

**SYARIKAT TAKAFUL MALAYSIA BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2014**

|   | ←-----As at end of current Quarter ended 30.6.2014-----→ |                  |                  |                  | ←-----As at preceding financial year ended 31.12.2013-----→ |                  |                  |                  |
|---|--|------------------|------------------|------------------|---|------------------|------------------|------------------|
|   | Takaful Operator   | Family Fund      | General Fund     | Group            | Takaful Operator  | Family Fund      | General Fund     | Group            |
| Note  | RM'000   | RM'000           | RM'000           | RM'000           | RM'000  | RM'000           | RM'000           | RM'000           |
| <b>ASSETS</b>   |  |                  |                  |                  |   |                  |                  |                  |
| Property and equipment                                    | 36,077   | -                | -                | 251,465          | 24,308  | -                | -                | 240,935          |
| Investment properties                                     | 11,464   | 2,16,670         | 21,833           | 34,579           | 16,604  | 216,003          | 23,740           | 39,720           |
| Investments in associates                                 | -  | -                | -                | -                | -   | -                | -                | -                |
| Other investments   | 454,768  | 3,453,898        | 543,210          | 4,413,207        | 484,169   | 3,642,815        | 605,251          | 4,694,140        |
| Retakaful assets  | -  | 207,501          | 461,432          | 668,933          | -   | 183,463          | 452,470          | 635,933          |
| Deferred tax assets                                       | 47,102   | -                | -                | 47,102           | 41,724  | -                | -                | 41,724           |
| Loans and receivables,<br>excluding takaful receivables   | 202,781  | 765,635          | 101,602          | 1,010,474        | 160,537   | 521,902          | 89,576           | 717,476          |
| Takaful receivables                                       | -  | 134,748          | 50,372           | 185,120          | -   | 68,197           | 48,959           | 117,156          |
| Cash and cash equivalents                                 | 98,017   | 314,683          | 82,359           | 495,059          | 89,171  | 265,736          | 75,712           | 430,619          |
| Asset held for sale                                       | -  | 1,260            | 2,000            | 3,260            | 1,730   | 2,260            | 2,850            | 6,840            |
| <b>TOTAL ASSETS</b>                                       | <b>850,209</b>   | <b>5,094,395</b> | <b>1,262,808</b> | <b>7,109,199</b> | <b>818,243</b>  | <b>4,900,376</b> | <b>1,298,558</b> | <b>6,924,543</b> |
| <b>EQUITY AND LIABILITIES</b>                             |  |                  |                  |                  |   |                  |                  |                  |
| Share Capital   | 162,817  | -                | -                | 162,817          | 162,817   | -                | -                | 162,817          |
| Reserves  | 419,314  | (22,833)         | (24,666)         | 419,942          | 408,028   | (23,028)         | (24,922)         | 409,257          |
| <b>Total Equity Attributable To Owners Of The Company</b> | <b>582,131</b>   | <b>(22,833)</b>  | <b>(24,666)</b>  | <b>582,759</b>   | <b>570,845</b>  | <b>(23,028)</b>  | <b>(24,922)</b>  | <b>572,074</b>   |
| Non-controlling interests                                 | 18,347   | -                | -                | 17,830           | 18,342  | -                | -                | 17,825           |
| <b>TOTAL EQUITY</b>                                       | <b>600,478</b>   | <b>(22,833)</b>  | <b>(24,666)</b>  | <b>600,589</b>   | <b>589,187</b>  | <b>(23,028)</b>  | <b>(24,922)</b>  | <b>589,899</b>   |
| <b>LIABILITIES</b>  |  |                  |                  |                  |   |                  |                  |                  |
| Qardh payable   | -  | 22,530           | 25,080           | -                | -   | 23,028           | 25,634           | -                |
| Takaful contract liabilities                              | -  | 4,934,013        | 1,170,690        | 6,066,034        | -   | 4,750,730        | 1,181,016        | 5,893,651        |
| Expense reserves  | 156,754  | -                | -                | 156,754          | 131,522   | -                | -                | 131,522          |
| Takaful payables  | -  | 39,795           | 22,027           | 61,822           | -   | 25,859           | 49,569           | 75,428           |
| Other payables  | 87,594   | 120,890          | 69,677           | 218,617          | 91,367  | 123,787          | 67,261           | 227,876          |
| Current tax liabilities                                   | 5,383  | -                | -                | 5,383            | 6,167   | -                | -                | 6,167            |
| <b>TOTAL LIABILITIES</b>                                  | <b>249,731</b>   | <b>5,117,228</b> | <b>1,287,474</b> | <b>6,508,610</b> | <b>229,056</b>  | <b>4,923,404</b> | <b>1,323,480</b> | <b>6,334,644</b> |
| <b>TOTAL EQUITY AND LIABILITIES</b>                       | <b>850,209</b>   | <b>5,094,395</b> | <b>1,262,808</b> | <b>7,109,199</b> | <b>818,243</b>  | <b>4,900,376</b> | <b>1,298,558</b> | <b>6,924,543</b> |
| <b>Net assets per share (RM)</b>                          |  |                  |                  | <b>3.58</b>      |   |                  |                  | <b>3.51</b>      |

