



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
*(The figures have not been audited)*

**CONDENSED CONSOLIDATED INCOME STATEMENT**

	<b>GROUP</b>			
	<b>Individual Period</b>		<b>Cumulative Period</b>	
	3 months ended 31 Dec 2008 RM'000	3 months ended 31 Dec 2007 RM'000	9 months ended 31 Dec 2008 RM'000	9 months ended 31 Dec 2007 RM'000
<b>Operating revenue</b>	315,721	226,369	890,108	698,242
(Deficit)/surplus from Shareholders' fund	(4,741)	3,783	(12,570)	82,823
(Deficit)/surplus transferred from General Reinsurance Revenue Account	(4,248)	43,944	17,650	92,773
Share of (losses)/profits of associates	(2,386)	6,022	(12,774)	11,752
<b>(Loss)/profit before zakat and taxation</b>	(11,375)	53,749	(7,694)	187,348
Zakat	(1)	(3)	(24)	(5)
Taxation	(2,474)	(12,426)	(13,681)	(21,741)
<b>Net (loss)/profit for the period</b>	(13,850)	41,320	(21,399)	165,602
<b>(Loss)/earnings per share attributable to equity holders of the Company (sen):</b>				
Basic	(6.5)	19.5	(10.1)	78.0
Diluted	(6.5)	19.4	(10.1)	77.9

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**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
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**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2008**

	<b>GROUP</b>	
	Unaudited	Audited
	31 Dec 2008	31 March 2008
Note	RM'000	RM'000
<b>ASSETS</b>		
Property, plant and equipment	114,030	111,504
Investment properties	32,400	32,400
Prepaid lease payments	5,140	5,211
Intangible assets	13,541	13,316
Deferred tax assets	14,416	12,665
Investment in associates	109,140	116,776
Investments:		
- Deposits and placements with financial institutions	625,606	663,449
- Other investments	951,494	850,700
Loan receivables	14,169	13,825
Receivables	218,978	220,549
Tax recoverable	10,531	8,299
Cash and bank balances	1,167	3,848
<b>Total general reinsurance business and shareholders' fund assets</b>	<b>2,110,612</b>	<b>2,052,542</b>
<b>General takaful fund assets</b>	<b>163,450</b>	<b>133,901</b>
<b>Family takaful fund assets</b>	<b>553,715</b>	<b>356,970</b>
<b>General retakaful fund assets</b>	<b>26,904</b>	<b>22,805</b>
<b>Family retakaful fund assets</b>	<b>10,505</b>	<b>10,029</b>
<b>Total assets</b>	<b>2,865,186</b>	<b>2,576,247</b>

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the Annual Financial Report for the year ended 31 March 2008*



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
*(The figures have not been audited)*

**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2008**

	Note	<b>GROUP</b>	
		Unaudited 31 Dec 2008	Audited 31 March 2008
		RM'000	RM'000
<b>LIABILITIES</b>			
Islamic Medium Term Notes	B10	150,000	150,000
Provision for outstanding claims		683,548	620,618
Payables		93,589	106,478
Provision for taxation		248	1,450
Zakat		54	30
<b>Total general reinsurance business and shareholders' fund liabilities</b>		<b>927,439</b>	<b>878,576</b>
<b>General takaful fund liabilities</b>		<b>95,192</b>	<b>63,773</b>
<b>Family takaful fund liabilities</b>		<b>59,256</b>	<b>47,399</b>
<b>General retakaful fund liabilities</b>		<b>19,397</b>	<b>17,456</b>
<b>Family retakaful fund liabilities</b>		<b>10,256</b>	<b>10,004</b>
<b>Unearned premium reserves</b>		<b>340,628</b>	<b>280,047</b>
<b>Total liabilities</b>		<b>1,452,168</b>	<b>1,297,255</b>
<b>FINANCED BY:</b>			
Share capital		213,070	212,523
Reserves		629,475	681,396
<b>Total shareholders' funds attributable to equity holders of the Company</b>		<b>842,545</b>	<b>893,919</b>
<b>TAKAFUL AND RETAKAFUL FUND</b>			
General takaful fund		68,258	70,128
Family takaful fund		494,459	303,265
Investment linked fund		-	6,306
General retakaful fund		7,507	5,349
Family retakaful fund		249	25
		<b>570,473</b>	<b>385,073</b>
<b>Total liabilities, shareholders', takaful and retakaful funds</b>		<b>2,865,186</b>	<b>2,576,247</b>
Net assets per share (RM)		3.95	4.21

