AmMetLife Insurance Berhad

(Formerly known as AMLife Insurance Berhad)
(15743-P)
(Incorporated in Malaysia)

Unaudited Interim Condensed Financial Statements for the six months period ended 30 September 2014

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AmMetLife Insurance Berhad
(formerly known as AmLife Insurance Berhad)
(Incorporated in Malaysia)

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AmMetLife Insurance Berhad
(formerly known as AmLife Insurance Berhad)
(Incorporated in Malaysia)

UNAUDITED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2014

	Note	Group		Company	
		30.9.2014 RM'000	31.3.2014 RM'000	30.9.2014 RM'000	31.3.2014 RM'000
Assets					
Property and equipment		35,233	35,742	35,233	35,742
Investment properties	11	84,345	84,345	84,345	84,345
Deferred tax asset		826	-	826	-
Intangible assets		30,918	34,667	30,918	34,667
Investments	12	2,868,663	2,850,077	2,870,985	2,848,982
Reinsurance assets	13	20,636	19,687	20,636	19,687
Insurance receivables		71,769	47,567	71,769	47,567
Other receivables		44,877	77,913	42,523	78,956
Cash and bank balances		9,321	5,263	9,321	5,263
Total assets		3,166,588	3,155,261	3,166,556	3,155,209
Equity					
Share capital		200,000	200,000	200,000	200,000
Retained profits		283,945	273,056	288,768	280,022
Available-for-sale fair value reserves		1,183	656	(3,640)	(6,310)
Total equity		485,128	473,712	485,128	473,712
Liabilities					
Insurance contract liabilities	14	2,458,799	2,468,578	2,458,799	2,468,578
Deferred tax liabilities		47,559	45,317	47,559	45,317
Insurance payables		40,671	32,764	40,671	32,764
Provision for taxation		766	505	766	505
Other payables		133,665	134,385	133,633	134,333
Total liabilities		2,681,460	2,681,549	2,681,428	2,681,497
Total equity and liabilities		3,166,588	3,155,261	3,166,556	3,155,209

The Unaudited Interim Statement of Financial Position of the Group and the Company by funds are disclosed in Note 20.

The accompanying notes form an integral part of these financial statements.

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AmMetLife Insurance Berhad
(formerly known as AmLife Insurance Berhad)
(Incorporated in Malaysia)

UNAUDITED INTERIM INCOME STATEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2014

	Group		Company	
	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000
Gross earned premiums	223,546	250,330	223,546	250,330
Premiums ceded to reinsurers	(17,123)	(27,442)	(17,123)	(27,442)
Net earned premiums	206,423	222,888	206,423	222,888
Investment income	73,828	70,328	73,379	70,448
Realised gains	2,931	7,629	4,860	7,629
Fair value gains and losses	16,597	(20,937)	13,258	(18,820)
Fee and commission income	(37)	808	(37)	808
Other operating income	482	790	26	269
Other revenue	93,801	58,618	91,486	60,334
Gross benefits and claims	(253,969)	(203,318)	(253,969)	(203,318)
Claims ceded to reinsurers	16,774	15,093	16,774	15,093
Gross change to contract liabilities	32,322	19,437	32,322	19,437
Change in contract liabilities ceded to reinsurers	906	222	906	222
Net benefits and claims	(203,967)	(168,566)	(203,967)	(168,566)
Fee and commission expenses	(21,000)	(28,162)	(21,000)	(28,162)
Management expenses	(57,893)	(53,008)	(57,721)	(52,903)
Taxation of life insurance business	(5,910)	(5,546)	(5,910)	(5,546)
Other expenses	(84,803)	(86,716)	(84,631)	(86,611)
Profit before taxation	11,454	26,224	9,311	28,045
Taxation	(511)	(7,166)	(511)	(7,166)
Net profit for the period	10,943	19,058	8,800	20,879
Earnings per share (sen)				
Basic and diluted			9	21

The Unaudited Interim Income Statement of the Group and the Company by funds are disclosed in Note 20.

The accompanying notes form an integral part of these financial statements.

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AmMetLife Insurance Berhad
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UNAUDITED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	Group		Company	
	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000
Net profit for the period	10,943	19,058	8,800	20,879
Other comprehensive income/(loss):				
Available-for-sale fair value reserves:				
Net gain/(loss) arising during the period	745	(2,658)	3,602	(5,086)
Net realised gain/(loss) transferred to Income Statement	(42)	1,542	(42)	1,542
	703	(1,116)	3,560	(3,544)
Tax effects thereon	(176)	279	(890)	886
	527	(837)	2,670	(2,658)
Total comprehensive income for the period	11,470	18,221	11,470	18,221

The accompanying notes form an integral part of these financial statements.

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AmMetLife Insurance Berhad
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UNAUDITED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	|----------Non-Distributable----------|			Distributable			
	Share Capital	Available-for-sale Fair Value Reserves			Retained Earnings			Total Equity
Group	**RM'000**	**Shareholder's Fund RM'000**	**Non-participating Funds RM'000**	**Sub-total RM'000**	**Non-participating Funds Unallocated surplus RM'000**	**Shareholder's Fund RM'000**	**Sub-total RM'000**	**RM'000**
At 1 April 2013	200,000	1,379	4,169	5,548	107,329	138,390	245,719	451,267
Total comprehensive (loss)/ income for the period	-	(180)	(657)	(837)	15,964	3,094	19,058	18,221
Executive share scheme	-	-	-	-	-	(245)	(245)	(245)
At 30 September 2013	200,000	1,199	3,512	4,711	123,293	141,239	264,532	469,243
At 1 April 2014	200,000	2,651	(1,995)	656	124,602	148,454	273,056	473,712
Total comprehensive (loss)/ income for the period	-	(307)	834	527	3,851	7,092	10,943	11,470
Executive share scheme	-	-	-	-	-	(54)	(54)	(54)
At 30 September 2014	200,000	2,344	(1,161)	1,183	128,453	155,492	283,945	485,128

The accompanying notes form an integral part of these financial statements.

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AmMetLife Insurance Berhad
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UNAUDITED INTERIM STATEMENT OF CHANGES IN EQUITY (CONT'D.)
FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	|----------Non-Distributable----------|			Distributable			
	Share Capital	Available-for-sale Fair Value Reserves			Retained Earnings			Total Equity
Company	**RM'000**	**Shareholder's Fund RM'000**	**Non-participating Funds RM'000**	**Sub-total RM'000**	**Non-participating Funds Unallocated surplus RM'000**	**Shareholder's Fund RM'000**	**Sub-total RM'000**	**RM'000**
At 1 April 2013	200,000	1,379	4,169	5,548	107,329	138,390	245,719	451,267
Total comprehensive (loss)//income for the period	-	(2,001)	(657)	(2,658)	15,964	4,915	20,879	18,221
Executive share scheme	-	-	-	-	-	(245)	(245)	(245)
At 30 September 2013	200,000	(622)	3,512	2,890	123,293	143,060	266,353	469,243
At 1 April 2014	200,000	(4,315)	(1,995)	(6,310)	124,602	155,420	280,022	473,712
Total comprehensive (loss)//income for the period	-	1,836	834	2,670	3,851	4,949	8,800	11,470
Executive share scheme	-	-	-	-	-	(54)	(54)	(54)
At 30 September 2014	200,000	(2,479)	(1,161)	(3,640)	128,453	160,315	288,768	485,128

The accompanying notes form an integral part of these financial statements.

