	(705)	N/A	27,517	N/A
Investment Income	37,774	N/A	119,977	N/A
Other operating income	7,461	N/A	62,059	N/A
Other operating expenses	31	N/A	(2,161)	N/A
Total profit for the period	44,561	N/A	207,392	N/A
Transfer to Special reserve on Annuity surplus	(835)	N/A	(3,353)	N/A
Profit attributable to the Company and participants' for the period	43,726	N/A	204,039	N/A
Profit attributable to the Company transferred to income statement	(13,771)	N/A	(64,718)	N/A
	29,955	N/A	139,321	N/A
Profit payable to participants	(367)	N/A	(1,382)	N/A
Profit attributable to participants' for the period	29,588	N/A	137,939	N/A
Family Takaful fund at beginning of the period - as previously stated	3,785,083	N/A	3,523,947	N/A
Effect of adopting FRS 139	-	N/A	104,705	N/A
Family Takaful fund at beginning of the period - as restated	3,785,083	N/A	3,628,652	N/A
Retained fund for the period - individual family	46,460	N/A	37,322	N/A
Profit attributable to participants' for the period	29,955	N/A	139,321	N/A
Movement for the period:				
- Profit payable to participants	(367)	N/A	(1,382)	N/A
- Actuarial reserve	(3,004)	N/A	41,836	N/A
- Revaluation reserve	(26,134)	N/A	(19,805)	N/A
- Reclassification of Qardh	(167)	N/A	(3,125)	N/A
- Special reserve	835	N/A	3,353	N/A
Translation reserve	7,369	N/A	13,858	N/A
Family Takaful Fund at end of the period	3,840,030	N/A	3,840,030	N/A

The accompanying Notes form an integral part of these condensed consolidated interim financial statements.

Note:

There are no comparative figures disclosed for the current quarter and the cumulative year-to-date of the preceding quarter/year following the change in the financial year end to 31 December which was announced to Bursa Malaysia Securities Berhad on 29 October 2009. The financial disclosures made herewith are in accordance with FRS 134 on Interim Financial Reporting.

SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED
FAMILY TAKAFUL STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2011

	As at End of Current Quarter 30.09.2011 Unaudited RM'000	As at Preceding Financial Year Ended 31.12.2010 Audited RM'000 Restated
ASSETS		
Investment properties	202,732	206,980
Loans and receivables	812,842	72,376
Investments	-	3,164,455
Securities - Available-for-sale	2,410,436	-
Securities - Held-to-maturity	262,861	-
Retakaful assets	3,560	1,639
Takaful receivables	71,297	42,792
Other receivables	43,012	48,974
Cash and bank balances	14,199	9,304
Investment-linked Takaful assets	190,966	201,051
TOTAL ASSETS	4,011,905	3,747,571
LIABILITIES		
Takaful contract liabilities	55,638	45,856
Other financial liabilities	1,536	2,628
Takaful payables	21,168	15,680
Other payables	92,563	156,922
Investment-linked Takaful liabilities	970	3,774
Total family takaful liabilities	171,875	224,860
Participants' fund		
Family takaful fund	3,840,030	3,522,711
Total family takaful liabilities and participants' fund	4,011,905	3,747,571



SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED
GENERAL TAKAFUL STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011