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the Annual Financial Report for the year ended 31 March 2008*



MNRB HOLDINGS BERHAD (13487-A)

INTERIM FINANCIAL REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2008

*(The figures have not been audited)*

CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2008

	GROUP					
	Attributable to Equity Holder of the Company					
	Share capital RM'000	Reserves				Total RM'000
		Non- distributable		Distributable		
Share premium RM'000		Foreign exchange translation reserve RM'000	Retained profits brought forward RM'000	Net loss for the period RM'000		
At 1 April 2008	212,523	104,032	20,267	557,097	-	893,919
Exercise of share options	547	1,020	-	-	-	1,567
(Loss)/profit for the period, representing total recognised income and expenses for the period	-	-	-	-	(21,399)	(21,399)
Dividends						
For FY2008 - Final	-	-	-	(23,969)	-	(23,969)
For FY2009 - Interim	-	-	-	(15,981)	-	(15,981)
Effects of post acquisition exchange translation reserve on investment in associate	-	-	8,408	-	-	8,408
At 31 December 2008	213,070	105,052	28,675	517,147	(21,399)	842,545

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MNRB HOLDINGS BERHAD (13487-A)

INTERIM FINANCIAL REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2008

(The figures have not been audited)

CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2007

	GROUP					
	Attributable to Equity Holder of the Company					
	Share capital RM'000	Reserves				Total RM'000
		Non- distributable		Distributable		
Share premium RM'000		Foreign exchange translation reserve RM'000	Retained profits brought forward RM'000	Net profit for the period RM'000		
At 1 April 2007	211,866	102,803	27,977	465,831	-	808,477
Exercise of share options	548	1,027	-	-	-	1,575
Profit for the period, representing total recognised income and expenses for the period	-	-	-	-	165,602	165,602
Dividends						
For FY2007 - Final	-	-	-	(40,300)	-	(40,300)
For FY2008 - Interim	-	-	-	-	(31,012)	(31,012)
Effects of post acquisition exchange translation reserve on investment in associate	-	-	(4,438)	-	-	(4,438)
At 31 December 2007	212,414	103,830	23,539	425,531	134,590	899,904

The Condensed Financial Statements should be read in conjunction with  
the Annual Financial Report for the year ended 31 March 2008



MNRB HOLDINGS BERHAD (13487-A)

**INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 DECEMBER 2008**

*(The figures have not been audited)*

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>GROUP</b>	
	9 months ended 31 Dec 2008 RM'000	9 months ended 31 Dec 2007 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before zakat and taxation	(7,694)	187,348
Adjustments for:		
Non-cash items	27,007	(286,712)
Profit from operations before changes in operating assets and liabilities	19,313	(99,364)
Net change in current assets	5,063	(74,997)
Net change in current liabilities	45,790	25,778
Cash operating items	40,344	24,762
Net cash generated from/(used in) operating activities	110,510	(123,821)
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>	(75,003)	(6,008)
<b>CASH FLOWS (USED IN)/GENERATED FROM FINANCING ACTIVITIES</b>	(38,188)	130,262
<b>CASH AND BANK BALANCES</b>		
Net (decrease)/increase during the period	(2,681)	433
Cash and bank balances at the beginning of the period	3,848	1,055
Cash and bank balances at the end of the period	1,167	1,488

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the Annual Financial Report for the year ended 31 March 2008*



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
*(The figures have not been audited)*

**PART A – NOTES TO THE QUARTERLY FINANCIAL STATEMENTS**

**A1. Basis of preparation**

The interim financial report has been prepared in accordance with FRS134 on “Interim Financial Reporting” that was issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). The figures have not been audited.

