



Bursa Announcement

First Quarter Ended 30 June 2018



MNRB HOLDINGS BERHAD (13487-A)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

	GROUP			
	Individual period		Cumulative year	
	3 months ended 30 June 2018	3 months ended 30 June 2017	3 months ended 30 June 2018	3 months ended 30 June 2017
	RM'000	RM'000	RM'000	RM'000
Gross earned premiums/contributions	472,759	537,396	472,759	537,396
Premiums/contributions ceded to reinsurers and retakaful operators	(55,163)	(70,599)	(55,163)	(70,599)
Net earned premiums/contributions	417,596	466,797	417,596	466,797
Investment income	65,144	60,701	65,144	60,701
Realised gains/(losses)	1,084	(108)	1,084	(108)
Fair value (losses)/gains	(54,454)	13,218	(54,454)	13,218
Fee and commission income	6,144	18,997	6,144	18,997
Other operating revenue	14,701	3,237	14,701	3,237
Other revenue	32,619	96,045	32,619	96,045
Gross claims and benefits paid	(290,092)	(289,633)	(290,092)	(289,633)
Claims ceded to reinsurers/retakaful operators	16,076	27,909	16,076	27,909
Gross change in contract liabilities	52,024	(82,011)	52,024	(82,011)
Change in contract liabilities ceded to reinsurers/retakaful operators	(5,205)	13,740	(5,205)	13,740
Net claims and benefits	(227,197)	(329,995)	(227,197)	(329,995)
Fee and commission expense	(92,997)	(113,152)	(92,997)	(113,152)
Management expenses	(50,763)	(63,514)	(50,763)	(63,514)
Finance cost	(4,109)	(3,894)	(4,109)	(3,894)
Other operating expenses	(3,042)	(6,746)	(3,042)	(6,746)
Change in expenses liabilities	2,805	(6,266)	2,805	(6,266)
Tax borne by participants	1,749	(957)	1,749	(957)
Other expenses	(146,357)	(194,529)	(146,357)	(194,529)
Share of results of associates	(4,247)	5,683	(4,247)	5,683
Operating profit before (surplus)/deficit attributable to takaful participants, zakat and taxation	72,414	44,001	72,414	44,001
(Surplus)/deficit attributable to takaful participants	(29,372)	22,837	(29,372)	22,837
Operating profit before zakat and taxation	43,042	66,838	43,042	66,838
Zakat	(213)	-	(213)	-
Taxation	(14,551)	(16,403)	(14,551)	(16,403)
Net profit for the period attributable to equity holders of the Company	28,278	50,435	28,278	50,435
Basic and diluted earnings per share attributable to equity holders of the Company (sen):	8.8	15.8	8.8	15.8

The Condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2018



MNRB HOLDINGS BERHAD (13487-A)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018**

	GROUP			
	Individual period		Cumulative year	
	3 months ended 30 June 2018	3 months ended 30 June 2017	3 months ended 30 June 2018	3 months ended 30 June 2017
	RM'000	RM'000	RM'000	RM'000
Net profit for the period	28,278	50,435	28,278	50,435
Other comprehensive income/(losses):				
Other comprehensive income/(losses) to be reclassified to income statement in subsequent years:				
Effects of post acquisition foreign exchange translation reserve on investment in associate	20,105	(5,882)	20,105	(5,882)
Effects of foreign exchange translation reserve on investment in subsidiary	473	(315)	473	(315)
Net gain/(loss) on financial assets at FVOCI:				
Net gain/ (loss) on fair value changes	(11,875)	-	(11,875)	-
Realised (loss)/gain transferred to income statement	(142)	-	(142)	-
Deferred tax relating to net loss/(gain) on financial assets at FVOCI	91	-	91	-
Other comprehensive losses/(income) attributable to participants	(2,323)	-	(2,323)	-
Net gain/(loss) on AFS financial assets:				
Net gain/ (loss) on fair value changes	-	5,568	-	5,568
Realised (loss)/gain transferred to income statement	-	108	-	108
Deferred tax relating to net (gain)/loss on AFS financial assets	-	(42)	-	(42)
Other comprehensive losses/(income) attributable to participants	-	(3,361)	-	(3,361)
Other comprehensive income not to be reclassified to income statement in subsequent years:				
Revaluation of land and buildings	675	674	675	674
Deferred tax relating to revaluation of land and buildings	(54)	(54)	(54)	(54)
Other comprehensive income attributable to participants	(621)	(620)	(621)	(620)
Total comprehensive income for the period	34,607	46,512	34,607	46,512

The Condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2018



MNRB HOLDINGS BERHAD (13487-A)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

	GROUP	
	Unaudited 30 June 2018 RM'000	Audited 31 March 2018 RM'000
Assets		
Property, plant and equipment	241,089	240,744
Intangible assets	33,745	32,131
Deferred tax assets	7,399	18,343
Investment in associates	154,527	139,009
Financial assets:		
Financial assets at fair value through profit or loss ("FVTPL")	2,590,749	116,127
Financial assets at fair value through other comprehensive income ("FVOCI")	2,021,671	-
Financial assets at amortised costs ("AC")	1,899,283	-
Held-to-maturity ("HTM") investments	-	644,254
Available-for-sale ("AFS") financial assets	-	3,741,196
Loans and receivables ("LAR")	-	1,937,263
Reinsurance/retakaful assets	472,193	478,253
Insurance/takaful receivables	427,299	418,304
Tax recoverable	25,014	27,277
Cash and bank balances	86,699	142,099
Total assets	7,959,668	7,935,000
Liabilities and Participants' funds		
Participants' funds	194,688	247,862
Borrowings	320,000	320,000
Insurance/takaful contract liabilities	5,318,330	5,319,945
Insurance/takaful payables	184,008	270,444
Other payables	321,277	225,745
Deferred tax liabilities	-	10,684
Provision for taxation	3,246	1,709
Provision for zakat	813	610
Total liabilities and participants' funds	6,342,362	6,396,998
Equity		
Share capital	319,605	319,605
Reserves	1,297,701	1,218,396
Total equity attributable to equity holders of the Company	1,617,306	1,538,001
Total liabilities, participants' funds and equity	7,959,668	7,935,000
Net assets per share (RM)	5.06	4.81