	Current Quarter Ended 30.09.2011 RM'000	Corresponding Quarter Ended 30.09.2010 RM'000	Current Year To Date 30.09.2011 RM'000	Corresponding Year To Date 30.09.2010 RM'000
Gross earned contributions	99,043	N/A	295,972	N/A
Contribution ceded to retakaful	(91,468)	N/A	(136,150)	N/A
Unearned contribution reserves	63,631	N/A	57,207	N/A
Net earned contribution	71,206	N/A	217,029	N/A
Gross benefit and claims paid	(39,585)	N/A	(135,290)	N/A
Claims ceded to retakaful	5,203	N/A	22,569	N/A
Gross change to contract liabilities	(14,560)	N/A	(56,267)	N/A
Change in contract liabilities ceded to retakaful	(163)	N/A	27,690	N/A
Wakalah fee	(7,443)	N/A	(17,505)	N/A
Commission income	13,215	N/A	21,294	N/A
Commission expense	(11,058)	N/A	(26,795)	N/A
Underwriting profit	16,815	N/A	52,725	N/A
Investment Income	7,175	N/A	21,624	N/A
Other operating income	2,338	N/A	24,060	N/A
Other operating expenses	(289)	N/A	(1,417)	N/A
Total profit for the period	26,039	N/A	96,992	N/A
Transfer to income statement	(17,208)	N/A	(58,224)	N/A
Participants' share of profit	8,831	N/A	38,768	N/A
Profit payable to participants	(5,089)	N/A	(14,773)	N/A
Profit attributable to participants for the period	3,742	N/A	23,995	N/A
General Takaful fund at beginning of the period - as previously stated	495,352	N/A	430,612	N/A
Effect of adopting FRS 139	-	N/A	18,665	N/A
Effect of adopting FRS 4	-	N/A	27,290	N/A
General Takaful fund at beginning of the period - as restated	495,352	N/A	476,567	N/A
Profit attributable to participants' for the period	8,831	N/A	38,768	N/A
Movement for the period:				
- Profit payable to participants	(5,089)	N/A	(14,773)	N/A
- Unearned contribution reserve	63,549	N/A	65,933	N/A
- Revaluation reserve	(10,112)	N/A	(14,465)	N/A
Translation reserve	(936)	N/A	(435)	N/A
General Takaful Fund at end of the period	551,595	N/A	551,595	N/A

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Note:

There are no comparative figures disclosed for the current quarter and the cumulative year-to-date of the preceding quarter/year following the change in the financial year end to 31 December which was announced to Bursa Malaysia Securities Berhad on 29 October 2009. The financial disclosures made herewith are in accordance with FRS 134 on Interim Financial Reporting.

SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED
GENERAL TAKAFUL STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2011

	As at End of Current Quarter 30.09.2011 Unaudited RM'000	As at Preceding Financial Year Ended 31.12.2010 Audited RM'000 Restated
ASSETS		
Investment properties	25,534	29,234
Loans and receivables	196,884	6,320
Investments	-	630,589
Securities - Available-for-sale	467,730	-
Securities - Held-to-maturity	34,586	-
Retakaful assets	327,518	225,754
Takaful receivables	72,999	52,141
Other receivables	10,498	28,603
Assets held for sale	3,700	-
Cash and bank balances	9,772	11,841
TOTAL ASSETS	1,149,221	984,482
LIABILITIES		
Takaful contract liabilities	474,249	406,036
Other financial liabilities	126	3,298
Takaful payables	58,134	19,440
Other payables	65,117	97,807
Total general takaful liabilities	597,626	526,581
Participants' fund		
General takaful fund	551,595	457,901
Total general takaful liabilities and participants' fund	1,149,221	984,482

SYARIKAT TAKAFUL MALAYSIA BERHAD
UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2011

