

GREAT EASTERN TAKAFUL BERHAD
(916257-H)
(Incorporated in Malaysia)

Unaudited Interim Condensed Financial Statements

For the six months ended 30 June 2015

GREAT EASTERN TAKAFUL BERHAD
(916257-H)
(Incorporated in Malaysia)

Unaudited interim condensed financial statements for the six months ended 30 June 2015

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GREAT EASTERN TAKAFUL BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Note	2015			2014		
		Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
Assets							
Property and equipment		7,039	-	7,039	6,272	6,272	
Intangible assets		3,637	-	3,637	4,324	4,324	
Financial assets:							
AFS financial assets							
Financial assets at FVTPL	10(a)	74,929	102,015	172,380	63,654	136,963	
Loans and receivables, excluding takaful receivables	10(b)	-	66,972	66,972	-	63,577	
Takaful receivables	10(c)	2,550	62,700	65,250	9,200	77,930	
Retakaful assets	11	-	14,753	14,753	-	12,619	
Other receivables		-	36,224	36,224	-	33,250	
Deferred tax assets		13,846	4,279	5,662	25,877	2,614	
Tax recoverable		3,041	-	3,272	4,373	4,809	
Cash and bank balances		-	188	188	-	21	
Total assets		106,439	296,051	385,694	116,050	352,731	
Equity							
Share capital		120,000	-	120,000	120,000	120,000	
Accumulated losses		(42,249)	-	(42,249)	(36,049)	(36,049)	
Available-for-sale reserves		745	-	51	738	(570)	
Total equity		78,496	-	77,802	84,689	83,381	
Liabilities and participants' fund							
Provision for zakat		75	-	75	75	75	
Provision for taxation		6	-	6	-	-	
Expense liabilities		6,361	-	6,361	7,011	7,011	
Takaful certificate liabilities		-	222,858	258,862	-	214,468	
Participants' fund	12	-	39,643	-	-	-	
Deferred tax liability		-	68	68	-	3	
Amounts due to related companies		2,406	-	2,406	3,893	3,893	
Takaful payables		3,898	8,454	12,352	4,295	17,945	
Other payables		13,350	25,028	25,915	13,036	22,904	
Provisions		1,847	-	1,847	3,051	3,051	
Total liabilities and participants' fund		27,943	296,051	307,892	31,361	269,350	
Total equity, liabilities and participants' fund		106,439	296,051	385,694	116,050	352,731	

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

GREAT EASTERN TAKAFUL BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED INCOME STATEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2015

	2015			2014		
	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
Takaful operator income	41,191	-	-	45,889	-	-
Gross earned contributions	-	106,081	106,081	-	113,888	113,888
Contributions ceded to retakaful operators	-	(14,609)	(14,609)	-	(12,956)	(12,956)
Net earned contributions	-	91,472	91,472	-	100,932	100,932
Investment income	1,559	3,808	5,367	1,486	2,197	3,683
Realised gains and losses	1,302	(57)	195	42	426	468
Fair value gains and losses	-	713	713	-	1,499	1,499
Fee and commission income	2,373	694	682	1,511	989	969
Other operating revenue	14	22	36	15	18	33
Other revenue	5,248	5,180	6,993	3,054	5,129	6,652
Gross benefits and claims paid	-	(30,580)	(26,154)	-	(16,855)	(16,855)
Claims ceded to retakaful operators	-	16,900	16,900	-	9,226	9,226
Gross change in certificate liabilities	-	(30,415)	(37,880)	-	(33,980)	(49,458)
Change in certificate liabilities ceded to retakaful operators	-	(3,607)	(3,607)	-	(739)	(739)
Net benefits and claims	-	(47,702)	(50,741)	-	(42,348)	(57,826)
Wakalah fee expense	-	(41,191)	-	-	(45,889)	-
Commission expenses/administration fee	(21,568)	(2,496)	(22,162)	(23,603)	(1,896)	(24,191)
Management expenses	(30,390)	(961)	(30,868)	(28,331)	(244)	(28,352)
Change in expense liabilities	650	-	650	(295)	-	(295)
Taxation of family takaful business	-	(213)	(213)	-	(206)	(206)
Other expenses	(51,308)	(44,861)	(52,593)	(52,229)	(48,235)	(53,044)
Operating (loss)/profit before surplus transfers	(4,869)	4,089	(4,869)	(3,286)	15,478	(3,286)
Surplus attributable to participants	-	(4,089)	-	-	(15,478)	-
Loss before taxation	(4,869)	-	(4,869)	(3,286)	-	(3,286)
Taxation	(1,331)	-	(1,331)	236	-	236
Net loss for the year	(6,200)	-	(6,200)	(3,050)	-	(3,050)
Loss per share (sen)	5.2	-	5.2	2.5	-	2.5
Basic						

