

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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2016**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 31 DECEMBER 2016

	31 December 2016	31 December 2015
	RM'000	(Audited) RM'000
ASSETS		
Property, plant and equipment	3,686	14,575
Investment properties	19,824	19,356
Intangible assets	495	3,571
Associates	71,692	67,954
Deferred tax assets	-	2,334
Tax recoverable	252	340
Retakaful assets	-	270,408
Investments	179,406	587,382
Financial assets at fair value through profit or loss	2,086	354,855
Available-for-sale financial assets	36,780	144,710
Held-to-maturity financial assets	-	40,632
Loans and receivables	140,540	47,185
Takaful receivables	-	81,041
Trade and other receivables	131,718	40,338
Cash and cash equivalents	157,074	357,245
Assets classified as held for sales	-	6,393
TOTAL ASSETS	564,147	1,450,937
EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES		
LIABILITIES		
Takaful contract liabilities	-	846,792
Deferred tax liabilities	185	1,289
Takaful payables	-	88,321
Trade and other payables	12,131	71,079
Current tax liabilities	-	4,334
Liabilities directly associated with assets classified as held for sales	-	1,281
TOTAL LIABILITIES	12,316	1,013,096
EQUITY		
Share capital	273,518	292,693
Treasury shares	-	(444)
Retained earnings	240,164	112,643
Reserves	38,149	5,160
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	551,831	410,052
Non-controlling interests	-	27,789
TOTAL EQUITY	551,831	437,841
TOTAL EQUITY, POLICYHOLDERS' FUNDS AND LIABILITIES	564,147	1,450,937
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.02	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 FINANCIAL QUARTER AND YEAR ENDED 31 DECEMBER 2016**

	3 months ended		12 months ended	
	31-Dec 2016	31-Dec 2015 (restated)	31-Dec 2016	31-Dec 2015 (restated)
	RM'000	RM'000	RM'000	RM'000
Operating revenue				
- Continuing Operations	3,951	2,919	18,059	16,661
- Discontinued Operations	-	133,447	279,330	549,397
	<u>3,951</u>	<u>136,366</u>	<u>297,389</u>	<u>566,058</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	3,274	2,143	11,199	9,595
Realised gains and losses - net	200	-	225	(3,760)
Fair value gains and losses - net	1,982	443	2,090	1,701
Other operating revenue from non-insurance businesses	677	776	6,860	7,065
Other operating (expenses)/income - net	(3,614)	47,795	(7,654)	55,625
Other revenue	<u>2,519</u>	<u>51,157</u>	<u>12,720</u>	<u>70,226</u>
Total revenue	<u>2,519</u>	<u>51,157</u>	<u>12,720</u>	<u>70,227</u>
Gross benefits and claims paid	-	(7)	-	(6,463)
Claims ceded to reinsurers	-	19	-	3,010
Gross change to contract liabilities	-	729	-	11,954
Change in contract liabilities ceded to reinsurers	-	552	-	(6,497)
Net insurance benefits and claims	<u>-</u>	<u>1,293</u>	<u>-</u>	<u>2,004</u>
Management expenses	(8,723)	(21,745)	(36,764)	(45,192)
Other expenses	<u>(8,723)</u>	<u>(21,745)</u>	<u>(36,764)</u>	<u>(45,192)</u>
Share of profit/(loss) of associates, net of tax	145	(22)	4,728	3,790
(Loss)/profit before taxation	<u>(6,059)</u>	<u>30,683</u>	<u>(19,316)</u>	<u>30,829</u>
Taxation	58	101	(66)	(110)
(Loss)/profit for the financial quarter/year	<u>(6,001)</u>	<u>30,784</u>	<u>(19,382)</u>	<u>30,719</u>
DISCONTINUED OPERATIONS				
(Loss)/profit before taxation	(14,351)	629	286,870	1,797
Taxation	-	(7,231)	(3,729)	(9,425)
(Loss)/profit from discontinued operations	<u>(14,351)</u>	<u>(6,602)</u>	<u>283,141</u>	<u>(7,628)</u>
(Loss)/profit for the financial quarter/year	<u>(20,352)</u>	<u>24,182</u>	<u>263,759</u>	<u>23,091</u>
(Loss)/profit for the financial quarter/year attributable to:				
Owners of the Company	(20,352)	25,570	263,307	24,630
Non-controlling interests	-	(1,388)	452	(1,539)
	<u>(20,352)</u>	<u>24,182</u>	<u>263,759</u>	<u>23,091</u>
Basic (loss)/earnings per ordinary share (sen) attributable to owners of the Company				
- Continuing Operations	(2.08)	10.10	(6.82)	10.28
- Discontinued Operations	(4.97)	(1.64)	99.44	(2.01)
	<u>(7.05)</u>	<u>8.46</u>	<u>92.62</u>	<u>8.27</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 FINANCIAL QUARTER AND YEAR ENDED 31 DECEMBER 2016

	3 months ended		12 months ended	
	31-Dec 2016	31-Dec 2015 (restated)	31-Dec 2016	31-Dec 2015 (restated)
	RM'000	RM'000	RM'000	RM'000
(Loss)/profit for the financial quarter/year	(20,352)	24,182	263,759	23,091
Other comprehensive income/(loss), net of tax :				
<u>Items that may be subsequently reclassified to profit or loss:</u>				
Foreign currency translation differences	9,722	(485)	10,275	(10,606)
Fair value changes of available-for-sale financial assets, net of tax	3,113	(1,320)	4,296	(2,198)
Arising from disposed subsidiaries	-	(19)	233	(19)
	3,113	(1,339)	4,529	(2,217)
Share of fair value changes of available-for-sale financial assets of associate	(1,931)	(329)	(990)	(702)
Other comprehensive income/(loss) for the financial quarter/year, net of tax	10,904	(2,153)	13,814	(13,525)
Total comprehensive (loss)/income for the financial quarter/year	(9,448)	22,029	277,573	9,566
Total comprehensive (loss)/income for the financial quarter/year attributable to:				
Owners of the Company	(9,448)	23,417	277,121	11,105
Non-controlling interests	-	(1,388)	452	(1,539)
	(9,448)	22,029	277,573	9,566