The interim financial report should be read in conjunction with the Group’s most recent audited financial statements for the year ended 31 March 2008.

The significant accounting policies and methods of computation adopted in the interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 March 2008 except for the adoption of the following new and revised Financial Reporting Standards (“FRS”), amendment to FRS and Interpretations of the Issues Committee (“IC”) issued by MASB that are effective for the Group’s financial year beginning on 1 April 2008:

FRS 107:	Cash Flow Statements
FRS 111:	Construction Contracts
FRS 112:	Income Taxes
FRS 118:	Revenue
FRS 120:	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 121:	The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation
FRS 134:	Interim Financial Reporting
FRS 137:	Provisions, Contingent Liabilities and Contingent Assets
IC Interpretation 1:	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Interpretation 2:	Members' Shares in Co-operative Entities and Similar Instruments
IC Interpretation 5:	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Interpretation 6:	Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment
IC Interpretation 7:	Applying the Restatement Approach under FRS 129 Financial Reporting in Hyperinflationary Economies
IC Interpretation 8:	Scope of FRS 2

The adoption of the above does not have any significant impact on the financial statements of the Company and of the Group.



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
*(The figures have not been audited)*

**PART A – NOTES TO THE QUARTERLY FINANCIAL STATEMENTS**

**A2. Auditors' Report on preceding annual financial statements**

The auditors' report on the audited financial statements for the financial year ended 31 March 2008 was not subject to any qualification.

**A3. Seasonal or cyclical factors**

During the period ended 31 December 2008, the operations of the Group were not materially affected by any seasonal factors. With regards to cyclical factors, the performance of the Group is directly correlated with the industry cycle and the economic performance of the countries in which the Group operates.

**A4. Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 December 2008.

**A5. Changes in estimates**

There were no material changes in estimates used in the preparation of this interim financial report.

**A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities**

The issued and paid-up ordinary share capital of the Company increased from RM212.5 million since the financial year ended 31 March 2008 to RM213.1 million as at 30 September 2008 arising from the issuance of 0.6 million new ordinary shares of RM1.00 each to eligible staff of the Group who had exercised their options under the Employees Share Option Scheme ("ESOS") of the Company.

The ESOS had expired on 25 July 2008.

Other than as stated above, there is no other issuance, cancellation, replacement, resale and repayment of debt and equity securities during the current financial period under review.





**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
*(The figures have not been audited)*

**PART A – NOTES TO THE QUARTERLY FINANCIAL STATEMENTS**

**A7. Dividend paid**

	9 months ended 31 Dec 2008 RM'000	9 months ended 31 Dec 2007 RM'000
In respect of the financial year ending 31 March 2009: Interim dividend of 10% less 25% tax, paid on 24 December 2008	15,981	-
In respect of the financial year ended 31 March 2008: Final dividend of 15% less 25% tax, paid on 25 August 2008	23,969	-
Interim dividend of 20% less 27% tax, paid on 27 December 2007	-	31,012
In respect of the financial year ended 31 March 2007: Final dividend of 26% less 27% tax, paid on 28 August 2007	-	40,300
	<b>39,950</b>	<b>71,312</b>



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
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**PART A – NOTES TO THE QUARTERLY FINANCIAL STATEMENTS**

**A8. Segmental reporting**

Financial period ended 31 December 2008

	Investment Holding RM'000	Reinsurance RM'000	Takaful Operator RM'000	Retakaful Operator RM'000	Inter-Group Adjustments RM'000	Consolidated RM'000
<b>Revenue</b>						
External	2,026	759,118	123,305	5,659	-	890,108
Inter-segment	10,331	7,107	-	-	(17,438)	-
	12,357	766,225	123,305	5,659	(17,438)	890,108
<b>Results</b>						
Segment results	9,790	27,041	119,308	3,409	(12,458)	147,090
Management expenses	(22,867)	(39,265)	(113,044)	(4,578)	11,734	(168,020)
Investment income	2,567	19,872	4,882	2,250	(4,980)	24,591
Other income/(expenses)	56	8,795	(2,129)	(88)	129	6,763
Finance cost	(7,125)	-	-	-	1,781	(5,344)
(Loss)/profit from operations	(17,579)	16,443	9,017	993	(3,794)	5,080
Share of results of associates	281	(13,055)	-	-	-	(12,774)
(Loss)/profit before zakat and taxation	(17,298)	3,388	9,017	993	(3,794)	(7,694)
Zakat and taxation	-	(12,750)	(809)	(287)	141	(13,705)
Net (loss)/profit for the period	(17,298)	(9,362)	8,208	706	(3,653)	(21,399)



