

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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND PERIOD ENDED 31 MARCH 2019**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 31 MARCH 2019**

	<b>31 March 2019</b>	<b>31 December 2018 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	3,503	4,105
Right-of-use assets	6,044	-
Investment properties	46,234	46,234
Intangible assets	676	658
Deferred tax assets	1,427	2,045
Tax recoverable	163	177
Investments	244,117	239,473
At fair value through profit or loss ("FVTPL")	104,010	105,273
At fair value through other comprehensive income ("FVOCI")	70,548	64,740
At amortised costs ("AC")	69,559	69,460
Loans and receivables	4,466	4,528
Reinsurance assets	39,032	40,023
Insurance receivables	52,856	47,608
Deferred acquisition costs	17,590	17,447
Trade and other receivables <sup>(N1)</sup>	106,180	103,369
Retirement benefit asset	-	101
Cash and cash equivalents	256,840	251,132
<b>TOTAL ASSETS</b>	<b>779,128</b>	<b>756,900</b>
<b>EQUITY AND LIABILITIES</b>		
<b>LIABILITIES</b>		
Insurance contract liabilities	150,045	149,233
Deferred tax liabilities	722	748
Insurance payables	15,443	13,580
Deferred reinsurance commissions	1,035	833
Trade and other payables	63,723	56,436
Lease liabilities	5,936	-
Retirement benefit liability	34	-
Current tax liabilities	2,769	2,552
<b>TOTAL LIABILITIES</b>	<b>239,707</b>	<b>223,382</b>
<b>EQUITY</b>		
Share capital	304,354	304,354
Retained earnings	243,497	236,931
Reserves	(11,880)	(11,186)
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>535,971</b>	<b>530,099</b>
Non-controlling interests ("NCI")	3,450	3,419
<b>TOTAL EQUITY</b>	<b>539,421</b>	<b>533,518</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>779,128</b>	<b>756,900</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.96	1.94

<sup>(N1)</sup> Included the balance sale consideration of RM93.75 million ("Retained Consideration") from the disposal of MAA Takaful Berhad which is payable to the Company on 30 June 2019 .

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2018.*

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE FINANCIAL QUARTER AND PEIOD ENDED 31 MARCH 2019**

	3 months ended		3 months ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
	RM'000	RM'000	RM'000	RM'000
<b>Operating revenue</b>	44,243	39,164	44,243	39,164
Gross earned premiums	39,248	34,509	39,248	34,509
Premiums ceded to reinsurers	(12,874)	(9,092)	(12,874)	(9,092)
<b>Net earned premiums</b>	26,374	25,417	26,374	25,417
Investment income	4,074	3,646	4,074	3,646
Realised gains and losses - net	2,235	2,042	2,235	2,042
Fair value gains and losses - net	6,403	(13,217)	6,403	(13,217)
Commission income	505	480	505	480
Other operating revenue from non-insurance businesses	921	1,009	921	1,009
Other operating expenses - net	(341)	(1,191)	(341)	(1,191)
<b>Other revenue/(expenses) - net</b>	13,797	(7,231)	13,797	(7,231)
<b>Total revenue</b>	40,171	18,186	40,171	18,186
Gross claims paid	(13,306)	(11,873)	(13,306)	(11,873)
Claims ceded to reinsurers	2,931	880	2,931	880
Gross change to contract liabilities	29	(1,339)	29	(1,339)
Change in contract liabilities ceded to reinsurers	(1,744)	2,428	(1,744)	2,428
<b>Net claims incurred</b>	(12,090)	(9,904)	(12,090)	(9,904)
Commission expense	(9,589)	(8,758)	(9,589)	(8,758)
Management expenses	(10,630)	(11,474)	(10,630)	(11,474)
Finance costs	(80)	(3)	(80)	(3)
<b>Other expenses</b>	(20,299)	(20,235)	(20,299)	(20,235)
<b>Operating profit/(loss)</b>	7,782	(11,953)	7,782	(11,953)
Share of profit of an associate, net of tax	-	757	-	757
<b>Profit/(loss) before taxation</b>	7,782	(11,196)	7,782	(11,196)
Taxation	(1,185)	(1,425)	(1,185)	(1,425)
<b>Profit/(loss) for the financial quarter/period</b>	6,597	(12,621)	6,597	(12,621)
<b>Profit/(loss) for the financial quarter/period attributable to:</b>				
Owners of the Company	6,566	(12,630)	6,566	(12,630)
NCI	31	9	31	9
	<b>6,597</b>	<b>(12,621)</b>	<b>6,597</b>	<b>(12,621)</b>
Basic earning/(loss) per ordinary share (sen) attributable to owners of the Company	2.40	(4.62)	2.40	(4.62)

*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 2018.*

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE FINANCIAL QUARTER AND PEIOD ENDED 31 MARCH 2019**