	Current Period Ended 30.09.2011 Unaudited RM'000	Corresponding Period Ended 31.12.2010 Audited RM'000
Cash flows from operating activities		
Profit before zakat and taxation	60,025	97,886
Adjustments for :		
Depreciation	7,923	13,707
Fair value change of investment properties	(1,605)	(1,870)
Income from financing receivables	(602)	(2,994)
Gain on disposal of of quoted shares and unit trusts	(65,749)	(82,908)
Gain on disposal of property and equipment and investment property	(329)	(100)
Loss/(gain) on foreign exchange	1,751	(932)
Accretion on investments	(2,750)	(7,863)
Reversal of allowance for diminution in value of investments	-	(51,597)
Profit from Malaysian Government Investment Certificates		(38,285)
Property and equipment (transfer)/written off	4,247	27
Increase in General Takaful, Family Takaful and Investment linked funds	343,912	502,218
Increase in investments	(139,404)	(448,712)
Increase in payable (including claim admitted but not paid)	12,564	3,822
(Increase) / decrease in other receivables	(174,274)	10,764
	45,709	(6,837)
Zakat paid	(1,530)	(2,775)
Income taxes paid	(22,576)	(16,952)
Net cash generated from/(used in) operating activities	21,603	(26,564)
Cash flows from investing activities		
Purchase of property and equipment	(11,253)	(7,948)
Proceeds from sale of investment properties	-	1,006
Proceeds from sale of property and equipment	731	156
Net cash used in investing activities	(10,522)	(6,786)
Cash flows from financing activities		
Dividend paid to shareholders of the Company	(8,548)	(17,401)
Net cash used in financing activities	(8,548)	(17,401)
Net decrease in cash and cash equivalents	2,533	(50,751)
Cash and cash equivalents at the beginning of period	26,307	77,058
Cash and cash equivalents at the end of period	28,840	26,307
Cash and bank balances		
- Shareholders' fund	4,292	2,691
- Family Takaful fund	14,199	9,304
- Investment Link Takaful fund	577	2,471
- General Takaful fund	9,772	11,841
	28,840	26,307

SYARIKAT TAKAFUL MALAYSIA BERHAD

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30 September 2011

1 Basis of Preparation

The interim financial statements of the Group have been prepared in accordance with:

- a) The requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting
- b) Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities");
- c) Guidelines/circular issued by Bank Negara Malaysia ("BNM"); and
- d) Financial Reporting Standards as modified by BNM ("Modified FRSs")

The interim financial statements have been prepared using consistent accounting policies with the audited financial statements for the financial period ended 31 December 2010 and should be read in conjunction with the aforementioned audited financial statements.

The accounting policies adopted by the Group and the Company for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial period ended 31 December 2010, except for the adoption of following:

FRSs / Interpretations	Effective date
Amendments to FRS 1, <i>First-time Adoption of Financial Reporting Standards</i> and FRS 127, <i>Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate</i>	1 January 2010
Amendments to FRS 2, <i>Share-based Payment: Vesting Conditions and Cancellations</i>	1 January 2010
Amendments to FRS 132, <i>Financial Instruments: Presentation- Separation of Compound Instruments</i> and FRS 101, <i>Presentation of Financial Statements- Puttable Financial Instruments and Obligations Arising on Liquidation</i>	1 January 2010
FRS 7, <i>Financial Instruments: Disclosures and IC Interpretation 9, Reassessment of Embedded Derivatives</i>	1 January 2010
Amendments to FRS 139, <i>Financial Instruments: Recognition and Measurement</i>	1 January 2010
- <i>Reclassification of Financial Assets</i>	
- <i>Collective Assessment of Impairment for Banking Institutions</i>	
Improvements to FRSs (2009)	1 January 2010
FRS 4, <i>Insurance Contracts</i>	1 January 2010
Amendments to FRS 7, <i>Financial Instruments: Disclosures</i>	1 January 2010
FRS 101, <i>Presentation of Financial Statements (revised)</i>	1 January 2010
FRS 139, <i>Financial Instruments: Recognition and Measurement</i>	1 January 2010
IC Interpretation 10, <i>Interim Financial Reporting and Impairment</i>	1 January 2010
IC Interpretation 11, <i>FRS 2 - Group and Treasury Share Transactions</i>	1 January 2010
SOP i-1: <i>Financial Reporting from an Islamic Perspective</i>	1 January 2010
Amendments to FRS 132, <i>Financial Instruments: Presentation- Classification of Rights Issues</i>	1 March 2010

FRSs / Interpretations	Effective date
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SYARIKAT TAKAFUL MALAYSIA BERHAD