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
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**PART A – NOTES TO THE QUARTERLY FINANCIAL STATEMENTS**

**A8. Segmental reporting (Cont'd)**

Financial period ended 31 December 2007

	Investment Holding RM'000	Reinsurance RM'000	Takaful Operator RM'000	Retakaful Operator RM'000	Inter-Group Adjustments RM'000	Consolidated RM'000
<b>Revenue</b>						
External	2,787	604,755	88,477	2,223	-	698,242
Inter-segment	967	5,097	-	-	(6,064)	-
	3,754	609,852	88,477	2,223	(6,064)	698,242
<b>Results</b>						
Segment results	1,435	69,379	87,106	912	(1,479)	157,353
Management expenses	(4,683)	(40,644)	(77,549)	(1,133)	1,078	(122,931)
Investment income	2,320	64,806	2,453	1,311	(4,584)	66,306
Other income/(expenses)	75,396	6,480	(6,472)	-	-	75,404
Finance cost	(536)	-	-	-	-	(536)
Profit/(loss) from operations	73,932	100,021	5,538	1,090	(4,985)	175,596
Share of results of associates	238	11,514	-	-	-	11,752
Profit/(loss) before zakat and taxation	74,170	111,535	5,538	1,090	(4,985)	187,348
Zakat and taxation	(541)	(21,200)	(5)	-	-	(21,746)
Net profit/(loss) for the period	73,629	90,335	5,533	1,090	(4,985)	165,602

**A9. Carrying amount of revalued properties**

The valuations of property, plant and equipment and investment properties have been brought forward, without any change, from the financial statements for the year ended 31 March 2008.

**A10. Subsequent events**

There were no significant subsequent events from 31 December 2008 to the date of this report.



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
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**PART A – NOTES TO THE QUARTERLY FINANCIAL STATEMENTS**

**A11. Changes in the composition of the Group**

**(a) Subscription of additional shares in Takaful Ikhlas Sdn Bhd**

On 12 June 2008, MNRB increased its investment in Takaful Ikhlas Sdn Bhd ("Takaful Ikhlas") by RM20.0 million, satisfied by the issuance of 20.0 million new ordinary shares of RM1.00 each in Takaful Ikhlas at an issue price of RM1.00 per share.

**(b) Subscription of additional shares and transfer of shareholding in Malaysian Re (Dubai) Ltd. from Malaysian Reinsurance Berhad to MNRB**

On 17 June 2008, Malaysian Reinsurance Berhad ("Malaysian Re") increased its investment in its wholly owned subsidiary, Malaysian Re (Dubai) Ltd. ("Malaysian Re (Dubai)") by USD40,000, satisfied by the issuance of 40,000 new ordinary shares of USD1.00 each in Malaysian Re (Dubai) at an issue price of USD1.00 per share.

On 27 June 2008, Malaysian Re transferred its shareholding in Malaysian Re (Dubai), comprising 260,000 ordinary shares of USD1.00 each, to MNRB for a total consideration of USD226,794. With the transfer, Malaysian Re (Dubai) is now a wholly-owned subsidiary of MNRB.

Subsequent to that, on 30 June 2008, MNRB increased its investment in Malaysian Re (Dubai) by USD1,740,000, satisfied by the issuance of 1,740,000 new ordinary shares of USD1.00 each in Malaysian Re (Dubai) at an issue price of USD1.00 per share.

There were no other changes in composition of the Group during the current financial period ended 31 December 2008.

