

AVICENNIA CAPITAL SDN. BHD.
(1031978-V)
(Incorporated in Malaysia)

Unaudited Condensed Interim Financial Statements
30 June 2018

1031978-V

**AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)**

Contents	Page
Unaudited condensed statements of comprehensive income	1 - 3
Unaudited condensed statements of financial position	4
Unaudited condensed statements of changes in equity	5 - 7
Unaudited condensed statements of cash flows	8 - 9
Notes to the unaudited interim financial statements	10 - 46

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of comprehensive income
For the six months period ended 30 June 2018

	Group 6 months period ended 30.6.2018 RM'000	Group 6 months period ended 30.6.2017 RM'000	Company 6 months period ended 30.6.2018 RM'000	Company 6 months period ended 30.6.2017 RM'000
Note				
Continuing operations:				
Operating revenue	<u>605,053</u>	<u>558,870</u>	<u>1,986</u>	<u>817</u>
Gross earned premiums/ contributions	532,483	493,870	-	-
Earned premiums/contributions ceded to reinsurers/ retakaful operators	<u>(68,365)</u>	<u>(50,493)</u>	<u>-</u>	<u>-</u>
Net earned premiums/ contributions	<u>464,118</u>	<u>443,377</u>	<u>-</u>	<u>-</u>
Fee and commission income	131	127	-	-
Investment income	72,570	65,000	1,986	817
Realised (losses)/gains, net	(2,062)	781	-	-
Fair value (losses)/gains, net	(37,843)	44,241	159	1,134
Other operating income	<u>19,068</u>	<u>15,823</u>	<u>206</u>	<u>16</u>
Other revenue	<u>51,864</u>	<u>125,972</u>	<u>2,351</u>	<u>1,967</u>
Gross benefits and claims paid	(237,987)	(245,942)	-	-
Claims ceded to reinsurers and retakaful operators	59,627	52,624	-	-
Gross change in contract liabilities	(38,607)	(143,687)	-	-
Change in contract liabilities ceded to reinsurers and retakaful operators	<u>18,825</u>	<u>51,266</u>	<u>-</u>	<u>-</u>
Net benefits and claims	<u>(198,142)</u>	<u>(285,739)</u>	<u>-</u>	<u>-</u>
Fee and commission expenses	(59,341)	(53,495)	-	-
Other operating expenses	<u>(161,525)</u>	<u>(139,137)</u>	<u>(7,455)</u>	<u>(9,925)</u>
Other expenses	<u>(220,866)</u>	<u>(192,632)</u>	<u>(7,455)</u>	<u>(9,925)</u>
Profit/(loss) before taxation from continuing operations	96,974	90,978	(5,104)	(7,958)

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of comprehensive income
For the six months period ended 30 June 2018 (cont'd.)

	Note	Group 6 months period ended 30.6.2018 RM'000	Group 6 months period ended 30.6.2017 RM'000	Company 6 months period ended 30.6.2018 RM'000	Company 6 months period ended 30.6.2017 RM'000
Profit/(loss) before taxation from continuing operations		96,974	90,978	(5,104)	(7,958)
Taxation		(18,089)	(20,055)	(6)	(4)
Net profit/(loss) for the period from continuing operations		78,885	70,923	(5,110)	(7,962)
Discontinued operations:					
Net profit for the period from discontinued operations	15	16,721	5,142	-	-
Net profit/(loss) for the period		<u>95,606</u>	<u>76,065</u>	<u>(5,110)</u>	<u>(7,962)</u>
Other comprehensive income/(loss):					
Items that may be reclassified subsequently to profit or loss:					
Net fair value changes of Available For Sale ("AFS") financial assets					
- (Losses)/gains on fair value changes, net		(2,590)	3,885	-	-
- Transfer to profit or loss upon disposal		190	604	-	-
Tax effect relating to AFS financial assets		796	(1,096)	-	-
Other comprehensive (loss)/income from continuing operations for the period		<u>(1,604)</u>	<u>3,393</u>	<u>-</u>	<u>-</u>
Other comprehensive loss from discontinued operations for the period	15	<u>(68,430)</u>	<u>(10,836)</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss) for the period		<u>25,572</u>	<u>68,622</u>	<u>(5,110)</u>	<u>(7,962)</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of comprehensive income
For the six months period ended 30 June 2018 (cont'd.)

	Group	Group	Company	Company
	6 months	6 months	6 months	6 months
	period	period	period	period
	ended	ended	ended	ended
	30.6.2018	30.6.2017	30.6.2018	30.6.2017
Note	RM'000	RM'000	RM'000	RM'000
Comprising of:				
- Continuing operations	77,281	74,316	(5,110)	(7,962)
- Discontinued operations	15 (51,709)	(5,694)	-	-
	<u>25,572</u>	<u>68,622</u>	<u>(5,110)</u>	<u>(7,962)</u>
Profit/(loss) attributable to:				
Owners of the Company	51,107	35,773	(5,110)	(7,962)
Non-controlling interests	44,499	40,292	-	-
	<u>95,606</u>	<u>76,065</u>	<u>(5,110)</u>	<u>(7,962)</u>
Total comprehensive income/ (loss) attributable to:				
Owners of the Company	(18,108)	27,244	(5,110)	(7,962)
Non-controlling interests	43,680	41,378	-	-
	<u>25,572</u>	<u>68,622</u>	<u>(5,110)</u>	<u>(7,962)</u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of financial position
As at 30 June 2018

	Note	Group 30.6.2018 RM'000	Audited Group 31.12.2017 RM'000	Company 30.6.2018 RM'000	Audited Company 31.12.2017 RM'000
Assets					
Property and equipment		56,682	56,549	719	932
Intangible assets		421,347	444,430	62	114
Investment in subsidiaries		-	-	901,334	901,072
Goodwill on consolidation		392,337	392,337	-	-
Financial assets	12	3,339,171	3,346,152	113,506	111,539
Reinsurance and retakaful assets	13	177,873	159,280	-	-
Insurance and takaful receivables		41,768	37,336	-	-
Other receivables		31,254	23,146	10,268	10,256
Cash and bank balances		91,657	57,354	3,071	14,122
		<u>4,552,089</u>	<u>4,516,584</u>	<u>1,028,960</u>	<u>1,038,035</u>
Assets of disposal group classified as held for sale	15	1,617,503	1,523,764	1,008,094	1,008,094
Total Assets		<u>6,169,592</u>	<u>6,040,348</u>	<u>2,037,054</u>	<u>2,046,129</u>
Equity, Policyholders' Funds and Liabilities					
Share capital		1,990,014	1,990,014	1,990,014	1,990,014
Other reserves		66,993	37,728	18,345	17,247
Retained earnings		186,195	167,108	25,192	30,302
Reserve of disposal group classified as held for sale		(248,902)	(183,540)	-	-
Shareholder's funds		<u>1,994,300</u>	<u>2,011,310</u>	<u>2,033,551</u>	<u>2,037,563</u>
Non-controlling interests		622,467	620,535	-	-
		<u>2,616,767</u>	<u>2,631,845</u>	<u>2,033,551</u>	<u>2,037,563</u>
Liabilities					
Insurance and takaful contract liabilities	13	2,462,332	2,424,431	-	-
Insurance and takaful payables		25,882	33,878	-	-
Financial liabilities		16,506	36,528	-	-
Other payables		98,815	116,070	3,503	8,558
Deferred tax liabilities		130,935	123,152	-	-
Current tax liabilities		4,622	4,303	-	8
Total Liabilities		<u>2,739,092</u>	<u>2,738,362</u>	<u>3,503</u>	<u>8,566</u>
Liabilities associated with disposal group classified as held for sale	15	813,733	670,141	-	-
Total Liabilities		<u>3,552,825</u>	<u>3,408,503</u>	<u>3,503</u>	<u>8,566</u>
Total Equity and Liabilities		<u>6,169,592</u>	<u>6,040,348</u>	<u>2,037,054</u>	<u>2,046,129</u>

The accompanying notes are an integral part of these unaudited condensed interim financial statements.

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of changes in equity
For the six months period ended 30 June 2018

	<----- Attributable to Owners of the Company ----->							
	<----- Non-distributable ----->							
	Share capital RM'000	Immediate holding and other related companies' advances RM'000	Other reserves RM'000	Reserve of disposal group classified as held for sale RM'000	Distributable retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
Group								
At 1 January 2017	1,976,486	41	(120,348)	-	109,304	1,965,483	584,281	2,549,764
Profit for the period	-	-	-	-	35,773	35,773	40,292	76,065
Total comprehensive profit/(loss) - arising during the period	-	-	12,260	-	(20,789)	(8,529)	1,086	(7,443)
	-	-	12,260	-	14,984	27,244	41,378	68,622
Transactions with owners								
Immediate holding company's advances received during the period	-	13,528	-	-	-	13,528	-	13,528
Repayment of amount due to other related company	-	(41)	-	-	-	(41)	-	(41)
Dividend to non-controlling interest from subsidiary company	-	-	-	-	-	-	(40,130)	(40,130)
Grant of Long Term Incentive Plan ("LTIP") to employees during the period	-	-	1,249	-	-	1,249	-	1,249
Attributable to disposal group held for sale	-	-	144,188	(144,188)	-	-	-	-
Total transactions with owners	-	13,487	145,437	(144,188)	-	14,736	(40,130)	(25,394)
At 30 June 2017	1,976,486	13,528	37,349	(144,188)	124,288	2,007,463	585,529	2,592,992

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of changes in equity
For the six months period ended 30 June 2018 (cont'd.)

