

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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND PERIOD ENDED 30 SEPTEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 30 SEPTEMBER 2017**

	<b>30 September 2017</b>	<b>31 December 2016 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	4,609	3,686
Investment properties	49,979	19,824
Intangible assets	547	494
Associates	50,043	71,692
Deferred tax assets	152	-
Tax recoverable	222	252
Reinsurance assets	40,935	-
Investments	322,678	179,405
Financial assets at fair value through profit or loss	2,029	2,086
Available-for-sale financial assets	208,025	36,779
Loans and receivables	112,624	140,540
Insurance receivables	46,259	-
Deferred acquisition costs	17,408	-
Trade and other receivables <sup>(N1)</sup>	94,695	131,705
Cash and cash equivalents	161,280	157,074
<b>TOTAL ASSETS</b>	<b>788,807</b>	<b>564,132</b>
<b>EQUITY AND LIABILITIES</b>		
<b>LIABILITIES</b>		
Insurance contract liabilities	139,353	-
Deferred tax liabilities	1,528	185
Insurance payables	6,387	-
Trade and other payables	50,902	12,116
<b>TOTAL LIABILITIES</b>	<b>198,170</b>	<b>12,301</b>
<b>EQUITY</b>		
Share capital	304,354	273,518
Retained earnings	264,787	240,164
Reserves	(7,623)	38,149
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>561,518</b>	<b>551,831</b>
Non-controlling interests	29,119	-
<b>TOTAL EQUITY</b>	<b>590,637</b>	<b>551,831</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>788,807</b>	<b>564,132</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.05	2.02

<sup>(N1)</sup> Included the balance disposal consideration of RM93.75 million ("Retained Consideration") from the disposal of MAA Takaful Berhad which is payable to the Company on the third anniversary of the sale completion date, 30 June 2016 with a charge of RM5.8 million for present value adjustment ("PV Charge") to account for time value of money as at 31 December 2016. During the current financial period ended 30 September 2017, the PV Charge was reduced by RM1.8 million to account for the changes in time period.

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016.*

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE FINANCIAL QUARTER AND PERIOD ENDED 30 SEPTEMBER 2017**

	3 months ended		9 months ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
	RM'000	RM'000	RM'000	RM'000
<b>Operating revenue</b>				
- Continuing Operations	42,172	6,502	75,280	14,108
- Discontinued Operations	-	-	-	279,379
	<u>42,172</u>	<u>6,502</u>	<u>75,280</u>	<u>293,487</u>
<b><u>CONTINUING OPERATIONS</u></b>				
Gross earned premiums	36,331	-	59,445	-
Premiums ceded to reinsurers	(10,180)	-	(14,903)	-
<b>Net earned premiums</b>	<u>26,151</u>	<u>-</u>	<u>44,542</u>	<u>-</u>
Investment income	4,262	4,154	11,271	7,925
Realised gains and losses - net	476	(15)	1,320	25
Fair value gains and losses - net	(141)	54	(8,078)	108
Commission income	704	-	1,208	-
Other operating revenue from non-insurance businesses	1,579	2,348	4,564	6,183
Other operating income/(expenses) - net	810	215	39,062	(4,040)
<b>Other revenue</b>	<u>7,690</u>	<u>6,756</u>	<u>49,347</u>	<u>10,201</u>
<b>Total revenue</b>	<u>33,841</u>	<u>6,756</u>	<u>93,889</u>	<u>10,201</u>
Gross benefits and claims paid	(10,317)	-	(16,686)	-
Claims ceded to reinsurers	1,524	-	1,815	-
Gross change to contract liabilities	(12,695)	-	(17,098)	-
Change in contract liabilities ceded to reinsurers	9,011	-	9,169	-
<b>Net insurance benefits and claims</b>	<u>(12,477)</u>	<u>-</u>	<u>(22,800)</u>	<u>-</u>
Commission expense	(8,921)	-	(14,787)	-
Management expenses	(13,093)	(7,003)	(29,763)	(28,041)
Finance costs	(4)	-	(6)	-
<b>Other expenses</b>	<u>(22,018)</u>	<u>(7,003)</u>	<u>(44,556)</u>	<u>(28,041)</u>
<b>Operating (loss)/profit</b>	<u>(654)</u>	<u>(247)</u>	<u>26,533</u>	<u>(17,840)</u>
Share of profit of associates, net of tax	1,864	2,319	6,054	4,583
<b>Profit/(loss) before taxation</b>	<u>1,210</u>	<u>2,072</u>	<u>32,587</u>	<u>(13,257)</u>
Taxation	153	(123)	(864)	(124)
<b>Profit/(loss) for the financial quarter/period</b>	<u>1,363</u>	<u>1,949</u>	<u>31,723</u>	<u>(13,381)</u>