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

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GREAT EASTERN TAKAFUL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2015

	2015			2014			
	Note	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
Net loss for the year		(6,200)	-	(6,200)	(3,050)	-	(3,050)
Other comprehensive income/(expense):							
Other comprehensive income/(expense) to be reclassified to income statement in subsequent periods:							
Net gain/(loss) on Available-for-sale ("AFS") financial assets:							
Gain/(loss) on fair value changes		9	(74)	760	378	882	746
Deferred tax relating to components of other comprehensive (loss)/income		(2)	6	(207)	(95)	(70)	16
Other comprehensive income/(loss) attributable to participants		-	68	68	-	(812)	(812)
Other comprehensive income/(loss) for the year, net of tax		7	-	621	283	-	(50)
Total comprehensive loss for the year		(6,193)	-	(5,579)	(2,767)	-	(3,100)

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

GREAT EASTERN TAKAFUL BERHAD
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UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2015

Attributable to Equity Holder of the Company

	Share capital RM'000	Non- distributable Available-for sale reserves RM'000	Accumulated losses RM'000	Total RM'000
At 1 January 2014	120,000	(55)	(38,349)	81,596
Net loss for the year	-	-	(3,050)	(3,050)
Other comprehensive loss	-	(50)	-	(50)
Total comprehensive loss	-	(50)	(3,050)	(3,100)
At 30 June 2014	<u>120,000</u>	<u>(105)</u>	<u>(41,399)</u>	<u>78,496</u>
At 1 January 2015	120,000	(570)	(36,049)	83,381
Net loss for the year	-	-	(6,200)	(6,200)
Other comprehensive income	-	621	-	621
Total comprehensive income/ (loss)	-	621	(6,200)	(5,579)
At 30 June 2015	<u>120,000</u>	<u>51</u>	<u>(42,249)</u>	<u>77,802</u>

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

GREAT EASTERN TAKAFUL BERHAD
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UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2015

	01.01.2015 to 30.06.2015 RM'000	01.01.2014 to 30.06.2014 RM'000
OPERATING ACTIVITIES		
Loss before zakat and taxation	(4,869)	(3,286)
Adjustments for:		
Depreciation for motor vehicle and equipment	662	473
Amortisation of intangible assets	749	730
Investment income	(5,367)	(3,683)
Realised gains	(195)	(468)
Fair value gains	(713)	(1,499)
Operating loss before working capital changes	(9,733)	(7,733)
Purchase of investment assets	(33,964)	(25,554)
Increase in takaful certificate liabilities	41,299	49,665
(Increase)/decrease in retakaful assets	(2,974)	738
Increase in other receivables	(4,592)	(19,301)
(Decrease)/increase in other payables	(4,436)	375
Net change in balance with related companies	(1,487)	(1,970)
Cash used in operating activities	(15,887)	(3,780)
Income tax paid	(314)	-
Investment income received	4,977	3,963
Net cash (used in)/generated from operating activities	(11,224)	183
INVESTING ACTIVITIES		
Purchase of motor vehicle and equipment	(1,429)	(145)
Purchase of intangible assets	(62)	(169)
Net cash used in investing activities	(1,491)	(314)
Net decrease in cash and cash equivalents	(12,715)	(131)
Cash and cash equivalents at beginning of period	88,282	12,307
Cash and cash equivalents at end of period	75,567	12,176
Cash and cash equivalents comprise of:		
Cash and bank balances	10,317	9,516
Short term Islamic investment accounts with maturity period of less than 3 months	65,250	2,660
	75,567	12,176

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

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NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS - 30 JUNE 2015

1. BASIS OF PREPARATION

These unaudited interim condensed financial statements of the Company for the period 1 January 2015 to 30 June 2015, have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and the requirements of the Companies Act, 1965 in Malaysia.