	<----- Attributable to Owners of the Company ----->							
	<----- Non-distributable ----->							
	Share capital RM'000	Immediate holding and other related companies' advances RM'000	Other reserves RM'000	Reserve of disposal group classified as held for sale RM'000	Distributable retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
Group								
At 1 January 2018	1,990,014	-	37,728	(183,540)	167,108	2,011,310	620,535	2,631,845
Profit for the period	-	-	-		51,107	51,107	44,499	95,606
Total comprehensive losses - arising during the period	-	-	(37,195)	-	(32,020)	(69,215)	(819)	(70,034)
	-	-	(37,195)	-	19,087	(18,108)	43,680	25,572
Transactions with owners								
Dividend to non-controlling interest from subsidiary company	-	-	-	-	-	-	(41,748)	(41,748)
Grant of LTIP to employees during the period	-	-	1,098	-	-	1,098	-	1,098
Attributable to disposal group held for sale	-	-	65,362	(65,362)	-	-	-	-
Total transactions with owners	-	-	66,460	(65,362)	-	1,098	(41,748)	(40,650)
At 30 June 2018	1,990,014	-	66,993	(248,902)	186,195	1,994,300	622,467	2,616,767

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of changes in equity
For the six months period ended 30 June 2018

	<----- Non-distributable ----->				
	Share capital RM'000	Immediate holding company's advances RM'000	Long-term incentive plan reserve RM'000	Distributable retained earnings RM'000	Total RM'000
Company					
At 1 January 2017	1,976,486	-	4,641	34,488	2,015,615
Total comprehensive loss for the period	-	-	-	(7,962)	(7,962)
Immediate holding company's advances received during the period	-	13,528	-	-	13,528
Grant of LTIP to employees during the period	-	-	1,249	-	1,249
At 30 June 2017	1,976,486	13,528	5,890	26,526	2,022,430
At 1 January 2018	1,990,014	-	17,247	30,302	2,037,563
Total comprehensive loss for the period	-	-	-	(5,110)	(5,110)
Grant of LTIP to employees during the period	-	-	1,098	-	1,098
At 30 June 2018	1,990,014	-	18,345	25,192	2,033,551

The accompanying notes are an integral part of these unaudited condensed interim financial statements.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of cash flows
For the six months period ended 30 June 2018

	Group 6 months period ended 30.6.2018 RM'000	Group 6 months period ended 30.6.2017 RM'000	Company 6 months period ended 30.6.2018 RM'000	Company 6 months period ended 30.6.2017 RM'000
Cash flows from operating activities				
Profit/(loss) before taxation from:				
- Continuing operations	96,974	90,978	(5,104)	(7,958)
- Discontinued operations	18,294	4,399	-	-
	<u>115,268</u>	<u>95,377</u>	<u>(5,104)</u>	<u>(7,958)</u>
Adjustments for:				
Depreciation of property and equipment	4,884	4,455	232	241
Amortisation of intangible assets	38,176	39,144	51	51
Write off of intangible assets	720	-	-	-
Net fair value losses/(gains)	33,584	(66,063)	-	-
Realised losses/(gains) on disposal of property and equipment	15	(112)	-	-
Realised gains on disposal of financial assets	(41,994)	(7,830)	-	-
Investment income	(73,580)	(103,202)	(1,986)	(817)
Impairment loss on insurance and retakaful receivables	-	486	-	-
Long term incentive plan (Writeback of)/provision for expense liabilities	(20,728)	14,752	-	-
Operating profit/(loss) before changes in assets and liabilities	57,443	(21,744)	(5,709)	(7,234)
Increase in financial assets	(42,612)	(223,361)	(1,967)	(1,837)
Increase in reinsurance and retakaful assets	(15,292)	(55,128)	-	-
(Increase)/decrease in insurance and takaful receivables and other receivables	(86,190)	(92,852)	(12)	95
Increase in insurance and takaful contract liabilities	218,131	407,801	-	-
Increase/(decrease) in investment contract liabilities and financial liabilities	5,595	(39,881)	-	-
(Decrease)/increase in insurance and takaful payables, provisions and other payables	(36,314)	(8,959)	(5,055)	392
Investment income received	73,580	103,202	1,986	817
Taxation paid	(22,396)	(14,291)	(14)	(4)
Net cash flows generated from/ (used in) operating activities	<u>151,945</u>	<u>54,787</u>	<u>(10,771)</u>	<u>(7,771)</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Unaudited condensed statements of cash flows
For the six months period ended 30 June 2018 (cont'd.)

	Group 6 months period ended 30.6.2018 RM'000	Group 6 months period ended 30.6.2017 RM'000	Company 6 months period ended 30.6.2018 RM'000	Company 6 months period ended 30.6.2017 RM'000
Cash flows from investing activities				
Purchase of property and equipment	(4,999)	(2,948)	(18)	(377)
Purchase of intangible assets	(293)	(361)	-	-
Proceeds from disposal of property and equipment	-	338	-	-
Advance to subsidiaries	-	-	(262)	(125)
Net cash flows used in investing activities	<u>(5,292)</u>	<u>(2,971)</u>	<u>(280)</u>	<u>(502)</u>
Cash flows from financing activities				
Immediate holding and other related companies' advances received	-	13,528	-	13,528
Repayment of amount due to other related company	-	(41)	-	-
Dividend paid to a non-controlling interest	(41,748)	(40,130)	-	-
Net cash flows (used in)/generated from financing activities	<u>(41,748)</u>	<u>(26,643)</u>	<u>-</u>	<u>13,528</u>
Net changes in cash and cash equivalents	104,905	25,173	(11,051)	5,255
Cash and cash equivalents at beginning of period*	175,939	145,310	14,122	4,830
Attributable to disposal group held for sale (Note 15)	(189,187)	(75,705)	-	-
Cash and cash equivalents at end of period	<u>91,657</u>	<u>94,778</u>	<u>3,071</u>	<u>10,085</u>

* Includes the cash and cash equivalents of disposal groups classified as held for sale at the beginning of the period of RM118,585,000 (Note 15).

The accompanying notes are an integral part of these unaudited condensed interim financial statements.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

1. Corporate information

The principal activity of the Company is investment holding. The principal activities of the subsidiaries of the Group are the underwriting of life insurance and investment-linked business, managing of family takaful, general takaful and investment-linked takaful business, health insurance business and that of investment holding companies.

There has been no significant change in the nature of the principal activities during the six months period ended 30 June 2018, other than the classification of certain assets and liabilities relating to the discontinued general takaful business and proposed divestment of the Turkish subsidiary as a disposal group held for sale as disclosed in Note 15 to the financial statements.

The Company is a private limited liability company, incorporated and domiciled in Malaysia. The registered office of the Company is located at Suite 15.08, Level 15, GTower, 199 Jalan Tun Razak, 50400 Kuala Lumpur.

The immediate holding company is Tulai Beach Ventures Sdn. Bhd., a company incorporated and domiciled in Malaysia.

The penultimate holding and ultimate holding companies of the Company are Khazanah Nasional Berhad, a company incorporated and domiciled in Malaysia, and Minister of Finance (Incorporated), a body corporate which was incorporated under the Minister of Finance (Incorporation) Act, 1957, respectively.

The unaudited interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 13 August 2018.

2. Significant Accounting Policies

2.1 Basis of preparation

The unaudited interim financial statements of the Group and the Company have been prepared in accordance with the Financial Reporting Guidelines (BNM/RH/PD 032-13) dated 2 February 2018 issued by Bank Negara Malaysia which do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group and the Company's audited financial statements for the financial year ended 31 December 2017.

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 change in the financial position and performance of the Group and Company since the financial year ended 31 December 2017.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

2. Significant Accounting Policies (cont'd.)

2.1 Basis of preparation (cont'd.)

The unaudited interim financial statements are presented in Ringgit Malaysia ("RM") and all values are rounded to the nearest thousand (RM'000) except when otherwise indicated.

The accounting policies adopted by the Group and the Company for the unaudited interim financial statements are consistent with those adopted by the Group and the Company in the audited financial statements for the financial year ended 31 December 2017, except for the adoption of the following amendments/interpretation to the Malaysian Financial Reporting Standards ("MFRS").