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



**SYARIKAT TAKAFUL MALAYSIA BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2014**

|  | ←-----Current Year-to-date 30.6.2014-----→ |                       |                        |                  | ←-----Corresponding Year-to-date 30.6.2013-----→ |                       |                        |                  |
|--|--|-----------------------|------------------------|------------------|--|-----------------------|------------------------|------------------|
|  | Takaful Operator<br>RM'000                 | Family Fund<br>RM'000 | General Fund<br>RM'000 | Group<br>RM'000  | Takaful Operator<br>RM'000                       | Family Fund<br>RM'000 | General Fund<br>RM'000 | Group<br>RM'000  |
| <b>Operating revenue</b>   | <b>13,068</b>                              | <b>609,184</b>        | <b>237,565</b>         | <b>856,832</b>   | <b>10,216</b>                                    | <b>721,220</b>        | <b>227,286</b>         | <b>957,480</b>   |
| Takaful operator income  | 268,265                                    | -                     | -                      | -                | 310,364  | -                     | -                      | -                |
| Gross earned contributions   | -  | 485,985               | 222,157                | 707,964          | -  | 599,717               | 215,060                | 814,376          |
| Contributions ceded to retakaful   | -  | (40,169)              | (72,949)               | (113,118)        | -  | (28,255)              | (60,587)               | (88,842)         |
| <b>Net earned contributions</b>  | <b>-</b>                                   | <b>445,816</b>        | <b>149,208</b>         | <b>594,846</b>   | <b>-</b>   | <b>571,462</b>        | <b>154,473</b>         | <b>725,534</b>   |
| Administration income  | -  | 1,543                 | 17,138                 | 18,681           | -  | 291                   | 8,482                  | 8,773            |
| Investment income  | 13,068                                     | 88,835                | 14,015                 | 113,111          | 10,216   | 87,002                | 15,698                 | 112,075          |
| Realised gains and (losses)  | 7,548                                      | 68,789                | 11,124                 | 87,461           | 6,722  | 63,410                | 8,254                  | 78,231           |
| Fair value gains and (losses)  | (69)                                       | 1,611                 | -                      | 1,542            | (234)  | 6,798                 | -                      | 6,564            |
| Other operating income   | 5,252                                      | 2,312                 | 2,170                  | 7,290            | 7,660  | 626                   | 589                    | 2,817            |
| <b>Other income</b>  | <b>25,799</b>                              | <b>163,090</b>        | <b>44,447</b>          | <b>228,085</b>   | <b>24,364</b>                                    | <b>158,127</b>        | <b>33,023</b>          | <b>208,460</b>   |
| Gross benefits and claims paid   | -  | (288,696)             | (99,840)               | (387,181)        | -  | (336,680)             | (85,812)               | (411,600)        |
| Claims ceded to retakaful  | -  | 22,989                | 22,639                 | 45,628           | -  | 21,086                | 13,892                 | 34,978           |
| Gross change to contract liabilities                                       | -  | (9,742)               | 8,351                  | (1,391)          | -  | (35,308)              | (47,306)               | (82,614)         |
| Change to contract liabilities ceded to retakaful                          | -  | 4,835                 | 14,011                 | 18,846           | -  | 6,302                 | 42,950                 | 49,252           |
| <b>Net benefits and claims</b>   | <b>-</b>                                   | <b>(270,614)</b>      | <b>(54,839)</b>        | <b>(324,098)</b> | <b>-</b>   | <b>(344,600)</b>      | <b>(76,276)</b>        | <b>(409,984)</b> |
| Wakalah fee expense  | -  | (102,982)             | (87,776)               | -                | -  | (147,662)             | (74,477)               | -                |
| Management expenses  | (99,666)                                   | -                     | -                      | (96,681)         | (117,382)  | -                     | -                      | (114,127)        |
| Expense reserve  | (25,234)                                   | -                     | -                      | (25,234)         | (44,599)   | -                     | -                      | (44,599)         |
| Other operating expenses   | (68,254)                                   | (11,550)              | (2,709)                | (83,584)         | (91,079)   | (4,458)               | (931)                  | (87,224)         |
| <b>Other expenses</b>  | <b>(193,154)</b>                           | <b>(114,532)</b>      | <b>(90,485)</b>        | <b>(205,499)</b> | <b>(253,060)</b>                                 | <b>(152,120)</b>      | <b>(75,408)</b>        | <b>(245,950)</b> |
| <b>(Surplus) / Deficit attributable to takaful operator / participants</b> | <b>-</b>                                   | <b>(224,068)</b>      | <b>(48,619)</b>        | <b>(193,020)</b> | <b>-</b>   | <b>(243,283)</b>      | <b>(35,488)</b>        | <b>(195,267)</b> |
| <b>Profit before taxation and zakat</b>                                    | <b>100,910</b>                             | <b>(308)</b>          | <b>(288)</b>           | <b>100,314</b>   | <b>81,668</b>                                    | <b>(10,414)</b>       | <b>324</b>             | <b>82,793</b>    |
| Zakat  | (790)                                      | -                     | -                      | (790)            | (774)  | -                     | -                      | (774)            |
| Taxation   | (21,869)                                   | -                     | -                      | (21,869)         | (19,949)   | -                     | -                      | (19,949)         |
| <b>Profit for the period</b>   | <b>78,251</b>                              | <b>(308)</b>          | <b>(288)</b>           | <b>77,655</b>    | <b>60,945</b>                                    | <b>(10,414)</b>       | <b>324</b>             | <b>62,070</b>    |

