

**MAA GROUP BERHAD (471403-A)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND PERIOD ENDED 30 JUNE 2016**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 30 JUNE 2016**

	<b>30 June 2016</b>	<b>31 December 2015 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	3,470	14,575
Investment properties	17,806	19,356
Intangible assets	214	3,571
Associates	71,806	67,954
Deferred tax assets	-	2,334
Tax recoverable	206	340
Reinsurance/retakaful assets	-	270,408
Investments	35,104	587,382
Financial assets at fair value through profit or loss	1,991	354,855
Available-for-sale financial assets	26,702	144,710
Held-to-maturity financial assets	-	40,632
Loans and receivables	6,411	47,185
Insurance/takaful receivables	-	81,041
Trade and other receivables	95,036	40,338
Cash and cash equivalents	480,586	357,245
Assets classified as held for sales	-	6,393
<b>TOTAL ASSETS</b>	<b>704,228</b>	<b>1,450,937</b>
<b>EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>		
<b>LIABILITIES</b>		
Insurance/takaful contract liabilities	-	846,792
Deferred tax liabilities	88	1,289
Insurance/takaful payables	-	88,321
Trade and other payables	22,134	71,079
Current tax liabilities	-	4,334
Liabilities directly associated with assets classified as held for sales	-	1,281
<b>TOTAL LIABILITIES</b>	<b>22,222</b>	<b>1,013,096</b>
<b>EQUITY</b>		
Share capital	292,693	292,693
Treasury shares	(4,530)	(444)
Retained earnings	385,640	112,643
Reserves	8,203	5,160
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>682,006</b>	<b>410,052</b>
Non-controlling interests	-	27,789
<b>TOTAL EQUITY</b>	<b>682,006</b>	<b>437,841</b>
<b>TOTAL EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES</b>	<b>704,228</b>	<b>1,450,937</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.33	1.40

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015.*

**CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 30 JUNE 2016**

	3 months ended		6 months ended	
	30 June 2016	30 June 2015 (restated)	30 June 2016	30 June 2015 (restated)
	RM'000	RM'000	RM'000	RM'000
<b>Operating revenue</b>				
- Continuing Operations	3,883	4,757	7,606	8,923
- Discontinued Operations	146,879	141,405	279,330	281,299
	<u>150,762</u>	<u>146,162</u>	<u>286,936</u>	<u>290,222</u>
<b>CONTINUING OPERATIONS</b>				
Gross earned premiums	-	-	-	1
Premiums ceded to reinsurers	-	-	-	-
<b>Net earned premiums</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
Investment income	1,856	2,581	3,771	5,067
Realised gains and losses - net	1	-	40	67
Fair value gains and losses - net	28	11	54	(36)
Other operating revenue from non-insurance businesses	2,027	2,176	3,835	3,855
Other operating (expenses)/income - net	(3,549)	4,083	(4,255)	6,343
<b>Other revenue</b>	<u>363</u>	<u>8,851</u>	<u>3,445</u>	<u>15,296</u>
<b>Total revenue</b>	<u>363</u>	<u>8,851</u>	<u>3,445</u>	<u>15,297</u>
Gross benefits and claims paid	-	(1,233)	-	(6,332)
Claims ceded to reinsurers	-	488	-	3,077
Gross change to contract liabilities	-	1,327	-	10,965
Change in contract liabilities ceded to reinsurers	-	(485)	-	(6,944)
<b>Net insurance benefits and claims</b>	<u>-</u>	<u>97</u>	<u>-</u>	<u>766</u>
Management expenses	(14,334)	(7,998)	(21,038)	(15,512)
<b>Other expenses</b>	<u>(14,334)</u>	<u>(7,998)</u>	<u>(21,038)</u>	<u>(15,512)</u>
Share of profit of associates, net of tax	1,581	562	2,264	741
<b>(Loss)/profit before taxation</b>	<u>(12,390)</u>	<u>1,512</u>	<u>(15,329)</u>	<u>1,292</u>
Taxation	-	(78)	(1)	(81)
<b>(Loss)/profit for the financial quarter/period</b>	<u>(12,390)</u>	<u>1,434</u>	<u>(15,330)</u>	<u>1,211</u>
<b>DISCONTINUED OPERATIONS</b>				
Profit/(loss) before taxation	296,133	(1,320)	301,221	1,426
Taxation	(2,095)	(881)	(3,729)	(1,578)
<b>Profit/(loss) from discontinued operations</b>	<u>294,038</u>	<u>(2,201)</u>	<u>297,492</u>	<u>(152)</u>
<b>Profit/(loss) for the financial quarter/period</b>	<u>281,648</u>	<u>(767)</u>	<u>282,162</u>	<u>1,059</u>
<b>Profit/(loss) for the financial quarter/period attributable to:</b>				
Owners of the Company	281,850	(243)	281,710	578
Non-controlling interests	(202)	(524)	452	481
	<u>281,648</u>	<u>(767)</u>	<u>282,162</u>	<u>1,059</u>
Basic (loss)/earnings per ordinary share (sen) attributable to owners of the Company				
- Continuing Operations	(4.21)	0.65	(5.39)	0.24
- Discontinued Operations	101.51	(0.73)	101.69	(0.05)
	<u>97.30</u>	<u>(0.08)</u>	<u>96.30</u>	<u>0.19</u>