Description	Effective for annual periods beginning on or after
MFRS 2 Classification and Measurement of Share-based Payment Transactions (Amendments to MFRS 2)	1 January 2018
MFRS 9 Financial Instruments	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 140 Transfers of Investment Property (Amendments to MFRS 140)	1 January 2018
Amendments to MFRS 1 First-Time Adoption of MFRS (Annual Improvements to MFRS Standard 2014-2016 Cycle)	1 January 2018
Amendments to MFRS 4 Insurance Contract Liabilities (Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts)	1 January 2018
Amendments to MFRS 128 Investments in Associate and Joint Ventures (Annual Improvements to MFRS Standards 2014-2016 Cycle)	1 January 2018
IC interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

2. Significant Accounting Policies (cont'd.)

- (a) **Standards, amendments to published standards and interpretations that are effective**

MFRS 9 Financial Instruments and Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts

MFRS 9 Financial Instruments

MFRS 9 retains but simplifies the mixed measurement model in MFRS 139 and establishes three primary measurement categories for financial assets: amortised cost, fair value through profit or loss and fair value through other comprehensive income ("OCI"). The basis of classification depends on the entity's business model and the cash flow characteristics of the financial asset. Investments in equity instruments are always measured at fair value through profit or loss with an irrevocable option at inception to present changes in fair value in OCI (provided the instrument is not held for trading). A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest.

For liabilities, the standard retains most of the MFRS 139 requirements. These include amortised cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than in profit or loss, unless this creates an accounting mismatch.

MFRS 9 introduces an expected credit loss model on impairment that replaces the incurred loss impairment model used in MFRS 139. The expected credit loss model is forward-looking and eliminates the need for a trigger event to have occurred before credit losses are recognised.

- (i) **Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts**

In December 2016, the MASB issued Amendments to MFRS 4 to address issues arising from the different effective dates of MFRS 9 and the upcoming new insurance contracts standard (MFRS 17). Amendments to MFRS 4 is issued by the MASB in respect of its application in Malaysia. It is equivalent to the Amendments to IFRS 4 as issued by the IASB.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

2. Significant Accounting Policies (cont'd.)

- (a) **Standards, amendments to published standards and interpretations that are effective (cont'd.)**

MFRS 9 Financial Instruments and Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts (cont'd.)

MFRS 9 Financial Instruments (cont'd.)

- (i) **Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts (cont'd.)**

The amendments introduce two alternative options for entities issuing contracts within the scope of MFRS 4, notably a temporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of MFRS 9 to annual periods beginning before 1 January 2021 at the latest.

An entity may apply the temporary exemption from MFRS 9 if:

- i. It has not previously applied any version of MFRS 9; and
- ii. Its activities are predominantly connected with insurance on its annual reporting date that immediately precedes 1 April 2016.

The overlay approach allows an entity applying MFRS 9 to reclassify between profit or loss and other comprehensive income, an amount that results in the profit or loss at the end of the reporting period for the designated financial assets being the same as if an entity had applied MFRS 139 to these designated financial assets.

An entity can apply the temporary exemption from MFRS 9 for annual periods beginning on or after 1 January 2018. An entity may start applying the overlay approach when it applies MFRS 9 for the first time.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

2. Significant Accounting Policies (cont'd.)

- (a) **Standards, amendments to published standards and interpretations that are effective (cont'd.)**

MFRS 9 Financial Instruments and Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts (cont'd.)

MFRS 9 Financial Instruments (cont'd.)

- (ii) **Impact as a result of the adoption of MFRS 9 and Amendments to MFRS 4**

The Group and the Company have performed assessments on the requirements under MFRS 9 and Amendments to MFRS4, and have reached the following conclusions:

- (iii) **Group**

The Group has concluded that it meets the predominance criteria and qualifies for the temporary exemption approach under Amendments to MFRS 4 Insurance Contracts. Hence, the Group will defer the adoption of MFRS 9 Financial Instruments until 1 January 2021, which is in line with the adoption of MFRS 17 Insurance Contracts.

The additional disclosures as required under Amendments to MFRS 4 are set out in Note 16 to the financial statements.

- (iv) **Company**

The Company, which is an investment holding company does not meet the criteria stipulated under MFRS 4 to apply either the temporary exemption or overlay approach. Accordingly, it has adopted MFRS 9 on 1 January 2018.

The adoption of MFRS 9 does not have any impact to its financial results and financial position as there is no change in terms of classification and measurement of the financial assets of the Company.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

2. Significant Accounting Policies (cont'd.)

(a) Standards, amendments to published standards and interpretations that are effective (cont'd.)

MFRS 9 Financial Instruments and Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts (cont'd.)

(v) MFRS 15 Revenue from Contracts with Customers

MFRS 15 establishes a new five-step model that applies to revenue arising from contracts with customers. MFRS 15 supersedes the current revenue recognition guidance including MFRS 118 Revenue, MFRS 111 Construction Contracts and the related interpretations when it becomes effective. The five-step model is as follows:

- (i) Identify the contract with the customer;
- (ii) Identify the performance obligations in the contract;
- (iii) Determine the transaction price;
- (iv) Allocate the transaction price to each distinct good or service; and
- (v) Recognise the revenue

Applying the five-step model, an entity recognises revenue when (or as) a performance obligation is satisfied and provided to the customer, which is when the customer obtains control over the goods or services provided. The point at which revenue is able to be recognised may shift some revenue which is recognised at a point in time at the beginning of the contract or at the end of a contract, to be recognised over the contract term and vice versa.

In addition, an entity should recognise revenue which depicts the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Any bundled goods or services that are distinct must be separately recognised.

The Group and Company have performed the assessment of the impact of MFRS 15 on their business and have determined that they do not have any material financial impact to the Group and Company's financial results and financial position, as most of the revenue streams of the Group and the Company - other than those arising from insurance contracts and financial instruments held, which are scoped out of MFRS 15 - are already recognised in accordance with the principles of MFRS 15.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

2. Significant Accounting Policies (cont'd.)

(b) Standards, amendments to published standards and interpretations that are effective, and issued but not yet effective

(i) MFRS 16 Leases

MFRS 16 replaces MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Lease-Incentives and IC Interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease.

Under MFRS 16, a lease is a contract (or part of a contract) that conveys the right to control the use of an identified asset for a period of time in exchange for consideration. MFRS 16 introduces a single accounting model for a lessee and eliminates the classification of leases by the lessee as either finance leases (on balance sheet) or operating leases (off balance sheet).

The right-of-use asset is depreciated in accordance with the principle in MFRS 116 "Property, Plant and Equipment" and the lease liability is accreted over time with interest expense recognised in the income statement.

The Group and the Company are in the process of assessing the financial impact of this standard onto their financial statements.

(ii) MFRS 17 Insurance Contracts

MFRS 17 applies to insurance contracts issued, all reinsurance contracts and investment contracts with discretionary participating features if an entity also issues insurance contracts. For fixed-fee service contracts whose primary purpose is the provision of services, an entity has an accounting policy choice to account for them in accordance with either MFRS 17 or MFRS 15 "Revenue". An entity is allowed to account financial guarantee contracts in accordance with MFRS 17 if the entity has asserted explicitly that it regarded them as insurance contracts. Insurance contracts, (other than reinsurance) where the entity is the policyholder are not within the scope of MFRS 17. Embedded derivatives and distinct investment and service components should be "unbundled" and accounted for separately in accordance with the related MFRSs. Voluntary unbundling of other components is prohibited.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

2. Significant Accounting Policies (cont'd.)

(b) Standards, amendments to published standards and interpretations that are effective, and issued but not yet effective (cont'd.)

(ii) MFRS 17 Insurance Contracts (cont'd.)

MFRS 17 requires a current measurement model where estimates are remeasured at each reporting period. The measurement is based on the building blocks of discounted, probability-weighted cash flows, a risk adjustment and a contractual service margin ("CSM") representing the unearned profit of the contract. An entity has a policy choice to recognise the impact of changes in discount rates and other assumptions that related to financial risks either in profit or loss or in other comprehensive income.

Alternative measurement models are provided for the different insurance coverages:

- (a) Simplified Premium Allocation Approach if the insurance coverage period is a year or less;
- (b) Variable Fee Approach should be applied for insurance contracts that specify a link between payments to the policyholder and the returns on the underlying items.

The requirements of MFRS 17 align the presentation of revenue with other industries. Revenue is allocated to the periods in proportion to the value of the expected coverage and other services that the insurer provides in the period, and claims are presented when incurred. Investment components are excluded from revenue and claims. Insurers are required to disclose information about amounts, judgements and risks arising from insurance contracts.

The Group and the Company are in the process of assessing the financial impact of this standard onto their financial statements.

3. Seasonality of operations

The business operations of the Group and of the Company were not significantly affected by seasonal or cyclical fluctuations during the six months period ended 30 June 2018.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no items affecting assets, liabilities, equity, net income or cash flows which are unusual because of their nature, size or incidence during the six months period ended 30 June 2018.

5. Changes in estimates

There were no changes in estimates of amounts reported in the prior financial year that have a material effect for the six months period ended 30 June 2018.

6. Issuance or repayment of debt and equity securities

There were no issuance, cancellation, repurchase and repayment of debt and equity securities during the six months period ended 30 June 2018. There were also no equity contribution received by the Group and the Company from its holding company during the period (30 June 2017: RM13,528,000) as disclosed in the Unaudited Statement of Changes in Equity.

7. Dividends

There were no dividends paid or declared by the Company since the date of the last report for the financial year ended 31 December 2017.