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



**SYARIKAT TAKAFUL MALAYSIA BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2014**

|   | ←-----Current Year-to-date 30.6.2014-----→ |              |              | ←-----Corresponding Year-to-date 30.6.2013-----→ |                  |                 |              |               |
|---|--|--------------|--------------|--|------------------|-----------------|--------------|---------------|
|   | Takaful Operator                           | Family Fund  | General Fund | Group  | Takaful Operator | Family Fund     | General Fund | Group         |
|   | RM'000                                     | RM'000       | RM'000       | RM'000   | RM'000           | RM'000          | RM'000       | RM'000        |
| <b>Profit for the period / Profit attributable to participants for the period</b> | <b>78,251</b>                              | <b>(308)</b> | <b>(288)</b> | <b>77,655</b>                                    | <b>60,945</b>    | <b>(10,414)</b> | <b>324</b>   | <b>62,070</b> |
| <b>Other comprehensive income / (expense), net of tax</b>                         |  |              |              |  |                  |                 |              |               |
| <b>Items that will not be reclassified subsequently to profit or loss</b>         |  |              |              |  |                  |                 |              |               |
| Revaluation of property, plant and equipment                                      | -  | -            | -            | 2,160  | (886)            | -               | -            | 1,159         |
| Other comprehensive income attributable to participants'                          | -  | -            | -            | (2,160)  | -                | -               | -            | (2,045)       |
| <b>Items that are or may be reclassified subsequently to profit or loss</b>       |  |              |              |  |                  |                 |              |               |
| Foreign currency translation differences for foreign operations                   | (470)                                      | 546          | 501          | (475)  | 921              | (576)           | (760)        | 935           |
| Fair value change of available-for-sale financial assets                          | (3,798)                                    | (47,085)     | (7,745)      | (3,798)  | 2,788            | (20,523)        | (287)        | 2,788         |
| Other comprehensive income attributable to participants'                          | -  | 47,042       | 7,788        | -  | -                | 20,512          | 269          | -             |
|   | (4,268)                                    | 503          | 544          | (4,273)  | 3,709            | (587)           | (778)        | 3,723         |
| <b>Total other comprehensive income / (expense) for the period, net of tax</b>    | <b>(4,268)</b>                             | <b>503</b>   | <b>544</b>   | <b>(4,273)</b>                                   | <b>2,823</b>     | <b>(587)</b>    | <b>(778)</b> | <b>2,837</b>  |
| <b>Total comprehensive income / (expense) for the period</b>                      | <b>73,983</b>                              | <b>195</b>   | <b>256</b>   | <b>73,382</b>                                    | <b>63,768</b>    | <b>(11,001)</b> | <b>(454)</b> | <b>64,907</b> |
| <b>Profit / (Loss) for the period attributable to:</b>                            |  |              |              |  |                  |                 |              |               |
| Owners of the Company   | 78,112                                     | (308)        | (288)        | 77,516   | 64,517           | (10,414)        | 324          | 65,938        |
| Non-controlling interests   | 139  | -            | -            | 139  | (3,572)          | -               | -            | (3,868)       |
|   | <b>78,251</b>                              | <b>(308)</b> | <b>(288)</b> | <b>77,655</b>                                    | <b>60,945</b>    | <b>(10,414)</b> | <b>324</b>   | <b>62,070</b> |
| <b>Total comprehensive income / (expense) attributable to:</b>                    |  |              |              |  |                  |                 |              |               |
| Owners of the Company   | 73,978                                     | 195          | 256          | 73,377   | 67,364           | (11,001)        | (454)        | 68,798        |
| Non-controlling interests   | 5  | -            | -            | 5  | (3,596)          | -               | -            | (3,891)       |
|   | <b>73,983</b>                              | <b>195</b>   | <b>256</b>   | <b>73,382</b>                                    | <b>63,768</b>    | <b>(11,001)</b> | <b>(454)</b> | <b>64,907</b> |
| <b>Basic earnings per ordinary share (sen)</b>                                    |  |              |              | <b>47.61</b>                                     |                  |                 |              | <b>40.50</b>  |
| <b>Diluted earnings per ordinary share (sen)</b>                                  |  |              |              | <b>46.50</b>                                     |                  |                 |              | <b>40.50</b>  |