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 FINANCIAL YEAR ENDED 31 DECEMBER 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 year	-	-	-	-	-	-	-	-	263,307	263,307	452	263,759
Other comprehensive income	-	-	-	-	-	10,275	3,539	13,814	-	13,814	-	13,814
Total comprehensive income for the financial year	-	-	-	-	-	10,275	3,539	13,814	263,307	277,121	452	277,573
Interim dividend paid	-	-	-	-	-	-	-	-	(117,725)	(117,725)	-	(117,725)
Share buy-back	-	-	(18,666)	(17,617)	-	-	-	-	-	(17,617)	-	(17,617)
Cancellation of treasury shares	(19,175)	(19,175)	19,175	18,061	19,175	-	-	19,175	(18,061)	-	-	-
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	(28,241)	(28,241)
As at 30 December 2016	273,518	273,518	-	-	30,836	4,029	3,284	38,149	240,164	551,831	-	551,831

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015
(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					Total
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
Profit for the financial year	-	-	-	-	-	-	-	-	24,630	24,630	(1,539)	23,091
Other comprehensive loss	-	-	-	-	-	(10,606)	(2,919)	(13,525)	-	(13,525)	-	(13,525)
Total comprehensive income/(loss) for the financial year	-	-	-	-	-	(10,606)	(2,919)	(13,525)	24,630	11,105	(1,539)	9,566
Interim dividend paid	-	-	-	-	-	-	-	-	(17,786)	(17,786)	-	(17,786)
Share buy-back	-	-	(10,145)	(7,178)	-	-	-	-	-	(7,178)	-	(7,178)
Cancellation of treasury shares	(11,661)	(11,661)	11,661	8,046	11,661	-	-	11,661	(8,046)	-	-	-
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	9,242	9,242
As at 31 December 2015	292,693	292,693	(509)	(444)	11,661	(6,246)	(255)	5,160	112,643	410,052	27,789	437,841

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 FINANCIAL YEAR ENDED 31 DECEMBER 2016

	12 months ended	
	31-Dec 2016 RM'000	31-Dec 2015 RM'000
(Loss)/profit for the financial year from continuing operations	(19,382)	30,719
Investment income	(11,199)	(9,595)
Realised gains and losses - net	(225)	3,760
Fair value gains and losses - net	(2,090)	(1,701)
Write back of impairment loss on loans and receivables	(6)	(92)
Purchases of financial assets	(3,070)	-
Proceeds from disposal of financial assets	1,763	38,591
Non-cash items:		
Property, plant and equipment		
- depreciation	830	853
- written off	61	-
- impairment loss	12	838
Amortisation of leases	2	2
Intangible assets		
- amortisation	86	85
- written off	1	-
Allowance for impairment loss on trade and other receivables	2,238	8,452
Bad debts (recovered)/written off	(63)	82
Net foreign exchange (loss)/gain	617	(3,953)
Net gain after impairment loss from deconsolidation of a subsidiary	-	(48,324)
Share of profit of associates	(4,728)	(3,790)
Tax expenses	66	110
Changes in working capital:		
Increase in loans and receivables	(205)	(1,307)
(Increase)/decrease in trade and other receivables	(11,485)	3,734
(Decrease)/increase in trade and other payables	(6,825)	830
Cash (utilised in)/generated from operating activities	(53,602)	19,294
Investment income received	9,773	9,276
Income tax paid	(74)	(121)
Income tax refund	153	578
Net cash (outflow)/inflow from operating activities	(43,750)	29,027
Net cash (outflow)/inflow from operating activities - discontinued operations	(171,829)	52,924
Investing activities:		
Purchase of property, plant and equipment	(920)	(746)
Proceeds from disposal of property, plant and equipment	284	41
Increase in investment properties	(267)	-
Purchase of intangible assets	(393)	(13)
Increase in fixed and call deposits	(114,000)	(18,833)
Net cash inflow/(outflow) from disposal of discontinued operations	256,270	(9)
Net cash outflow from deconsolidation of a subsidiary	-	(1,094)
Net cash inflow/(outflow) from investing activities	140,974	(20,654)
Net cash outflow from investing operations - discontinued operations	(499)	(2,383)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016
(continued)

	12 months ended	
	31-Dec 2016	31-Dec 2015
	RM'000	RM'000
Financing activities:		
Purchase of treasury shares	(17,617)	(7,178)
Dividend paid	(117,725)	(17,786)
Net cash outflow from financing activities	(135,342)	(24,964)
Net decrease in cash and cash equivalents	(38,118)	(16,591)
Net (decrease)/increase in cash and cash equivalents - discontinued operations	(172,328)	50,541
Currency translation difference	10,275	(18,973)
Cash and cash equivalents at beginning of financial year	357,245	342,268
Cash and cash equivalents at end of financial period	157,074	357,245
	-	-
Cash and cash equivalents comprise of:		
Fixed and call deposits with licensed banks	153,886	336,982
Cash and bank balance	3,188	20,263
	157,074	357,245

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.