**A12. Capital Commitments**

The amount of capital commitments of the Group as at 31 December 2008 are as follows:

	RM'000
Authorised and contracted for:	
Intangible assets*	1,838
Subscription of additional redeemable preference shares in Inflexion PEF Sdn Bhd	<u>5,576</u>

\* Relating to purchase of a new reinsurance system for the reinsurance subsidiary.



**MNRB HOLDINGS BERHAD** (13487-A)  
**INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2008**  
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**PART A – NOTES TO THE QUARTERLY FINANCIAL STATEMENTS**

**A13. Contingent liabilities or contingent assets**

The amount of contingent liabilities of the Group as at 31 December 2008 are as follows:

	RM'000
Contingent liabilities arising from interest in associate:	
Share of contingent liabilities in relation to the letter of credit issued by a bank on behalf of the associate	
(Secured on fixed deposits)	<u>41,969</u>

There is no other contingent liability or asset as at the date of the issue of this report. For the purpose of this paragraph, Contingent Liabilities or Assets do not include those arising from the contract of reinsurance, takaful or retakaful operation.



**MNRB HOLDINGS BERHAD** (13487-A)

**INTERIM FINANCIAL REPORT**

**FOR THE PERIOD ENDED 31 DECEMBER 2008**

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**PART B – ADDITIONAL INFORMATION REQUIRED BY THE  
LISTING REQUIREMENTS OF BURSA MALAYSIA**

**B1. Review of Performance**

For the nine (9) months period ended 31 December 2008, the Group recorded a revenue of RM890.1 million, 27.5% higher than the RM698.2 million for the same period in the preceding year. The higher revenue was a result of the increase in the gross premium written by the reinsurance subsidiary and the increase in the wakalah fees earned by the takaful operator.

For the nine (9) months period ended 31 December 2008, the Group recorded a loss before zakat and taxation of RM7.7 million as compared to a profit before zakat and taxation of RM187.3 million for the same period in the preceding year, due to the following:

- (a) Included in the last year's RM187.3 million was the one-off gain from the disposal of 3.24% direct equity interests in Malaysian Oxygen Berhad ("MOX") by MNRB via acceptance of the conditional take over offer made by AGA Aktiebolag for a cash consideration of RM17.00 per share. The total net profit attributable to the said disposal was RM75.4 million. The Group's profit before zakat and taxation without the said gain was RM111.9 million;
- (b) Higher claims incurred by the Group's reinsurance subsidiary. The total net claims incurred ratio of the Group's reinsurance subsidiary was substantially higher than that in the corresponding period last year, due to a number of large losses, some of which are as follows:
  - (i) Heavy snowstorm in China incurred in mid of January and February 2008;
  - (ii) Flood in Jakarta incurred in February 2008;
  - (iii) Windstorm Emma in Europe incurred in March 2008;
  - (iv) Fire damage to 83 units of warehouse complex in Dubai incurred in March 2008.
  - (v) Earthquake in Sichuan, China incurred in May 2008;
  - (vi) Cyclone Nargis in Myanmar incurred in May 2008;
  - (vii) Flood in China incurred in June 2008;
  - (viii) Hail storm in Slovenia incurred in August 2008;
  - (ix) Fire damage to Abu Dhabi National Industrial Project in Dubai incurred in August 2008; and
  - (x) Fire damage to IFFCO Group in Dubai incurred in September 2008.
- (c) Higher provision made for diminution in the value of investments in quoted securities; and
- (d) Share of losses of associates of RM12.8 million as compared to share of profits of RM11.8 million for the same period in the preceding year. The losses were mainly due to the higher claims incurred, including losses from hurricanes Ike and Gustav, as well as the provision made for diminution in the value of investments in quoted securities.