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**SYARIKAT TAKAFUL MALAYSIA BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2014**

|  | ←-----Current Quarter ended 30.6.2014-----→ |                  |                 | ←-----Corresponding Quarter ended 30.6.2013-----→ |                  |                  |                 |                  |
|--|---|------------------|-----------------|---|------------------|------------------|-----------------|------------------|
|  | Takaful Operator                            | Family Fund      | General Fund    | Group   | Takaful Operator | Family Fund      | General Fund    | Group            |
|  | RM'000                                      | RM'000           | RM'000          | RM'000  | RM'000           | RM'000           | RM'000          | RM'000           |
| <b>Operating revenue</b>   | <b>6,781</b>                                | <b>320,519</b>   | <b>99,462</b>   | <b>424,808</b>                                    | <b>5,818</b>     | <b>331,732</b>   | <b>100,518</b>  | <b>437,949</b>   |
| Takaful operator income  | 128,742                                     | -                | -               | -   | 141,639          | -                | -               | -                |
| (Note 24)  |   |                  |                 |   |                  |                  |                 |                  |
| Gross earned contributions   | -   | 279,070          | 106,800         | 385,793   | -                | 314,906          | 102,303         | 416,893          |
| Contributions ceded to retakaful   | -   | (27,455)         | (37,160)        | (64,615)  | -                | (16,576)         | (26,982)        | (43,558)         |
| <b>Net earned contributions</b>  | <b>-</b>                                    | <b>251,615</b>   | <b>69,640</b>   | <b>321,178</b>                                    | <b>-</b>         | <b>298,330</b>   | <b>75,321</b>   | <b>373,335</b>   |
| Administration income  | -   | 1,339            | 7,630           | 8,969   | -                | 43               | 2,056           | 2,099            |
| Investment income  | 6,781                                       | 46,157           | 7,146           | 58,207  | 5,818            | 41,275           | 8,432           | 55,722           |
| Realised gains and (losses)  | 3,401                                       | 31,986           | 4,358           | 39,745  | 5,469            | 34,329           | 5,993           | 45,636           |
| Fair value gains and (losses)  | (241)                                       | 2,175            | -               | 1,934   | (225)            | 7,124            | -               | 6,899            |
| Other operating income   | 3,045                                       | 4,947            | 1,680           | 8,412   | 5,594            | 1,202            | 1,459           | 3,188            |
| <b>Other income</b>  | <b>12,986</b>                               | <b>86,604</b>    | <b>20,814</b>   | <b>117,267</b>                                    | <b>16,656</b>    | <b>83,973</b>    | <b>17,940</b>   | <b>113,544</b>   |
| Gross benefits and claims paid   | -   | (153,664)        | (47,032)        | (200,118)   | -                | (211,757)        | (40,900)        | (242,667)        |
| Claims ceded to retakaful  | -   | 12,814           | 11,541          | 24,355  | -                | 11,839           | 4,654           | 16,493           |
| Gross change to contract liabilities                                       | -   | (6,234)          | 10,570          | 4,336   | -                | (28,250)         | (33,230)        | (61,480)         |
| Change to contract liabilities ceded to retakaful                          | -   | 1,685            | (3,225)         | (1,540)   | -                | 4,050            | 31,539          | 35,589           |
| <b>Net benefits and claims</b>   | <b>-</b>                                    | <b>(145,399)</b> | <b>(28,146)</b> | <b>(172,967)</b>                                  | <b>-</b>         | <b>(224,118)</b> | <b>(37,937)</b> | <b>(252,065)</b> |
| Wakalah fee expense  | -   | (52,443)         | (37,433)        | -   | -                | (66,220)         | (32,829)        | -                |
| Management expenses  | (44,241)                                    | -                | -               | (42,760)  | (59,881)         | -                | -               | (58,038)         |
| Expense reserve  | (8,626)                                     | -                | -               | (8,626)   | (10,112)         | -                | -               | (10,112)         |
| Other operating expenses   | (32,792)                                    | (2,350)          | (508)           | (35,573)  | (46,474)         | (2,574)          | (310)           | (39,721)         |
| <b>Other expenses</b>  | <b>(85,659)</b>                             | <b>(54,793)</b>  | <b>(37,941)</b> | <b>(86,959)</b>                                   | <b>(116,467)</b> | <b>(68,794)</b>  | <b>(33,139)</b> | <b>(107,871)</b> |
| <b>(Surplus) / Deficit attributable to takaful operator / participants</b> | <b>-</b>                                    | <b>(138,356)</b> | <b>(24,489)</b> | <b>(122,901)</b>                                  | <b>-</b>         | <b>(99,352)</b>  | <b>(21,918)</b> | <b>(84,396)</b>  |
| <b>Profit before taxation and zakat</b>                                    | <b>56,069</b>                               | <b>(329)</b>     | <b>(122)</b>    | <b>55,618</b>                                     | <b>41,828</b>    | <b>(9,961)</b>   | <b>267</b>      | <b>42,547</b>    |
| Zakat  | (465)                                       | -                | -               | (465)   | (406)            | -                | -               | (406)            |
| Taxation   | (11,914)                                    | -                | -               | (11,914)  | (12,157)         | -                | -               | (12,157)         |
| <b>Profit for the period</b>   | <b>43,690</b>                               | <b>(329)</b>     | <b>(122)</b>    | <b>43,239</b>                                     | <b>29,265</b>    | <b>(9,961)</b>   | <b>267</b>      | <b>29,984</b>    |