*The Condensed Financial Statements should be read in conjunction with
the Annual Financial Statements for the year ended 31 March 2018*



MNRB HOLDINGS BERHAD (13487-A)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

**CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018**

	GROUP						
	Attributable to Equity Holders of the Company						
	Share capital RM'000	Reserves			Reserves		Total RM'000
		Non-distributable		Distributable		Net profit RM'000	
Foreign exchange translation reserve RM'000		Fair value reserve RM'000	Revaluation reserve RM'000	Retained profits brought forward RM'000			
At 1 April 2018, as previously stated	319,605	34,898	1,205	43,652	1,138,641	-	1,538,001
Impact of adopting MFRS 9	-	-	34,945	-	-	9,753	44,698
At 1 April 2018, as restated	319,605	34,898	36,150	43,652	1,138,641	9,753	1,582,699
Total comprehensive (loss)/income for the year	-	20,578	(14,249)	-	-	28,278	34,607
At 30 June 2018	319,605	55,476	21,901	43,652	1,138,641	38,031	1,617,306

**CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

	GROUP						
	Attributable to Equity Holders of the Company						
	Share capital RM'000	Reserves			Reserves		Total RM'000
		Non-distributable		Distributable		Net loss RM'000	
Foreign exchange translation reserve RM'000		AFS reserve RM'000	Revaluation reserve RM'000	Retained profits brought forward RM'000			
At 1 April 2017	319,605	55,696	3,659	42,730	997,776	-	1,419,466
Total comprehensive (loss)/income for the year	-	(6,197)	2,275	-	-	50,439	46,517
At 30 June 2017	319,605	49,499	5,934	42,730	997,776	50,439	1,465,983

The Condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2018



MNRB HOLDINGS BERHAD (13487-A)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

	GROUP	
	3 months ended 30 June 2018	3 months ended 30 June 2017
	RM'000	RM'000
Cash flows from operating activities		
Profit before surplus transfer, zakat and tax	43,042	66,838
Adjustments for:		
Net fair value losses on financial assets at FVTPL	53,701	101
Reversal of impairment losses on AFS financial assets	-	(13,320)
Impairment losses on financial assets at FVOCI	753	-
(Reversal of impairment losses)/impairment losses on other receivables	(89)	6,671
Depreciation of property, plant and equipment	4,398	2,044
Amortisation of intangible assets	1,150	628
Revaluation on investment	290	-
Gains on disposal of property, plant and equipment	(26)	-
Increase in gross premium and contribution liabilities	4,198	5,482
Increase/(decrease) in reinsurance and retakaful assets	6,060	(10,863)
Interest/profit income	(63,571)	(56,674)
Dividend income	(1,443)	(3,769)
Rental income	(1,633)	(1,683)
Finance cost	4,109	3,894
Net losses on disposal of investments	5,651	108
Net amortisation of premiums on investments	1,389	1,256
Share of results of associates	4,247	(5,683)
Profit/(loss) from operations before changes in operating assets and liabilities	62,226	(4,969)
Decrease/(increase) in placements with licensed financial institutions, Islamic investment accounts and marketable securities	46,555	(108,340)
Net proceeds/(purchase) from disposal of investments	(154,019)	33,042
Decrease in staff loans	425	648
Decrease/(Increase) in insurance/takaful receivables	(7,625)	(72,508)
Decrease/(increase) in other receivables	79,591	(30,957)
(Decrease)/increase in gross claim liabilities, actuarial liabilities and unallocated surplus	(46,926)	84,018
(Decrease)/increase in expense liabilities	(2,805)	1,191
Decrease in participants' funds	(71,398)	(24,034)
(Decrease)/increase in insurance/takaful payables	(30,796)	15,695
Increase in other payables	40,741	55,560
Taxes and zakat paid	(20,813)	(17,719)
Interest/profit received	55,655	55,706
Dividend received	1,383	3,823
Rental received	1,502	1,688
Net cash used in operating activities	(46,304)	(7,156)



MNRB HOLDINGS BERHAD (13487-A)
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(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018 (CONT'D.)

	GROUP	
	3 months ended 30 June 2018	3 months ended 30 June 2017
	RM'000	RM'000
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,970)	(242)
Purchase of intangible assets	(3,005)	(431)
Net cash used in investing activities	(4,975)	(672)
Cash flows from financing activities		
Finance cost paid	(4,121)	(3,894)
Net cash used in financing activities	(4,121)	(3,894)
Cash and bank balances		
Net decrease during the period	(55,400)	(11,718)
At the beginning of the year	142,099	99,905
At the end of the period	86,699	88,187

*The Condensed Financial Statements should be read in conjunction with
the Annual Financial Statements for the year ended 31 March 2018*



MNRB HOLDINGS BERHAD (13487-A)
INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018
(The figures have not been audited)

PART A – NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

The interim financial statement report should be read in conjunction with the Group's most recent audited financial statements for the financial year ended 31 March 2018.

The significant accounting policies and methods of computation adopted in the unaudited condensed interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2018 except for the adoption of the following accounting standards, IC Interpretations and amendments/improvements to Malaysian Financial Reporting Standards ("MFRSs") issued by the Malaysian Accounting Standards Board ("MASB") that are effective for the Group's financial year beginning 1 April 2018:

- Amendment to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards* (Annual Improvements to MFRS Standards 2014 - 2016 Cycle)
- MFRS 2 *Share-based Payment - Classification and Measurement of Share-based Payment Transactions* (Amendments to MFRS 2)
- MFRS 9 *Financial Instruments* (IFRS 9 issued by IASB in July 2014)
- Applying MFRS 9 *Financial Instruments* with MFRS 4 *Insurance Contracts* (Amendments to MFRS 4)
- Amendment to MFRS 128 *Investments in Associates and Joint Ventures* (Annual Improvements to MFRS Standards 2014 - 2016 Cycle)
- Transfer to Investment Property (Amendments to MFRS 140)
- IC Interpretation 22 *Foreign Currency Transactions and Advance Consideration*
- MFRS 15 *Revenue from Contracts with Customers*

The adoption of the above accounting standards and amendments/improvements to MFRSs does not have any material impact on the financial statements of the Group except as discussed below:

MFRS 9 Financial Instruments

The International Accounting Standards Board ("IASB") issued the final version of IFRS 9 *Financial Instruments* which reflects all phases of the financial instruments project and replaces IAS39 *Financial Instruments: Recognition and Measurement* and all previous versions of IFRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting. IFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but restatement of comparative information is not compulsory.