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AmMetLife Insurance Berhad
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UNAUDITED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	Group		Company	
	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000
Profit before taxation	11,454	26,224	9,311	28,045
Adjustment for non-cash items:				
Taxation of life fund	5,910	5,546	5,910	5,546
Investment income	(73,828)	(70,328)	(73,379)	(70,448)
Realised gains recorded in income statement	(2,931)	(7,629)	(4,860)	(7,629)
Fair value gains and losses recorded in income statement	(16,597)	20,937	(13,258)	18,820
Purchases of FVTPL financial investments	(336,518)	(138,688)	(220,230)	(138,688)
Purchases of AFS financial investments	(169,282)	(574,629)	(169,282)	(511,397)
Maturities of FVTPL financial investments	207,095	107,505	140,006	107,505
Maturities of AFS financial investments	20,006	57,252	20,006	57,252
Proceeds from sale of FVTPL financial investments	68,779	34,765	68,779	34,765
Proceeds from sale of AFS financial investments	36,692	157,986	36,692	157,986
(Increase)/decrease in LAR	(7,574)	99,669	(7,574)	(25,775)
Non-cash items:				
Accretion of discounts - net	20,730	1,412	989	1,412
Depreciation of property and equipment	2,709	2,699	2,709	2,699
Amortisation of intangible assets	4,230	4,135	4,230	4,135
Fair value adjustments	(1,723)	22,972	(508)	21,151
Allowance for impairment on insurance	705	74	705	74
Changes in working capital:				
Reinsurance assets	(949)	(3,298)	(949)	(3,298)
Insurance receivables	(24,907)	(15,099)	(24,907)	(15,099)
Other receivables	31,535	(17,671)	37,717	(15,809)
Insurance contract liabilities	(9,350)	(7,995)	(9,350)	(7,995)
Insurance payables	7,907	2,946	7,907	2,946
Other payables	(719)	(259)	(699)	(306)
Cash used in operating activities	(226,626)	(291,474)	(190,035)	(354,108)

AmMetLife Insurance Berhad
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UNAUDITED INTERIM STATEMENT OF CASH FLOWS (CONT'D.)
FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	Group		Company	
	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000
Operating activities				
Cash used in operating activities	(226,626)	(291,474)	(190,035)	(354,108)
Interest received	64,338	63,293	61,105	63,205
Dividend received	8,636	3,367	8,636	3,367
Rental received	3,660	3,528	3,660	3,528
Income tax paid	(7,369)	(8,671)	(7,369)	(8,671)
Net cash flows from operating activities	(157,361)	(229,957)	(124,003)	(292,679)
Investing activities				
Proceeds from disposal of property and equipment	9	-	9	-
Purchase of property and equipment	(2,202)	(1,290)	(2,202)	(1,290)
Purchase of intangible assets	(481)	(926)	(481)	(926)
Net cash flows from investing activities	(2,674)	(2,216)	(2,674)	(2,216)
Financing activities				
Employee share based payment transaction	(54)	(245)	(54)	(245)
Net cash flows from financing activities	(54)	(245)	(54)	(245)
Net decrease in cash and cash equivalents	(160,089)	(232,418)	(126,731)	(295,140)
Cash and cash equivalents at beginning of period	450,243	576,488	408,771	576,488
Cash and cash equivalents at end of period	290,154	344,070	282,040	281,348
Cash and cash equivalents comprise:				
Short term deposits	280,833	336,989	272,719	274,267
Cash and bank balances	9,321	7,081	9,321	7,081
	290,154	344,070	282,040	281,348

The accompanying notes form an integral part of these financial statements.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS - 30 SEPTEMBER 2014

1. CORPORATE INFORMATION

The principal activities of the Company are the underwriting of life and investment-linked insurance. The principal activity of the subsidiary is set out in Note 12 to the unaudited interim financial statements. There have been no significant changes in the nature of the principal activities of the Company and its subsidiary during the six months period from 1 April 2014 to 30 September 2014.

The Company is a public limited liability company, incorporated and domiciled in Malaysia. The principal place of business of the Company is located at 9th Floor, Menara AmMetLife, No.1 Jalan Lumut, 50400 Kuala Lumpur.

The shareholders of the Company are AMAB Holdings Sdn Bhd ("AMAB"), a company incorporated in Malaysia and wholly-owned subsidiary of AMMB Holdings Berhad, a public listed company incorporated in Malaysia and MetLife International Holdings Inc. ("MetLife"), a wholly-owned subsidiary of MetLife Inc.

With effect from 8 August 2014, the name of the Company was changed from AmLife Insurance Berhad to AmMetLife Insurance Berhad.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

The unaudited interim financial statements of the Group and of the Company for the period ended 30 September 2014 are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 - Interim Financial Reporting.

The unaudited interim financial statements of the Group and of the Company have been prepared under the historical cost basis, unless otherwise stated in the accounting policies. The unaudited interim financial statements are presented in Ringgit Malaysia ("RM"), which is the Group's and the Company's functional currency, and all values are rounded to the nearest thousand ('RM'000") unless otherwise stated.

The unaudited interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's audited financial statements for the year ended 31 March 2014.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

2.1 Basis of Preparation (Cont'd.)

The explanatory notes attached to the unaudited interim financial statements provide an explanation of events and transactions that are significant to gain an understanding of the changes in the financial position and performance of the Group and of the Company since the year ended 31 March 2014.

As at the reporting date, the Company has met the minimum capital requirements as prescribed by the Risk-Based-Capital ("RBC") Framework issued by Bank Negara Malaysia ("BNM").

2.2 Standards effective for financial year ending 31 March 2015

The accounting policies and presentation adopted by the Group and the Company for the unaudited interim financial statements are consistent with those adopted by the Company's audited financial statements for the financial year ended 31 March 2014, except for the adoption of the following MFRSs, Amendments to MFRSs and Issues Committee ("IC") Interpretations:

MFRS/Amendments/Interpretations	**Effective date**
MFRS 10 *Consolidated Financial Statements - Entities (Amendments to MFRS 10)*	1 January
MFRS 12 *Disclosure of Interest in Other Entities - Investment Entities (Amendments to MFRS 12)*	1 January
MFRS 127 *Separate Financial Statements - Investment Entities (Amendments to MFRS 127)*	1 January
MFRS 132 *Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities (Amendments to MFRS 132)*	1 January
MFRS 136 *Impairment of Assets - Recoverable Amount Disclosures for Non-Financial Assets (Amendments to MFRS 136)*	1 January
MFRS 139 *Financial Instruments: Recognition and Measurement - Novation of Derivatives and Continuation of Hedge Accounting (Amendments to MFRS 139)*	1 January
IC Interpretation 21, Levies	1 January
Amendments to MFRS 119: Defined Benefit Plan: Employee Contributions	1 July 2014
Annual Improvements to MFRSs 2010-2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011-2013 Cycle	1 July 2014

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

2.2 Standards effective for financial year ending 31 March 2015 (Cont'd.)

The adoption of the revised standards, amendments and interpretations issued by Malaysian Accounting Standards Board ("MASB") which are effective in the current year do not have any material impact to the unaudited interim financial statements of the Group and of the Company.

As at the date of authorisation of these unaudited interim financial statements, the revised MFRSs, amendments to MFRSs and IC Interpretations but not yet effective issued by MASB in the current year is not expected to have any material impact on the unaudited interim financial statements of the Group and of the Company.

3. STATUS OF AUDIT QUALIFICATION

The auditor's report on the audited annual financial statements for the financial year ended 31 March 2014 does not contain any qualification.

4. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business of the Group and of the Company was not materially affected by any seasonal or cyclical factors during the six months period ended 30 September 2014.

5. UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the six months period ended 30 September 2014.

6. CHANGES IN ESTIMATES

There were no changes in basis used for the accounting estimates in respect of amounts reported in prior financial periods that would have a material effect on the unaudited interim financial statements.

7. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

During the period, the Company increased its issued and paid-up share capital from RM200,000,000 to RM200,000,001 through the issuance of 1 new ordinary share of RM1 each for cash. The new ordinary share issued during the six months period ranked pari passu in all respects with the existing ordinary shares of the Company at the date of issuance.

8. DIVIDENDS PAID

No dividend has been paid or declared by the Group and the Company since the end of the previous financial period.

9. MATERIAL EVENTS SUBSEQUENT TO THE END OF INTERIM PERIOD

There were no material events subsequent to the end of the interim reporting that have not been reported in the unaudited interim financial statements for the six months period ended 30 September 2014.

10. CHANGES IN THE COMPOSITION OF THE COMPANY

There is no change in the composition of the Company from the previous audited financial statements.

11. INVESTMENT PROPERTIES

Group and Company	30.9.2014 RM'000	31.3.2014 RM'000
At 1 April	84,345	80,165
Fair value adjustments	-	4,180
At 30 September/ 31 March	84,345	84,345
Investment properties consist of the following:		
Leasehold land and buildings	23,990	23,990
Freehold land and buildings	60,355	60,355
	84,345	84,345

11. INVESTMENT PROPERTIES (CONT'D.)

Included in investment properties of the Life Fund are land and building with a total fair value amounting to RM10,300,000 (31 March 2014: RM10,300,000), for which the title deeds were still in progress of being transferred to the Company at the end of the financial period.

Investment properties are stated at fair value, which has been determined based on valuations performed by PPC International Sdn Bhd, an accredited independent valuer. PPC International Sdn Bhd is a specialist in valuing these types of investment properties. The valuation model is in accordance with that recommended by the International Valuation Standards Committee and meets the requirements of MFRS 13. The valuations were based on the Market Approach which makes reference to comparable properties which have been sold or are being offered for sale.

The Market Approach entails comparing the subject property with comparable properties which have been sold or are being offered for sale and making adjustments for factors which affect value such as location and accessibility, market conditions, size, shape and terrain of land, tenurial interest and restrictions (if any), occupancy status, built-up area, building construction, finishes and services, age and condition of building and other relevant characteristics.

The Company has determined that the highest and best use of the properties are its current use.

Fair value hierarchy disclosures for investment properties have been provided in Note 17.

The amount of rental income and expenses recorded in the Income Statement are as follows:

	30.9.2014 RM'000	30.9.2013 RM'000
Rental income derived from investment properties	3,846	3,609
Direct operating expenses (including repairs and maintenance) generating rental income	(1,774)	(1,707)
Profit arising from investment properties	2,072	1,902

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12. INVESTMENTS

Group	30.9.2014 Shareholders' Fund RM'000	30.9.2014 Life Fund RM'000	30.9.2014 Unit-linked RM'000	30.9.2014 Total RM'000	31.3.2014 Shareholders' Fund RM'000	31.3.2014 Life Fund RM'000	31.3.2014 Unit-linked RM'000	31.3.2014 Total RM'000
Malaysian government securities	8,276	-	-	8,276	-	-	-	-
Corporate bonds	299,527	1,669,664	18,396	1,987,587	259,256	1,590,851	19,922	1,870,029
Equity securities	-	139,517	48,495	188,012	-	91,826	41,919	133,745
Unit and property trust funds	-	13,909	12,486	26,395	-	17,692	15,982	33,674
Investment in subsidiary - Wholesale unit trust fund (Note 7(b))	-	-	-	-	-	-	-	-
Floating rate negotiable instruments of deposit	-	-	4,837	4,837	-	-	4,760	4,760
Negotiable instruments of deposit	-	48,823	-	48,823	-	48,377	-	48,377
Loans	-	209,228	-	209,228	-	206,814	-	206,814
Deposits with licensed banks	21,819	350,758	13,417	385,994	54,826	478,633	11,522	544,981
Seed capital - Investment-linked funds	9,511	-	-	9,511	7,697	-	-	7,697
	339,133	2,431,899	97,631	2,868,663	321,779	2,434,193	94,105	2,850,077
Loans and receivables ("LAR")	21,819	559,986	13,417	595,222	54,826	685,447	11,522	751,795
Available-for-sale financial assets ("AFS")	9,511	861,835	-	871,346	7,697	765,041	-	772,738
Fair value through profit or loss ("FVTPL")	307,803	1,010,078	84,214	1,402,095	259,256	983,705	82,583	1,325,544
	339,133	2,431,899	97,631	2,868,663	321,779	2,434,193	94,105	2,850,077

AmMetLife Insurance Berhad
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12. INVESTMENTS (CONT'D.)

Company	30.9.2014 Shareholders' Fund RM'000	30.9.2014 Life Fund RM'000	30.9.2014 Unit-linked RM'000	30.9.2014 Total RM'000	31.3.2014 Shareholders' Fund RM'000	31.3.2014 Life Fund RM'000	31.3.2014 Unit-linked RM'000	31.3.2014 Total RM'000
Malaysian government securities	-	-	-	-	-	-	-	-
Corporate bonds	-	1,669,664	18,396	1,688,060	-	1,590,851	19,922	1,610,773
Equity securities	-	139,517	48,495	188,012	-	91,826	41,919	133,745
Unit and property trust funds	-	13,909	12,486	26,395	-	17,692	15,982	33,674
Investment in subsidiary - Wholesale unit trust fund (Note 7(b))	318,239	-	-	318,239	299,633	-	-	299,633
Floating rate negotiable instruments of deposit	-	-	4,837	4,837	-	-	4,760	4,760
Negotiable instruments of deposit	-	48,823	-	48,823	-	48,377	-	48,377
Loans	-	209,228	-	209,228	-	206,814	-	206,814
Deposits with licensed banks	13,705	350,758	13,417	377,880	13,354	478,633	11,522	503,509
Seed capital - Investment-linked funds	9,511	-	-	9,511	7,697	-	-	7,697
	341,455	2,431,899	97,631	2,870,985	320,684	2,434,193	94,105	2,848,982
Loans and receivables ("LAR")	13,705	559,986	13,417	587,108	13,354	685,447	11,522	710,323
Available-for-sale financial assets ("AFS")	327,750	861,835	-	1,189,585	307,330	765,041	-	1,072,371
Fair value through profit or loss ("FVTPL")	-	1,010,078	84,214	1,094,292	-	983,705	82,583	1,066,288
	341,455	2,431,899	97,631	2,870,985	320,684	2,434,193	94,105	2,848,982

AmMetLife Insurance Berhad
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12. INVESTMENTS (CONT'D.)

(a) LAR

Group	30.9.2014 Shareholders' Fund RM'000	30.9.2014 Life Fund RM'000	30.9.2014 Unit-linked RM'000	30.9.2014 Total RM'000	31.3.2014 Shareholders' Fund RM'000	31.3.2014 Life Fund RM'000	31.3.2014 Unit-linked RM'000	31.3.2014 Total RM'000
At amortised cost:								
Deposits with licensed banks	21,819	350,758	13,417	385,994	54,826	478,633	11,522	544,981
Loans	-	209,228	-	209,228	-	206,814	-	206,814
Malaysian government guaranteed loans	-	101,435	-	101,435	-	101,423	-	101,423
Policy loans	-	106,617	-	106,617	-	104,129	-	104,129
Mortgage loans	-	1,012	-	1,012	-	1,053	-	1,053
Vehicle loans	-	164	-	164	-	209	-	209
	21,819	559,986	13,417	595,222	54,826	685,447	11,522	751,795
At fair value:								
Deposits with licensed banks	21,819	350,758	13,417	385,994	54,826	478,633	11,522	544,981
Loans	-	209,228	-	209,228	-	206,814	-	206,814
Malaysian government guaranteed loans	-	101,435	-	101,435	-	101,423	-	101,423
Policy loans	-	106,617	-	106,617	-	104,129	-	104,129
Mortgage loans	-	1,012	-	1,012	-	1,053	-	1,053
Vehicle loans	-	164	-	164	-	209	-	209
	21,819	559,986	13,417	595,222	54,826	685,447	11,522	751,795

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12. INVESTMENTS (CONT'D.)