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



**SYARIKAT TAKAFUL MALAYSIA BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2014**

|   | ←-----Current Quarter ended 30.6.2014-----→ |              |              | ←-----Corresponding Quarter ended 30.6.2013-----→ |                  |                 |              |               |
|---|---|--------------|--------------|---|------------------|-----------------|--------------|---------------|
|   | Takaful Operator                            | Family Fund  | General Fund | Group   | Takaful Operator | Family Fund     | General Fund | Group         |
|   | RM'000                                      | RM'000       | RM'000       | RM'000  | RM'000           | RM'000          | RM'000       | RM'000        |
| <b>Profit for the period / Profit attributable to participants for the period</b> | <b>43,690</b>                               | <b>(329)</b> | <b>(122)</b> | <b>43,239</b>                                     | <b>29,265</b>    | <b>(9,961)</b>  | <b>267</b>   | <b>29,984</b> |
| <b>Other comprehensive income / (expense), net of tax</b>                         |   |              |              |   |                  |                 |              |               |
| <b>Items that will not be reclassified subsequently to profit or loss</b>         |   |              |              |   |                  |                 |              |               |
| Revaluation of property, plant and equipment                                      | -   | -            | -            | 1,078   | (886)            | -               | -            | 165           |
| Other comprehensive income attributable to participants'                          | -   | -            | -            | (1,078)   | -                | -               | -            | (1,051)       |
|   | -   | -            | -            | -   | (886)            | -               | -            | (886)         |
| <b>Items that are or may be reclassified subsequently to profit or loss</b>       |   |              |              |   |                  |                 |              |               |
| Foreign currency translation differences for foreign operations                   | (3,833)                                     | 972          | (141)        | (3,835)   | 347              | (469)           | (528)        | 366           |
| Fair value change of available-for-sale financial assets                          | 514   | 6,123        | 1,775        | 514   | 3,555            | 15,745          | 4,240        | 3,555         |
| Other comprehensive income attributable to participants'                          | -   | (6,704)      | (1,213)      | -   | -                | (15,744)        | (4,242)      | -             |
|   | (3,319)                                     | 391          | 421          | (3,321)   | 3,902            | (468)           | (530)        | 3,921         |
| <b>Total other comprehensive income / (expense) for the period, net of tax</b>    | <b>(3,319)</b>                              | <b>391</b>   | <b>421</b>   | <b>(3,321)</b>                                    | <b>3,016</b>     | <b>(468)</b>    | <b>(530)</b> | <b>3,035</b>  |
| <b>Total comprehensive income / (expense) for the period</b>                      | <b>40,371</b>                               | <b>62</b>    | <b>299</b>   | <b>39,918</b>                                     | <b>32,281</b>    | <b>(10,429)</b> | <b>(263)</b> | <b>33,019</b> |
| <b>Profit / (Loss) for the period attributable to:</b>                            |   |              |              |   |                  |                 |              |               |
| Owners of the Company   | 42,893                                      | (329)        | (122)        | 42,442  | 32,700           | (9,961)         | 267          | 33,715        |
| Non-controlling interests   | 797   | -            | -            | 797   | (3,435)          | -               | -            | (3,731)       |
|   | <b>43,690</b>                               | <b>(329)</b> | <b>(122)</b> | <b>43,239</b>                                     | <b>29,265</b>    | <b>(9,961)</b>  | <b>267</b>   | <b>29,984</b> |
| <b>Total comprehensive income / (expense) attributable to:</b>                    |   |              |              |   |                  |                 |              |               |
| Owners of the Company   | 41,794                                      | 62           | 299          | 41,340  | 36,159           | (10,429)        | (263)        | 37,192        |
| Non-controlling interests   | (1,423)                                     | -            | -            | (1,422)   | (3,878)          | -               | -            | (4,173)       |
|   | <b>40,371</b>                               | <b>62</b>    | <b>299</b>   | <b>39,918</b>                                     | <b>32,281</b>    | <b>(10,429)</b> | <b>(263)</b> | <b>33,019</b> |
| <b>Basic earnings per ordinary share (sen)</b>                                    |   |              |              | <b>26.07</b>                                      |                  |                 |              | <b>20.71</b>  |
| <b>Diluted earnings per ordinary share (sen)</b>                                  |   |              |              | <b>25.46</b>                                      |                  |                 |              | <b>20.71</b>  |

