

**AmGENERAL INSURANCE BERHAD**  
**(44191-P)**  
**(Incorporated in Malaysia)**

**Interim Condensed Financial Statements**  
**For The Period Ended 30 September 2018**

**Company No: 44191-P**

**AmGENERAL INSURANCE BERHAD**  
**(Incorporated in Malaysia)**

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**AmGENERAL INSURANCE BERHAD**  
(Incorporated in Malaysia)

**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2018**

		<b>Unaudited</b>	<b>Audited</b>
		<b>30.09.2018</b>	<b>31.03.2018</b>
	<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Assets</b>			
Property and equipment		29,270	34,475
Investment properties	13	5,094	5,192
Intangible assets		59,472	61,555
Investments	14	3,584,520	3,918,151
Reinsurance assets	15	445,073	470,120
Insurance receivables	16	54,387	66,738
Other receivables	17	128,217	166,083
Deferred tax assets		23,156	23,187
Tax recoverable		-	8,454
Cash and short-term deposits		228,903	183,294
Non-current asset held for sale	18	1,599	1,599
<b>Total assets</b>		<b>4,559,691</b>	<b>4,938,848</b>
<b>Equity</b>			
Share capital	19	1,061,000	1,061,000
Available-for-sale ("AFS") fair value reserves		-	(2,338)
Retained earnings		576,940	845,504
<b>Total equity</b>		<b>1,637,940</b>	<b>1,904,166</b>
<b>Liabilities</b>			
Insurance contract liabilities	20	2,497,078	2,582,473
Other liabilities		17,204	16,954
Insurance payables		163,903	181,037
Provision for taxation		21,667	-
Other payables		201,717	234,604
Provision for retirement benefits		20,182	19,614
<b>Total liabilities</b>		<b>2,921,751</b>	<b>3,034,682</b>
<b>Total equity and liabilities</b>		<b>4,559,691</b>	<b>4,938,848</b>

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

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**INTERIM CONDENSED INCOME STATEMENT**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2018**

	<b>Unaudited</b> <b>01.04.2018</b> to <b>30.09.2018</b> <b>RM'000</b>	<b>Unaudited</b> <b>01.04.2017</b> to <b>30.09.2017</b> <b>RM'000</b>
Gross earned premiums	742,920	772,206
Earned premiums ceded to reinsurers	<u>(63,697)</u>	<u>(66,270)</u>
<b>Net earned premiums</b>	<b><u>679,223</u></b>	<b><u>705,936</u></b>
Investment income	82,436	85,842
Realised gains and losses	(571)	7,304
Fair value gains and losses	(245)	2,993
Fees and commission income	16,066	15,394
Other operating income	<u>1,793</u>	<u>75</u>
<b>Other revenue</b>	<b><u>99,479</u></b>	<b><u>111,608</u></b>
Gross benefits and claims paid	(452,328)	(458,729)
Claims ceded to reinsurers	42,073	35,443
Gross change in contract liabilities	76,808	24,779
Change in contract liabilities ceded to reinsurers	<u>(26,113)</u>	<u>(13,515)</u>
<b>Net claims</b>	<b><u>(359,560)</u></b>	<b><u>(412,022)</u></b>
Fees and commission expenses	(79,331)	(87,154)
Management expenses	(163,917)	(168,718)
Other operating expenses	<u>(356)</u>	<u>(460)</u>
<b>Other expenses</b>	<b><u>(243,604)</u></b>	<b><u>(256,332)</u></b>
<b>Profit before taxation</b>	<b>175,538</b>	<b>149,190</b>
Taxation	<u>(32,295)</u>	<u>(27,500)</u>
<b>Net profit for the period</b>	<b><u>143,243</u></b>	<b><u>121,690</u></b>

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

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**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2018**

	Unaudited 01.04.2018 to 30.09.2018 RM'000	Unaudited 01.04.2017 to 30.09.2017 RM'000
Net profit for the period	143,243	121,690
Other comprehensive income:		
<u>Other comprehensive item to be reclassified to the income statement in subsequent periods:</u>		
Available-for-sale fair value reserve:		
Gain on fair value changes of AFS financial assets	-	7,705
Cumulative impairment losses transferred to the income statement	-	243
Realised gain transferred to the income statement	-	(5,710)
	-	2,238
Tax effects thereon	-	(537)
	-	1,701
<b>Total comprehensive income for the period</b>	<b>143,243</b>	<b>123,391</b>
<b>Earnings per share (sen)</b>		
Basic	24	20
Diluted	23	19