The unaudited interim condensed financial statements should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2014.

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

2. SIGNIFICANT ACCOUNTING POLICIES

(a) New and amended standards and interpretations

The significant accounting policies in these unaudited interim condensed financial statements are consistent with those adopted in the financial statements for the financial year ended 31 December 2014, except for the adoption of the following MFRSs, Amendments to MFRSs and Issues Committee ("IC") Interpretations:

Standards effective for financial periods beginning on or after 1 July 2014

- Amendments to MFRS 119 *Defined Benefit Plans: Employee Contribution*
- Annual Improvements to MFRSs 2010-2012 Cycle: Amendments to MFRS 2 *Share-based Payment*
- Annual Improvements to MFRSs 2010-2012 Cycle: Amendments to MFRS 3 *Business Combinations*
- Annual Improvements to MFRSs 2010-2012 Cycle: Amendments to MFRS 8 *Operating Segments*
- Annual Improvements to MFRSs 2010-2012 Cycle: Amendments to MFRS 116 *Property, Plant and Equipment* and MFRS 138 *Intangible Assets*
- Annual Improvements to MFRSs 2010-2012 Cycle: Amendments to MFRS 124 *Related Party Disclosures*
- Annual Improvements to MFRSs 2011-2013 Cycle: Amendments to MFRS 3 *Business Combinations*
- Annual Improvements to MFRSs 2011-2013 Cycle: Amendments to MFRS 13 *Fair Value Measurement*
- Annual Improvements to MFRSs 2011-2013 Cycle: Amendments to MFRS 140 *Investment Property*

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2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) New and amended standards and interpretations (Continued)

The adoption of the above did not have any significant effects on the unaudited interim condensed financial statements upon their initial application.

Standards issued but not yet effective

The following are MFRSs and Amendments to MFRSs issued by MASB that will be effective for the Company in future years. The Company intends to adopt the following relevant standards when they become effective.

Effective for financial periods beginning on or after 1 January 2016

- Amendments to MFRS 11 *Accounting for Acquisitions of Interests in Joint Operations*
- MFRS 14 *Regulatory Deferral Accounts*
- Amendments to MFRS 116 and MFRS 138 *Clarification of Acceptable Methods of Depreciation and Amortisation*
- Amendments to MFRS 116 and MFRS 141 *Agriculture: Bearer Plants*
- Annual Improvements to MFRSs 2012-2014 Cycle: Amendments to MFRS 5 *Non-current Assets Held for Sale and Discontinued Operations*
- Annual Improvements to MFRSs 2012-2014 Cycle: Amendments to MFRS 7 *Financial Instruments: Disclosures*
- Annual Improvements to MFRSs 2012-2014 Cycle: Amendments to MFRS 119 *Employee Benefits*
- Annual Improvements to MFRSs 2012-2014 Cycle: Amendments to MFRS 134 *Interim Financial Reporting*
- Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- Amendments to MFRS 127: *Equity Method in Separate Financial Statements*
- Amendments to MFRS 101 *Disclosure Initiatives*
- Amendments to MFRS 10, MFRS 12 and MFRS 128: *Investment Entities: Applying the Consolidation Exception*

Effective for financial periods beginning on or after 1 January 2017

- MFRS 15 *Revenue from Contracts with Customers*

Effective for financial periods beginning on or after 1 January 2018

- MFRS 9 *Financial Instruments*

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2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) New and amended standards and interpretations (Continued)

Standards issued but not yet effective

The management expects that the adoption of the above new standards, amendments to standards and improvements to published standards will have no material impact on the unaudited interim financial statements in the period of initial application except as discussed below:

MFRS 9 *Financial Instruments* ("MFRS 9")

MFRS 9 reflects the first phase of the work on the replacement of MFRS 139 Financial Instruments: Recognition and Measurement and applies to classification and measurement of financial assets and financial liabilities as defined in MFRS 139 Financial Instruments: Recognition and Measurement. The adoption of the first phase of MFRS 9 will have an effect on the classification and measurement of the Company's financial assets. However, it is not practicable to provide a reasonable estimate of the effect of MFRS 9 until the Company undertakes a detailed review in the upcoming year.