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



**SYARIKAT TAKAFUL MALAYSIA BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2014**

|  | ←----- Non-distributable -----→ |                          |                                 |                                 |                                | LTIIP Reserves<br>RM '000 | Fair Value Reserves<br>RM '000 | Revaluation Reserves<br>RM '000 | Distributable Retained Profits<br>RM '000 | Non-Controlling Interest<br>RM '000 | Total Equity<br>RM '000 |
|--|---------------------------------|--------------------------|---------------------------------|---------------------------------|--------------------------------|---------------------------|--------------------------------|---------------------------------|---|-------------------------------------|-------------------------|
|  | Share Capital<br>RM '000        | Share Premium<br>RM '000 | Translation Reserves<br>RM '000 | Revaluation Reserves<br>RM '000 | Fair Value Reserves<br>RM '000 |                           |                                |                                 |   |                                     |                         |
| <b>AS AT 1 JANUARY 2013</b>  | 162,817                         | 4,098                    | (8,834)                         | 5,040                           | 7,827                          | -                         | -                              | 328,300                         | 26,113                                    | 525,361                             |                         |
| Foreign currency translation differences for foreign operations                      | -                               | -                        | (2,830)                         | -                               | -                              | -                         | -                              | -                               | (4,469)                                   | (7,299)                             |                         |
| Revaluation of property and equipment  | -                               | -                        | -                               | 951                             | -                              | -                         | -                              | -                               | 991                                       | 1,942                               |                         |
| - Gains arising during the year  | -                               | -                        | -                               | (575)                           | -                              | -                         | -                              | 575                             | -   | -                                   |                         |
| - Realisation of revaluation surplus arising from disposal of property and equipment | -                               | -                        | -                               | -                               | -                              | -                         | -                              | -                               | -   | -                                   |                         |
| Fair value of available-for-sale financial assets                                    | -                               | -                        | -                               | -                               | 10,694                         | -                         | -                              | -                               | 170                                       | 10,864                              |                         |
| - Gains arising during the year  | -                               | -                        | -                               | -                               | (8,621)                        | -                         | -                              | -                               | (361)                                     | (8,982)                             |                         |
| - Reclassification adjustments for gains included in profit or loss                  | -                               | -                        | (2,830)                         | 376                             | 2,073                          | -                         | -                              | 575                             | (3,669)                                   | (3,475)                             |                         |
| Total other comprehensive (expense) / income for the year                            | -                               | -                        | -                               | -                               | -                              | -                         | -                              | 138,999                         | (4,619)                                   | 134,380                             |                         |
| Profit / (loss) for the year   | -                               | -                        | (2,830)                         | 376                             | 2,073                          | -                         | -                              | 139,574                         | (8,288)                                   | 130,905                             |                         |
| <b>Total comprehensive (expense) / income for the year</b>                           |                                 |                          |                                 |                                 |                                |                           |                                |                                 |   |                                     |                         |
| Contributions by and distributions to owners of the Company                          | -                               | -                        | -                               | -                               | -                              | 2,016                     | -                              | -                               | -   | 2,016                               |                         |