8. Commitments and contingencies

There were no significant commitments or contingencies that have arisen during the six months period ended 30 June 2018.

9. Effect of the changes in composition

There were no changes in the composition of the Group and the Company during the six months period ended 30 June 2018.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

10. Significant events and transactions

There were no significant events and transactions that have not been reflected in the unaudited interim financial statements for the six months period ended 30 June 2018.

11. Subsequent events

There were no material events after the interim period that have not been reflected in the unaudited interim financial statements for the six months period ended 30 June 2018.

12. Financial assets

The following table summarizes the carrying values of the financial assets of the Group and the Company:

	Continuing operations		Discontinued operations	
	30.6.2018	31.12.2017	30.6.2018	31.12.2017
	RM'000	RM'000	RM'000	RM'000
Group				
At carrying value:				
Financial assets at Fair Value Through Profit or Loss ("FVTPL")	2,024,999	2,079,451	-	1,472
AFS financial assets	1,042,681	1,060,015	441,163	462,531
Held-to-maturity ("HTM") investments	-	-	44,126	45,721
Loans and receivables	271,491	206,686	95,951	101,675
	3,339,171	3,346,152	581,240	611,399

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

12. Financial assets (cont'd.)

The Group's financial investments are summarised by type of investments as follows:

	Continuing operations		Discontinued operations	
	30.6.2018	31.12.2017	30.6.2018	31.12.2017
	RM'000	RM'000	RM'000	RM'000
Corporate bonds	1,086,587	1,050,255	39,827	25,552
Foreign government bonds *	-	-	65,550	77,066
Eurobonds issued by the Turkish Government*	-	-	359,394	374,084
Investment in unit trust funds and investment-linked funds	373,717	366,617	1,747	2,646
Malaysian Government Securities	584,051	684,828	12,046	12,127
Cagamas	30,699	30,995	-	-
Quoted equity securities	185,974	214,915	-	-
Unquoted equity securities	174	174	-	-
Unquoted sukuk	777,446	762,046	6,485	16,537
Fixed and call deposits with licenced financial institutions *	261,241	195,882	95,498	97,736
Policy loans	9,680	10,124	-	-
Accrued interest and profit	29,602	30,316	693	5,651
	3,339,171	3,346,152	581,240	611,399

Financial assets at FVTPL

At fair value:

Corporate bonds	1,086,587	1,050,255	-	-
Investment in unit trust funds and investment-linked funds	373,717	366,617	-	-
Malaysian Government Securities	340,958	409,052	-	-
Cagamas	20,756	20,980	-	-
Quoted equity securities	185,974	214,915	-	-
Unquoted equity securities	174	174	-	-
Accrued interest and profit	16,833	17,458	-	1,472
	2,024,999	2,079,451	-	1,472

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

12. Financial assets (cont'd.)

	Continuing operations		Discontinued operations	
	30.6.2018	31.12.2017	30.6.2018	31.12.2017
	RM'000	RM'000	RM'000	RM'000
AFS financial assets				
At fair value:				
Corporate bonds *	-	-	39,827	25,552
Foreign government bonds including bonds subject to repurchase transaction *	-	-	21,424	31,345
Eurobonds issued by the Turkish Government*	-	-	359,394	374,084
Investment in unit trust funds and investment-linked funds	-	-	1,747	2,646
Cagamas Malaysian Government Investment Issues	9,943	10,015	-	-
Unquoted Sukuk	243,093	275,776	12,046	12,127
Accrued profit	777,446	762,046	6,485	16,537
	12,199	12,178	240	240
	<u>1,042,681</u>	<u>1,060,015</u>	<u>441,163</u>	<u>462,531</u>

HTM investments

At carrying value:

Foreign government bonds	-	-	44,126	45,721
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The fair value of the HTM investments are RM43,033,270 (31.12.2017: RM46,426,090)

	Continuing operations		Discontinued operations	
	30.6.2018	31.12.2017	30.6.2018	31.12.2017
	RM'000	RM'000	RM'000	RM'000
Loans and Receivables ("LAR")				
At carrying value:				
Fixed and call deposits with licenced financial institutions *	261,241	195,882	95,498	97,736
Policy loans	9,680	10,124	-	-
Accrued interest	570	680	453	3,939
	<u>271,491</u>	<u>206,686</u>	<u>95,951</u>	<u>101,675</u>
Total	3,339,171	3,346,152	581,240	611,399

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

12. Financial assets (cont'd.)

* Included in these financial assets are assets backing liabilities as one of the Company's subsidiaries, Acibadem, is obliged to pay all eligible surpluses obtained from these assets to the policyholders.

Company	30.6.2018 RM'000	31.12.2017 RM'000
Financial assets at FVTPL:		
Investment in unit-trust funds	113,506	111,539

13 Insurance and takaful contract liabilities

Group

30.6.2018	Gross RM'000	Reinsurance RM'000	Net RM'000
<u>Continuing operations</u>			
Life insurance (Note (a))	1,422,835	(80,007)	1,342,828
Family Takaful (Note (c))	1,039,497	(97,866)	941,631
	2,462,332	(177,873)	2,284,459
<u>Discontinued operations</u>			
Life insurance (Note (a))	6,877	(1,131)	5,746
General insurance (Note (b))	546,071	(9,534)	536,537
General Takaful (Note (d))	25,590	(3,598)	21,992
	578,538	(14,263)	564,275
31.12.2017	Gross RM'000	Reinsurance RM'000	Net RM'000
<u>Continuing operations</u>			
Life insurance (Note (a))	1,435,489	(72,020)	1,363,469
Family Takaful (Note (c))	988,942	(87,260)	901,682
	2,424,431	(159,280)	2,265,151
<u>Discontinued operations</u>			
Life insurance (Note (a))	9,065	(1,128)	7,937
General insurance (Note (b))	350,507	(9,348)	341,159
General Takaful (Note (d))	38,736	(7,088)	31,648
	398,308	(17,564)	380,744

The reinsurance/retakaful assets are neither past due nor impaired.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(a) The life insurance contract liabilities are further analysed as follows:

30.6.2018	Gross RM'000	Reinsurance RM'000	Net RM'000
<u>Continuing operations</u>			-
Actuarial liabilities	1,182,268	(65,948)	1,116,320
Claims liabilities	23,685	(14,059)	9,626
Net asset value ("NAV") attributable to unitholders	216,882	-	216,882
	<u>1,422,835</u>	<u>(80,007)</u>	<u>1,342,828</u>
	Gross RM'000	Reinsurance RM'000	Net RM'000
<u>Discontinued operations</u>			
Actuarial liabilities	104	(32)	72
Claims liabilities	1,160	(336)	824
Life mathematical reserves	5,613	(763)	4,850
	<u>6,877</u>	<u>(1,131)</u>	<u>5,746</u>
	Gross RM'000	Reinsurance RM'000	Net RM'000
31.12.2017			
<u>Continuing operations</u>			
Actuarial liabilities	1,192,178	(57,730)	1,134,448
Claims liabilities	21,277	(14,290)	6,987
Unallocated surplus	1,472	-	1,472
NAV attributable to unitholders	220,562	-	220,562
	<u>1,435,489</u>	<u>(72,020)</u>	<u>1,363,469</u>
<u>Discontinued operations</u>			
Actuarial liabilities	189	(57)	132
Claims liabilities	1,347	(247)	1,100
Life mathematical reserves	7,529	(824)	6,705
	<u>9,065</u>	<u>(1,128)</u>	<u>7,937</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(a) The life insurance contract liabilities are further analysed as follows: (cont'd.)

Movements of life insurance contract liabilities:

	Continuing operations		
	Gross RM'000	Reinsurance RM'000	Net RM'000
30.6.2018			
At 1 January 2018	1,435,489	(72,020)	1,363,469
Premium income	123,969	(30,229)	93,740
Other revenue	16,789	(808)	15,981
Experience/benefit variation	(3,252)	(2,916)	(6,168)
Net benefits and claims	(120,141)	30,956	(89,185)
Other expenses	(26,416)	3,984	(22,432)
Change in reserves :			-
- Discounting	(26,626)	860	(25,766)
- Assumptions	(5,050)	(182)	(5,232)
- Policy movements	30,817	(9,883)	20,934
Movement in claims liabilities	2,408	231	2,639
Movement in unallocated surplus	(1,472)	-	(1,472)
NAV attributable to unitholders	(3,680)	-	(3,680)
At 30 June 2018	<u>1,422,835</u>	<u>(80,007)</u>	<u>1,342,828</u>
	Discontinued operations		
	Gross RM'000	Reinsurance RM'000	Net RM'000
30.6.2018			
At 1 January 2018	9,065	(1,128)	7,937
Premium income	2,012	(687)	1,325
Net benefits and claims	(2,725)	343	(2,382)
Movement in claims liabilities	11	126	137
Currency translation differences	(1,486)	215	(1,271)
At 30 June 2018	<u>6,877</u>	<u>(1,131)</u>	<u>5,746</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

- (a) The life insurance contract liabilities are further analysed as follows: (cont'd.)

Movements of life insurance contract liabilities: (cont'd.)