3. SEASONALITY OF OPERATIONS

The business and operations of the Company was not materially affected by any seasonal or cyclical fluctuations during the interim financial period.

4. UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the financial period ended 30 June 2015.

5. CHANGES IN ESTIMATES

There was no change in the basis used for accounting estimates for the interim financial period.

6. DEBT AND EQUITY SECURITIES

There were no issuance, repurchase and repayment of debt and equity securities by the Company during the interim financial period.

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7. DIVIDENDS

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

8. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

There were no material events subsequent to the end of the interim reporting period that have not been reflected in the unaudited interim condensed financial statements.

9. CHANGES IN THE COMPOSITION OF THE COMPANY

There is no change in the composition of the Company during the interim financial period.

10. AUDITORS' REPORT

The auditors' report on the audited financial statements of the preceding 31 December 2014 did not contain any qualification.

11. CONTINGENT LIABILITIES

There were no contingent liabilities as at the date of this report.

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12. FINANCIAL ASSETS

	At 30.06.2015			At 31.12.2014		
	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
AFS financial assets:						
Quoted Shariah-approved equities	6,125	18,089	24,214	7,537	14,579	22,116
Unit trusts - REITS	367	536	903	207	179	386
Government investment issues	23,931	45,065	68,996	11,529	32,396	43,925
Islamic private debt securities	39,942	38,325	78,267	35,622	34,914	70,536
Units held in investment-linked fund	4,564	-	-	8,759	-	-
Financial assets at FVTPL:						
Quoted Shariah-approved equities	-	43,579	43,579	-	41,847	41,847
Unit trusts - REITS	-	557	557	-	-	-
Government investment issues	-	11,911	11,911	-	5,763	5,763
Islamic private debt securities	-	10,925	10,925	-	15,967	15,967
Loans and receivables:						
Islamic investment accounts with licensed Islamic banks	2,550	62,700	65,250	9,200	68,730	77,930
Takaful receivables	-	14,753	14,753	-	12,619	12,619
Retakaful assets	-	36,224	36,224	-	33,250	33,250
Other receivables	13,846	4,279	5,662	25,877	1,326	2,614
Cash and bank balances	1,397	8,920	10,317	2,350	8,002	10,352
	92,722	295,863	371,558	101,081	269,572	337,305

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12. FINANCIAL ASSETS (CONTINUED)

	At 30.06.2015			At 31.12.2014		
	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
The Company's financial assets are summarised by categories as follows:						
AFS financial assets	74,929	102,015	172,380	63,654	82,068	136,963
Financial assets at FVTPL	-	66,972	66,972	-	63,577	63,577
Loans and receivables	2,550	62,700	65,250	9,200	68,730	77,930
	<u>77,479</u>	<u>231,687</u>	<u>304,602</u>	<u>72,854</u>	<u>214,375</u>	<u>278,470</u>
The following investments mature after 12 months:						
AFS financial assets	74,929	102,015	172,380	63,654	82,068	136,963
Financial assets at FVTPL	-	66,972	66,972	-	63,577	63,577
	<u>74,929</u>	<u>168,987</u>	<u>239,352</u>	<u>63,654</u>	<u>145,644</u>	<u>200,540</u>

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12. FINANCIAL ASSETS (CONTINUED)

(a) AFS financial assets

	At 30.06.2015			At 31.12.2014		
	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
At amortised cost/cost						
Quoted Shariah-approved equities	6,443	19,476	25,919	7,794	15,557	23,351
Unit trusts - REITS	377	555	932	202	177	379
Government investment issues	24,028	44,759	68,787	11,797	32,304	44,101
Islamic private debt securities	39,449	37,832	77,281	35,862	34,570	70,432
Units held in investment-linked fund	3,639	-	-	7,015	-	-
	73,936	102,622	172,919	62,670	82,608	138,263
At fair value						
Quoted Shariah-approved equities	6,125	18,089	24,214	7,537	14,579	22,116
Unit trusts - REITS	367	536	903	207	179	386
Government investment issues	23,931	45,065	68,996	11,529	32,396	43,925
Islamic private debt securities	39,942	38,325	78,267	35,622	34,914	70,536
Units held in investment-linked fund	4,564	-	-	8,759	-	-
	74,929	102,015	172,380	63,654	82,068	136,963