	3 months ended		3 months ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
	RM'000	RM'000	RM'000	RM'000
<b>Profit/(loss) for the financial quarter/period</b>	6,597	(12,621)	6,597	(12,621)
<b><u>Other comprehensive income</u></b>				
<i>Items that may be subsequently reclassified to profit or loss:</i>				
Foreign currency translation differences	(2,847)	(9,822)	(2,847)	(9,822)
Net fair value gain/(loss) on debt securities at FVOCI	2,284	(1,717)	2,284	(1,717)
	(563)	(11,539)	(563)	(11,539)
<i>Items that will not be reclassified to profit or loss:</i>				
Net fair value loss on equity securities at FVOCI	(131)	(362)	(131)	(362)
Other comprehensive loss for the financial quarter/period	(694)	(11,901)	(694)	(11,901)
<b>Total comprehensive income/(loss) for the financial quarter/period</b>	<b>5,903</b>	<b>(24,522)</b>	<b>5,903</b>	<b>(24,522)</b>
<b>Total comprehensive income/(loss) for the financial quarter/period attributable to:</b>				
Owners of the Company	5,872	(24,531)	5,872	(24,531)
NCI	31	9	31	9
	<b>5,903</b>	<b>(24,522)</b>	<b>5,903</b>	<b>(24,522)</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 2018.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019**

	Attributable to owners of the Company							
	Share capital RM'000	Reserves			Retained earnings RM'000	Total RM'000	NCI RM'000	Total Equity RM'000
Foreign exchange reserves RM'000		FVOCI reserves RM'000	Total RM'000					
As 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 (loss)/income	-	(2,847)	2,153	(694)	-	(694)	-	(694)
Total comprehensive (loss)/income for the financial period	-	(2,847)	2,153	(694)	6,566	5,872	31	5,903
As at 31 March 2019	304,354	(10,084)	(1,796)	(11,880)	243,497	535,971	3,450	539,421

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019**  
(continued)

	Attributable to owners of the Company								
	Share capital	Capital redemption reserves	Foreign exchange reserves	Reserves		Retained earnings	Total	NCI	Total Equity
				AFS reserves	Total				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 January 2018									
- as previously stated	304,354	(14,212)	10,044	-	(4,168)	259,140	559,326	3,300	562,626
- effect of change in accounting policy	-	-	(10,044)	4	(10,040)	13,108	3,068	-	3,068
- restated	304,354	(14,212)	-	4	(14,208)	272,248	562,394	3,300	565,694
Loss for the financial period	-	-	-	-	-	(12,630)	(12,630)	9	(12,621)
Other comprehensive loss	-	-	(9,822)	(2,079)	(11,901)	-	(11,901)	-	(11,901)
Total comprehensive loss for the financial period	-	-	(9,822)	(2,079)	(11,901)	(12,630)	(24,531)	9	(24,522)
As at 31 March 2018	304,354	(14,212)	(9,822)	(2,075)	(26,109)	259,618	537,863	3,309	541,172

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 2018.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019**

	<b>3 months ended</b>	
	<b>31 March 2019</b>	<b>31 March 2018</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Profit/(loss) for the financial period</b>	6,597	(12,621)
<b>Adjustment for:</b>		
Investment income	(4,074)	(3,646)
Realised gains and losses - net	(2,235)	(2,042)
Fair value gains and losses - net	(6,403)	13,217
Allowance for/(write back of) impairment loss on:		
- insurance receivables	(44)	294
- financial assets at AC	77	28
Realised foreign exchange losses - net	235	452
Unrealised foreign exchange losses - net	267	1,072
Property, plant and equipment written off	4	-
Depreciation of property, plant and equipment	220	239
Depreciation of right-of-use assets	455	
Amortisation of intangible assets	17	14
Finance costs	80	3
Share of profit of an associate	-	(757)
Tax expenses	1,185	1,425
<b>Changes in working capital:</b>		
Decrease in loans and receivables	(6)	(12)
Increase/(decrease) in reinsurance assets	991	(638)
(Decrease)/increase insurance receivables	(5,188)	2,705
(Decrease)/increase in deferred acquisition costs	(143)	505
(Decrease)/increase in trade and other receivables	(3,117)	2,264
Increase/(decrease) in insurance contract liabilities	812	(7,160)
Increase in insurance payables	1,863	2,173
Increase in deferred reinsurance commission	202	228
Increase/(decrease) in trade and other payables	7,287	(1,421)
<b>Cash used in operating activities</b>	<b>(918)</b>	<b>(3,678)</b>
Income tax paid	(346)	(17)
Income tax refund	14	14
<b>Net cash generated from/(used in) operating activities</b>	<b>(1,250)</b>	<b>(3,681)</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019**  
(continued)

	<b>3 months ended</b>	
	<b>31 March</b>	<b>31 March</b>
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Investing activities:</b>		
Purchase of property, plant and equipment	(156)	(237)
Proceeds from disposal of property, plant and equipment	320	31
Addition from subsequent expenditure of investment properties	(159)	(128)
Purchase of intangible assets	(35)	(5)
Purchases of investments	(33,847)	(22,145)
Proceeds from disposal of investments	36,867	21,200
Decrease in fixed and call deposits	68	30,306
Investment income received	4,203	3,420
Finance costs paid	(80)	(3)
<b>Net cash generated from investing activities</b>	<b>7,181</b>	<b>32,439</b>
<b>Financing activities:</b>		
Repayment of lease liabilities	(564)	-
<b>Net cash used in financing activities</b>	<b>(564)</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>5,367</b>	<b>28,758</b>
<b>Currency translation difference</b>	<b>341</b>	<b>(3,322)</b>
<b>Cash and cash equivalents at beginning of financial year</b>	<b>251,132</b>	<b>141,226</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>256,840</b>	<b>166,662</b>
	-	-
<b>Cash and cash equivalents comprise of:</b>		
Fixed and call deposits with licensed banks	235,925	148,752
Cash and bank balance	20,915	17,910
	<b>256,840</b>	<b>166,662</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 2018.*