

MAA GROUP BERHAD
(Registration No. 199801015274 (471403-A))
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2020**

MAA GROUP BERHAD

Registration No. 199801015274 (471403-A)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 31 MARCH 2020**

	As At 31 March 2020	(Audited) As At 31 December 2019
	RM'000	RM'000
ASSETS		
Property, plant and equipment	10,598	9,931
Right-of-use assets	11,846	13,740
Investment properties	52,101	51,373
Intangible assets	883	786
Goodwill on consolidation	26,911	26,911
Deferred tax assets	1,785	2,261
Tax recoverable	170	227
Investments	287,703	285,996
At fair value through profit or loss ("FVTPL")	85,657	95,328
At fair value through other comprehensive income ("FVOCI")	72,871	82,449
At amortised cost ("AC")	129,175	108,219
Loans and receivables	19,240	12,328
Reinsurance assets	76,377	77,552
Insurance receivables	59,303	56,693
Deferred acquisition costs	19,439	19,435
Trade and other receivables	38,244	34,726
Cash and cash equivalents	222,196	247,245
TOTAL ASSETS	826,796	839,204
EQUITY AND LIABILITIES		
LIABILITIES		
Insurance contract liabilities	220,750	216,589
Lease liabilities	11,860	13,718
Deferred tax liabilities	781	831
Insurance payables	17,422	22,676
Deferred reinsurance commissions	1,113	908
Trade and other payables	104,968	91,186
Retirement benefit liability	1,577	1,358
Current tax liabilities	944	255
TOTAL LIABILITIES	359,415	347,521
EQUITY		
Share capital	304,354	304,354
Treasury shares	(1,203)	-
Retained earnings	157,899	188,396
Reserves	2,928	(4,481)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	463,978	488,269
Non-controlling interests ("NCI")	3,403	3,414
TOTAL EQUITY	467,381	491,683
TOTAL EQUITY AND LIABILITIES	826,796	839,204
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.70	1.79

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019.

MAA GROUP BERHAD

Registration No. 199801015274 (471403-A)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE FINANCIAL QUARTER AND PERIOD ENDED 31 MARCH 2020**

	Individual Period		Cumulative Period	
	Current Year	Preceding Year	Current Year To	Preceding Year
	Quarter	Corresponding	Date	To Date
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	RM'000	RM'000	RM'000	RM'000
Operating revenue *	54,332	44,243	54,332	44,243
Gross earned premiums	40,485	39,248	40,485	39,248
Premiums ceded to reinsurers	(11,535)	(12,874)	(11,535)	(12,874)
Net earned premiums	28,950	26,374	28,950	26,374
Investment income	898	705	898	705
Interest income	3,789	3,369	3,789	3,369
Realised gains and losses - net	(3,902)	2,235	(3,902)	2,235
Fair value gains and losses - net	(21,249)	6,403	(21,249)	6,403
Commission income	442	505	442	505
Other operating revenue from non-insurance businesses	9,160	921	9,160	921
Other operating expenses - net	(3,615)	(341)	(3,615)	(341)
Other (expenses)/income - net	(14,477)	13,797	(14,477)	13,797
Total revenue	14,473	40,171	14,473	40,171
Gross claims paid	(19,381)	(13,306)	(19,381)	(13,306)
Claims ceded to reinsurers	7,052	2,931	7,052	2,931
Gross change to contract liabilities	3,656	29	3,656	29
Change in contract liabilities ceded to reinsurers	(4,399)	(1,744)	(4,399)	(1,744)
Net claims incurred	(13,072)	(12,090)	(13,072)	(12,090)
Commission expense	(9,655)	(9,589)	(9,655)	(9,589)
Management expenses	(20,098)	(10,630)	(20,098)	(10,630)
Finance costs	(212)	(80)	(212)	(80)
Other expenses	(29,965)	(20,299)	(29,965)	(20,299)
(Loss)/profit before taxation	(28,564)	7,782	(28,564)	7,782
Taxation	(1,944)	(1,185)	(1,944)	(1,185)
(Loss)/profit for the financial quarter/period	(30,508)	6,597	(30,508)	6,597
(Loss)/profit for the financial quarter/period attributable to:				
Owners of the Company	(30,497)	6,566	(30,497)	6,566
NCI	(11)	31	(11)	31
	(30,508)	6,597	(30,508)	6,597
Basic (loss)/earning per ordinary share attributable to owners of the Company (sen)	(11.16)	2.40	(11.16)	2.40

* Operating revenue consists of gross earned premiums, investment income, interest income and other operating revenue from non-insurance businesses.

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 2019.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE FINANCIAL QUARTER AND PERIOD ENDED 31 MARCH 2020**

	Individual Period		Cumulative Period	
	Current Year	Preceding Year	Current Year To	Preceding Year
	Quarter	Corresponding	Date	To Date
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	RM'000	RM'000	RM'000	RM'000
(Loss)/profit for the financial quarter/period	(30,508)	6,597	(30,508)	6,597
<u>Other comprehensive income/(loss)</u>				
<i>Items that may be subsequently reclassified to profit or loss:</i>				
Foreign currency translation differences	8,805	(2,847)	8,805	(2,847)
Net fair value (losses)/gains on debt securities at FVOCI	(1,068)	2,284	(1,068)	2,284
	7,737	(563)	7,737	(563)
<i>Items that will not be reclassified to profit or loss:</i>				
Net fair value losses on equity securities at FVOCI	(328)	(131)	(328)	(131)
	(328)	(131)	(328)	(131)
Other comprehensive income/(loss) for the financial quarter/period	7,409	(694)	7,409	(694)
Total comprehensive (loss)/income for the financial quarter/period	(23,099)	5,903	(23,099)	5,903
Total comprehensive (loss)/income for the financial quarter/period attributable to:				
Owners of the Company	(23,088)	5,872	(23,088)	5,872
NCI	(11)	31	(11)	31
	(23,099)	5,903	(23,099)	5,903

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019.