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30 September 2011

Amendments to FRS 1, <i>First-time Adoption of Financial Reporting Standards (revised)</i>	1 July 2010
FRS 3, <i>Business Combinations (revised)</i>	1 July 2010
FRS 127, <i>Consolidated and Separate Financial Statements (revised)</i>	1 July 2010
Amendments to FRS 2, <i>Share-based Payment</i>	1 July 2010
Amendments to FRS 5, <i>Non-current Assets Held for Sale and Discontinued Operations</i>	1 July 2010
FRS 127, <i>Consolidation and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly controlled Entity or Associate (revised)</i>	1 July 2010
Amendments to FRS 138, <i>Intangible Assets</i>	1 July 2010
IC Interpretation 16, <i>Hedges of a Net Investment in a Foreign Operation</i>	1 July 2010
IC Interpretation 17, <i>Distribution of Non-cash Assets to Owners</i>	1 July 2010
Amendments to IC Interpretation 9, <i>Reassessment of Embedded Derivatives</i>	1 July 2010
Amendments to FRS 1, <i>First-time Adoption of Financial Reporting Standards- Limited Exemptions from comparative FRS 7, Disclosures for First-time Adopters</i>	1 January 2011
Amendments to FRS 1, <i>Additional Exemptions for First-time Adopters</i>	1 January 2011
Amendments to FRS 2, <i>Group Cash-settled Share-based Payment Transactions</i>	1 January 2011
Amendments to FRS 7, <i>Financial Instruments: Disclosures- Improving Disclosures about Financial Instruments</i>	1 January 2011
IC Interpretation 4, <i>Determining Whether an Arrangement contains a Lease</i>	1 January 2011
Improvements to FRSs (2010)	1 January 2011

Save for the implications discussed below, the initial adoption of the above FRSs, Amendment to FRSs and Interpretations do not have any material impact on the financial statements of the Group.

a) **FRS 4, Insurance Contracts**

The adoption of FRS 4 does not have any significant impact on the financial statements of the group other than expanded disclosure requirements. Certain comparative information has been restated to comply with FRS 4.

SYARIKAT TAKAFUL MALAYSIA BERHAD

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30 September 2011

b) **FRS 8, Operating Segments**

FRS 8 requires identification and reporting of operating segments based on internal reports that are regularly reviewed by the entity's chief operating decision maker in order to allocate resources to the segment and to assess its performance. The Group presents its segment information based on its business segments, which is also the basis of presenting its internal management reports. The basis of measurement of segment results, segment assets and liabilities are the same as basis of measurement for external reporting.

c) **FRS 101, Presentation of Financial Statement**

Prior to the adoption of the revised FRS101, the component of the financial statements presented consisted of a balance sheet, an income statement, a statement of changes in equity, revenue accounts and balance sheets of family takaful and general takaful funds, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS101, the components of the interim financial statements presented consist of a statement of financial position, an income statement displaying components of profit or loss, a statement of comprehensive income, a statement of changes in equity, statements of comprehensive income and statements of financial position of family takaful and general takaful funds, a statement of cash flows and notes to the financial statements. All non-owner changes in equity that were presented in the statement of changes in equity are now included in the statement of comprehensive income as other comprehensive income. Consequently, components of comprehensive income are not presented in the statement of changes in equity.

d) **FRS 139, Financial Instruments: Recognition and Measurement**

The adoption of FRS 139 has resulted in changes to accounting policies relating to recognition and measurement of financial instruments. The accounting policies relating to these financial instruments change from 1 January 2011 shall be disclosed in the Group's annual financial statements.