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE FINANCIAL QUARTER AND PERIOD ENDED 30 JUNE 2017**  
(continued)

	3 months ended		9 months ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
	RM'000	RM'000	RM'000	RM'000
<b>DISCONTINUED OPERATIONS</b>				
Profit before taxation	-	-	-	301,221
Taxation	-	-	-	(3,729)
<b>Profit from discontinued operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>297,492</b>
<b>Profit for the financial quarter/period</b>	<b>1,363</b>	<b>1,949</b>	<b>31,723</b>	<b>284,111</b>
<b>Profit for the financial quarter/period attributable to:</b>				
Owners of the Company	740	1,949	30,615	283,659
Non-controlling interests	623	-	1,108	452
	<b>1,363</b>	<b>1,949</b>	<b>31,723</b>	<b>284,111</b>
Basic earnings/(loss) per ordinary share (sen) attributable to owners of the Company				
- Continuing Operations	0.27	0.67	11.19	(4.63)
- Discontinued Operations	-	-	-	102.79
	<b>0.27</b>	<b>0.67</b>	<b>11.19</b>	<b>98.16</b>

*The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016.*

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE FINANCIAL QUARTER AND PERIOD ENDED 30 SEPTEMBER 2017**

	3 months ended		9 months ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the financial quarter/period</b>	1,363	1,949	31,723	284,111
<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	(13,378)	(465)	(16,498)	553
Fair value changes of available-for-sale financial assets, net of tax	3,631	979	2,593	1,416
Share of fair value changes of available-for-sale financial assets of associate	-	(647)	526	941
Transferred to profit or loss arising from deemed disposal of an associate	-	-	728	-
Other comprehensive (loss)/income for the financial quarter/period, net of tax	(9,747)	(133)	(12,651)	2,910
<b>Total comprehensive (loss)/income for the financial quarter/period</b>	<b>(8,384)</b>	<b>1,816</b>	<b>19,072</b>	<b>287,021</b>
<b>Total comprehensive (loss)/income for the financial quarter/period attributable to:</b>				
Owners of the Company	(9,007)	1,816	17,964	286,569
Non-controlling interests	623	-	1,108	452
	<b>(8,384)</b>	<b>1,816</b>	<b>19,072</b>	<b>287,021</b>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016.*

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

	Attributable to owners of the Company								
	Share capital	Capital redemption reserves	Foreign exchange reserves	Reserves		Retained earnings	Total	Non-controlling interests	Total Equity
				Available - for-sale reserves	Total				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>2017</b>									
As at 1 January 2017	273,518	30,836	4,029	3,284	38,149	240,164	551,831	-	551,831
Transfer pursuant to S618 (2) of New Act <sup>(Note 1)</sup>	30,836	(30,836)	-	-	(30,836)	-	-	-	-
Profit for the financial period	-	-	-	-	-	30,615	30,615	1,108	31,723
Other comprehensive (loss)/income	-	-	(16,498)	3,847	(12,651)	-	(12,651)	-	(12,651)
Total comprehensive (loss)/income for the financial period	-	-	(16,498)	3,847	(12,651)	30,615	17,964	1,108	19,072
Interim dividend paid	-	-	-	-	-	(16,411)	(16,411)	-	(16,411)
Acquisition of subsidiary with non-controlling interests	-	-	(466)	(1,819)	(2,285)	-	(2,285)	31,766	29,481
Realised foreign currency translation differences	-	-	-	-	-	10,233	10,233	-	10,233
Transactions with non-controlling interests	-	-	-	-	-	186	186	(3,755)	(3,569)
As at 30 September 2017	304,354	-	(12,935)	5,312	(7,623)	264,787	561,518	29,119	590,637

<sup>(Note 1)</sup> The new Companies Act 2016 ("New Act"), which came into operation on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. Consequently, the Company transferred the amounts standing to the credit of the capital redemption reserve account of RM30,836,000 to share capital pursuant to the transitional provisions set out in Section 618 (2) of the New Act. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017**  
(continued)