MFRS 9 was issued by the MASB in respect of its application in Malaysia. It is equivalent to IFRS 9 as issued by IASB, including the effective and issuance dates.

The adoption of this standard resulted in changes in accounting policies and adjustments to the financial statements. In accordance with the transition provisions in the standard, comparatives are not restated and the financial impact of the adoption of the standard is recognised in retained profits and fair value reserves as at 1 April 2018.

The areas with significant impact from application of MFRS 9 are summarised below:

(i) Classification and measurement

The classification and measurement of financial assets is determined on the basis of the contractual cash flow characteristics and the objective of the business model associated with holding the asset. Key changes include the following:

- The held-to-maturity ("HTM") and available-for-sale ("AFS") asset categories were removed;
- Financial assets will be measured at amortised cost ("AC") if the assets are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows which represent solely payments of principal and interest;
- A new asset category measured at fair value through other comprehensive income ("FVOCI") was introduced. This applies to debt instruments with contractual cash flow characteristics that are solely payments of principle and interest and held in a model whose objective is achieved by both collecting contractual cash flows and selling financial assets;
- A new asset category for non-traded equity investments measured at FVOCI was introduced. Equity instruments where an election has not been made to measure those assets at FVOCI, will be measured at Fair value to profit or loss ("FVTPL");
- Financial assets will be measured at FVTPL if the assets are held for trading or financial assets do not qualify to be measured at AC or at FVOCI; and
- Classification of financial liabilities will remain largely unchanged, other than the fair value gains and losses attributable to changes in 'own credit risk' for financial liabilities designated and measured at FVTPL to be presented in other comprehensive income ("OCI"). The remainder of the change in fair value is presented in profit or loss, unless presentation of the fair value change in respect of the liability's credit risk in OCI would create or enlarge an accounting mismatch in profit or loss.

Loans and receivables ("LAR") are held to collect contractual cash flows and are representing solely payments of principal and interest. Thus, the Group will continue to measure these at amortised cost under MFRS 9.



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PART A – NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation (cont'd.)

MFRS 9 Financial Instruments (cont'd.)

(ii) Impairment

The MFRS 9 impairment requirements are based on an Expected Credit Loss (“ECL”) model that replaces the Incurred Loss model under the previous MFRS 139. The Group recognise either a 12-month (Stage 1) or lifetime ECL (Stage 2 and 3), depending on whether there has been a significant increase in credit risk since initial recognition. The ECL model applies to financial assets measured at amortised cost or at FVOCI, irrevocable loan commitments and financial guarantee contracts, which include loans, advances and financing and debt instruments held by the Group. The ECL model also applies to contract assets under MFRS 15 *Revenue from Contracts with Customers* and lease receivables under MFRS 117 *Leases*. Appropriate impairment methodology were adopted for calculating allowances for impairment losses.

The measurement of expected loss will involve increased complexity and judgement that include:

- Determining a significant increase in credit risk (“SICR”) since initial recognition.

The Group recognised either a 12-month (Stage 1) or lifetime ECL (Stage 2 and 3), depending on whether there has been an SICR since initial recognition. When making the assessment of a SICR, the Group uses the change in the risk of default occurring over the expected life of the financial instrument instead of the change in amount of expected credit losses. To make the assessment, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

- Mapping of external credit rating models

The Group utilises its existing external credit rating models to assign credit ratings to the individual instruments in its investment portfolio. Based on the Group’s review and testing, the following key features of the models that are consistent with and therefore comply with MFRS 9 requirements for the assessment of credit risk are as follows:

- (a) The ratings represent individual assessment of the credit risk of the financial instrument in question (as opposed to collective assessment);
- (b) The models cover fixed income instruments regardless of whether or not they are externally rated;
- (c) A wide range of current and historical information is considered, including published financial statements, qualitative information about an obligor’s industry characteristics, competitive positioning, management, financial policy and financial flexibility; and
- (d) In addition, forward-looking information is incorporated into the credit rating process.

- Derivation of probability of default

The Group’s current definition of default for debt instruments is when the borrower is unlikely to fulfil its credit obligations to the Group on the scheduled payment dates. The Group assessed the definition of default by considering the MFRS 9 definition of “credit impaired” which includes:

- (a) Significant financial difficulty of the issuer or the borrower;
- (b) A breach of contract, such as a default or a past due event;
- (c) The lender(s) of the borrower, for economic or contractual reasons relating to the borrower’s financial difficulty, having granted to the borrower a concession(s) that the lender(s) would not otherwise consider;
- (d) It is becoming probable that the borrower will enter bankruptcy or other financial reorganisation;
- (e) The disappearance of an active market for the financial asset because of financial difficulties; or
- (f) The purchase or origination of a financial asset at a deep discount that reflects the incurred credit losses.



MNRB HOLDINGS BERHAD (13487-A)
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PART A – NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation (cont'd.)

MFRS 9 Financial Instruments (cont'd.)

(ii) Impairment (cont'd.)

- ECL measurement

MFRS 9 does not distinguish between individual assessment and collective assessment. Therefore, the Group decided to continue measuring the impairment on an individual transaction basis for financial assets that are deemed to be individually significant.

There are three main components to measure ECL which are probability of default ("PD"), loss given default model ("LGD") and the exposure at default ("EAD").

The Group relies on professional services provided by a credit rating agency to provide the default rate for all its debts instruments which incorporates all the requirements above.

Impairment of insurance/takaful receivables

The approach for impairment model for insurance/takaful receivables are more simplified as compared to the impairment model for financial assets. MFRS 9 includes the requirement or policy choice to apply the simplified approach that does not require entities to track changes in credit risk and the practical expedient to calculate ECLs on insurance/takaful receivables using a provision matrix with the usage of forward-looking information in determining of expected credit losses, including the use of macroeconomic information.

(iii) Hedge accounting

The requirements for general hedge accounting have been simplified for hedge effectiveness testing and may result in more designations of hedged items for accounting purposes.