MNRB HOLDINGS BERHAD (13487-A)

**INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 DECEMBER 2008**  
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**PART B – ADDITIONAL INFORMATION REQUIRED BY THE  
LISTING REQUIREMENTS OF BURSA MALAYSIA**

**B2. Review of current quarter profitability against immediate preceding quarter**

For the three (3) months period ended 31 December 2008, the Group recorded a loss before zakat and taxation of RM11.4 million as compared to a loss before zakat and taxation of RM8.4 million in the preceding quarter. The higher losses was mainly contributed by higher provision made for diminution in the value of investments in quoted securities.

**B3. Current year prospects and Headline Key Performance Indicators (“KPI”)**

Headline KPI	For financial year ending 31 March 2009	
	As announced	Achieved for 9 months ended 31 December 2008
(i) Return on Equity (%)	12.4	(3.2)*
(ii) Revenue Growth (%)	12.1	27.5*

\* Annualised

The Group’s annualised Return on Equity was below the Group’s targeted KPI, which was due to the higher claims incurred by the Group’s reinsurance operations, some of which are listed under note B1 above, as well as the additional provision made for diminution in the value of investments in quoted securities.

In view of the above and coupled with the current global and domestic economic conditions, the Board recognises that the Group’s KPI target on Return on Equity of 12.4% would likely fall short.

**B4. Explanatory note for variance from profit forecast**

There was no profit forecast issued by the Group during the financial period ended 31 December 2008.



**MNRB HOLDINGS BERHAD** (13487-A)

**INTERIM FINANCIAL REPORT**

**FOR THE PERIOD ENDED 31 DECEMBER 2008**

*(The figures have not been audited)*

**PART B – ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA**

**B5. Taxation**

	<b>GROUP</b>			
	<b>Individual Period</b>		<b>Cumulative Period</b>	
	3 months ended 31 Dec 2008 RM'000	3 months ended 31 Dec 2007 RM'000	9 months ended 31 Dec 2008 RM'000	9 months ended 31 Dec 2007 RM'000
(Loss)/profit before zakat and taxation	(11,375)	53,749	(7,694)	187,348
Current tax	(3,674)	(12,126)	(15,431)	(22,441)
Deferred tax	1,200	(300)	1,750	700
Zakat	(2,474)	(12,426)	(13,681)	(21,741)
	(1)	(3)	(24)	(5)
Net (loss)/profit for the year	(2,475)	(12,429)	(13,705)	(21,746)
	(13,850)	41,320	(21,399)	165,602
<b>Effective tax rate</b>	<b>21.7%</b>	<b>23.1%</b>	<b>177.8%</b>	<b>11.6%</b>

The higher effective tax rate was principally due to the share of losses from the reinsurance associate and losses incurred by the Company which was not set off against taxable profits made by other subsidiaries as well as provision for diminution in value of investment being disallowed for tax purposes.

**B6. Profit/(Loss) on sale of unquoted investments and/or properties**

There was no sale of unquoted investments and/or properties during the financial period ended 31 December 2008.

**B7. Quoted securities**

The reinsurance subsidiary, takaful operator and retakaful subsidiary's activities are regulated by the Insurance Act 1996 and Takaful Act 1984, and are subject to supervision by BNM. The particulars of investment in quoted securities or any purchase or disposal of quoted securities are therefore, not required.

The information on quoted securities by the Group other than in respect of above subsidiaries are as follow:

(a) Purchase and disposal of quoted securities

There was no purchase or disposal of quoted securities for the current financial period.





**MNRB HOLDINGS BERHAD** (13487-A)

**INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 DECEMBER 2008  
(The figures have not been audited)**

**PART B – ADDITIONAL INFORMATION REQUIRED BY THE  
LISTING REQUIREMENTS OF BURSA MALAYSIA**

**B7. Quoted securities (Cont'd)**

(b) Investment in quoted securities as at 31 December 2008

	<b>GROUP</b> 31 Dec 2008 RM'000
At cost	979
At carrying value/book value	625
At market value	625

**B8. Status of corporate proposals and utilisation of proceeds**

(a) Status of corporate proposals

There was no corporate proposal announced but not completed as at the date of this announcement.