FRS 139 is applied prospectively and its effect to the fair value reserves and retained earnings of the group and non company owner as at 1 January 2011 is as follows:

SYARIKAT TAKAFUL MALAYSIA BERHAD

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS QUARTER ENDED 30 September 2011

Condensed consolidated statement of changes in equity

	Retained Profits RM'000	Fair value Reserves RM'000	Non Company Owner RM'000
As at 1 January 2011 - as previously stated	225,166	-	27,252
Adjustments arising from adoption of FRS 139:-			
Fair value of equity securities classified as available-for-sale	-	6,986	87
Re-measurement of debt securities	-	598	-
Total effects of adopting FRS139	-	7,584	87
As at 1 January 2011 - as restated	225,166	7,584	27,339

The following accounting standards, amendments and interpretations have been issued by the Malaysian Accounting Standard Board ("MASB") which are not yet effective to the Group and the Company:

FRSs, Interpretation and amendments effective for annual periods beginning on or after 1 July 2011

Amendment to IC Interpretation 14, Prepayment of a minimum Funding Requirement #
IC Interpretation 19, Extinguishing Financial Liabilities with Equity Instruments

FRSs, Interpretation and amendments effective for annual periods beginning on or after 1 January 2012

FRS 124, Related Party Disclosure (revised)
IC Interpretation 15, Arrangement for the Construction of Real Estate #

Not applicable to the Group and the Company

The Group and the Company plan to adopt the aforesaid applicable standards, amendments and interpretations on 1 January 2012 for those with effective dates of 1 July 2011 and 1 January 2012.

The initial application of the aforesaid standards, interpretations and amendments are not expected to have any material impact on the financial statement of the Group or any material changes in accounting policy.

2 Auditors' Report

The auditors' report on the audited financial statements of the preceding period ended 31 December 2010 did not contain any qualification.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS QUARTER ENDED 30 September 2011

3 Seasonality of operations

The Group's operations are not materially affected by seasonal or cyclical factors.

4 Unusual Items

Save as disclosed in notes 14 and 15, there were no unusual items affecting assets, liabilities, equity, net income or cash flows for the financial quarter ended 30 September 2011.

5 Estimates

There were no changes in the basis used for accounting estimates for the current quarter under review.

6 Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial quarter under review.

7 Dividends

The shareholders at the Annual General Meeting held on 5 May 2011 approved a final dividend of 7% less 25% income tax in respect of the financial period ended 31 December 2010 as proposed by the Directors. The final dividend was paid on 27 May 2011.

The Directors declared an interim dividend of 7% comprising 5% less 25% income tax and 2% single tier in respect of the financial year ending 31 December 2011 which will be paid on 2 December 2011.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS QUARTER ENDED 30 September 2011

8 Segmental Reporting

Geographical Segments

	Malaysia RM'000	Indonesia RM'000	Consolidated RM'000
9 months ended 30.09.2011			
Revenue from external participants	902,969	142,155	1,045,124
Profit before zakat and tax	57,735	2,290	60,025
As at 30.09.2011			
Segment assets by location of assets	5,311,040	370,762	5,681,802

9 Investment Properties

The valuation of investment properties has been brought forward without amendment from the annual audited financial statements for the period ended 31 December 2010.

10 Material Events Subsequent to the End of the Period

There is no material event subsequent to the end of the period under review that has not been reported in the interim financial statements for the current financial quarter other than:

On 6 October 2011, Bank Negara Malaysia ("BNM") had approved the release of certain general reserves made in previous years under the requirement of BNM. The amount to be recognized in income statement of the Shareholders Funds' on its share of the release of general reserves from the Family and General Takaful funds in Quarter 4 of 2011 is RM24.6 million.

11 Financial Risk Management

The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statement as at and for the period ended 31 December 2010.

12 Changes in Composition of the Company/Group

There is no change in the composition of the Group for the current financial quarter under review.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30 September 2011

13 Contingent Liabilities

There were no contingent liabilities as at the date of this report.

14 Review of Performance

For the 3rd quarter ended 30 September 2011, the Group generated Operating Revenue of RM408.9 million comprises RM360.0 million in gross contributions and RM48.9 million in investment income. During the financial period ended 30 September 2011, the Group recorded Operating Revenue of RM1,045.1 million comprises RM892.5 million in gross contribution and RM152.6 million in investment income. The gross contribution was mainly attributable to Family Takaful group business and General Takaful motor and fire class of business.