| - Share-based payment transactions   | -                               | -                        | -                               | -                               | -                              | -                         | -                              | (68,383)                        | -   | (68,383)                            |                         |
| - Dividends to owners of the Company   | -                               | -                        | -                               | -                               | -                              | 2,016                     | -                              | (68,383)                        | -   | (66,367)                            |                         |
| Total transactions with owners of the Company  | -                               | -                        | -                               | -                               | -                              | 2,016                     | -                              | 399,491                         | 17,825                                    | 589,899                             |                         |
| <b>AS AT 31 DECEMBER 2013 / AS AT 1 JANUARY 2014</b>                                 | 162,817                         | 4,098                    | (11,664)                        | 5,416                           | 9,900                          | -                         | -                              | 399,491                         | 17,825                                    | 589,899                             |                         |
| Foreign currency translation differences for foreign operations                      | -                               | -                        | (244)                           | -                               | -                              | -                         | -                              | -                               | (231)                                     | (475)                               |                         |
| Fair value of available-for-sale financial assets                                    | -                               | -                        | -                               | -                               | 1,702                          | -                         | -                              | -                               | 245                                       | 1,947                               |                         |
| - Gains arising during the year  | -                               | -                        | -                               | -                               | (5,597)                        | -                         | -                              | -                               | (148)                                     | (5,745)                             |                         |
| - Reclassification adjustments for gains included in profit or loss                  | -                               | -                        | (244)                           | -                               | (3,895)                        | -                         | -                              | -                               | (134)                                     | (4,273)                             |                         |
| Total other comprehensive (expense) / income for the year                            | -                               | -                        | (244)                           | -                               | (3,895)                        | -                         | -                              | 77,516                          | 139                                       | 77,655                              |                         |
| Profit for the year  | -                               | -                        | (244)                           | -                               | (3,895)                        | -                         | -                              | 77,516                          | 5   | 73,382                              |                         |
| <b>Total comprehensive (expense) / income for the year</b>                           |                                 |                          |                                 |                                 |                                |                           |                                |                                 |   |                                     |                         |
| Contributions by and distributions to owners of the Company                          | -                               | -                        | -                               | -                               | -                              | 2,435                     | -                              | -                               | -   | 2,435                               |                         |
| - Share-based payment transactions   | -                               | -                        | -                               | -                               | -                              | -                         | -                              | (65,127)                        | -   | (65,127)                            |                         |
| - Dividends to owners of the Company   | -                               | -                        | -                               | -                               | -                              | 2,435                     | -                              | (65,127)                        | -   | (62,692)                            |                         |
| Total transactions with owners of the Company  | -                               | -                        | -                               | -                               | -                              | 2,435                     | -                              | 411,880                         | 17,830                                    | 600,589                             |                         |
| <b>AS AT 30 JUNE 2014</b>  | 162,817                         | 4,098                    | (11,908)                        | 5,416                           | 6,005                          | 4,451                     | -                              | 411,880                         | 17,830                                    | 600,589                             |                         |