MAA GROUP BERHAD

Registration No. 199801015274 (471403-A)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

	Attributable to owners of the Company								
	Share capital	Treasury shares	Reserves			Retained earnings	Total	NCI	Total equity
			Foreign exchange reserves	FVOCI reserves	Total				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<u>3 Months Ended 31 March 2020</u>									
At 1 January 2020	304,354	-	(5,824)	1,343	(4,481)	188,396	488,269	3,414	491,683
Loss for the financial period	-	-	-	-	-	(30,497)	(30,497)	(11)	(30,508)
Other comprehensive income/(loss)	-	-	8,805	(1,396)	7,409	-	7,409	-	7,409
Total comprehensive income/(loss) for the financial period	-	-	8,805	(1,396)	7,409	(30,497)	(23,088)	(11)	(23,099)
Shares buy-back	-	(1,203)	-	-	-	-	(1,203)	-	(1,203)
At 31 March 2020	<u>304,354</u>	<u>(1,203)</u>	<u>2,981</u>	<u>(53)</u>	<u>2,928</u>	<u>157,899</u>	<u>463,978</u>	<u>3,403</u>	<u>467,381</u>
	-	-	-	-	-	-	-	-	-
<u>3 Months Ended 31 March 2019</u>									
At 1 January 2019	304,354	-	(7,237)	(3,949)	(11,186)	236,931	530,099	3,419	533,518
Profit for the financial period	-	-	-	-	-	6,566	6,566	31	6,597
Other comprehensive income/(loss)	-	-	(2,847)	2,153	(694)	-	(694)	-	(694)
Total comprehensive income/(loss) for the financial period	-	-	(2,847)	2,153	(694)	6,566	5,872	31	5,903
At 31 March 2019	<u>304,354</u>	<u>-</u>	<u>(10,084)</u>	<u>(1,796)</u>	<u>(11,880)</u>	<u>243,497</u>	<u>535,971</u>	<u>3,450</u>	<u>539,421</u>
	-	-	-	-	-	-	-	-	-

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 2019.

MAA GROUP BERHAD

Registration No. 199801015274 (471403-A)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

	Current Year To Date	Preceding Year To Date
	31 March 2020	31 March 2019
	RM'000	RM'000
(Loss)/profit for the financial period	(30,508)	6,597
Adjustment for:		
Investment income	(898)	(705)
Interest income	(3,789)	(3,369)
Realised gains and losses	3,902	(2,235)
Fair value gains and losses	21,249	(6,403)
Allowance for/(write back of) impairment loss on:		
- investments at AC	10	6
- loans from money lending, hire purchase and other credit activities	2,162	-
- amounts due from associate companies	1,846	-
- cash and cash equivalents	17	71
- insurance receivables	166	(44)
- trade receivables	(49)	-
- factoring receivables	1,104	-
Realised foreign exchange losses - net	(601)	181
Unrealised foreign exchange (gains)/losses - net	201	(44)
Property, plant and equipment written off	-	4
Depreciation of property, plant and equipment	676	220
Depreciation of right-of-use assets	2,049	455
Amortisation of intangible assets	38	17
Finance costs	212	80
Tax expenses	1,944	1,185
Changes in working capital:		
Increase in loans and receivables	(15,922)	(6)
Decrease in reinsurance assets	1,175	991
Increase in insurance receivables	(2,766)	(5,188)
Increase in deferred acquisition costs	(4)	(143)
Increase in trade and other receivables	(6,314)	(2,752)
Increase in insurance contract liabilities	4,161	812
(Decrease)/increase in insurance payables	(5,254)	1,863
Increase in deferred reinsurance commission	205	202
Increase in trade and other payables	13,782	7,287
Cash used in operating activities	(11,206)	(918)
Income tax paid	(599)	(346)
Income tax refund	-	14
Net cash used in operating activities	(11,805)	(1,250)

MAA GROUP BERHAD

Registration No. 199801015274 (471403-A)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

(continued)

	Current Year To Date	Preceding Year To Date
	31 March 2020	31 March 2019
	RM'000	RM'000
Investing activities:		
Purchase of property, plant and equipment	(1,332)	(156)
Proceeds from disposal of property, plant and equipment	9	320
Addition from subsequent expenditure of investment properties	-	(159)
Purchase of intangible assets	(57)	(35)
Purchase of investments	(182,470)	(33,847)
Proceeds from disposal of investments	165,617	36,867
Decrease in fixed and call deposits	6,848	68
Interest income received	3,789	3,494
Dividend income received	1,215	637
Rental income received	106	72
Net cash (used in)/generated from investing activities	(6,275)	7,261
Financing activities:		
Purchase of treasury shares	(1,203)	-
Repayment of lease liabilities	(1,999)	(564)
Finance costs paid	(210)	(80)
Net cash used in financing activities	(3,412)	(644)
Net (decrease)/increase in cash and cash equivalents	(21,492)	5,367
Currency translation difference	(3,557)	341
Cash and cash equivalents at beginning of financial year	247,245	251,132
Cash and cash equivalents at end of financial period	222,196	256,840
	-	-
Cash and cash equivalents comprise of:		
Fixed and call deposits with licensed banks	178,859	235,925
Cash and bank balance	43,337	20,915
	222,196	256,840

The Condensed Consolidated Statement of Cash flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019.