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

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**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2018**

	<i>&lt;---- Non-distributable --&gt;</i>		<i>Distributable</i>	
	Share capital RM'000 (Note 19)	AFS fair value reserve RM'000	Retained earnings RM'000	Total equity RM'000
<b>Unaudited</b>				
<b>At 1 April 2017</b>	1,061,000	(234)	615,795	1,676,561
Net profit for the period	-	-	121,690	121,690
Other comprehensive income	-	1,701	-	1,701
Total comprehensive income for the period	-	1,701	121,690	123,391
Dividends on INCPS and RNCPS	-	-	(25,355)	(25,355)
Executive share scheme	-	-	(108)	(108)
<b>At 30 September 2017</b>	<b>1,061,000</b>	<b>1,467</b>	<b>712,022</b>	<b>1,774,489</b>
<b>Unaudited</b>				
<b>At 31 March 2018 (as previously stated)</b>	1,061,000	(2,338)	845,504	1,904,166
Effects of adoption of MFRS 9		2,338	(2,239)	99
<b>At 1 April 2018 (as restated)</b>	<b>1,061,000</b>	<b>-</b>	<b>843,265</b>	<b>1,904,265</b>
Net profit for the period	-	-	143,243	143,243
Total comprehensive income for the period	-	-	143,243	143,243
Transfer to share capital arising from redemption of RNCPS	200,000	-	(200,000)	-
Redemption of RNCPS	(200,000)	-	-	(200,000)
Dividends on ordinary shares	-	-	(184,000)	(184,000)
Dividends on INCPS and RNCPS (Note 8)	-	-	(25,355)	(25,355)
Executive share scheme	-	-	(213)	(213)
<b>At 30 September 2018</b>	<b>1,061,000</b>	<b>-</b>	<b>576,940</b>	<b>1,637,940</b>

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

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**INTERIM CONDENSED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2018**

	<b>Unaudited</b> <b>01.04.2018</b> <b>to</b> <b>30.09.2018</b> <b>RM'000</b>	<b>Unaudited</b> <b>01.04.2017</b> <b>to</b> <b>30.09.2017</b> <b>RM'000</b>
Profit before taxation	175,538	149,190
Adjustments for non-operating and non-cash items	<u>(63,101)</u>	<u>(83,591)</u>
Operating profit before working capital changes	112,437	65,599
Changes in working capital:		
Net change in operating assets	484,413	(14,720)
Net change in operating liabilities	(135,811)	(95,079)
Income tax paid	<u>(2,174)</u>	<u>(273)</u>
Net cash generated from /(used in) operating activities	<u>346,428</u>	<u>(110,072)</u>
Net cash (used in)/generated from investing activities	(3,901)	1,880
Financing activities:		
Dividend paid on INCPS and RNCPS	(25,355)	(25,355)
RNCPS redemption	(200,000)	-
Dividend paid on ordinary shares	<u>(184,000)</u>	<u>-</u>
Net cash used in financing activities	<u>(409,355)</u>	<u>(25,355)</u>
Net increase/(decrease) in cash and cash equivalents	45,609	(67,948)
Cash and cash equivalents at beginning of financial period	<u>183,294</u>	<u>164,750</u>
Cash and cash equivalents at end of financial period	<u>228,903</u>	<u>96,802</u>

For purposes of Statements of Cash Flows, Cash and cash equivalents comprise cash and bank balances and deposit and placements maturing within three months ("Cash and short-term deposits").

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## **NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS - 30 SEPTEMBER 2018**

### **1. CORPORATE INFORMATION**

The Company is a public limited liability company, incorporated and domiciled in Malaysia. The registered office of the Company is located at 22nd Floor, Bangunan AmBank Group, No. 55 Jalan Raja Chulan, 50200 Kuala Lumpur.

The principal place of business of the Company is located at Menara Shell, No. 211 Jalan Tun Sambathan, 50470 Wilayah Persekutuan Kuala Lumpur.

The immediate holding, penultimate holding companies and ultimate holding companies are AmGeneral Holdings Berhad, AMAB Holdings Sdn. Bhd. and AMMB Holdings Berhad ("AMMB"), respectively. All the aforesaid companies are incorporated and domiciled in Malaysia. The ultimate holding company, AMMB is listed on the Main Market of Bursa Malaysia Securities Berhad.