(a) LAR (cont'd.)

Company	30.9.2014 Shareholders' Fund RM'000	30.9.2014 Life Fund RM'000	30.9.2014 Unit-linked RM'000	30.9.2014 Total RM'000	31.3.2014 Shareholders' Fund RM'000	31.3.2014 Life Fund RM'000	31.3.2014 Unit-linked RM'000	31.3.2014 Total RM'000
At amortised cost:								
Deposits with licensed banks	13,705	350,758	13,417	377,880	13,354	478,633	11,522	503,509
Loans	-	209,228	-	209,228	-	206,814	-	206,814
Malaysian government guaranteed loans	-	101,435	-	101,435	-	101,423	-	101,423
Policy loans	-	106,617	-	106,617	-	104,129	-	104,129
Mortgage loans	-	1,012	-	1,012	-	1,053	-	1,053
Vehicle loans	-	164	-	164	-	209	-	209
	13,705	559,986	13,417	587,108	13,354	685,447	11,522	710,323
At fair value:								
Deposits with licensed banks	13,705	350,758	13,417	377,880	13,354	478,633	11,522	503,509
Loans	-	209,228	-	209,228	-	206,814	-	206,814
Malaysian government guaranteed loans	-	101,435	-	101,435	-	101,423	-	101,423
Policy loans	-	106,617	-	106,617	-	104,129	-	104,129
Mortgage loans	-	1,012	-	1,012	-	1,053	-	1,053
Vehicle loans	-	164	-	164	-	209	-	209
	13,705	559,986	13,417	587,108	13,354	685,447	11,522	710,323

The carrying values of the LAR are reasonable approximations of fair value due to the insignificant impact of discounting.

Included in deposits with licensed banks are short term deposits with maturity periods of less than 3 months amounting to Group: RM280,833,000 (31 March 2014: RM444,980,000) and Company: RM272,719,000 (31 March 2014: RM403,508,000) which have been classified as cash and cash equivalents for the purpose of the statement of cash flows.

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12. INVESTMENTS (CONT'D.)

(b) AFS

Group	30.9.2014 Shareholders' Fund RM'000	30.9.2014 Life Fund RM'000	30.9.2014 Unit-linked RM'000	30.9.2014 Total RM'000	31.3.2014 Shareholders' Fund RM'000	31.3.2014 Life Fund RM'000	31.3.2014 Unit-linked RM'000	31.3.2014 Total RM'000
At fair value:								
Equity securities:								
Quoted in Malaysia	-	137,370	-	137,370	-	89,679	-	89,679
Unquoted in Malaysia	-	2,147	-	2,147	-	2,147	-	2,147
Corporate bonds:								
Unquoted in Malaysia	-	659,586	-	659,586	-	610,289	-	610,289
Unit and property trust funds:								
Quoted in Malaysia	-	13,372	-	13,372	-	12,516	-	12,516
Unquoted in Malaysia	-	537	-	537	-	2,033	-	2,033
Investment in subsidiary - Wholesale unit trust fund (Note 7(b))		-	-	-	-	-	-	-
Negotiable instruments of deposit	-	48,823	-	48,823	-	48,377	-	48,377
Seed Capital - Investment - linked funds	9,511	-	-	9,511	7,697	-	-	7,697
	9,511	861,835	-	871,346	7,697	765,041	-	772,738

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12. INVESTMENTS (CONT'D.)

(b) AFS (cont'd.)

	30.9.2014				31.3.2014			
Company	Shareholders' Fund RM'000	Life Fund RM'000	Unit-linked RM'000	Total RM'000	Shareholders' Fund RM'000	Life Fund RM'000	Unit-linked RM'000	Total RM'000
At fair value:								
Equity securities:								
Quoted in Malaysia	-	137,370	-	137,370	-	89,679	-	89,679
Unquoted in Malaysia	-	2,147	-	2,147	-	2,147	-	2,147
Corporate bonds:								
Unquoted in Malaysia	-	659,586	-	659,586	-	610,289	-	610,289
Unit and property trust funds:								
Quoted in Malaysia	-	13,372	-	13,372	-	12,516	-	12,516
Unquoted in Malaysia	-	537	-	537	-	2,033	-	2,033
Investment in subsidiary - Wholesale unit trust fund (Note 7(b))	318,239	-	-	318,239	299,633	-	-	299,633
Negotiable instruments of deposit	-	48,823	-	48,823	-	48,377	-	48,377
Seed Capital - Investment - linked funds	9,511	-	-	9,511	7,697	-	-	7,697
	327,750	861,835	-	1,189,585	307,330	765,041	-	1,072,371

12. INVESTMENTS (CONT'D.)

(b) AFS (Cont'd.)

Investment in subsidiary - Wholesale unit trust fund:

In July 2013, the Company invested RM300 million in a collective investment scheme in Malaysia, namely AmIncome Institutional 5 ("the Fund"). The Funds' investment strategy is to invest 40%-100% of its Net Asset Value ("NAV") in fixed income securities and up to 60% of its NAV in money market instruments. As at 30 September 2014, the investments of the Fund are mainly in fixed income instruments.

The Fund Manager invests in a portfolio of assets which is adequately suited to potentially achieve the expected return objective of the Fund, while at the same time minimising the risk of portfolio of assets through careful asset allocation or security selection and diversification. The Fund manager invests into permitted investments and adhere to the investment limits set for the Fund under the Trust

The Company has determined that it has control over the Fund, based on the following rationale:

By virtue to clause 17.1.2. of the Master Deed signed between the Deutsche Trustees Malaysia Berhad ("the Trustee") and AmInvestment Management Sdn. Bhd. ("the Fund Manager"), the Unitholders of the Fund may apply to the Fund Manager to summon a meeting for any purpose, without limitation, for the purpose of requiring the retirement or removal of the Fund Manager. As at 30 September 2014 and 31

Being the sole holder of the units in the Fund, the Company is entitled to all the distributions by the Fund, when the Fund Manager declares the distributions. The distributions of the Fund is based on performance and market value i.e. Net Asset Value ("NAV") of the Fund.

The Company has determined that it is able to exert its power in order to influence returns from its investment in the Fund by virtue of clause 17.1.2 as previously disclosed.

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12. INVESTMENTS (CONT'D.)

(c) FVTPL - Held for trading purposes

	30.9.2014				31.3.2014			
Group	**Shareholders' Fund RM'000**	**Life Fund RM'000**	**Unit-linked RM'000**	**Total RM'000**	**Shareholders' Fund RM'000**	**Life Fund RM'000**	**Unit-linked RM'000**	**Total RM'000**
At fair value:								
Equity securities:								
Quoted in Malaysia	-	-	48,495	48,495	-	-	41,919	41,919
Malaysian government securities	8,276	-	-	8,276	-	-	-	-
Corporate bonds:								
Unquoted in Malaysia	299,527	1,010,078	18,396	1,328,001	259,256	980,562	19,922	1,259,740
Floating rate negotiable instruments of deposit	-	-	4,837	4,837	-	-	4,760	4,760
Unit and property trust funds:								
Quoted in Malaysia	-	-	151	151	-	-	582	582
Unquoted in Malaysia	-	-	12,335	12,335	-	3,143	15,400	18,543
	307,803	1,010,078	84,214	1,402,095	259,256	983,705	82,583	1,325,544

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12. INVESTMENTS (CONT'D.)