(b) Status of utilisation of proceeds

As at 31 December 2008, the Company has fully utilised all proceeds from the issuance of the Islamic Medium Term Notes totaling to RM200.0 million. The details of the utilisation of proceeds are as follows:

	Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation
(i)	To make fresh equity injections into its subsidiary companies	80,000	80,000	Fully utilised
(ii)	For recoupment of monies spent on prior equity injections into its subsidiary companies	115,000	115,000	Fully utilised
(iii)	To finance the expenses relating to the IMTN	765	765	Fully utilised
(iv)	To finance the working capital requirement and/or general investments of MNRB	4,235	4,235	Fully utilised
	<b>Total</b>	<b>200,000</b>	<b>200,000</b>	

Other than the above, there was no corporate proposal announced but not completed as at the date of this announcement.



MNRB HOLDINGS BERHAD (13487-A)

INTERIM FINANCIAL REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2008

*(The figures have not been audited)*

PART B – ADDITIONAL INFORMATION REQUIRED BY THE  
LISTING REQUIREMENTS OF BURSA MALAYSIA

**B9. Borrowings and debt securities**

The Group borrowings as at 31 December 2008 is as follows:

	<b>GROUP</b> 31 Dec 2008 RM'000
Long term borrowings:	
Unsecured:	
RM200.0 million Islamic Medium Term Notes ("IMTN") due in 2012	150,000
IMTN held by the reinsurance subsidiary, Malaysian Reinsurance Berhad	50,000

**B10. Off balance sheet financial instruments**

There were no financial instruments with material off balance sheet risk as at the date of this report.

**B11. Material litigation**

There was no material litigation pending as at the date of this report.

**B12. Dividends**

No dividend is proposed to be declared for the current quarter ended 31 December 2008 (corresponding quarter in 2007: 5% or 5 sen (less 26% tax)). The Board of Directors had declared an interim dividend of 10% or 10 sen (less 25% tax) on 21 November 2008. The said dividend was paid on 24 December 2008.

Dividends paid for the current financial year to date are as disclosed under Note A7 above.



**MNRB HOLDINGS BERHAD** (13487-A)

**INTERIM FINANCIAL REPORT**

**FOR THE PERIOD ENDED 31 DECEMBER 2008**

*(The figures have not been audited)*

**PART B – ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA**

**B13. (Loss)/earning per share ((LPS)/EPS)**

Basic (LPS)/EPS

The basic (LPS)/EPS is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

Diluted (LPS)/EPS

In a diluted earning per share calculation, the share options are assumed to have been exercised into ordinary shares. A calculation is done to determine the number of shares that could have been acquired at market price (determined as the average share price of the Company's share for the period) based on the monetary value of the subscription rights attached to the outstanding share options. This calculation serves to determine the "unpurchased" share to be added to the ordinary shares outstanding for the purpose of computing the dilution. No adjustment is made to the net profit.

	<b>GROUP</b>			
	<b>Individual Period</b>		<b>Cumulative Period</b>	
	3 months ended	3 months ended	9 months ended	9 months ended
	31 Dec 2008	31 Dec 2007	31 Dec 2008	31 Dec 2007
Net (loss)/profit for the period (RM'000)	(13,850)	41,320	(21,399)	165,602
Weighted average number of ordinary shares in issue ('000)	213,396	212,386	212,896	212,218
Assumed exercise of share options ('000)	-	470	-	481
Weighted average number of ordinary shares for diluted EPS ('000)	213,396	212,856	212,896	212,699
Basic (LPS)/EPS (sen)	(6.5)	19.5	(10.1)	78.0
Diluted (LPS)/EPS (sen)	(6.5)	19.4	(10.1)	77.9



**MNRB HOLDINGS BERHAD** (13487-A)

**INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 DECEMBER 2008**  
*(The figures have not been audited)*

**PART B – ADDITIONAL INFORMATION REQUIRED BY THE  
LISTING REQUIREMENTS OF BURSA MALAYSIA**

**By Order of the Board**

**NORAZMAN BIN HASHIM (MIA 5817)  
LENA BTE ABD LATIF (LS 8766)**  
**Company Secretaries**

**Kuala Lumpur**  
**Dated: 27 February 2009**