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12. FINANCIAL ASSETS (CONTINUED)

(b) Financial assets at FVTPL

	At 30.06.2015				At 31.12.2014			
	Shareholders' fund		Family takaful fund		Shareholders' fund		Family takaful fund	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At amortised cost/cost								
Quoted Shariah-approved equities	-	43,208	43,208	-	-	42,018	42,018	42,018
Unit trusts - REITS	-	559	559	-	-	-	-	-
Government investment issues	-	11,826	11,826	-	-	5,744	5,744	5,744
Islamic private debt securities	-	10,728	10,728	-	-	15,877	15,877	15,877
	-	66,321	66,321	-	-	63,639	63,639	63,639
At fair value								
Quoted Shariah-approved equities	-	43,579	43,579	-	-	41,847	41,847	41,847
Unit trusts - REITS	-	557	557	-	-	-	-	-
Government investment issues	-	11,911	11,911	-	-	5,763	5,763	5,763
Islamic private debt securities	-	10,925	10,925	-	-	15,967	15,967	15,967
	-	66,972	66,972	-	-	63,577	63,577	63,577

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12. FINANCIAL ASSETS (CONTINUED)

(c) Loans and receivables

	At 30.06.2015		At 31.12.2014			
	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
At cost and fair value						
Islamic investment accounts with licensed Islamic banks	2,550	62,700	65,250	9,200	68,730	77,930
	<u>2,550</u>	<u>62,700</u>	<u>65,250</u>	<u>9,200</u>	<u>68,730</u>	<u>77,930</u>

(d) Fair values of financial instruments

The following table shows financial investments recorded at fair value analysed by the different basis of fair values as follows:

	At 30.06.2015		At 31.12.2014			
	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
Valuation techniques:						
AFS financial assets						
Quoted prices	6,492	18,625	25,117	7,744	14,758	22,502
Market observable inputs	68,437	83,390	147,263	55,910	67,310	114,461
Financial assets at FVTPL						
Quoted prices	-	44,136	44,136	-	41,847	41,847
Market observable inputs	-	22,836	22,836	-	21,730	21,730
	<u>74,929</u>	<u>168,987</u>	<u>239,352</u>	<u>63,654</u>	<u>145,645</u>	<u>200,540</u>

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13. TAKAFUL RECEIVABLES

<u>Family takaful fund</u>	At 30.06.2015 RM'000	At 31.12.2014 RM'000
Contributions due from agents or other intermediaries	5,098	4,910
Amount due from retakaful operators	7,819	2,791
Amount due from cotakaful operators	1,836	4,918
	<u>14,753</u>	<u>12,619</u>

30 June 2015

Description	Gross carrying amount RM'000	Gross amounts offset in the statement of financial position RM'000	Net amounts in the statement of financial position RM'000
Retakaful contributions	(13,064)	-	(13,064)
Claims recoveries	-	20,883	20,883
	<u>(13,064)</u>	<u>20,883</u>	<u>7,819</u>

31 December 2014

Description	Gross carrying amount RM'000	Gross amounts offset in the statement of financial position RM'000	Net amounts in the statement of financial position RM'000
Retakaful contributions	(11,390)	-	(11,390)
Claims recoveries	-	14,181	14,181
	<u>(11,390)</u>	<u>14,181</u>	<u>2,791</u>

14. TAKAFUL CERTIFICATE LIABILITIES

2015	Gross RM'000	Retakaful RM'000	Net RM'000
Provision for outstanding claims reported by certificate holders	9,009	(7,107)	1,902
Actuarial liabilities	142,750	(29,117)	113,633
Unit reserves	71,099	-	71,099
	<u>222,858</u>	<u>(36,224)</u>	<u>186,634</u>

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14. TAKAFUL CERTIFICATE LIABILITIES (CONTINUED)

The movement of the family takaful certificate liabilities is further analysed as follows:

	Gross RM'000	Retakaful RM'000	Net RM'000
At 1 January 2015	185,861	(33,250)	152,611
Benefits intimated during the period	27,292	(13,292)	14,000
Benefits paid during the period	(30,580)	16,900	(13,680)
Increase in actuarial liabilities due to:			
Change in portfolio movement	33,236	(5,728)	27,508
Change in assumptions and basis	7,049	(854)	6,195
At 30 June 2015	<u>222,858</u>	<u>(36,224)</u>	<u>186,634</u>

2014	Gross RM'000	Retakaful RM'000	Net RM'000
Provision for outstanding claims reported by certificate holders	12,296	(10,715)	1,581
Actuarial liabilities	106,116	(22,535)	83,581
Unit reserves	67,449	-	67,449
	<u>185,861</u>	<u>(33,250)</u>	<u>152,611</u>

The movement of the family takaful certificate liabilities is further analysed as follows:

	Gross RM'000	Retakaful RM'000	Net RM'000
At 1 January 2014	102,138	(31,728)	70,410
Benefits intimated during the period	50,029	(32,041)	17,988
Benefits paid during the period	(52,554)	33,130	(19,424)
Increase in actuarial liabilities due to:			
Change in portfolio movement	81,923	(233)	81,690
Change in assumptions and basis	4,325	(2,378)	1,947
At 31 December 2014	<u>185,861</u>	<u>(33,250)</u>	<u>152,611</u>

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15. CAPITAL COMMITMENTS

<u>Shareholders' fund</u>	At 30.06.2015 RM'000	At 31.12.2014 RM'000
Authorised and contracted for:		
Renovation works	34	-
	<u>34</u>	<u>-</u>
Payable within 12 months	34	-
	<u>34</u>	<u>-</u>

16. REGULATORY CAPITAL REQUIREMENT

The capital structure of the Company as at 30 June 2015, as prescribed under the Risk-Based Capital Framework for Takaful Operators ("RBCT") is provided below:

2015	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
Eligible Tier 1 Capital			
Share capital	100,000	-	100,000
Accumulated losses	(42,249)	-	(42,249)
Valuation surplus maintained in the takaful funds	-	23,216	23,216
	<u>57,751</u>	<u>23,216</u>	<u>80,967</u>
Eligible Tier 2 Capital			
Available-for-sale reserves	744	169	913
Redeemable preference shares	10,000	-	10,000
	<u>10,744</u>	<u>169</u>	<u>10,913</u>
Deductions			
Intangible assets	(3,649)	-	(3,649)
Deferred tax assets	(3,041)	(4)	(3,045)
	<u>(6,690)</u>	<u>(4)</u>	<u>(6,694)</u>
Capital Available	<u>61,805</u>	<u>23,381</u>	<u>85,186</u>
Less: Adjustments for family takaful fund (maximum 130% of Total Capital required)	-	(19,281)	(19,281)
Total Capital Available	<u>61,805</u>	<u>4,100</u>	<u>65,905</u>

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16. REGULATORY CAPITAL REQUIREMENT (CONTINUED)

2014	Shareholders' fund RM'000	Family takaful fund RM'000	Company RM'000
Eligible Tier 1 Capital			
Share capital	100,000	-	100,000
Accumulated losses	(36,049)	-	(36,049)
Valuation surplus maintained in the takaful funds	-	8,109	8,109
	<u>63,951</u>	<u>8,109</u>	<u>72,060</u>
Eligible Tier 2 Capital			
Available-for-sale reserves	738	115	853
Redeemable preference shares	12,000	-	12,000
	<u>12,738</u>	<u>115</u>	<u>12,853</u>
Deductions			
Intangible assets	(4,324)	-	(4,324)
Deferred tax assets	(4,373)	-	(4,373)
	<u>(8,697)</u>	<u>-</u>	<u>(8,697)</u>
Capital Available	<u>67,992</u>	<u>8,224</u>	<u>76,216</u>
Less: Adjustments for family takaful fund (maximum 130% of Total Capital required)	-	(4,165)	(4,165)
Total Capital Available	<u>67,992</u>	<u>4,059</u>	<u>72,051</u>