(c) FVTPL - Held for trading purposes (Cont'd.)

	30.9.2014				31.3.2014			
Company	Shareholders' Fund RM'000	Life Fund RM'000	Unit-linked RM'000	Total RM'000	Shareholders' Fund RM'000	Life Fund RM'000	Unit-linked RM'000	Total RM'000
At fair value:								
Equity securities:								
Quoted in Malaysia	-	-	48,495	48,495	-	-	41,919	41,919
Corporate bonds:								
Unquoted in Malaysia	-	1,010,078	18,396	1,028,474	-	980,562	19,922	1,000,484
Floating rate negotiable instruments of deposit	-	-	4,837	4,837	-	-	4,760	4,760
Unit and property trust funds:								
Quoted in Malaysia	-	-	151	151	-	-	582	582
Unquoted in Malaysia	-	-	12,335	12,335	-	3,143	15,400	18,543
	-	1,010,078	84,214	1,094,292	-	983,705	82,583	1,066,288

(d) Fair Value Hierarchy

An analysis of the different fair value measurement bases used in the determination of the fair values of investments are further disclosed in Note 17.

13. REINSURANCE ASSETS

Group and Company	30.9.2014 RM'000	31.3.2014 RM'000
Reinsurance of insurance contracts (Note 14)	20,636	19,687

This relates to reinsurers' share of insurance contract liabilities.

14. INSURANCE CONTRACT LIABILITIES

Group and Company	As at 30.9.2014			As at 31.3.2014		
	Gross RM'000	Re-insurance RM'000	Net RM'000	Gross RM'000	Re-insurance RM'000	Net RM'000
Actuarial liabilities	2,129,920	(14,592)	2,115,328	2,156,379	(13,688)	2,142,691
Provision for outstanding claims	169,202	(6,044)	163,158	151,592	(5,999)	145,593
Unallocated surplus	56,907	-	56,907	67,911	-	67,911
Available-for-sale fair value reserve*	4,154	-	4,154	(778)	-	(778)
Net asset value attributable to unitholders	98,616	-	98,616	93,474	-	93,474
	2,458,799	(20,636)	2,438,163	2,468,578	(19,687)	2,448,891

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14. INSURANCE CONTRACT LIABILITIES (CONT'D.)

	Gross			Reinsurance			
Group and Company	**With DPF RM'000**	**Without DPF RM'000**	**Total RM'000**	**With DPF RM'000**	**Without DPF RM'000**	**Total RM'000**	**Net RM'000**
At 1 April 2014	983,503	1,485,075	2,468,578	(1,922)	(17,765)	(19,687)	2,448,891
Premiums received	83,976	139,570	223,546	(641)	(16,482)	(17,123)	206,423
Liabilities paid for death, maturities, surrenders, benefits and claims	(65,959)	(188,010)	(253,969)	244	16,530	16,774	(237,195)
Benefits and claims experience variation	-	7,823	7,823	-	975	975	8,798
Adjustments due to changes in assumptions:							
Mortality/morbidity	(92)	1,139	1,047	-	(1,412)	(1,412)	(365)
Expenses	-	-	-	-	-	-	-
Lapse and surrender rates	579	(7,033)	(6,454)	-	-	-	(6,454)
Discount rate	26	19,132	19,158	-	(163)	(163)	18,995
Net asset value surplus to unitholders	-	5,142	5,142	-	-	-	5,142
Deficit for the period	(11,004)	-	(11,004)	-	-	-	(11,004)
Available-for-sale fair value reserve	5,361	-	5,361	-	-	-	5,361
Deferred tax effects:							
Available-for-sale fair value reserve	(429)	-	(429)	-	-	-	(429)
At 30 September 2014	995,961	1,462,838	2,458,799	(2,319)	(18,317)	(20,636)	2,438,163

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14. INSURANCE CONTRACT LIABILITIES (CONT'D.)

	Gross			Reinsurance			
Group and Company	**With DPF RM'000**	**Without DPF RM'000**	**Total RM'000**	**With DPF RM'000**	**Without DPF RM'000**	**Total RM'000**	**Net RM'000**
At 1 April 2013	941,185	1,567,488	2,508,673	(800)	(30,792)	(31,592)	2,477,081
Premiums received	186,114	281,958	468,072	(1,389)	(30,855)	(32,244)	435,828
Liabilities paid for death, maturities, surrenders, benefits and claims	(136,587)	(273,800)	(410,387)	267	23,710	23,977	(386,410)
Benefits and claims experience variation	-	33,788	33,788	-	4,049	4,049	37,837
Adjustments due to changes in assumptions:							
Mortality/morbidity	(171)	(19,761)	(19,932)	-	14,852	14,852	(5,080)
Expenses	(28)	(445)	(473)	-	-	-	(473)
Lapse and surrender rates	(33,326)	10,714	(22,612)	-	(105)	(105)	(22,717)
Discount rate	1,019	(62,706)	(61,687)	-	1,376	1,376	(60,311)
Net asset value refunded to unitholders	-	(52,161)	(52,161)	-	-	-	(52,161)
Surplus for the year	50,002	-	50,002	-	-	-	50,002
Available-for-sale fair value reserve	(26,853)	-	(26,853)	-	-	-	(26,853)
Deferred tax effects:							
Available-for-sale fair value reserve	2,148	-	2,148	-	-	-	2,148
At 31 March 2014	983,503	1,485,075	2,468,578	(1,922)	(17,765)	(19,687)	2,448,891

* The Available-for-sale fair value reserve of the Participating fund is treated as part of insurance contract liabilities because it is held in respect of assets backing the insurance contract liabilities of the Participating fund.

15. CAPITAL COMMITMENTS

As of 30 September 2014, capital expenditure approved by Directors but not provided for in the unaudited interim financial statements are as follows:

Group and Company	30.9.2014 RM'000	31.3.2014 RM'000
Authorised and contracted for:		
Property and equipment	432	168
Computer hardware and software	6,943	368
	7,375	536
Authorised but not contracted for:		
Property and equipment	1,869	11,300
Computer hardware and software	28,825	46,795
	30,694	58,095

16. CONTINGENT LIABILITIES

Company	30.9.2014 RM'000	31.3.2014 RM'000
Unsecured:		
Arising from litigation cases	4,364,670	-

As at end of the period, the Company has a few outstanding litigation claims that may incur potential liabilities for the Company. These outstanding litigation claims arise mainly from disputes on staff industrial relation matters and claims on insurance policies.