The Group does not have any significant impact to the financial statements on applying the hedge accounting.

The financial impact of the adoption of MFRS 9 on the statement of financial position of the Group were as follows:

	31 March 2018 RM '000	Classifications and measurement RM '000	Expected credit losses RM '000	1 April 2018 RM '000
Assets				
Property, plant and equipment	240,744	-	-	240,744
Intangible assets	32,131	-	-	32,131
Deferred tax assets	18,343	21	-	18,364
Investments in associates	139,009	-	-	139,009
Financial assets at fair value through profit or loss ("FVTPL")	116,127	2,497,950	-	2,614,077
Financial assets at fair value through other comprehensive income ("FVOCI")	-	1,933,198	(41)	1,933,157
Financial assets at amortised costs ("AC")	-	1,937,263	-	1,937,263
Held-to-maturity ("HTM") investments	644,254	(644,254)	-	-
Available-for-sale ("AFS") financial assets	3,741,196	(3,741,196)	-	-
Loans and receivables ("LAR")	1,937,263	(1,937,263)	-	-
Reinsurance/retakaful assets	478,253	-	-	478,253
Insurance/takaful receivables	418,304	-	(4,964)	413,340
Tax recoverable	27,277	-	-	27,277
Cash and bank balances	142,099	-	-	142,099
Total assets	7,935,000	45,719	(5,005)	7,975,714
Liabilities and Participants' funds				
Participants' funds	247,862	(1,136)	(2,848)	243,878
Borrowings	320,000	-	-	320,000
Insurance/takaful contract liabilities	5,319,945	-	-	5,319,945
Insurance/takaful payables	270,444	-	-	270,444
Other payables	225,745	-	-	225,745
Deferred tax liabilities	10,684	-	-	10,684
Provision for taxation	1,709	-	-	1,709
Provision for zakat	610	-	-	610
Total liabilities and participants' funds	6,396,999	(1,136)	(2,848)	6,393,015
Equity				
Share capital	319,605	-	-	319,605
Reserves	1,218,396	46,855	(2,157)	1,263,094
Total equity attributable to equity holders of the Holding Company	1,538,001	46,855	(2,157)	1,582,699
Total liabilities, participants' funds and equity	7,935,000	45,719	(5,005)	7,975,714



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(The figures have not been audited)

PART A – NOTES TO THE INTERIM FINANCIAL STATEMENTS

A2. Auditors' Report on preceding annual financial statements

The auditors' report on the audited financial statements for the financial year ended 31 March 2018 was not subject to any qualification.

A3. Seasonal or cyclical factors

During the financial period ended 30 June 2018, the operations of the Group were not materially affected by any seasonal factors. With regard to cyclical factors, the performance of the Group is directly correlated with the industry cycle and the economic performance of the countries in which the Group has business dealings with.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial period ended 30 June 2018.

A5. Changes in estimates

There were no material changes in estimates used in the preparation of this interim financial report.

A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities during the current financial period under review.

A7. Dividend paid

No dividend was paid during the first quarter ended 30 June 2018.

A8. Segmental reporting

Financial period ended 30 June 2018

	Investment Holding RM'000	Reinsurance Business RM'000	Takaful Business RM'000	Retakaful Business RM'000	Intra-Group Adjustments RM'000	Consolidated RM'000
Revenue						
External	425	310,155	222,977	10,043	-	543,600
Inter-segment	9,974	405	723	-	(10,379)	723
	10,399	310,560	223,700	10,043	(10,379)	544,323
Results						
Segment results	(850)	38,772	37,877	1,153	(291)	76,661
Share of results of associates	91	(4,338)	-	-	-	(4,247)
Operating profit/(loss) before surplus/(deficit) attributable to takaful participants, zakat and taxation	(759)	34,434	37,877	1,153	(291)	72,414
Surplus attributable to takaful participants	-	-	(29,372)	-	-	(29,372)
Operating (loss)/profit before zakat and taxation	(759)	34,434	8,505	1,153	(291)	43,042
Zakat and taxation	(502)	(11,624)	(1,683)	(955)	-	(14,764)
Net (loss)/profit for the period attributable to equity holders of the Company	(1,261)	22,810	6,822	198	(291)	28,278

Financial year ended 30 June 2017

	Investment Holding RM'000	Reinsurance Business RM'000	Takaful Business RM'000	Retakaful Business RM'000	Intra-Group Adjustments RM'000	Consolidated RM'000
Revenue						
External	801	335,870	257,209	10,972	-	604,852
Inter-segment	8,302	288	723	49	(8,639)	723
	9,103	336,158	257,932	11,021	(8,639)	605,575
Results						
Segment results	(2,685)	45,139	(4,106)	(30)	-	38,318
Share of results of associates	94	5,589	-	-	-	5,683
Operating profit/(loss) before deficit attributable to takaful participants, zakat and taxation	(2,591)	50,728	(4,106)	(30)	-	44,001
Surplus attributable to takaful participants	-	-	22,837	-	-	22,837
Operating (loss)/profit before zakat and taxation	(2,591)	50,728	18,731	(30)	-	66,838
Zakat and taxation	(120)	(13,408)	(2,818)	(57)	-	(16,403)
Net (loss)/profit for the period attributable to equity holders of the Company	(2,711)	37,320	15,913	(87)	-	50,435



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PART A – NOTES TO THE INTERIM FINANCIAL STATEMENTS

A9. Carrying amount of revalued properties

The valuation of property, plant and equipment and investment properties have been brought forward, without any change, from the financial statements for the financial year ended 31 March 2018.

A10. Significant events

There were no significant events during the financial period ended 30 June 2018.

A11. Subsequent events

There were no significant subsequent events from 30 June 2018 to the date of this report.

A12. Changes in the composition of the Group

There were no significant changes in the composition of the Group during the financial period ended 30 June 2018.

A13. Capital Commitments

The amount of capital commitments of the Group as at 30 June 2018 is as follows:

	RM'000
Authorised and contracted for:	
- Intangible assets*	3,320
	<u>3,320</u>
Authorised but not contracted for:	
- Property, plant and equipment	646
- Intangible assets*	10,754
	<u>11,400</u>

* Relating to purchases and enhancement of computer systems.