The Company is engaged principally in the underwriting of all classes of general insurance business. There have been no significant changes in the nature of the principal activity of the Company during the financial period.

### **2. BASIS OF PREPARATION**

The unaudited interim condensed financial statements of the Company is unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 - Interim Financial Reporting as issued by Malaysian Accounting Standard Board ("MASB") and International Accounting Standard ("IAS") 34 - Interim Financial Reporting as issued by the International Accounting Standard Boards ("IASB") and the Financial Reporting Guidelines issued by Bank Negara Malaysia.

The unaudited interim condensed financial statements do not include all of the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's audited financial statements for the financial year ended 31 March 2018.

The notes attached to the unaudited interim condensed financial statements provide an explanation of events and transactions that are significant to gain an understanding of changes in the financial position and performance of the Company since the financial year ended 31 March 2018.

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



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**3. SIGNIFICANT ACCOUNTING POLICIES**

**Amended Standards and Interpretations**

The significant accounting policies and methods of computation applied in the preparation of the interim condensed financial statements are consistent with those adopted in the preparation of the Company's audited financial statements for the financial year ended 31 March 2018, except for the following:

<b>MFRSs, Interpretations and amendments</b>	<b>Effective Date</b>
MFRS 9, <i>Financial Instruments (IFRS 9 as issued by IASB in July 2014)</i>	1 January 2018
MFRS 15, <i>Revenue from Contracts with Customers</i>	1 January 2018
Amendments to MFRS 2, <i>Share-based Payments – Classification and Measurement of Share-based Payment Transactions (Amendments to MFRS 2)</i>	1 January 2018
Amendments to MFRS 4, <i>Insurance Contracts – Applying MFRS 9 Financial Instruments with MFRS 4, Insurance Contracts</i>	1 January 2018
Amendments to MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2014-2016 Cycle)</i>	1 January 2018
Amendments to MFRS 128, <i>Investments in Associates and Joint Venture (Annual Improvements 2014-2016 Cycle)</i>	1 January 2018
Amendments to MFRS 140, <i>Investment Properties – Transfers of Investment Property</i>	1 January 2018
IC Interpretation 22, <i>Foreign Currency Transactions and Advance Consideration</i>	1 January 2018

The management expects that the adoption of the above did not have any significant effects on the interim condensed financial statements upon these initial application except as discussed below:

**MFRS 9 Financial Instruments**

The Company has adopted MFRS 9 Financial Instruments effective 1 April 2018.

The adoption of this Standard resulted in changes in accounting policies and adjustments to the financial statements. The accounting policies that relate to the recognition, classification, measurement and derecognition of financial instruments and impairment of financial assets are amended to comply with the provisions of this Standard, while the hedge accounting requirements under this Standard are not relevant to the Company.

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**3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**MFRS 9 Financial Instruments (Cont'd.)**

The key changes to the Company accounting policies resulting from its adoption of MFRS 9 are summarised below.

**(a) Classification and measurement**

**Financial assets**

The Company classifies its financial assets into the following measurement categories:

- Those to be measured at amortised cost; and
- Those to be measured subsequently at fair value through profit or loss ("FVTPL").

The classification above depends on the Company's business model for managing the financial assets and the terms of contractual cash flows.

- The Available-For-Sale ("AFS") and loans and receivables financial asset categories were removed.
- A new financial asset category measured at amortised cost was introduced. This applies to financial asset with contractual cash flow characteristics that are solely payments of principal and interest and held in a business model whose objective is achieved by collecting contractual cash flows only.
- Quoted equity securities as well as unit and property trust funds that have been previously classified as Available-for-Sale ("AFS") are now reclassified to Fair Value through Profit or Loss ("FVTPL"). Unquoted equity securities which was previously measured at cost are now measured at FVTPL.
- Trade receivables, other receivables and cash and bank balances are financial assets. The Company intends to collect contractual cash flows and these cash flows consist solely of principal and interest on the principal amount outstanding.

**Financial liabilities**

Classification of the Company's financial liabilities remained unchanged. Financial liabilities consisting of trade payables, and other payables which are financial liabilities, continue to be measured at amortised cost.