	Continuing operations		
	Gross RM'000	Reinsurance RM'000	Net RM'000
31.12.2017			
At 1 January 2017	1,384,451	(104,294)	1,280,157
Premium income	180,476	(62,418)	118,058
Other revenue	36,711	(2,872)	33,839
Experience/benefit variation	(6,154)	3,634	(2,520)
Net benefits and claims	(206,433)	61,495	(144,938)
Other expenses	(54,512)	7,984	(46,528)
Change in reserves :			
- Discounting	23,759	(2,016)	21,743
- Assumptions	(46,165)	38,199	(7,966)
- Policy movements	83,008	(10,763)	72,245
Movement in claims liabilities	1,623	(2,304)	(681)
Movement in unallocated surplus	853	-	853
NAV attributable to unitholders	48,415	-	48,415
Transfer to disposal group held for sale	(9,065)	1,128	(7,937)
Currency translation differences	(1,478)	207	(1,271)
At 31 December 2017	<u>1,435,489</u>	<u>(72,020)</u>	<u>1,363,469</u>

- (b) The general insurance contract liabilities are further analysed as follows:

	Discontinued operations		
	Gross RM'000	Reinsurance RM'000	Net RM'000
30.6.2018			
Provision for outstanding claims (i)	46,065	(4,736)	41,329
Provision for Incurred But Not Reported ("IBNR") claims	3,913	(143)	3,770
Unearned premium reserve (ii)	496,093	(4,655)	491,438
	<u>546,071</u>	<u>(9,534)</u>	<u>536,537</u>
31.12.2017			
Provision for outstanding claims (i)	43,010	(7,290)	35,720
Provision for IBNR claims	5,219	(221)	4,998
Unearned premium reserve (ii)	302,278	(1,837)	300,441
	<u>350,507</u>	<u>(9,348)</u>	<u>341,159</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(b) The general insurance contract liabilities are further analysed as follows: (cont'd.)

Movements of general insurance contract liabilities:

(i) Claim liabilities

	Discontinued operations		
	Gross RM'000	Reinsurance RM'000	Net RM'000
30.6.2018			
At 1 January 2018	43,010	(7,290)	35,720
Claims incurred in the current accident period	447,810	(6,501)	441,309
Movements in claims incurred in prior accident years	(20,383)	1,447	(18,936)
Claims paid during the period	(415,930)	6,495	(409,435)
Currency translation differences	(8,442)	1,113	(7,329)
At 30 June 2018	<u>46,065</u>	<u>(4,736)</u>	<u>41,329</u>
31.12.2017			
At 1 January 2017	29,704	(6,143)	23,561
Claims incurred in the current accident year	848,146	(23,616)	824,530
Movements in claims incurred in prior accident years	(16,990)	1,874	(15,116)
Claims paid during the year	(810,831)	19,310	(791,521)
Currency translation differences	(7,019)	1,285	(5,734)
At 31 December 2017	<u>43,010</u>	<u>(7,290)</u>	<u>35,720</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(b) The general insurance contract liabilities are further analysed as follows: (cont'd.)

Movements of general insurance contract liabilities: (cont'd.)

(ii) Premium liabilities

	Discontinued operations		
	Gross RM'000	Reinsurance RM'000	Net RM'000
30.6.2018			
At 1 January 2018	302,278	(1,837)	300,441
Premiums written during the period	761,095	(12,738)	748,357
Premiums earned during the period	(490,143)	9,282	(480,861)
Currency translation differences	(77,137)	638	(76,499)
At 30 June 2018	<u>496,093</u>	<u>(4,655)</u>	<u>491,438</u>
31.12.2017			
At 1 January 2017	294,603	(1,054)	293,549
Premiums written in the year	1,053,456	(18,921)	1,034,535
Premiums earned during the year	(989,072)	17,857	(971,215)
Currency translation differences	(56,709)	281	(56,428)
At 31 December 2017	<u>302,278</u>	<u>(1,837)</u>	<u>300,441</u>

(c) The family takaful contract liabilities are further analysed as follows:

	Continuing operations		
	Gross RM'000	Retakaful RM'000	Net RM'000
30.6.2018			
Actuarial liabilities	978,997	(82,992)	896,005
Claims liabilities	26,209	(14,874)	11,335
Unallocated surplus	38,804	-	38,804
AFS fair value adjustment	(4,513)	-	(4,513)
	<u>1,039,497</u>	<u>(97,866)</u>	<u>941,631</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(c) The family takaful contract liabilities are further analysed as follows: (cont'd.)

	Continuing operations		
	Gross RM'000	Retakaful RM'000	Net RM'000
31.12.2017			
Actuarial liabilities	933,239	(73,774)	859,465
Claims liabilities	23,805	(13,486)	10,319
Unallocated surplus	33,087	-	33,087
AFS fair value adjustment	(1,189)	-	(1,189)
	<u>988,942</u>	<u>(87,260)</u>	<u>901,682</u>

Movements of family takaful contract liabilities:

	Continuing operations		
	Gross RM'000	Retakaful RM'000	Net RM'000
30.6.2018			
At 1 January 2018	988,942	(87,260)	901,682
Contribution income	13,099	(31,438)	(18,339)
Investment returns	22,354	(2,473)	19,881
Experience/benefit variation	(2,844)	(13)	(2,857)
Net benefits and claims	(75,807)	38,707	(37,100)
Other expenses	(17,202)	884	(16,318)
Change in reserves:			
- Policy movements	102,624	(14,885)	87,739
Changes in AFS reserves	(3,324)	-	(3,324)
Movement in claims liabilities	2,404	(1,388)	1,016
Movement in unallocated surplus	5,717	-	5,717
NAV attributable to unitholders	3,534	-	3,534
At 30 June 2018	<u>1,039,497</u>	<u>(97,866)</u>	<u>941,631</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(c) The family takaful contract liabilities are further analysed as follows (cont'd.):

Movements of family takaful contract liabilities (cont'd.):

31.12.2017	Continuing operations		
	Gross RM'000	Retakaful RM'000	Net RM'000
At 1 January 2017	826,493	(37,743)	788,750
Contribution income	34,345	(51,556)	(17,211)
Investment returns	29,548	(956)	28,592
Experience/benefit variation	(1,017)	774	(243)
Net benefits and claims	(111,420)	55,106	(56,314)
Other expenses	(1,112)	(35,184)	(36,296)
Change in reserves:			
- Policy movements	194,623	(12,750)	181,873
Changes in AFS reserves	(520)	-	(520)
Movement in claims liabilities	6,513	(4,951)	1,562
Movement in unallocated surplus	7,021	-	7,021
NAV attributable to unitholders	4,468	-	4,468
At 31 December 2017	<u>988,942</u>	<u>(87,260)</u>	<u>901,682</u>

(d) The general takaful contract liabilities are further analysed as follows:

30.6.2018	Discontinued operations		
	Gross RM'000	Retakaful RM'000	Net RM'000
Provision for claims reported by certificateholders	3,295	(1,513)	1,782
Provision for IBNR claims	6,107	(1,627)	4,480
Provision for outstanding claims	<u>9,402</u>	<u>(3,140)</u>	<u>6,262</u>
Unearned contribution reserve	8,857	(458)	8,399
AFS fair value adjustment	(11)	-	(11)
Unallocated surplus	<u>7,342</u>	<u>-</u>	<u>7,342</u>
	<u>25,590</u>	<u>(3,598)</u>	<u>21,992</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(d) The general takaful contract liabilities are further analysed as follows (cont'd.):

	Discontinued operations		
	Gross	Retakaful	Net
31.12.2017	RM'000	RM'000	RM'000
Provision for claims reported by certificateholders	4,705	(2,040)	2,665
Provision for IBNR claims	11,203	(3,424)	7,779
Provision for outstanding claims	15,908	(5,464)	10,444
Unearned contribution reserve	10,228	(1,624)	8,604
AFS fair value adjustment	(49)	-	(49)
Unallocated surplus	12,649	-	12,649
	38,736	(7,088)	31,648

Movements of general takaful contract liabilities

	Discontinued operations		
	Gross	Retakaful	Net
30.6.2018	RM'000	RM'000	RM'000
Claim liabilities (i)	9,402	(3,140)	6,262
Premium/contribution liabilities (ii)	8,857	(458)	8,399
Unallocated surplus of general takaful fund	7,342	-	7,342
AFS reserves	(11)	-	(11)
	25,590	(3,598)	21,992
31.12.2017			
Claim liabilities (i)	15,908	(5,464)	10,444
Premium/contribution liabilities (ii)	10,228	(1,624)	8,604
Unallocated surplus of general takaful fund	12,649	-	12,649
AFS reserves	(49)	-	(49)
	38,736	(7,088)	31,648

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(d) The general takaful contract liabilities are further analysed as follows (cont'd.):

(i) Claim liabilities

	Discontinued operations		
	Gross RM'000	Retakaful RM'000	Net RM'000
30.6.2018			
At 1 January 2018	15,908	(5,464)	10,444
Claims incurred in the current accident period	2,947	(877)	2,070
Movements in claims incurred in prior accident years	(5,253)	1,579	(3,674)
Claims paid during the period	(4,200)	1,622	(2,578)
At 30 June 2018	<u>9,402</u>	<u>(3,140)</u>	<u>6,262</u>
31.12.2017			
At 1 January 2017	23,779	(6,105)	17,674
Claims incurred in the current accident year	10,290	(3,347)	6,943
Movements in claims incurred in prior accident years	(12,898)	1,937	(10,961)
Claims paid during the year	(5,263)	2,051	(3,212)
At 31 December 2017	<u>15,908</u>	<u>(5,464)</u>	<u>10,444</u>

(ii) Contribution liabilities

	Discontinued operations		
	Gross RM'000	Retakaful RM'000	Net RM'000
30.6.2018			
At 1 January 2018	10,228	(1,624)	8,604
Contributions written during the period	16,555	(2,544)	14,011
Contributions earned during the period	(17,926)	3,710	(14,216)
At 30 June 2018	<u>8,857</u>	<u>(458)</u>	<u>8,399</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

13. Insurance and takaful contract liabilities (cont'd.)

(d) The general takaful contract liabilities are further analysed as follows (cont'd.):

(ii) Contribution liabilities (cont'd.)