17. FAIR VALUE HIERARCHY

The Group and the Company use the following hierarchy for determining and disclosing the fair value of financial instruments by valuation techniques:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

17. FAIR VALUE HIERARCHY (CONT'D.)

The following tables show an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

Group	30.9.2014 Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Assets measured at fair value:				
Financial Assets:				
AFS:				
Equity securities:				
Quoted in Malaysia	137,370	-	-	137,370
Unquoted in Malaysia	-	2,147	-	2,147
Corporate bonds:				
Unquoted in Malaysia	-	659,586	-	659,586
Unit and property trust funds:				
Quoted in Malaysia	13,372	-	-	13,372
Unquoted in Malaysia	-	537	-	537
Wholesale fund	-	-	-	-
Negotiable instruments of deposit	-	48,823	-	48,823
Seed Capital - Investment-linked funds	-	9,511	-	9,511
	150,742	720,604	-	871,346

Company	30.9.2014 Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Assets measured at fair value:				
Financial Assets:				
AFS:				
Equity securities:				
Quoted in Malaysia	137,370	-	-	137,370
Unquoted in Malaysia	-	2,147	-	2,147
Corporate bonds:				
Unquoted in Malaysia	-	659,586	-	659,586
Unit and property trust funds:				
Quoted in Malaysia	13,372	-	-	13,372
Unquoted in Malaysia	-	537	-	537
Wholesale fund	-	318,239	-	318,239
Negotiable instruments of deposit	-	48,823	-	48,823
Seed Capital - Investment-linked funds	-	9,511	-	9,511
	150,742	1,038,843	-	1,189,585

17. FAIR VALUES HIERARCHY (CONT'D.)

Group	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
		----------30.9.2014----------		
Assets measured at fair value:				
Financial Assets:				
FVTPL - Held for trading purposes:				
Equity securities:				
Quoted in Malaysia	48,495	-	-	48,495
Malaysian government securities	-	8,276	-	8,276
Corporate bonds:				
Unquoted in Malaysia	-	1,328,001	-	1,328,001
Floating rate negotiable instruments deposit	-	4,837	-	4,837
Unit and property trust funds:				
Quoted in Malaysia	151	-	-	151
Unquoted in Malaysia	-	12,335	-	12,335
	48,646	1,353,449	-	1,402,095
Non Financial Assets:				
Investment properties	-	84,345	-	84,345

Company	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
		----------30.9.2014----------		
Assets measured at fair value:				
Financial Assets:				
FVTPL - Held for trading purposes:				
Equity securities:				
Quoted in Malaysia	48,495	-	-	48,495
Corporate bonds:				
Unquoted in Malaysia	-	1,028,474	-	1,028,474
Floating rate negotiable instruments deposit	-	4,837	-	4,837
Unit and property trust funds:				
Quoted in Malaysia	151	-	-	151
Unquoted in Malaysia	-	12,335	-	12,335
	48,646	1,045,646	-	1,094,292
Non Financial Assets:				
Investment properties	-	84,345	-	84,345

17. FAIR VALUES HIERARCHY (CONT'D.)

Group	31.3.2014 Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Assets measured at fair value:				
Financial Assets:				
AFS:				
Equity securities:				
Quoted in Malaysia	89,679	-	-	89,679
Unquoted in Malaysia	-	2,147	-	2,147
Corporate bonds:				
Unquoted in Malaysia	-	610,289	-	610,289
Unit and property trust funds:				
Quoted in Malaysia	12,516	-	-	12,516
Unquoted in Malaysia	-	2,033	-	2,033
Wholesale fund	-	-	-	-
Negotiable instruments of deposit	-	48,377	-	48,377
Seed Capital - Investment-linked funds	-	7,697	-	7,697
	102,195	670,543	-	772,738

Company	31.3.2014 Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Assets measured at fair value:				
Financial Assets:				
AFS:				
Equity securities:				
Quoted in Malaysia	89,679	-	-	89,679
Unquoted in Malaysia	-	2,147	-	2,147
Corporate bonds:				
Unquoted in Malaysia	-	610,289	-	610,289
Unit and property trust funds:				
Quoted in Malaysia	12,516	-	-	12,516
Unquoted in Malaysia	-	2,033	-	2,033
Wholesale fund	-	299,633	-	299,633
Negotiable instruments of deposit	-	48,377	-	48,377
Seed Capital - Investment-linked funds	-	7,697	-	7,697
	102,195	970,176	-	1,072,371

17. FAIR VALUES HIERARCHY (CONT'D.)

Group	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
		---------- 31.3.2014 ----------		
Assets measured at fair value:				
Financial Assets:				
FVTPL - Held for trading purposes:				
Equity securities:				
Quoted in Malaysia	41,919	-	-	41,919
Malaysian government securities	-	-	-	-
Corporate bonds:				
Unquoted in Malaysia	259,256	1,000,484	-	1,259,740
Floating rate negotiable instruments deposit	-	4,760	-	4,760
Unit and property trust funds:				
Quoted in Malaysia	582	-	-	582
Unquoted in Malaysia	-	18,543	-	18,543
	301,757	1,023,787	-	1,325,544
Non Financial Assets:				
Investment properties	-	84,345	-	84,345

Company	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
		---------- 31.3.2014 ----------		
Assets measured at fair value:				
Financial Assets:				
FVTPL - Held for trading purposes:				
Equity securities:				
Quoted in Malaysia	41,919	-	-	41,919
Corporate bonds:				
Unquoted in Malaysia	-	1,000,484	-	1,000,484
Floating rate negotiable instruments deposit	-	4,760	-	4,760
Unit and property trust funds:				
Quoted in Malaysia	582	-	-	582
Unquoted in Malaysia	-	18,543	-	18,543
	42,501	1,023,787	-	1,066,288
Non Financial Assets:				
Investment properties	-	84,345	-	84,345

18. REGULATORY CAPITAL REQUIREMENTS

The total capital available of the Company as at 30 September 2014, as prescribed under the RBC framework is provided below:

Company	30.9.2014 RM'000	31.3.2014 RM'000
Eligible Tier 1 Capital		
Share capital (paid up)	200,000	200,000
Reserves, including retained earnings	651,946	659,421
	851,946	859,421
Tier 2 Capital		
Eligible reserves	(1,228)	(8,775)
Amount deducted from capital	(30,918)	(34,667)
Total capital available	819,800	815,979

19. SIGNIFICANT EVENTS

The ultimate holding company, AMMB Holdings Berhad ("AMMB") announced on 16 October 2012 that it had obtained the approval of Bank Negara Malaysia ("BNM") to commence negotiations with Friends Life FPL Limited ("Friends Life") for the proposed repurchase of the 30% equity interest held by Friends Life in AmLife Insurance Berhad (the "Company").

Subsequently, on 31 December 2012 AMMB announced that it had received the notification of BNM (via letter dated 28 December 2012) that the Minister of Finance had approved the repurchase. The approval for the repurchase was subject to the AMMB or AMAB Holdings Sdn Bhd ("AMAB") completing the sale of part of its stake in the Company to a new strategic partner within one year of the completion of the repurchase. On 7 January 2013, AMMB

On 26 August 2013, AMMB announced that BNM (via letter dated 26 August 2013) had no objection in principle for AMMB to commence negotiations with several shortlisted global insurers in relation to the establishment of a new strategic partnership for life insurance businesses. This exercise was subject to the prior approval of the Minister of Finance/BNM before AMMB and the selected strategic partner may enter into any agreement in relation thereto.

On 19 December 2013, AMMB announced that it had reached an agreement with MetLife International Holdings Inc. ("MetLife"), a wholly-owned subsidiary of MetLife Inc. to seek regulatory approval of a proposed strategic partnership involving the Company ("the Proposal").

19. SIGNIFICANT EVENTS (CONT'D.)

Upon receipt of regulatory approvals and satisfaction of certain other conditions, the Proposal resulted in AmBank Group owning fifty percent minus one share in the Company with the remaining shares owned by MetLife. In addition, the Proposal will see the Company entering into an exclusive twenty-year bancassurance agreement for the distribution of life insurance products through the distribution network of AMMB's banking subsidiary, AmBank (M) Berhad.

The Proposal was subject to the prior written approval of BNM and/or the Minister of Finance. Upon the receipt of the aforesaid regulatory approvals, AMMB and MetLife would execute definitive agreements, after which the Proposal would close upon the satisfaction of certain other conditions.

On 23 January 2014, AMMB announced that together with MetLife, it had submitted applications to seek the approval of BNM and the Minister of Finance for the Proposal, pursuant to the Financial Services Act 2013.