A14. Condensed Consolidated Statement of Financial Position by Reinsurance, Takaful and Retakaful Funds

(i) Unaudited as at 30 June 2018

	General reinsurance and shareholders' fund RM'000	General takaful fund RM'000	Family takaful fund RM'000	General retakaful fund RM'000	Family retakaful fund RM'000	Elimination and adjustment RM'000	Consolidated RM'000
Assets							
Property, plant and equipment	125,271	-	-	-	-	115,818	241,089
Investment properties	-	-	115,818	-	-	(115,818)	-
Intangible assets	33,745	-	-	-	-	-	33,745
Deferred tax assets	10,054	2,469	2,188	68	16	(7,396)	7,399
Investment in subsidiaries	904,477	-	-	-	-	(904,477)	-
Investment in associates	131,543	-	-	-	-	22,984	154,527
Financial assets:							
Financial assets at fair value through profit or loss ("FVTPL")	82,715	5,977	2,464,531	35,103	15,737	(13,314)	2,590,749
Financial assets at fair value through other comprehensive income ("FVOCI")	1,766,176	255,495	-	-	-	-	2,021,671
Amortised costs ("AC")	1,544,595	158,304	336,363	33,473	4,811	(178,263)	1,899,283
Reinsurance/retakaful assets	250,897	150,283	44,345	18,861	7,807	-	472,193
Insurance/takaful receivables	339,543	27,798	50,304	10,221	1,803	(2,370)	427,299
Tax recoverable	25,888	-	-	(1,249)	375	-	25,014
Cash and bank balances	52,454	10,952	21,950	969	374	-	86,699
Total assets	5,267,358	611,278	3,035,499	97,446	30,923	(1,082,836)	7,959,668
Liabilities and Participants' funds							
Participants' funds	-	117,347	179,687	(65,935)	(25,888)	(10,523)	194,688
Borrowings	321,000	-	-	-	-	(1,000)	320,000
Insurance/takaful contract liabilities	2,070,123	430,702	2,722,944	88,724	15,837	(10,000)	5,318,330
Insurance/takaful payables	173,314	-	-	8,240	4,824	(2,370)	184,008
Other payables	183,508	62,776	130,075	66,417	36,150	(157,649)	321,277
Deferred tax liabilities	6,615	-	-	-	-	(6,615)	-
Provision for taxation	-	453	2,793	-	-	-	3,246
Provision for zakat	813	-	-	-	-	-	813
Total liabilities and participants' funds	2,755,373	611,278	3,035,499	97,446	30,923	(188,157)	6,342,362
Equity							
Share capital	1,224,211	-	-	-	-	(904,606)	319,605
Reserves	1,287,774	-	-	-	-	9,927	1,297,701
Total equity attributable to equity holders of the Parent	2,511,985	-	-	-	-	(894,679)	1,617,306
Total liabilities, participants' funds and equity	5,267,358	611,278	3,035,499	97,446	30,923	(1,082,836)	7,959,668

A14. Condensed Consolidated Statement of Financial Position by Reinsurance, Takaful and Retakaful Funds (Cont'd.)

(ii) As at 31 March 2018

	General reinsurance and shareholders' fund RM'000	General takaful fund RM'000	Family takaful fund RM'000	General retakaful fund RM'000	Family retakaful fund RM'000	Elimination and adjustment RM'000	Consolidated RM'000
Assets							
Property, plant and equipment	124,926	-	-	-	-	115,818	240,744
Investment properties	-	-	115,818	-	-	(115,818)	-
Intangible assets	32,131	-	-	-	-	-	32,131
Deferred tax assets	20,822	2,426	-	66	-	(4,971)	18,343
Investment in subsidiaries	904,477	-	-	-	-	(904,477)	-
Investment in associates	131,833	-	-	-	-	7,176	139,009
Financial assets:							
Financial assets at fair value through profit or loss ("FVTPL")	-	-	116,127	-	-	-	116,127
Held-to-maturity ("HTM") investments	240,757	57,342	316,283	19,108	11,764	(1,000)	644,254
Available-for-sale ("AFS") financial assets	1,539,454	209,299	1,986,079	15,779	4,174	(13,589)	3,741,196
Loans and receivables ("LAR")	1,599,316	154,905	350,281	43,610	(1,550)	(209,299)	1,937,263
Reinsurance/retakaful assets	257,559	149,625	43,127	19,906	8,036	-	478,253
Insurance/takaful receivables	331,267	30,407	44,206	13,995	2,080	(3,651)	418,304
Tax recoverable	27,291	-	-	(21)	7	-	27,277
Cash and bank balances	43,132	27,589	70,175	203	1,000	-	142,099
Total assets	5,252,965	631,593	3,042,096	112,646	25,511	(1,129,811)	7,935,000
Liabilities and Participants' funds							
Participants' funds	-	120,253	129,131	-	-	(1,522)	247,862
Borrowings	321,000	-	-	-	-	(1,000)	320,000
Insurance/takaful contract liabilities	2,096,878	403,666	2,730,440	95,828	15,919	(22,786)	5,319,945
Insurance/takaful payables	207,529	18,105	33,287	10,971	4,203	(3,651)	270,444
Other payables	164,961	89,138	146,947	5,847	5,389	(186,537)	225,745
Deferred tax liabilities	13,981	-	1,013	-	-	(4,310)	10,684
Provision for taxation	-	431	1,278	-	-	-	1,709
Provision for zakat	610	-	-	-	-	-	610
Total liabilities and participants' funds	2,804,959	631,593	3,042,096	112,646	25,511	(219,806)	6,396,999
Equity							
Share capital	1,224,211	-	-	-	-	(904,606)	319,605
Retained profit	1,223,795	-	-	-	-	(5,399)	1,218,396
Total equity attributable to equity holders of the Parent	2,448,006	-	-	-	-	(910,005)	1,538,001
Total liabilities, participants' funds and equity	5,252,965	631,593	3,042,096	112,646	25,511	(1,129,811)	7,935,000

A15. Unaudited Condensed Consolidated Income Statement by Reinsurance, Takaful and Retakaful Funds
(i) 3 months ended 30 June 2018