	Discontinued operations		
	Gross	Retakaful	Net
	RM'000	RM'000	RM'000
31.12.2017			
At 1 January 2017	8,757	(1,034)	7,723
Contributions written in the year	48,250	(5,507)	42,743
Contributions earned during the year	(46,779)	4,917	(41,862)
At 31 December 2017	<u>10,228</u>	<u>(1,624)</u>	<u>8,604</u>

14. Insurance and takaful funds

The Group's principal activities are organised by funds and segregated into Shareholders, Life, Family Takaful and General Takaful funds in accordance with the Financial Services Act, 2013 and the Islamic Financial Services Act, 2013 ("the Acts") except for the Turkish subsidiary which is not governed by the Acts. However, for the purpose of presentation in these unaudited interim financial statements, the business from the Turkish subsidiary is further segregated into the respective life and general insurance funds.

The Group's Unaudited Interim Statement of Financial Position and Unaudited Interim Statement of Comprehensive Income have been further analysed by funds.

The life insurance and family takaful businesses offer a wide range of Whole Life, Term Assurance, Endowment, Mortgage as well as Investment-linked products.

The general insurance and general takaful businesses offer products which include Motor, Fire and Personal Accident.

Individual fund revenue, expense, assets and liabilities are those amounts resulting from the operating activities of the respective funds that are directly attributable to the respective funds and the relevant portion that can be allocated on a reasonable basis to the respective funds. Individual fund revenue, expense, assets and fund liabilities are determined before inter-fund balances and inter-fund transactions are eliminated as part of the consolidation process.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

15. Discontinued Operations And Disposal Group Classified As Held For Sale

(a) Proposed divestment of Acibadem Saglik Ve Hayat Sigorta A.S.

On 28 September 2017, the Board approved the plan to dispose of Acibadem Saglik Ve Hayat Sigorta A.S. ("Acibadem"), a wholly owned subsidiary. The process of divestment of Acibadem is currently ongoing and is expected to be completed within the next 12 months. Hence, as at 30 June 2018, Acibadem remains classified as a disposal group held for sale.

(b) General Takaful Business classified as discontinued operation

General Takaful Business was classified as a disposal group held for sale as at 31 December 2017 following the decision by Sun Life Malaysia Takaful Berhad ("SLMT"), a subsidiary company to relinquish its composite Takaful licence by 30 June 2018 in compliance with IFSA 2013. Consequently, SLMT has ceased underwriting new general takaful business since 1 July 2018, in line with its decision to relinquish its composite Takaful licence for a single Family Takaful licence.

Accordingly, as at 30 June 2018, the assets and liabilities relating to the aforesaid disposal groups remain presented in the statement of financial position as "Assets of disposal group classified as held for sale" and "Liabilities directly associated with disposal group classified as held for sale", and their results are presented separately on the statement of comprehensive income as "Net profit for the period from discontinued operations".

The results of the disposal groups for the six months period ended 30 June 2018 and 30 June 2017 are as follows:

Statement of Comprehensive Income

Group	30.6.2018	30.6.2017
	RM'000	RM'000
Operating revenue	511,091	541,700
Gross earned contributions	510,081	539,925
Earned premiums/contributions ceded to reinsurers/ retakaful operators	(13,679)	(12,728)
Net earned contribution	496,402	527,197

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

15. Discontinued Operations And Disposal Group Classified As Held For Sale (Cont'd.)

	30.6.2018	30.6.2017
	RM'000	RM'000
<u>Statement of Comprehensive Income (cont'd.)</u>		
Fee and commission income	205	216
Investment income	1,010	1,775
Realised gains, net	44,056	39,138
Fair value gains, net	4,259	2,546
Other operating income	8,969	6,912
Other revenue	58,499	50,587
Gross benefits and claims paid	(426,054)	(428,411)
Claims ceded to reinsurers and retakaful operators	8,193	8,604
Gross change in contract liabilities	(8,238)	(22,280)
Change in contract liabilities ceded to reinsurers and retakaful operators	(3,683)	187
Gross change in investment contract liabilities	3,918	(1,660)
Net benefits and claims	(425,864)	(443,560)
Fee and commission expenses	(47,530)	(59,761)
Other operating expenses	(63,213)	(70,064)
Other expenses	(110,743)	(129,825)
Profit before taxation	18,294	4,399
Taxation	(1,573)	743
Profit for the period	16,721	5,142
Other comprehensive loss:		
Items that may be reclassified subsequently to profit or loss:		
Net fair value changes of AFS financial assets		
- (Losses)/gains on fair value changes, net	(15,673)	7,231
- Transfer from/(to) profit or loss upon disposal	(238)	22
Tax effect relating to AFS financial assets	3,397	(1,457)
Foreign currency translation differences	(55,916)	(16,632)
Other comprehensive loss for the period	(68,430)	(10,836)
Total comprehensive loss for the period	(51,709)	(5,694)

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

15. Discontinued Operations And Disposal Group Classified As Held For Sale (Cont'd.)

Statement of Financial Position

The major classes of assets and liabilities of the disposal groups classified as held for sale as at 30 June 2018 and 31 December 2017 are as follows:

Group	Note	30.6.2018	31.12.2017
		RM'000	RM'000
Assets:			
Property and equipment		3,324	4,111
Intangible assets		128,448	144,714
Goodwill		445,962	445,962
Financial assets	12	581,240	611,399
Reinsurance and retakaful assets	13	14,263	17,564
Insurance and takaful receivables		228,419	164,052
Other receivables		26,660	17,377
Cash and bank balances		189,187	118,585
Assets of disposal group classified as held for sale		1,617,503	1,523,764
Liabilities:			
Insurance and takaful contract liabilities	13	578,538	398,308
Insurance and takaful payables		169,862	149,799
Investment contract liabilities		11,333	14,298
Financial liabilities		8,175	321
Other payables		34,369	92,223
Deferred tax liabilities		6,668	12,166
Current tax liabilities		4,788	3,026
Liabilities directly associated with disposal group classified as held for sale		813,733	670,141

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

15. Discontinued Operations And Disposal Group Classified As Held For Sale (Cont'd.)

Statement of Financial Position (cont'd.)

The major classes of assets and liabilities of the disposal groups classified as held for sale as at 30 June 2018 and 31 December 2017 are as follows: (cont'd.)

Group	30.6.2018	31.12.2017
	RM'000	RM'000
Net assets directly associated with assets classified as held for sale	<u>803,770</u>	<u>853,623</u>
Reserve of disposal group classified as held for sale:		
AFS reserve	(6,915)	5,599
Foreign currency translation reserve	(166,130)	(110,214)
Legal reserve	10,562	7,494
Premium paid on acquisition of non-controlling interest	(86,419)	(86,419)
Reserve of disposal group classified as held for sale	<u>(248,902)</u>	<u>(183,540)</u>

The asset classified as held for sale on the Company's statement of financial position as at 30 June 2018 and 31 December 2017 is as follows:

Company	30.6.2018	31.12.2017
	RM'000	RM'000
Assets:		
Investment in subsidiaries	<u>1,008,094</u>	<u>1,008,094</u>

Statement of cash flows disclosures

Group	30.6.2018	30.6.2017
	RM'000	RM'000
Cash Flows from:		
Operating activities	100,648	(16,811)
Investing activities	(966)	(929)
Financing activities	-	-
Net cash inflows/(outflows)	<u>99,683</u>	<u>(17,740)</u>

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

16. Additional Disclosures Under Amendments To MFRS 4 Insurance Contract Liabilities

In order to compare with entities applying MFRS 9, the amendments require deferring entities to disclose additional information including contractual cash flows characteristics and credit exposure of the financial assets. The following table presents the Group's financial assets by their contractual cash flows characteristics, which indicate if they are solely payments of principal and interest on the principal outstanding ("SPPI"):