The surplus transfer in the quarter under review from Family Takaful revenue account was RM13.8 million whereas for the financial period ended 30 September 2011, surplus transfer was RM64.7 million mainly attributable to underwriting profit, investment income and realized gains on disposal of investment.

The surplus transfer from General Takaful revenue account was RM17.2 million for the quarter under review and RM58.2 million for the 9 months ended 30 September 2011, mainly attributable to underwriting profit, coupled with write back of allowance for doubtful debts and realized gains on disposal of investments.

For the quarter under review, the group recorded profit before zakat and taxation of RM10.1 million. During the financial period ended 30 September 2011, the group recorded profit before zakat and taxation of RM60.0 million mainly contributed by the surplus from Family Takaful and General Takaful and wakalah fee income.

15 Material Changes in the Quarterly Results Compared to the Results of the Preceding Financial Quarter

For the quarter under review, the profit before zakat and taxation registered RM 10.1 million which was lower than the preceding quarter of RM 21.8 million by RM11.7 million. The decrease was mainly attributable to lower surplus transfers from Family Takaful and General Takaful. The lower surplus transfers was due to higher reserving for Family Takaful group products and the impact of poor performance in the equity market.

16 Current Year Prospects

The Group and the Company are expected to increase their market share in the takaful industry by introducing new products, growth in the agency workforce for selling retail Family products and strategic tie-ups with Islamic Banks to market Banca takaful products.

17 Variance of actual profit from profit forecast or profit guarantee

The Group did not issue any profit forecast nor profit guarantee during the financial year under review.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30 September 2011

18 Taxation

The effective rate of taxation is higher than the statutory tax rate for the quarter and financial year to date mainly due to non deductible expenses in accordance with the Income Tax Act 1967.

	3 months ended 30.9.2011 RM'000	Cumulative 9 months ended 30.9.2011 RM'000
Current tax:-		
- Current financial year	7,382	20,346
	<hr/>	<hr/>
	7,382	20,346
Deferred tax expense:-		
- Current financial year	(2,340)	(4,398)
	<hr/>	<hr/>
	5,042	15,948
	<hr/>	<hr/>

19 Unquoted investments and properties

The Company has entered into a conditional sale and purchase agreement dated 30 September 2011 to dispose ground and mezzanine floor of eight and a half storey building, known as 'Wisma Abrar International'. The proposed disposal which is expected to be completed by end of December 2011, will result in a net loss on disposal of approximately RM1,003,000 (after deducting expenses incurred for the proposed disposal). However, the Shareholders funds' share of the net loss after taking into account the mudharabah sharing between the Company and General Takaful fund, is approximately RM602,000.

For the quarter under review, the Group disposed part of its unquoted investments and profit from sale of unquoted investment was RM 289,632.

20 Status of Corporate Proposal

There has been no new corporate proposal since the date of the last quarterly report.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
QUARTER ENDED 30 September 2011

21 Quoted Investments

a) The following are the particulars of purchase or disposal of quoted securities other than in respect of its subsidiaries:

	Shareholders' Fund		Family Takaful		General takaful	
	9 months ended 30.09.2011 RM'000	18 months ended 31.12.2010 RM'000	9 months ended 30.09.2011 RM'000	18 months ended 31.12.2010 RM'000	9 months ended 30.09.2011 RM'000	18 months ended 31.12.2010 RM'000
<u>Purchase</u>						
Total purchase consideration	27,921	42,996	416,642	392,518	43,930	56,110
<u>Disposal</u>						
Sales proceeds of quoted shares	30,444	37,807	495,022	283,211	46,444	52,451
Realised gain/(loss)	5,917	5,125	38,412	19,948	9,430	8,938

b) Investment in quoted shares as at 30 September 2011:

	Shareholders' Fund		Family Takaful		General Takaful	
	As at 30.09.2011 RM'000	As at 31.12.2010 RM'000	As at 30.09.2011 RM'000	As at 31.12.2010 RM'000	As at 30.09.2011 RM'000	As at 31.12.2010 RM'000
At Cost	37,457	183,152	242,496	296,208	57,357	85,397
At carrying value/ market value	33,643	119,690	224,606	318,918	51,574	93,114

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30 September 2011

22 Group Borrowings and Debt Securities

The Group does not have any borrowings and debt securities as at 30 September 2011.

