

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

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

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

	30 September 2016	31 December 2015 (Audited)
	RM'000	RM'000
ASSETS		
Property, plant and equipment	3,813	14,575
Investment properties	17,613	19,356
Intangible assets	298	3,571
Associates	73,478	67,954
Deferred tax assets	-	2,334
Tax recoverable	209	340
Reinsurance/retakaful assets	-	270,408
Investments	135,640	587,382
Financial assets at fair value through profit or loss	2,044	354,855
Available-for-sale financial assets	31,287	144,710
Held-to-maturity financial assets	-	40,632
Loans and receivables	102,309	47,185
Insurance/takaful receivables	-	81,041
Trade and other receivables	94,950	40,338
Cash and cash equivalents	265,449	357,245
Assets classified as held for sales	-	6,393
TOTAL ASSETS	591,450	1,450,937
EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES		
LIABILITIES		
Insurance/takaful contract liabilities	-	846,792
Deferred tax liabilities	138	1,289
Insurance/takaful payables	-	88,321
Trade and other payables	21,155	71,079
Current tax liabilities	55	4,334
Liabilities directly associated with assets classified as held for sales	-	1,281
TOTAL LIABILITIES	21,348	1,013,096
EQUITY		
Share capital	292,693	292,693
Treasury shares	(17,490)	(444)
Retained earnings	286,829	112,643
Reserves	8,070	5,160
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	570,102	410,052
Non-controlling interests	-	27,789
TOTAL EQUITY	570,102	437,841
TOTAL EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES	591,450	1,450,937
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.95	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 SEPTEMBER 2016**

	3 months ended		9 months ended	
	30-Sep 2016	30-Sep 2015 (restated)	30-Sep 2016	30-Sep 2015 (restated)
	RM'000	RM'000	RM'000	RM'000
Operating revenue				
- Continuing Operations	6,502	4,819	14,108	13,742
- Discontinued Operations	-	134,651	279,330	415,950
	<u>6,502</u>	<u>139,470</u>	<u>293,438</u>	<u>429,692</u>
CONTINUING OPERATIONS				
Gross earned premiums	-	-	-	1
Premiums ceded to reinsurers	-	-	-	-
Net earned premiums	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
Investment income	4,154	2,385	7,925	7,452
Realised gains and losses - net	(15)	(3,827)	25	(3,760)
Fair value gains and losses - net	54	1,294	108	1,258
Other operating revenue from non-insurance businesses	2,348	2,434	6,183	6,289
Other operating income/(expenses) - net	215	1,487	(4,040)	7,830
Other revenue	<u>6,756</u>	<u>3,773</u>	<u>10,201</u>	<u>19,069</u>
Total revenue	<u>6,756</u>	<u>3,773</u>	<u>10,201</u>	<u>19,070</u>
Gross benefits and claims paid	-	(124)	-	(6,456)
Claims ceded to reinsurers	-	(86)	-	2,991
Gross change to contract liabilities	-	260	-	11,225
Change in contract liabilities ceded to reinsurers	-	(105)	-	(7,049)
Net insurance benefits and claims	<u>-</u>	<u>(55)</u>	<u>-</u>	<u>711</u>
Management expenses	(7,003)	(7,935)	(28,041)	(23,447)
Other expenses	<u>(7,003)</u>	<u>(7,935)</u>	<u>(28,041)</u>	<u>(23,447)</u>
Share of profit of associates, net of tax	2,319	3,071	4,583	3,812
Profit/(loss) before taxation	<u>2,072</u>	<u>(1,146)</u>	<u>(13,257)</u>	<u>146</u>
Taxation	(123)	(130)	(124)	(211)
Profit/(loss) for the financial quarter/period	<u>1,949</u>	<u>(1,276)</u>	<u>(13,381)</u>	<u>(65)</u>
DISCONTINUED OPERATIONS				
(Loss)/profit before taxation	-	(258)	301,221	1,168
Taxation	-	(616)	(3,729)	(2,194)
(Loss)/profit from discontinued operations	<u>-</u>	<u>(874)</u>	<u>297,492</u>	<u>(1,026)</u>
Profit/(loss) for the financial quarter/period	<u>1,949</u>	<u>(2,150)</u>	<u>284,111</u>	<u>(1,091)</u>
Profit/(loss) for the financial quarter/period attributable to:				
Owners of the Company	1,949	(1,518)	283,659	(940)
Non-controlling interests	-	(632)	452	(151)
	<u>1,949</u>	<u>(2,150)</u>	<u>284,111</u>	<u>(1,091)</u>
Basic earnings/(loss) per ordinary share (sen) attributable to owners of the Company				
- Continuing Operations	0.67	(0.21)	(4.79)	0.03
- Discontinued Operations	-	(0.29)	102.95	(0.34)
	<u>0.67</u>	<u>(0.50)</u>	<u>98.16</u>	<u>(0.31)</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 SEPTEMBER 2016

	3 months ended		9 months ended	
	30-Sep 2016	30-Sep 2015 (restated)	30-Sep 2016	30-Sep 2015 (restated)
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) for the financial quarter/period	1,949	(2,150)	284,111	(1,091)
Other comprehensive income/(loss), net of tax :				
<u>Items that may be subsequently reclassified to profit or loss:</u>				
Foreign currency translation differences	(465)	(7,493)	553	(10,121)
Fair value changes of available-for-sale financial assets, net of tax	979	(1,293)	1,183	(878)
Arising from disposed subsidiary	-	-	233	-
	979	(1,293)	1,416	(878)
Share of fair value changes of available-for-sale financial assets of associate	(647)	(353)	941	(373)
Other comprehensive (loss)/income for the financial quarter/period, net of tax	(133)	(9,139)	2,910	(11,372)
Total comprehensive income/(loss) for the financial quarter/period	1,816	(11,289)	287,021	(12,463)
Total comprehensive income/(loss) for the financial quarter/period attributable to:				
Owners of the Company	1,816	(10,657)	286,569	(12,312)
Non-controlling interests	-	(632)	452	(151)
	1,816	(11,289)	287,021	(12,463)