Group	←-----Continuing operations-----→					Total fair value RM'000
	Result of the cash flows characteristics test (SPPI)	FVOCI* RM'000	Amortised Cost RM'000	Mandatorily measured at FVTPL RM'000	Designated at FVTPL RM'000	
<u>Fair values as at 30 June 2018</u>						
Unquoted corporate debt securities	SPPI	-	-	-	1,047,539	1,047,539
Malaysian Government Securities	SPPI	243,204	-	-	340,958	584,162
Cagamas	SPPI	9,943	-	-	20,756	30,699
Unquoted Sukuk	SPPI	777,471	-	-	-	777,471
Accrued interest and profit	SPPI	12,063	193	-	16,223	28,479
Loans and receivables	SPPI	-	271,298	-	-	271,298
Cash and bank balances	SPPI	-	91,657	-	-	91,657
Unquoted corporate debt securities	Non-SPPI	-	-	33,851	5,197	39,048
Quoted equity securities	Non-SPPI	-	-	-	185,974	185,974
Investment in unit trust funds and investment-linked funds	Non-SPPI	-	-	373,717	-	373,717
Unquoted equity securities	Non-SPPI	-	-	-	13,576	13,576
Accrued interest and profit	Non-SPPI	-	-	600	10	610
		1,042,681	363,148	408,168	1,630,233	3,444,230

* Fair Value Through Other Comprehensive Income ("FVOCI")

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

16. Additional Disclosures Under Amendments To MFRS 4 Insurance Contract Liabilities (Cont'd.)

	Result of the cash flows characteristics test (SPPI)	-----Discontinuing operations-----				Total fair value RM'000
		FVOCI RM'000	Amortised Cost RM'000	Mandatorily measured at FVTPL RM'000	Designated at FVTPL RM'000	
<u>Fair values as at 30 June 2018</u>						
Corporate bonds	SPPI	1,073	-	-	-	1,073
Unquoted corporate debt securities	SPPI	38,754	-	-	-	38,754
Foreign government bonds including bonds subject to repurchase transaction	SPPI	21,423	7,111	-	-	28,534
Eurobonds issued by the Turkish Government	SPPI	359,394	35,923	-	-	395,317
Malaysian Government Securities	SPPI	12,046	-	-	-	12,046
Unquoted Sukuk	SPPI	6,589	-	-	-	6,589
Accrued interest and profit	SPPI	136	400	-	-	536
Loans and receivables	SPPI	-	95,551	-	-	95,551
Cash and bank balances	SPPI	-	189,187	-	-	189,187
Investment in unit trust funds and investment-linked funds	Non-SPPI	-	-	1,747	-	1,747
		<u>439,415</u>	<u>328,172</u>	<u>1,747</u>	<u>-</u>	<u>769,334</u>

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

16. Additional Disclosures Under Amendments To MFRS 4 Insurance Contract Liabilities (Cont'd.)

	←-----Continuing operations-----					Total fair value RM'000
	Result of the cash flows characteristics test (SPPI)	FVOCI RM'000	Amortised Cost RM'000	Mandatorily measured at FVTPL RM'000	Designated at FVTPL RM'000	
<u>Fair values as at 31 December 2017</u>						
Unquoted corporate debt securities	SPPI	-	-	-	1,011,269	1,011,269
Malaysian Government Securities	SPPI	275,776	-	-	409,052	684,828
Cagamas	SPPI	10,015	-	-	20,980	30,995
Unquoted Sukuk	SPPI	762,046	-	-	-	762,046
Accrued interest and profit	SPPI	12,178	216	-	16,846	29,240
Loans and receivables	SPPI	-	206,470	-	-	206,470
Cash and bank balances	SPPI	-	57,354	-	-	57,354
Unquoted corporate debt securities	Non-SPPI	-	-	33,746	5,240	38,986
Quoted equity securities	Non-SPPI	-	-	-	214,915	214,915
Investment in unit trust funds and investment-linked funds	Non-SPPI	-	-	366,617	-	366,617
Unquoted equity securities	Non-SPPI	-	-	-	13,576	13,576
Accrued interest and profit	Non-SPPI	-	-	599	13	612
		<u>1,060,015</u>	<u>264,040</u>	<u>400,962</u>	<u>1,691,891</u>	<u>3,416,908</u>

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

16. Additional Disclosures Under Amendments To MFRS 4 Insurance Contract Liabilities (Cont'd.)

	Result of the cash flows characteristics test (SPPI)	-----Discontinuing operations-----				Total fair value RM'000
		FVOCI RM'000	Amortised Cost RM'000	Mandatorily measured at FVTPL RM'000	Designated at FVTPL RM'000	
<u>Fair values as at 31 December 2017</u>						
Corporate bonds	SPPI	-	-	-	-	-
Unquoted corporate debt securities	SPPI	25,552	-	-	-	25,552
Foreign government bonds including bonds subject to repurchase transaction	SPPI	31,345	8,611	-	-	39,956
Eurobonds issued by the Turkish Government	SPPI	374,084	37,815	-	-	411,899
Malaysian Government Securities	SPPI	12,127	-	-	-	12,127
Unquoted Sukuk	SPPI	16,537	-	-	-	16,537
Accrued interest and profit	SPPI	1,712	3,939	-	-	5,651
Loans and receivables	SPPI	-	97,736	-	-	97,736
Cash and bank balances	SPPI	-	118,585	-	-	118,585
Investment in unit trust funds and investment-linked funds	Non-SPPI	-	-	2,646	-	2,646
		<u>461,356</u>	<u>266,687</u>	<u>2,646</u>	<u>-</u>	<u>730,689</u>

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

16. Additional Disclosures Under Amendments To MFRS 4 Insurance Contract Liabilities (Cont'd.)

Changes in fair values*	←-----Continuing operations-----					
	Result of the cash flows characteristics test (SPPI)	FVOCI RM'000	Amortised Cost RM'000	Mandatorily measured at FVTPL RM'000	Designated at FVTPL RM'000	Total fair value RM'000
1.1.2018 to 30.6.2018						
Unquoted corporate debt securities	SPPI	-	-	-	(4,744)	(4,744)
Malaysian Government Securities	SPPI	(1,354)	-	-	(6,702)	(8,056)
Cagamas	SPPI	(76)	-	-	(224)	(300)
Unquoted Sukuk	SPPI	(4,082)	-	-	-	(4,082)
Unquoted corporate debt securities	Non-SPPI	-	-	(415)	-	(415)
Quoted equity securities	Non-SPPI	-	-	-	(22,260)	(22,260)
Investment in unit trust funds and investment-linked funds	Non-SPPI	-	-	(11,484)	-	(11,484)
		<u>(5,512)</u>	<u>-</u>	<u>(11,899)</u>	<u>(33,930)</u>	<u>(51,341)</u>

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

16. Additional Disclosures Under Amendments To MFRS 4 Insurance Contract Liabilities (Cont'd.)

Changes in fair values*	-----Discontinuing operations-----					
	Result of the cash flows characteristics test (SPPI)	FVOCI RM'000	Amortised Cost RM'000	Mandatorily measured at FVTPL RM'000	Designated at FVTPL RM'000	Total fair value RM'000
1.1.2018 to 30.6.2018						
Corporate bonds	SPPI	(9)	-	-	-	(9)
Unquoted corporate debt securities	SPPI	(2,191)	-	-	-	(2,191)
Foreign government bonds including bonds subject to repurchase transaction	SPPI	(566)	-	-	-	(566)
Eurobonds issued by the Turkish Government	SPPI	(13,157)	-	-	-	(13,157)
Malaysian Government Securities	SPPI	(37)	-	-	-	(37)
Unquoted Sukuk	SPPI	88	-	-	-	88
Investment in unit trust funds and investment-linked funds	Non-SPPI	-	-	(493)	-	(493)
		<u>(15,872)</u>	<u>-</u>	<u>(493)</u>	<u>-</u>	<u>(16,365)</u>

* Does not include purchases, disposals, maturities and realised gains/losses.

1031978-V

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

16. Additional Disclosures Under Amendments To MFRS 4 Insurance Contract Liabilities (Cont'd.)

The following table shows the gross carrying amounts of financial assets by credit quality:

	Continuing operations			Discontinuing operations		
	Amortised Cost	FVOCI - debt instruments	Total	Amortised Cost	FVOCI - debt instruments	Total
30.6.2018	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
AAA	118,049	188,352	306,401	7,702	-	7,702
AA	142,273	224,108	366,381	-	6,613	6,613
BBB	-	-	-	43,996	420,644	464,640
Non-rated	11,169	630,221	641,390	-	12,158	12,158
Total	271,491	1,042,681	1,314,172	51,698	439,415	491,113

The following table shows financial assets measured at amortised cost and FVOCI that with credit rating BBB and lower.