	General reinsurance and shareholders' fund RM'000	General takaful fund RM'000	Family takaful fund RM'000	General retakaful fund RM'000	Family retakaful fund RM'000	Elimination and adjustment RM'000	Consolidated RM'000
Gross earned premiums/contributions	275,791	61,554	128,177	4,908	2,421	(92)	472,759
Premiums/contributions ceded to reinsurers and retakaful operators	(21,231)	(22,901)	(8,408)	(901)	(1,740)	18	(55,163)
Net earned premiums/contributions	254,560	38,653	119,769	4,007	681	(74)	417,596
Investment income	31,484	4,065	30,429	615	194	(1,643)	65,144
Realised gains/(losses)	2,581	314	(1,811)	-	-	-	1,084
Fair value losses	(12,837)	(1,245)	(35,109)	(1)	(152)	(5,110)	(54,454)
Fee and commission income	78,446	4,614	3	3	-	(76,922)	6,144
Other operating revenue	8,492	-	1,119	447	6	(182)	9,882
Other revenue	108,166	7,748	(5,369)	1,064	48	(83,857)	27,800
Gross claims and benefit paid	(182,768)	(33,584)	(66,699)	(4,743)	(3,665)	1,367	(290,092)
Claims ceded to reinsurers/retakaful operators	3,200	12,961	(847)	428	1,700	(1,366)	16,076
Gross change in contract liabilities	29,186	(11,111)	28,369	8,245	25	(2,690)	52,024
Change in contract liabilities ceded to reinsurers/retakaful operators	(8,772)	3,552	1,218	(973)	(230)	-	(5,205)
Net claims and benefits	(159,154)	(28,182)	(37,959)	2,957	(2,170)	(2,689)	(227,197)
Fee and commission expenses	(93,001)	(19,827)	(43,655)	(2,515)	(100)	66,101	(92,997)
Management expenses	(59,918)	-	-	-	-	9,155	(50,763)
Finance cost	(4,121)	-	-	-	-	12	(4,109)
Other operating expenses	(2,647)	(182)	-	(394)	(1)	5,001	1,777
Changes in expenses liabilities	2,805	-	-	-	-	-	2,805
Tax borne by participants	-	185	1,564	-	-	-	1,749
Other expenses	(156,882)	(19,824)	(42,091)	(2,909)	(101)	80,269	(141,538)
Share of results of associates	-	-	-	-	-	(4,247)	(4,247)
Operating profit before deficit/ surplus attributable to takaful participants, zakat and taxation	46,690	(1,605)	34,350	5,119	(1,542)	(10,598)	72,414
Deficit/(surplus) attributable to takaful participants	-	1,605	(34,350)	(3,839)	1,149	6,063	(29,372)
Operating profit/(loss) before zakat and taxation	46,690	-	-	1,280	(393)	(4,535)	43,042
Zakat	(213)	-	-	-	-	-	(213)
Taxation	(13,664)	-	-	(1,280)	393	-	(14,551)
Net profit/(loss) for the period attributable to equity holders of the Parent	32,813	-	-	-	-	(4,535)	28,278

A15. Unaudited Condensed Consolidated Income Statement by Reinsurance, Takaful and Retakaful Funds (Cont'd.)

(ii) 3 months ended 30 June 2017

	General reinsurance and shareholders' fund RM'000	General takaful fund RM'000	Family takaful fund RM'000	General retakaful fund RM'000	Family retakaful fund RM'000	Elimination and adjustment RM'000	Consolidated RM'000
Gross earned premiums/contributions	302,953	67,931	158,022	6,283	2,475	(268)	537,396
Premiums/contributions ceded to reinsurers and retakaful operators	(18,566)	(28,699)	(20,664)	(909)	(1,859)	98	(70,599)
Net earned premiums/contributions	284,387	39,232	137,358	5,374	616	(170)	466,797
Investment income	29,825	3,967	27,432	725	246	(1,494)	60,701
Realised (losses)/gains	(1,820)	(69)	1,781	-	-	-	(108)
Fair value gains/(losses)	10,219	735	2,264	-	-	-	13,218
Fee and commission income	91,104	7,078	-	1	-	(79,186)	18,997
Other operating revenue	3,557	-	2,759	11	1	(3,091)	3,237
Other revenue	132,885	11,711	34,236	737	247	(83,771)	96,045
Gross claims and benefit paid	(193,017)	(31,043)	(61,637)	(2,973)	(1,739)	776	(289,633)
Claims ceded to reinsurers/retakaful operators	13,644	12,649	1,158	456	778	(776)	27,909
Gross change in contract liabilities	36,829	(31,369)	(87,495)	(2,393)	411	2,006	(82,011)
Change in contract liabilities ceded to reinsurers/retakaful	(28,581)	21,381	21,613	(447)	(226)	-	13,740
Net claims and benefits	(171,125)	(28,382)	(126,361)	(5,357)	(776)	2,006	(329,995)
Fee and commission expense	(111,185)	(22,899)	(55,497)	(2,671)	(86)	79,186	(113,152)
Management expenses	(63,547)	-	(945)	-	-	978	(63,514)
Finance cost	(3,906)	-	-	-	-	12	(3,894)
Other operating expenses	(126)	(9,637)	-	(73)	(1)	3,091	(6,746)
Changes in expenses liabilities	(6,228)	-	-	(38)	-	-	(6,266)
Tax borne by participants	-	1,803	(2,783)	23	-	-	(957)
Other expenses	(184,992)	(30,733)	(59,225)	(2,759)	(87)	83,267	(194,529)
Share of results of associates	-	-	-	-	-	5,683	5,683
Operating profit before deficit attributable to takaful participants, zakat and taxation	61,155	(8,172)	(13,992)	(2,005)	-	7,015	44,001
Deficit/(surplus) attributable to takaful participants	-	8,172	13,992	2,005	-	(1,332)	22,837
Operating profit before zakat and taxation	61,155	-	-	-	-	5,683	66,838
Zakat	-	-	-	-	-	-	-
Taxation	(16,403)	-	-	-	-	-	(16,403)
Net profit for the period attributable to equity holders of the Parent	44,752	-	-	-	-	5,683	50,435