Further thereto, on 1 April 2014, AMMB announced that its wholly-owned subsidiary, AMAB and MetLife, a wholly-owned subsidiary of MetLife Inc., had received the approval of the Minister of Finance and BNM for the Proposal.

On 30 April 2014, AMMB announced that the share sale agreement between AMAB and MetLife was completed on 30 April 2014.

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20. INSURANCE FUNDS

The Group's and the Company's activities are organised by funds and segregated into the Shareholders', Life and Investment Linked funds in accordance with the Financial Services Act, 2013. The Statement of Financial Position and Income Statement by funds are presented as follows:

Unaudited Interim Statement of Financial Position by Funds
As at 30 September 2014

	Shareholders' Fund		Life Fund		Unit-Linked		Elimination*		Total	
Group	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**
Assets										
Property and equipment	-	-	35,233	35,742	-	-	-	-	35,233	35,742
Investment properties	-	-	84,345	84,345	-	-	-	-	84,345	84,345
Deferred tax asset	826	-	-	-	-	-	-	-	826	-
Intangible assets	-	-	30,918	34,667	-	-	-	-	30,918	34,667
Investments	339,133	321,779	2,431,899	2,434,193	97,631	94,105	-	-	2,868,663	2,850,077
Reinsurance assets	-	-	20,636	19,687	-	-	-	-	20,636	19,687
Insurance receivables	-	-	71,769	47,567	-	-	-	-	71,769	47,567
Other receivables	10,421	17,990	33,666	58,564	790	1,359	-	-	44,877	77,913
Cash and bank balances	-	-	8,214	5,002	1,107	261	-	-	9,321	5,263
Interfund balances	9,807	11,089	-	-	-	-	(9,807)	(11,089)	-	-
Total assets	360,187	350,858	2,716,680	2,719,767	99,528	95,725	(9,807)	(11,089)	3,166,588	3,155,261

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Statement of Financial Position by Funds
As at 30 September 2014 (Cont'd.)

	Shareholders' Fund		Life Fund		Unit-Linked		Elimination*		Total	
	30.9.2014	31.3.2014	30.9.2014	31.3.2014	30.9.2014	31.3.2014	30.9.2014	31.3.2014	30.9.2014	31.3.2014
Group	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Equity										
Share capital	200,000	200,000	-	-	-	-	-	-	200,000	200,000
Retained profits	155,492	148,454	128,453	124,602	-	-	-	-	283,945	273,056
AFS fair value reserves	2,344	2,651	(1,161)	(1,995)	-	-	-	-	1,183	656
Total equity	357,836	351,105	127,292	122,607	-	-	-	-	485,128	473,712
Liabilities										
Insurance contract liabilities	-	-	2,360,182	2,375,104	98,617	93,474	-	-	2,458,799	2,468,578
Deferred tax liabilities	-	(1,438)	47,260	46,279	299	476	-	-	47,559	45,317
Insurance payables	-	-	40,671	32,764	-	-	-	-	40,671	32,764
Provision for taxation	-	-	-	-	766	505	-	-	766	505
Other payables	2,351	1,191	130,928	132,601	386	593	-	-	133,665	134,385
Interfund balances	-	-	10,347	10,412	(540)	677	(9,807)	(11,089)	-	-
Total liabilities	2,351	(247)	2,589,388	2,597,160	99,528	95,725	(9,807)	(11,089)	2,681,460	2,681,549
Total equity and liabilities	360,187	350,858	2,716,680	2,719,767	99,528	95,725	(9,807)	(11,089)	3,166,588	3,155,261

** Refers to elimination of interfund balances.*

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Statement of Financial Position by Funds
As at 30 September 2014 (Cont'd.)

	Shareholders' Fund		Life Fund		Unit-Linked		Elimination*		Total	
Company	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**
Assets										
Property and equipment	-	-	35,233	35,742	-	-	-	-	35,233	35,742
Investment properties	-	-	84,345	84,345	-	-	-	-	84,345	84,345
Deferred tax asset	826	-	-	-	-	-	-	-	826	-
Intangible assets	-	-	30,918	34,667	-	-	-	-	30,918	34,667
Investments	341,455	320,684	2,431,899	2,434,193	97,631	94,105	-	-	2,870,985	2,848,982
Reinsurance assets	-	-	20,636	19,687	-	-	-	-	20,636	19,687
Insurance receivables	-	-	71,769	47,567	-	-	-	-	71,769	47,567
Other receivables	8,067	19,033	33,666	58,564	790	1,359	-	-	42,523	78,956
Cash and bank balances	-	-	8,214	5,002	1,107	261	-	-	9,321	5,263
Interfund balances	9,807	11,089	-	-	-	-	(9,807)	(11,089)	-	-
Total assets	360,155	350,806	2,716,680	2,719,767	99,528	95,725	(9,807)	(11,089)	3,166,556	3,155,209

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Statement of Financial Position by Funds
As at 30 September 2014 (Cont'd.)

	Shareholders' Fund		Life Fund		Unit-Linked		Elimination*		Total	
Company	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**	**30.9.2014 RM'000**	**31.3.2014 RM'000**
Equity										
Share capital	200,000	200,000	-	-	-	-	-	-	200,000	200,000
Retained profits	160,315	155,420	128,453	124,602	-	-	-	-	288,768	280,022
AFS fair value reserves	(2,479)	(4,315)	(1,161)	(1,995)	-	-	-	-	(3,640)	(6,310)
Total equity	357,836	351,105	127,292	122,607	-	-	-	-	485,128	473,712
Liabilities										
Insurance contract liabilities	-	-	2,360,182	2,375,104	98,617	93,474	-	-	2,458,799	2,468,578
Deferred tax liabilities	-	(1,438)	47,260	46,279	299	476	-	-	47,559	45,317
Insurance payables	-	-	40,671	32,764	-	-	-	-	40,671	32,764
Provision for taxation		-	-	-	766	505	-	-	766	505
Other payables	2,319	1,139	130,928	132,601	386	593	-	-	133,633	134,333
Interfund balances	-	-	10,347	10,412	(540)	677	(9,807)	(11,089)	-	-
Total liabilities	2,319	(299)	2,589,388	2,597,160	99,528	95,725	(9,807)	(11,089)	2,681,428	2,681,497
Total equity and liabilities	360,155	350,806	2,716,680	2,719,767	99,528	95,725	(9,807)	(11,089)	3,166,556	3,155,209

** Refers to elimination of interfund balances.*

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Income Statement by Funds
For the six months ended 30 September 2014

	Shareholders' Fund		Life Fund		Unit-Linked		Total	
Group	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**
Gross earned premiums	-	-	201,464	233,980	22,082	16,350	223,546	250,330
Premiums ceded to reinsurers	-	-	(17,123)	(27,442)	-	-	(17,123)	(27,442)
Net earned premiums	-	-	184,341	206,538	22,082	16,350	206,423	222,888
Investment income	7,395	5,758	64,979	63,104	1,454	1,466	73,828	70,328
Realised gains and losses	(1,929)	1,505	2,450	2,559	2,410	3,565	2,931	7,629
Fair value gains and losses	3,339	(2,117)	15,327	(19,873)	(2,069)	1,053	16,597	(20,937)
Fee and commission income	-	-	4,677	4,157	(4,714)	(3,349)	(37)	808
Other operating income/ (expenses)	456	521	(3)	251	29	18	482	790
Other revenue	9,261	5,667	87,430	50,198	(2,890)	2,753	93,801	58,618
Gross benefits and claims	-	-	(240,063)	(146,178)	(13,906)	(57,140)	(253,969)	(203,318)
Claims ceded to reinsurers	-	-	16,774	15,093	-	-	16,774	15,093
Gross change to contract liabilities	-	-	37,464	(18,960)	(5,142)	38,397	32,322	19,437
Change in contract liabilities ceded to reinsurers	-	-	906	222	-	-	906	222
Net benefits and claims	-	-	(184,919)	(149,823)	(19,048)	(18,743)	(203,967)	(168,566)

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Income Statement by Funds
For the six months ended 30 September 2014 (Cont'd.)