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE QUARTER AND PERIOD ENDED 30 JUNE 2016**

	3 months ended		6 months ended	
	30 June 2016	30 June 2015 (restated)	30 June 2016	30 June 2015 (restated)
	RM'000	RM'000	RM'000	RM'000
<b>Profit/(loss) for the financial quarter/period</b>	281,648	(767)	282,162	1,059
<b>Other comprehensive income/(loss), net of tax :</b>				
<b><u>Items that may be subsequently reclassified to profit or loss:</u></b>				
Foreign currency translation differences	(439)	(1,606)	1,018	(2,628)
Fair value changes of available-for-sale financial assets, net of tax	10	(112)	204	415
Arising from disposed subsidiary	233	-	233	-
	243	(112)	437	415
Share of fair value changes of available-for-sale financial assets of associate	591	(427)	1,588	(20)
Other comprehensive income/(loss) for the financial quarter/period, net of tax	395	(2,145)	3,043	(2,233)
<b>Total comprehensive income/(loss) for the financial quarter/period</b>	282,043	(2,912)	285,205	(1,174)
<b>Total comprehensive income/(loss) for the financial quarter/period attributable to:</b>				
Owners of the Company	282,245	(2,388)	284,753	(1,655)
Non-controlling interests	(202)	(524)	452	481
	282,043	(2,912)	285,205	(1,174)

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015.*

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE PERIOD ENDED 30 JUNE 2016

	Attributable to owners of the Company											
	Issued and fully paid ordinary shares		Treasury shares		Reserves			Total	Retained earnings	Total	Non-controlling interests	Total equity
	Number of shares	Nominal value	Number of shares		Capital redemption reserves	Foreign exchange reserves	Available-for-sale reserves					
000	RM'000	000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>2016</b>												
As at 1 January 2016	292,693	292,693	(509)	(444)	11,661	(6,246)	(255)	5,160	112,643	410,052	27,789	437,841
Profit for the financial period	-	-	-	-	-	-	-	-	281,710	281,710	452	282,162
Other comprehensive income	-	-	-	-	-	1,018	2,025	3,043	-	3,043	-	3,043
Total comprehensive income for the financial period	-	-	-	-	-	1,018	2,025	3,043	281,710	284,753	452	285,205
Interim dividend paid	-	-	-	-	-	-	-	-	(8,713)	(8,713)	-	(8,713)
Share buy-back	-	-	(4,296)	(4,086)	-	-	-	-	-	(4,086)	-	(4,086)
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	(28,241)	(28,241)
As at 30 June 2016	292,693	292,693	(4,805)	(4,530)	11,661	(5,228)	1,770	8,203	385,640	682,006	-	682,006
<b>2015</b>												
As at 1 January 2015	304,354	304,354	(2,025)	(1,312)	-	4,360	2,664	7,024	113,845	423,911	20,086	443,997
Profit for the financial period	-	-	-	-	-	-	-	-	578	578	481	1,059
Other comprehensive income/(loss)	-	-	-	-	-	(2,628)	395	(2,233)	-	(2,233)	-	(2,233)
Total comprehensive income/(loss) for the financial period	-	-	-	-	-	(2,628)	395	(2,233)	578	(1,655)	481	(1,174)
Interim dividend paid	-	-	-	-	-	-	-	-	(9,000)	(9,000)	-	(9,000)
Share buy-back	-	-	(2,319)	(1,558)	-	-	-	-	-	(1,558)	-	(1,558)
As at 30 June 2015	304,354	304,354	(4,344)	(2,870)	-	1,732	3,059	4,791	105,423	411,698	20,567	432,265