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



**SYARIKAT TAKAFUL MALAYSIA BERHAD**  
**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2014**

|   | Current<br>Period Ended<br>30.6.2014<br>RM'000 | Corresponding<br>Year Ended<br>31.12.2013<br>RM'000 |
|---|--|---|
| <b>Cash flows from operating activities</b>   |  |   |
| Profit before zakat and taxation  | 100,314  | 179,304   |
| Adjustments for :   |  |   |
| Depreciation  | 5,817  | 13,574  |
| Fair value change of investment properties  | -  | (6,101)   |
| Fair value change of fair value through profit and loss financial assets  | (1,542)  | (3,575)   |
| Profit from financing receivables   | (75)   | (3,630)   |
| Profit from Malaysian Government Islamic papers   | (9,395)  | (27,180)  |
| Profit from Islamic debt securities, investment accounts and Islamic accepted bills   | (90,311)                                       | (179,160)   |
| Dividend income from Shariah approved shares  | (15,969)                                       | (30,001)  |
| Equity settled share-based payment  | 2,435  | 2,016   |
| Gains from disposal of available-for-sale financial assets  | (86,590)                                       | (144,886)   |
| Gain on disposal of property and equipment  | (28)   | (391)   |
| (Gains) / Losses on assets held for sale  | (871)  | 680   |
| Write off of property and equipment   | -  | 51  |
| Amortisation of premiums, net of accretion of discounts   | 3,026  | 8,938   |
| Impairment loss of financial assets   | 12,193   | 2,247   |
| Impairment loss of investment properties  | -  | 6   |
| Operating loss before working capital changes   | (80,996)                                       | (188,108)   |
| Profit from Malaysian Government Islamic papers   | 9,395  | 179,160   |
| Profit from Islamic debt securities, investment accounts and Islamic accepted bills   | 90,311   | 27,180  |
| Dividend income from Shariah approved shares  | 10,236   | 16,085  |
| Increase in retakaful assets  | (33,000)                                       | (202,981)   |
| Increase in receivables   | (361,504)                                      | (118,103)   |
| Increase in Takaful contract liabilities  | 226,893  | 590,575   |
| Increase in payable   | 2,025  | 86,136  |
| Zakat paid  | (136,640)                                      | 389,944   |
| Income taxes paid   | (487)  | (1,225)   |
| Income taxes paid   | (26,689)                                       | (60,500)  |
| Net cash (used in) / generated from operating activities  | (163,816)                                      | 328,219   |
| <b>Cash flows from / (used in) investing activities</b>   |  |   |
| Purchase of investment  | (1,443,882)                                    | (3,211,437)   |
| Purchase of property and equipment  | (16,562)                                       | (7,522)   |
| Maturity of other investments   | 142,065  | 207,160   |
| Proceeds from sale of investment  | 1,600,499                                      | 2,756,813   |
| Proceeds from sale of property and equipment  | -  | 1,673   |
| Proceeds from sale of assets held for sale  | 11,991   | 3,110   |
| Net cash generated from / (used in) investing activities  | 294,111  | (250,203)   |
| <b>Cash flows from financing activity</b>   |  |   |
| Dividends paid to owners of the Company   | (65,127)                                       | (84,665)  |
| Net cash used in financing activity   | (65,127)                                       | (84,665)  |
| Net decrease in cash and cash equivalents   | 65,168   | (6,649)   |
| Effect of movement in exchange rates  | (728)  | (14,984)  |
| Cash and cash equivalents at the beginning of period  | 430,619  | 452,252   |
| <b>Cash and cash equivalents at the end of period</b>   | <b>495,059</b>                                 | <b>430,619</b>                                      |
| Cash and cash equivalents comprises cash and bank balances and fixed call deposits with licensed financial institution with maturity less than three months |  |   |
| - Shareholders' fund  | 98,017   | 89,171  |
| - Family Takaful fund   | 314,683  | 265,736   |
| - General Takaful fund  | 82,359   | 75,712  |
|   | <b>495,059</b>                                 | <b>430,619</b>                                      |

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