	Shareholders' Fund		Life Fund		Unit-Linked		Total	
	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000
Fee and commission expenses	-	-	(21,000)	(28,162)	-	-	(21,000)	(28,162)
Management expenses	(688)	(728)	(57,145)	(52,205)	(60)	(75)	(57,893)	(53,008)
Taxation of life insurance business	-	-	(5,826)	(5,261)	(84)	(285)	(5,910)	(5,546)
Other expenses	(688)	(728)	(83,971)	(85,628)	(144)	(360)	(84,803)	(86,716)
Profit from operations	8,573	4,939	2,881	21,285	-	-	11,454	26,224
Transfer from Life Insurance Funds*	2,881	21,285	(2,881)	(21,285)	-	-	-	-
Profit before taxation								
Taxation	(511)	(7,166)	-	-	-	-	(511)	(7,166)
Net profit for the period	10,943	19,058	-	-	-	-	10,943	19,058

** The amount transferred from the Life Fund's Revenue Accounts to the Shareholders' Fund's Income Statement is net of tax.*

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Income Statement by Funds
For the six months ended 30 September 2014 (Cont'd.)

	Shareholders' Fund		Life Fund		Unit-Linked		Total	
Company	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**
Gross earned premiums	-	-	201,464	233,980	22,082	16,350	223,546	250,330
Premiums ceded to reinsurers	-	-	(17,123)	(27,442)	-	-	(17,123)	(27,442)
Net earned premiums	-	-	184,341	206,538	22,082	16,350	206,423	222,888
Investment income	6,946	5,878	64,979	63,104	1,454	1,466	73,379	70,448
Realised gains and losses		1,505	2,450	2,559	2,410	3,565	4,860	7,629
Fair value gains and losses	-	-	15,327	(19,873)	(2,069)	1,053	13,258	(18,820)
Fee and commission income	-	-	4,677	4,157	(4,714)	(3,349)	(37)	808
Other operating income/ (expenses)	-	-	(3)	251	29	18	26	269
Other revenue	6,946	7,383	87,430	50,198	(2,890)	2,753	91,486	60,334
Gross benefits and claims	-	-	(240,063)	(146,178)	(13,906)	(57,140)	(253,969)	(203,318)
Claims ceded to reinsurers	-	-	16,774	15,093	-	-	16,774	15,093
Gross change to contract liabilities	-	-	37,464	(18,960)	(5,142)	38,397	32,322	19,437
Change in contract liabilities ceded to reinsurers	-	-	906	222	-	-	906	222
Net benefits and claims	-	-	(184,919)	(149,823)	(19,048)	(18,743)	(203,967)	(168,566)

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Income Statement by Funds
For the six months ended 30 September 2014 (Cont'd.)

	Shareholders' Fund		Life Fund		Unit-Linked		Total	
	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000
Fee and commission expenses	-	-	(21,000)	(28,162)	-	-	(21,000)	(28,162)
Management expenses	(516)	(623)	(57,145)	(52,205)	(60)	(75)	(57,721)	(52,903)
Taxation of life insurance business	-	-	(5,826)	(5,261)	(84)	(285)	(5,910)	(5,546)
Other expenses	(516)	(623)	(83,971)	(85,628)	(144)	(360)	(84,631)	(86,611)
Profit from operations	6,430	6,760	2,881	21,285	-	-	9,311	28,045
Transfer from Life Insurance Funds*	2,881	21,285	(2,881)	(21,285)	-	-	-	-
Profit before taxation								
Taxation	(511)	(7,166)	-	-	-	-	(511)	(7,166)
Net profit for the period	8,800	20,879	-	-	-	-	8,800	20,879

** The amount transferred from the Life Fund's Revenue Accounts to the Shareholders' Fund's Income Statement is net of tax.*

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Statement of Cash Flows by Funds
For the six months ended 30 September 2014

	Shareholders' Fund		Life Fund		Unit-Linked		Total	
Group	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**
Net cash flows from:								
Operating activities	(32,953)	(100,508)	(121,987)	(114,945)	(2,421)	(14,504)	(157,361)	(229,957)
Investing activities	-	-	(2,674)	(2,216)	-	-	(2,674)	(2,216)
Financing activities	(54)	(245)	-	-	-	-	(54)	(245)
Net decrease in cash and cash equivalents	(33,007)	(100,753)	(124,661)	(117,161)	(2,421)	(14,504)	(160,089)	(232,418)
Cash and cash equivalents at beginning of period	54,826	175,653	383,634	373,924	11,783	26,911	450,243	576,488
Cash and cash equivalents at end of period	21,819	74,900	258,973	256,763	9,362	12,407	290,154	344,070
Short term deposits	21,819	74,523	250,759	250,374	8,255	12,092	280,833	336,989
Cash and bank balances	-	377	8,214	6,389	1,107	315	9,321	7,081
	21,819	74,900	258,973	256,763	9,362	12,407	290,154	344,070

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20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Statement of Cash Flows by Funds
For the six months ended 30 September 2014 (Cont'd.)

	Shareholders' Fund		Life Fund		Unit-Linked		Total	
Company	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**	**6 months ended 30.9.2014 RM'000**	**6 months ended 30.9.2013 RM'000**
Net cash flows from:								
Operating activities	405	(163,230)	(121,987)	(114,945)	(2,421)	(14,504)	(124,003)	(292,679)
Investing activities	-	-	(2,674)	(2,216)	-	-	(2,674)	(2,216)
Financing activities	(54)	(245)	-	-	-	-	(54)	(245)
Net increase/ (decrease) in cash and cash equivalents	351	(163,475)	(124,661)	(117,161)	(2,421)	(14,504)	(126,731)	(295,140)
Cash and cash equivalents at beginning of period	13,354	175,653	383,634	373,924	11,783	26,911	408,771	576,488
Cash and cash equivalents at end of period	13,705	12,178	258,973	256,763	9,362	12,407	282,040	281,348
Short term deposits	13,705	11,801	250,759	250,374	8,255	12,092	272,719	274,267
Cash and bank balances	-	377	8,214	6,389	1,107	315	9,321	7,081
	13,705	12,178	258,973	256,763	9,362	12,407	282,040	281,348

20. INSURANCE FUNDS (CONT'D.)

Unaudited Interim Investment-linked Fund Statement of Financial Position
As at 30 September 2014

Group and Company	30.9.2014 RM'000	31.3.2014 RM'000
Assets		
Investments	97,631	94,105
Other assets	1,897	1,620
Total assets	99,528	95,725
Liabilities		
Other liabilities	911	2,251
	911	2,251
Net assets value of funds	98,617	93,474

Unaudited Interim Investment-linked Fund Income Statement
For the six months ended 30 September 2014

Group and Company	6 months ended 30.9.2014 RM'000	6 months ended 30.9.2013 RM'000
Investment income	1,454	1,466
Realised gains and losses	2,410	3,565
Fair value gains and losses	(2,069)	1,053
Other operating income	29	18
	1,824	6,102
Fee and commission expenses	(4,714)	(3,349)
Management expenses	(60)	(75)
(Loss)/ profit before taxation	(2,950)	2,678
Taxation	(84)	(285)
	(3,034)	2,393
Net creation of units	22,082	16,350
Net cancellation of units	(13,906)	(57,140)
Movement in Net Asset value attributable to unitholders	5,142	(38,397)