A17. Fair values of assets

MFRS 7 *Financial Instruments: Disclosures* ("MFRS 7") requires the classification of financial instruments measured at fair value according to a hierarchy that reflects the significance of inputs used in making the measurements, in particular, whether the inputs used are observable or unobservable. MFRS 13 *Fair Value Measurement* requires similar disclosure requirements as MFRS 7, but extends to include all assets and liabilities measured at fair value and/or for which fair values are disclosed. The following levels of hierarchy are used for determining and disclosing the fair value of the Group and the Company's assets:

Level 1 · Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 · Inputs that are based on observable market data, either directly or indirectly

Level 3 · Inputs that are not based on observable market data

The fair values of the Group and Company's assets are determined as follows:

- (i) The carrying amounts of financial assets, such as loans and receivables, insurance/takaful receivables and cash and bank balances, are reasonable approximation of their fair values due to the relatively short term maturity of these balances;
- (ii) The fair values of quoted equities are based on quoted market prices as at the reporting date;
- (iii) The fair values of Malaysian government securities, government investment issues and unquoted corporate debt securities are based on indicative market prices from the Bond Pricing Agency of Malaysia ("BPAM");
- (iv) The fair values of investments in mutual funds, unit trust funds and real estate investment trusts are valued based on the net asset values of the underlying funds as at the reporting date; and
- (v) Freehold land and buildings and investment property have been revalued based on valuations performed by accredited independent valuers having appropriate recognised professional qualification. The valuations are based on the income and comparison approaches. In arriving at the fair value of the assets, the valuers had also taken into consideration the future developments in terms of infrastructure in the vicinity of the properties.

Description of significant unobservable inputs:

	Valuation technique	Significant unobservable inputs	Range
30 June 2018/31 March 2018			
<u>Property, plant and equipment</u>			
Office building	Income approach	Yield Rental per square foot	6.0% to 6.25% RM4.30 to RM4.96
	Comparison approach	Sales price per square feet for similar properties	RM512 to RM1,175

A significant increase or decrease in the unobservable inputs used in the valuation would result in a correspondingly higher or lower fair value.

There has been no transfer between Level 1 and Level 2 of the fair value hierarchy during the financial year.

A17. Fair values of assets (cont'd.)

As at the reporting date, the Group and the Company held the following assets that are measured at fair value and/or for which fair values are disclosed under Levels 1, 2 and 3 of the fair value hierarchy:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial period ended 30 June 2018				
Assets measured at fair value:				
(a) Property, plant and equipment				
Freehold land	-	-	36,800	36,800
Buildings	-	-	199,885	199,885
	<u>-</u>	<u>-</u>	<u>236,685</u>	<u>236,685</u>
(b) Financial assets at FVTPL				
Quoted shares in Malaysia	126,344	-	-	126,344
Shariah approved unit trust funds	116,573	-	-	116,573
Unquoted Islamic private debt securities	-	1,161,219	-	1,161,219
Government investment issues	-	1,180,212	-	1,180,212
Property trust funds	-	6,401	-	6,401
	<u>242,917</u>	<u>2,347,832</u>	<u>-</u>	<u>2,590,749</u>
(c) Financial assets at FVOCI				
Unquoted Islamic private debt securities	-	936,683	-	936,683
Government investment issues	-	1,000,322	-	1,000,322
Unquoted shares	-	-	84,373	84,373
	<u>-</u>	<u>1,937,005</u>	<u>84,373</u>	<u>2,021,378</u>
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial year ended 31 March 2018				
Assets measured at fair value:				
(a) Property, plant and equipment				
Freehold land	-	-	36,800	36,800
Buildings	-	-	199,277	199,277
	<u>-</u>	<u>-</u>	<u>236,077</u>	<u>236,077</u>
(b) Financial assets at FVTPL				
Shariah approved unit trust funds	<u>116,127</u>	<u>-</u>	<u>-</u>	<u>116,127</u>
	<u>116,127</u>	<u>-</u>	<u>-</u>	<u>116,127</u>
(c) AFS financial assets				
Malaysian government securities	-	131,162	-	131,162
Unquoted corporate debt securities	-	2,292,540	-	2,292,540
Quoted shares in Malaysia	126,228	-	-	126,228
Warrants	273	-	-	273
Real estate investment trusts	13,227	-	-	13,227
Government investment issues	-	1,132,970	-	1,132,970
	<u>139,728</u>	<u>3,556,672</u>	<u>-</u>	<u>3,696,400</u>
Assets for which fair values are disclosed:				
HTM investments				
Malaysian government securities	-	77,404	-	77,404
Unquoted corporate debt securities	-	25,723	-	25,723
Government investment issues	-	539,508	-	539,508
	<u>-</u>	<u>642,635</u>	<u>-</u>	<u>642,635</u>



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**PART B – ADDITIONAL INFORMATION REQUIRED BY THE
LISTING REQUIREMENTS OF BURSA MALAYSIA**

B1. Review of performance

For the financial period ended 30 June 2018, the Group recorded a revenue of RM544.3 million as compared to RM605.6 million reported for previous financial period. This RM167.9 million reduction was due to lower gross premiums/contributions from both the reinsurance and takaful subsidiaries.

The Group's net profit for the financial period ended 30 June 2018 was RM28.3 million, lower by RM22.2 million as compared to RM50.4 million reported in previous financial period for the reasons stated below.

Investment holding

Revenue for the financial period was RM10.4 million which was higher by RM1.3 million compared to RM9.1 million reported in the corresponding period last year.

Net loss reported for the financial period ended 30 June 2018 was RM1.3 million as compared to a net loss of RM2.7 million for the same period last year.

Reinsurance business

Revenue for reinsurance business for the financial period ended 30 June 2018 decreased to RM310.6 million as compared to RM336.2 million for the previous financial year. The decrease was mainly due to the lower gross premiums from international business as a result of its business rationalisation exercise.

Net profit for the financial period ended 30 June 2018 decreased by 38.9% from RM37.3 million last year to RM22.8 million. The lower profit was due to lower share of results from an associate.

Takaful business

Revenue for takaful business for the financial period ended 30 June 2018 decreased by 13.3% from RM257.9 million to RM223.7 million. This was mainly due to lower gross contributions received from the general business.

It recorded a lower net profit of RM6.8 million in the financial period ended 30 June 2018 as compared to a net profit of RM15.9 million for the same period last year. This was mainly due to lower wakalah fee received from takaful funds.