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 JUNE 2016**

	6 months ended	
	30 June 2016	30 June 2015
	RM'000	RM'000
<b>(Loss)/profit for the financial period</b>	(15,330)	1,211
Investment income	(3,771)	(5,067)
Realised gains and losses - net	(40)	(67)
Fair value gains and losses - net	(54)	36
Write back of impairment loss on loans and receivables	(3)	(84)
Purchases of financial assets	-	(373,571)
Proceeds from disposal of financial assets	1,763	334,606
<b>Non-cash items:</b>		
Depreciation of property, plant and equipment	351	455
Amortisation of leases	1	1
Amortisation of intangible assets	27	41
Property, plant and equipment written off	40	-
Intangible assets written off	1	-
Allowance for impairment loss on trade and other receivables	1,700	-
Unrealised foreign exchange loss/(gain)	2,163	(853)
Share of profit of associates	(2,264)	(741)
Tax expenses	1	81
<b>Changes in working capital:</b>		
Decrease/(increase) in loans and receivables	450	(248)
Increase in reinsurance/retakaful assets	-	(9,501)
Decrease in insurance/takaful receivables	-	8,550
(Decrease)/increase in trade and other receivables	11,631	(3,998)
Increase in insurance/contract liabilities	-	41,205
Decrease in insurance/takaful payables	-	(2,546)
Increase in trade and other payables	3,178	2,313
<b>Cash generated from/(utilised in) operating activities</b>	<u>(156)</u>	<u>(8,177)</u>
Investment income received	2,736	13,772
Income tax paid	(54)	(3,006)
Income tax refund	145	-
Dividend paid	(8,713)	(9,000)
<b>Net cash inflow/(outflow) from operating activities</b>	<u>(6,042)</u>	<u>(6,411)</u>
<b>Net cash outflow from operating activities - discontinued operations</b>	<u>(171,526)</u>	<u>(17,865)</u>
<b>Investing activities:</b>		
Purchase of property, plant and equipments	(156)	(1,208)
Proceeds from disposal of property, plant and equipments	64	66
Purchase of intangible assets	(53)	(492)
Decrease in fixed and call deposits	19,000	1,099
Net cash inflow from disposal of discontinued operations	285,621	-
<b>Net cash inflow/(outflow) from investing activities</b>	<u>304,476</u>	<u>(535)</u>
<b>Net cash outflow from investing operations - discontinued operations</b>	<u>(499)</u>	<u>-</u>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 JUNE 2016**  
(continued)

	6 months ended	
	30 June 2016 RM'000	30 June 2015 RM'000
<b>Financing activities:</b>		
Purchase of treasury shares	(4,086)	(1,558)
<b>Net cash outflow from financing activities</b>	<u>(4,086)</u>	<u>(1,558)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	294,348	(8,504)
<b>Net decrease in cash and cash equivalents - discontinued operations</b>	(172,025)	(17,865)
<b>Currency translation difference</b>	1,018	(2,628)
<b>Cash and cash equivalents at beginning of financial year</b>	357,245	342,268
<b>Cash and cash equivalents at end of financial period</b>	<u>480,586</u>	<u>313,271</u>
	-	-
<b>Cash and cash equivalents comprise of:</b>		
Fixed and call deposits with licensed banks	477,969	296,546
Cash and bank balance	2,617	16,725
	<u>480,586</u>	<u>313,271</u>

*The Condensed Consolidated Statement of Cash flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015.*