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 SEPTEMBER 2016

	Attributable to owners of the Company											
	Issued and fully paid ordinary shares		Treasury shares		Reserves			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					Total
000	RM'000	000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
2016												
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	-	-	-	-	-	-	-	-	283,659	283,659	452	284,111
Other comprehensive income	-	-	-	-	-	553	2,357	2,910	-	2,910	-	2,910
Total comprehensive income for the financial period	-	-	-	-	-	553	2,357	2,910	283,659	286,569	452	287,021
Interim dividend paid	-	-	-	-	-	-	-	-	(109,473)	(109,473)	-	(109,473)
Share buy-back	-	-	(18,066)	(17,046)	-	-	-	-	-	(17,046)	-	(17,046)
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	(28,241)	(28,241)
As at 30 September 2016	292,693	292,693	(18,575)	(17,490)	11,661	(5,693)	2,102	8,070	286,829	570,102	-	570,102

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

	Attributable to owners of the Company											
	Issued and fully paid ordinary shares		Treasury shares		Reserves			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		
2015												
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
Loss for the financial period	-	-	-	-	-	-	-	-	(940)	(940)	(151)	(1,091)
Other comprehensive loss	-	-	-	-	-	(10,121)	(1,251)	(11,372)	-	(11,372)	-	(11,372)
Total comprehensive loss for the financial period	-	-	-	-	-	(10,121)	(1,251)	(11,372)	(940)	(12,312)	(151)	(12,463)
Interim dividend paid	-	-	-	-	-	-	-	-	(9,000)	(9,000)	-	(9,000)
Share buy-back	-	-	(9,498)	(6,630)	-	-	-	-	-	(6,630)	-	(6,630)
As at 30 September 2015	304,354	304,354	(11,523)	(7,942)	-	(5,761)	1,413	(4,348)	103,905	395,969	19,935	415,904

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 SEPTEMBER 2016**

	9 months ended	
	30-Sep 2016	30-Sep 2015
	RM'000	RM'000
Loss for the financial period	(13,381)	(65)
Investment income	(7,925)	(7,452)
Realised gains and losses - net	(25)	3,760
Fair value gains and losses - net	(108)	(1,258)
Write back of impairment loss on loans and receivables	(6)	(86)
Purchases of financial assets	(3,070)	(630,327)
Proceeds from disposal of financial assets	1,763	682,099
Non-cash items:		
Depreciation of property, plant and equipment	605	632
Amortisation of leases	2	2
Amortisation of intangible assets	57	63
Property, plant and equipment written off	60	-
Intangible assets written off	1	-
Allowance for/(write back of) impairment loss on trade and other receivables	2,145	(21)
Unrealised foreign exchange loss/(gain)	2,930	(1,505)
Share of profit of associates	(4,583)	(3,812)
Tax expenses	124	211
Changes in working capital:		
Decrease/(increase) in loans and receivables	313	(1,301)
Increase in reinsurance/retakaful assets	-	25,616
Decrease in insurance/takaful receivables	-	22,207
Decrease/(increase) in trade and other receivables	10,069	(14,355)
Increase in insurance/contract liabilities	-	4,799
Decrease in insurance/takaful payables	-	(7,279)
Increase/(decrease) in trade and other payables	2,199	(3,769)
Cash (utilised in)/generated from operating activities	<u>(8,830)</u>	<u>68,159</u>
Investment income received	2,852	23,170
Income tax paid	(74)	(4,406)
Income tax refund	145	511
Net cash (outflow)/inflow from operating activities	<u>(5,907)</u>	<u>87,434</u>
Net cash outflow from operating activities - discontinued operations	<u>(167,719)</u>	<u>(10,027)</u>
Investing activities:		
Purchase of property, plant and equipment	(809)	(1,180)
Proceeds from disposal of property, plant and equipment	84	37
Purchase of intangible assets	(167)	(607)
Decrease in fixed and call deposits	(76,718)	(8,065)
Net cash inflow from disposal of discontinued operations	285,905	-
Net cash inflow/(outflow) from investing activities	<u>208,295</u>	<u>(9,815)</u>
Net cash (outflow)/inflow from investing operations - discontinued operations	<u>(499)</u>	<u>103</u>

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

	9 months ended	
	30-Sep 2016	30-Sep 2015
	RM'000	RM'000
Financing activities:		
Purchase of treasury shares	(17,046)	(6,630)
Dividend paid	(109,473)	(9,000)
Net cash outflow from financing activities	<u>(126,519)</u>	<u>(15,630)</u>
Net increase in cash and cash equivalents	75,869	61,989
Net decrease in cash and cash equivalents - discontinued operations	(168,218)	(9,924)
Currency translation difference	553	(10,121)
Cash and cash equivalents at beginning of financial year	357,245	342,268
Cash and cash equivalents at end of financial period	<u>265,449</u>	<u>384,212</u>
	-	-
Cash and cash equivalents comprise of:		
Fixed and call deposits with licensed banks	262,084	373,865
Cash and bank balance	3,365	10,347
	<u>265,449</u>	<u>384,212</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.