	Attributable to owners of the Company									
	Share capital	Treasury share	Capital redemption reserves	Foreign exchange reserves	Reserves		Retained earnings	Total	Non-controlling interests	Total Equity
					Available - for-sale reserves	Total				
	RM'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	(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	-	(17,046)	-	-	-	-	-	(17,046)	-	(17,046)
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	(28,241)	(28,241)
As at 30 September 2016	292,693	(17,490)	11,661	(5,693)	2,102	8,070	286,829	570,102	-	570,102

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 2016.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017**

	9 months ended	
	30 September 2017	30 September 2016
	RM'000	RM'000
<b>Profit/(loss) for the financial period from continuing operations</b>	31,723	(13,381)
<b>Non-cash items:</b>		
Investment income	(11,271)	(7,925)
Realised gains and losses - net	(1,320)	(25)
Fair value gains and losses - net	8,078	(108)
Other income arising from settlement with other receivable	(20,000)	-
Reserve arising from business combination	(15,413)	-
Gain on remeasurement of previously held equity interest in an associate	(2,496)	-
Adjustment to reduce PV Charge to Retained Consideration	(1,841)	-
Write back of impairment loss on loans from leasing, hire purchase and other receivables	(1)	(6)
Allowance for impairment loss on trade and other receivables	45	2,238
Allowance for impairment loss on insurance receivables	676	-
Purchases of financial assets	(13,831)	(3,070)
Proceeds from disposal of financial assets	2,474	1,763
Depreciation of property, plant and equipment	683	605
Property, plant and equipment written off	34	60
Amortisation of leases	1	2
Amortisation of intangible assets	54	57
Intangible assets written off	-	1
Unrealised foreign exchange (gain)/loss	(188)	1,743
Share of profit of associates	(6,054)	(4,583)
Tax expenses	864	124
<b>Changes in working capital:</b>		
(Increase)/decrease in loans and receivables	(3,850)	314
Increase in reinsurance assets	(11,079)	-
Decrease in insurance receivables	828	-
Increase in deferred acquisition costs	(185)	-
(Increase)/decrease in trade and other receivables	(6,906)	15,361
Increase in insurance contract liabilities	14,238	-
Decrease in insurance payables	(2,294)	-
(Decrease)/increase in trade and other payables	(1,986)	2,199
<b>Cash used in operating activities</b>	(39,017)	(4,631)
Investment income received	11,590	2,852
Income tax paid	(32)	(74)
Income tax refund	24	145
<b>Net cash used in operating activities (continuing operations)</b>	(27,435)	(1,708)
<b>Net cash generated from operating activities (discontinued operations)</b>	-	71,501



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017**  
(continued)

	9 months ended	
	30 September 2017	30 September 2016
	RM'000	RM'000
<b>Investing activities:</b>		
Purchase of property, plant and equipment	(310)	(809)
Proceeds from disposal of property, plant and equipment	228	84
Addition from subsequent expenditure of investment properties	(243)	-
Purchase of intangible assets	(35)	(167)
Increase/(decrease) in fixed and call deposits	36,465	(76,718)
Net cash inflow from disposal of discontinued operations	-	41,299
Net cash inflow from business combination	17,630	-
<b>Net cash generated from/(used in) investing activities (continuing operations)</b>	<b>53,735</b>	<b>(36,311)</b>
<b>Net cash used in investing activities (discontinued operations)</b>	<b>-</b>	<b>(499)</b>
<b>Financing activities:</b>		
Purchase of treasury shares	-	(17,046)
Dividend paid	(16,411)	(109,473)
<b>Net cash used in financing activities (continuing operations)</b>	<b>(16,411)</b>	<b>(126,519)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>9,889</b>	<b>(164,538)</b>
<b>Net increase in cash and cash equivalents - discontinued operations</b>	<b>-</b>	<b>71,002</b>
<b>Currency translation difference</b>	<b>(5,683)</b>	<b>1,740</b>
<b>Cash and cash equivalents at beginning of financial year</b>	<b>157,074</b>	<b>357,245</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>161,280</b>	<b>265,449</b>
	-	-
<b>Cash and cash equivalents comprise of:</b>		
Fixed and call deposits with licensed banks	148,689	262,084
Cash and bank balance	12,591	3,365
	<b>161,280</b>	<b>265,449</b>

*The Condensed Consolidated Statement of Cash flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016.*