23 Off Balance Sheet Financial Instruments

As at the date of this report, the Group has not entered into any off-balance sheet financial instruments.

24 Material Litigation

There was no material litigation pending as at the date of this announcement.

25 Earnings per Share

Basic earnings per share ("Basic EPS")

Basic EPS of the Group is calculated by dividing the net profit attributable to ordinary shareholders for the period by the weighted average number of ordinary shares in issue during the period.

		3 months ended 30.9.2011	Cumulative 9 months ended 30.9.2011
Owners of the Company	(RM'000)	<u>5,323</u>	<u>44,220</u>
Weighted average number of ordinary shares in issue	('000)	<u>162,817</u>	<u>162,817</u>
Basic earnings per share	(sen)	<u>3.27</u>	<u>27.16</u>

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
QUARTER ENDED 30 September 2011

26 TAKAFUL CONTRACT LIABILITIES AND PARTICIPANTS' FUND

The takaful contract liabilities and participants' fund consist of the following:

	Family Takaful		General Takaful	
	As at 30.09.2011	As at 31.12.2010	As at 30.09.2011	As at 31.12.2010
	RM'000	RM'000	RM'000	RM'000
<u>Takaful contract liabilities</u>				
IBNR	20,461	19,118	97,586	81,063
Provision for outstanding claims	35,177	26,738	376,663	324,973
	<u>55,638</u>	<u>45,856</u>	<u>474,249</u>	<u>406,036</u>
<u>Participants' fund</u>				
Actuarial liabilities	3,104,087	2,928,141	376,524	310,192
Unallocated surplus	407,453	346,214	147,810	124,648
Fair value reserves	84,065	-	4,200	-
Special reserves	54,430	51,078	23,061	23,061
Net asset value attributable to unitholders	189,996	197,278	-	-
	<u>3,840,030</u>	<u>3,522,711</u>	<u>551,595</u>	<u>457,901</u>

27 DISCLOSURE OF REALISED AND UNREALISED PROFITS

On 25 March 2010, Bursa Securities issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of Bursa Securities Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profit or accumulated losses as at end of the reporting period, into realized profits or losses.

On 20 December 2010, Bursa Securities further issued guidance on disclosure and the format required.

The breakdown of the retained profits of the group as at 30 September 2011, into realized and unrealized profits, pursuant to the directive, is as follows:

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NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30 September 2011

	As at 30.09.2011 RM'000	As at 31.12.2010 RM'000
Total retained profits of the Group:		
-Realised	239,239	205,370
-Unrealised	(960)	(2,164)
	<u>238,279</u>	<u>203,206</u>
Total share of retained profits from		
-Realised	-	-
-Unrealised	-	-
	<u>238,279</u>	<u>203,206</u>
 Add:Consolidation adjustments	 22,559	 21,960
	<u>260,838</u>	<u>225,166</u>
Total retained profits as per statement of financial position	260,838	225,166

The determination of realized and unrealized profits is compiled based on Guidance of Special Matter No.1, Determination of Realized and Unrealized Profits or Losses in the Context Disclosure Pursuant to Bursa Securities Listing Requirements, issued by Malaysia Institute of Accountants on 20 December 2010.

The disclosure of realized and unrealized profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purpose.

By Order of the Board

MOHAMAD ASRI BIN HAJI YUSOFF
Company Secretary (MIA 14171)
Kuala Lumpur, 24 November 2011