	←-----Discontinuing operations-----					
	Amortised Cost		FVOCI - debt instruments		Total	Total
30.6.2018	Carrying Amount	Fair value	Carrying Amount	Fair value	Carrying Amount	Fair value
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Corporate bonds	-	-	1,073	1,073	1,073	1,073
Unquoted corporate debt securities	-	-	38,754	38,754	38,754	38,754
Foreign government bonds including bonds subject to repurchase transaction	7,408	7,111	21,423	21,423	28,831	28,534
Eurobonds issued by the Turkish Government	36,588	35,923	359,394	359,394	395,982	395,317
Total	43,996	43,034	420,644	420,644	464,640	463,678

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

17. Insurance and takaful funds

Unaudited condensed statements of comprehensive income by fund
For the six months period ended 30 June 2018

	Total		Consolidation elimination*		Shareholders' and General Funds**		Life Fund**		General Takaful Fund***		Family Fund	
	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000
Gross earned premiums/contributions	1,042,564	1,033,795	-	-	490,143	510,555	289,751	261,641	17,926	24,747	244,744	236,852
Earned premiums/contributions ceded to reinsurers/retakaful	(82,044)	(63,221)	-	-	(9,282)	(8,969)	(34,093)	(25,710)	(3,710)	(2,849)	(34,959)	(25,693)
Net earned premiums/contributions	960,520	970,574			480,861	501,586	255,658	235,931	14,216	21,898	209,785	211,159
Fee and commission income	336	343	(109,190)	(113,588)	109,395	113,804	-	-	-	-	131	127
Investment income	73,580	66,775	(44,666)	(42,877)	61,917	57,502	34,776	32,542	659	877	20,894	18,731
Realised gains and losses	41,994	39,919	-	-	43,595	38,436	662	798	(201)	(1)	(2,062)	686
Fair value (losses)/gains	(33,584)	46,787	500	(2,067)	1,832	9,852	(26,657)	33,439	-	-	(9,259)	5,563
Other operating income/(expenses), net	28,037	22,735	(206)	(17)	26,688	21,550	1,435	1,157	70	9	50	36
Other revenue	110,363	176,559			243,427	241,144	10,216	67,936	528	885	9,754	25,143
Gross benefits and claims paid	(664,041)	(674,353)	-	-	(415,931)	(424,761)	(148,920)	(157,034)	(4,200)	(2,938)	(94,990)	(89,620)
Claims ceded to reinsurers	67,820	61,228	-	-	6,496	7,352	23,687	23,819	1,622	1,236	36,015	28,821
Gross change in contract/certificate liabilities	(46,845)	(165,967)	(500)	2,067	(11,042)	(19,090)	15,573	(41,078)	2,793	(2,357)	(53,669)	(105,509)
Change in contract/certificate liabilities ceded to reinsurers/retakaful	15,142	51,453	-	-	(1,485)	212	8,344	6,140	(2,324)	(137)	10,607	45,238
Gross change in investment contract liabilities	3,918	(1,660)	-	-	-	-	3,918	(1,660)	-	-	-	-
Net benefits and claims	(624,006)	(729,299)			(421,962)	(436,287)	(97,398)	(169,813)	(2,109)	(4,196)	(102,037)	(121,070)
Fee and commission expenses	(106,871)	(113,256)	101,828	102,244	(69,109)	(73,789)	(30,400)	(28,123)	(9,456)	(14,738)	(99,734)	(98,850)
Other operating expenses	(224,738)	(209,201)	(34,034)	(37,836)	(124,186)	(116,384)	(64,290)	(53,072)	-	(56)	(2,228)	(1,853)
Other expenses	(331,609)	(322,457)			(193,295)	(190,173)	(94,690)	(81,195)	(9,456)	(14,794)	(101,962)	(100,703)
Profit before tax	115,268	95,377	-	-	109,031	116,270	73,786	52,859	3,179	3,793	15,540	14,529
Taxation	(19,662)	(19,312)	10,276	12,067	(29,969)	(25,811)	(355)	(4,869)	534	434	(148)	(1,133)
Profit for the period	95,606	76,065			79,062	90,459	73,431	47,990	3,713	4,227	15,392	13,396

* The consolidation elimination indicates the group inter-fund elimination.

** Included are results from the proposed divestment of Turkish subsidiary classified as assets held for sale as at reporting date as disclosed in Note 15 to the financial statements.

*** Relates to results from General Takaful business classified as discontinued operation as disclosed in Note 15 to the financial statements.

AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

18. Insurance and takaful funds (cont'd.)

Unaudited condensed statements of financial position by funds
As at 30 June 2018

	Total		Consolidation elimination*		Shareholders' and General Funds**		Life Fund**		General Takaful Fund***		Family Fund	
	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000
Assets												
Property and equipment	60,006	60,659	405	405	4,628	5,309	54,973	54,945	-	-	-	-
Intangible assets	549,795	589,144	505,826	541,279	38,608	41,997	5,361	5,868	-	-	-	-
Investment in subsidiaries	-	-	(4,865,412)	(4,864,920)	4,865,412	4,864,920	-	-	-	-	-	-
Goodwill on consolidation	838,299	838,299	838,299	838,299	-	-	-	-	-	-	-	-
Financial assets	3,920,411	3,957,551	(47,345)	(48,056)	1,452,796	1,458,264	1,496,508	1,551,470	26,473	39,295	991,979	956,578
Reinsurance and retakaful assets	192,136	176,845	-	-	9,535	9,349	81,137	73,148	3,598	7,088	97,866	87,260
Insurance and takaful receivables	270,187	201,388	-	-	225,095	158,003	19,211	9,836	803	3,073	25,078	30,476
Other receivables	57,914	39,930	(226,793)	(261,369)	269,013	276,484	14,468	23,616	3	5	1,223	1,194
Deferred tax assets	-	-	(8,077)	(8,951)	7,661	9,579	-	-	227	236	189	(864)
Deferred acquisition costs	-	-	(40,189)	(32,826)	40,044	32,680	145	146	-	-	-	-
Current tax assets	-	593	(12,758)	(16,585)	(16,585)	-	29,343	17,178	-	-	-	-
Cash and bank balances	280,844	175,939	-	-	239,019	137,680	21,799	23,814	3,901	2,524	16,125	11,921
Total Assets	6,169,592	6,040,348			7,135,226	6,994,265	1,722,945	1,760,021	35,005	52,221	1,132,460	1,086,565
Equity and liabilities												
Share capital	1,990,014	1,990,014	(2,824,889)	(2,566,530)	4,814,903	4,556,544	-	-	-	-	-	-
Immediate holding and other related companies' advances	-	-	(4,639)	(262,505)	4,639	262,505	-	-	-	-	-	-
RCPS	-	-	(877,089)	(877,089)	877,089	877,089	-	-	-	-	-	-
Share premium	-	-	-	-	-	-	-	-	-	-	-	-
Other reserves	(181,909)	(145,812)	(168,705)	(139,338)	(17,726)	(8,198)	4,522	1,724	-	-	-	-
Retained earnings/(accumulated loss)	186,195	167,108	(421,516)	(416,413)	608,195	582,380	(484)	1,141	-	-	-	-
	1,994,300	2,011,310			6,287,100	6,270,320	4,038	2,865	-	-	-	-
Non-controlling interest	622,467	620,535	622,467	620,535	-	-	-	-	-	-	-	-
Total Equity	2,616,767	2,631,845			6,287,100	6,270,320	4,038	2,865	-	-	-	-

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AVICENNIA CAPITAL SDN. BHD.
(Incorporated in Malaysia)

Notes to the unaudited interim financial statements
For the six months period ended 30 June 2018

18. Insurance and takaful funds (cont'd.)

Unaudited condensed statements of financial position by funds
As at 30 June 2018 (cont'd.)

	Total		Consolidation elimination*		Shareholders' and General Funds**		Life Fund**		General Takaful Fund***		Family Fund	
	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000	30.6.2018 RM'000	Audited 31.12.2017 RM'000
Liabilities												
Insurance and takaful contract liabilities	3,040,870	2,822,739	(47,345)	(48,056)	546,071	350,506	1,468,448	1,483,791	25,590	38,736	1,048,106	997,762
Insurance and takaful payables	195,744	183,677	-	-	167,390	146,952	16,404	13,121	1,911	2,170	10,039	21,434
Investment contract liabilities	11,333	14,298	-	-	-	-	11,333	14,298	-	-	-	-
Financial liabilities	24,681	36,849	-	-	13,006	28,633	11,675	8,216	-	-	-	-
Other payables	133,184	208,293	(233,471)	(255,288)	74,912	151,063	209,925	233,846	7,504	11,315	74,314	67,357
Deferred tax liabilities	137,603	135,318	99,143	108,545	37,338	22,889	1,122	3,884	-	-	-	-
Current tax liabilities	9,410	7,329	-	(16,585)	9,409	23,902	-	-	-	-	1	12
Total Liabilities	3,552,825	3,408,503			848,126	723,945	1,718,907	1,757,156	35,005	52,221	1,132,460	1,086,565
Total equity and liabilities	6,169,592	6,040,348			7,135,226	6,994,265	1,722,945	1,760,021	35,005	52,221	1,132,460	1,086,565

* The consolidation elimination indicates the group inter-fund elimination.

** Included are results from the proposed divestment of Turkish subsidiary classified as assets held for sale as at reporting date as disclosed in Note 15 to the financial statements.

*** Relates to assets and liabilities of General Takaful business classified as discontinued operation as disclosed in Note 15 to the financial statements.