Retakaful business

Revenue for retakaful business for the financial period ended 30 June 2018 was lower by 8.9% from RM11.0 million to RM10.0 million, mainly due to the new businesses from the retakaful division of the reinsurance subsidiary.

The retakaful business recorded a net profit of RM0.2 million in the financial period ended 30 June 2018 as compared to a net loss of RM0.1 million for previous financial period. This is due to lower net claims incurred.



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**PART B – ADDITIONAL INFORMATION REQUIRED BY THE
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B2. Review of current quarter profitability against immediate preceding quarter

The Group recorded a net profit of RM28.3 million in the current quarter as compared to RM29.4 million in the preceding quarter as a result of lower wakalah fees from the Company's takaful subsidiary.

B3. Current year prospects

Barring any unforeseen circumstances, the Group is expected to achieve satisfactory results for the current financial year ending 31 March 2019.

B4. Explanatory note for variance from profit forecast

There was no profit forecast issued by the Group during the financial period ended 30 June 2018.

B5. Investment income

	GROUP			
	Individual period		Cumulative year	
	3 months ended	3 months ended	3 months ended	3 months ended
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	RM'000	RM'000	RM'000	RM'000
Financial assets at FVTPL				
Profit income	18,428	-	18,428	-
Dividend income:				
- quoted shares in Malaysia	61	15	61	15
- unit trust funds	372	1,682	372	1,682
HTM investments				
Interest/profit income	-	6,377	-	6,377
Financial assets at FVOCI				
Interest/profit income	29,466	-	29,466	-
Dividend income:				
- quoted shares in Malaysia	1,010	-	1,010	-
AFS financial assets				
Interest/profit income	-	35,568	-	35,568
Dividend income:				
- quoted shares in Malaysia	-	2,072	-	2,072
Financial assets at AC				
Interest/profit income	19,928	-	19,928	-
Loans and receivables				
Interest/profit income	-	20,428	-	20,428
Rental income	2,020	1,921	2,020	1,921
Net amortisation of premiums	(1,389)	(1,256)	(1,389)	(1,256)
Investment expenses	(116)	(173)	(116)	(173)
	69,780	66,635	69,780	66,635



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**PART B – ADDITIONAL INFORMATION REQUIRED BY THE
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B6. Taxation

	GROUP			
	Individual period		Cumulative year	
	3 months ended 30 June 2018 RM'000	3 months ended 30 June 2017 RM'000	3 months ended 30 June 2018 RM'000	3 months ended 30 June 2017 RM'000
Operating profit before zakat and tax	43,042	66,838	43,042	66,838
Current tax	(11,195)	(29,894)	(11,195)	(29,894)
Deferred tax	(2,803)	2,136	(2,803)	2,136
Zakat	(13,998)	(27,758)	(13,998)	(27,758)
	(213)	-	(213)	-
	(14,211)	(27,758)	(14,211)	(27,758)

The effective tax rate for the cumulative period was higher than the statutory tax rate mainly due to some of the management expenses of the Company's takaful subsidiary that are not claimable as tax deduction and also due to the effect of deferred tax on the forex loss and adjustment arising from MFRS 9 implementation which had previously recognised the financial assets as HTM and AFS and are now classified as FVTPL.

B7. Status of corporate proposal

On 18 July 2018, the Company via AmInvestment Bank Berhad had announced the Company's proposal to undertake a renounceable rights issue exercise to raise gross proceeds of approximately RM400 million ('Proposed Rights Issue').

On 3 August 2018, the Company via AmInvestment Bank Berhad announced that Bursa Securities had, vide its letter dated 2 August 2018, approved the listing of and quotation for up to 479,406,290 Rights Shares to be issued pursuant to the Proposed Rights Issue on the Main Market of Bursa Securities.

Barring any unforeseen circumstances, the Proposed Rights Issue is expected to be completed in the fourth (4th) quarter of 2018.

B8. Borrowings and debt securities

The Group borrowings as at 30 June 2018 were as follows:

	GROUP 30 June 2018 RM'000
Unsecured borrowings:	
RM 200.0 million Revolving Credit Facility due in September 2018	200,000
RM 120.0 million Revolving Credit Facility due in December 2018	120,000
	320,000

B9. Off balance sheet financial instruments

There were no financial instruments with material off balance sheet risk as at the date of this report.

B10. Material litigation

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



MNRB HOLDINGS BERHAD (13487-A)
INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018
(The figures have not been audited)

**PART B – ADDITIONAL INFORMATION REQUIRED BY THE
LISTING REQUIREMENTS OF BURSA MALAYSIA**

B11. Earnings per share

The basic earnings per share is calculated by dividing the net profit for the period by the number of ordinary shares in issue during the period.

	GROUP			
	Individual period		Cumulative year	
	3 months ended 30 June 2018	3 months ended 30 June 2017	3 months ended 30 June 2018	3 months ended 30 June 2017
Net profit for the year (RM'000)	28,278	50,435	28,278	50,435
Number of ordinary shares in issue ('000)	319,605	319,605	319,605	319,605
Basic earnings per share (sen)	8.8	15.8	8.8	15.8

The Group has no dilution in its earnings per share in the current and previous financial period as there are no potential dilution to its ordinary shares.

B12. Additional disclosures for the income statement

	GROUP			
	Individual period		Cumulative year	
	3 months ended 30 June 2018 RM'000	3 months ended 30 June 2017 RM'000	3 months ended 30 June 2018 RM'000	3 months ended 30 June 2017 RM'000
Finance cost	(4,109)	(3,894)	(4,109)	(3,894)
Net gain/(loss) on disposal of investments	127	(108)	127	(108)
Depreciation and amortisation	(2,298)	(7,874)	(2,298)	(7,874)
Writeback of impairment loss on insurance/takaful receivables	240	2,375	240	2,375
Writeback of/(Allowance for) impairment loss on investments	-	13,320	-	13,320

Other than the above, there was no gain or loss on derivatives and exceptional items reported during the financial period ended 30 June 2018.

By Order of the Board

NORAZMAN BIN HASHIM (MIA 5817)
LENA BINTI ABD LATIF (LS 8766)
Company Secretaries

Kuala Lumpur
Dated: 27 August 2018