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**3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**MFRS 9 Financial Instruments (Cont'd.)**

**(b) Impairment**

MFRS 9 Financial Instruments requires impairment assessments to be based on an Expected Credit Loss ("ECL") model. The Company applies the simplified approach prescribed by MFRS 9 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the loans, trade and other receivables which are financial assets.

**(c) Transition**

The changes in accounting policies have been applied retrospectively and the Company has elected to apply the limited exemption of MFRS 9 and has not restated comparative periods in the year of initial application. The impact arising from MFRS 9 adoption was included in the opening retained earnings at the date of initial application, 1 April 2018.

In summary, the impact of MFRS 9 adoption as at 1 April 2018 is as follows:

	<b>Before MFRS 9 adjustments RM'000</b>	<b>MFRS 9 adjustments RM'000</b>	<b>After MFRS 9 adjustments RM'000</b>
<b>Assets</b>			
Investments			
LAR	17,189	(17,189)	-
AFS	1,326,301	(1,326,301)	-
FVTPL	2,574,661	1,327,611	3,902,272
Amortised cost	-	17,189	17,189
Insurance receivables	66,738	(870)	65,868
Other receivables	166,083	(310)	165,773
Deferred tax assets	23,187	(31)	23,156
<b>Equity</b>			
Retained profits	845,504	(2,239)	843,265
Available-for-sale reserves	(2,338)	2,338	-

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**4. COMMENTS ON SEASONALITY OR CYCLICALITY**

The business and operations of the Company were not significantly affected by any seasonal or fluctuations during the interim period ended 30 September 2018.

**5. UNUSUAL ITEMS**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the interim period ended 30 September 2018.

**6. CHANGE IN ESTIMATES**

There were no changes in the basis used for the accounting estimates for the interim period ended 30 September 2018.

**7. DEBT AND EQUITY SECURITIES**

There were no issuance and repurchase of debt and equity securities by the Company during the interim financial period ended 30 September 2018 except for the partial redemption of 20,000,000 RNCPS at the redemption price of RM10 per RNCPS out of the Company's retained earnings pursuant to Section 72 (4(a)) of the Company Act, 2016.

**8. DIVIDEND**

In the current interim period ended 30 September 2018, the Company paid the following dividend in respect of the financial year ended 31 March 2018.

	<b>RM'000</b>
<b>Ordinary Shares</b>	
Final dividend on ordinary shares declared on 30 April 2018 and paid on 26 July 2018	184,000
<b>Irredeemable non-cumulative convertible preference shares ("INCPS"):</b>	
Dividend of 5.5% per INCPS on 6,100,000 INCPS based on issued price of RM10.00 each declared on 30 April 2018 and paid on 26 July 2018	3,355
<b>Redeemable non-cumulative convertible preference shares ("RNCPS"):</b>	
Dividend of 5.5% per RNCPS on 40,000,000 RNCPS based on issue price of RM10.00 each declared on 30 April 2018 and paid on 26 July 2018	<u>22,000</u>
	<u>209,355</u>

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**9. MATERIAL EVENTS SUBSEQUENT TO THE END OF INTERIM PERIOD**

There were no material events subsequent to the end of interim period.

**10. EFFECT OF CHANGES IN THE COMPOSITION OF THE COMPANY**

There were no changes in the composition of the Company during the interim period under review.

**11. SIGNIFICANT EVENT**

There were no significant event subsequent to the end of interim period other than as disclosed in Note 27.

**12. CONTINGENT LIABILITIES**

There were no contingent liabilities as at the date of this report since the last financial year ended 31 March 2018.

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**13. INVESTMENT PROPERTIES**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
<b>Cost</b>		
At 30 September 2018/31 March 2018	<u>9,795</u>	<u>9,795</u>
<b>Accumulated depreciation</b>		
At 1 April 2018/2017	4,603	4,407
Charge for the period/year	<u>98</u>	<u>196</u>
At 30 September 2018/31 March 2018	<u>4,701</u>	<u>4,603</u>
Carrying amount	<u>5,094</u>	<u>5,192</u>
<b>Fair value</b>	<u>11,400</u>	<u>11,400</u>

The Company's investment properties consist of office floors.

The fair value of the properties disclosed above are based on valuations performed by Rahim & Co International Sdn Bhd who is an accredited independent valuer. Rahim and Co International Sdn Bhd are specialists in valuing these types of properties. The valuation model applied is in accordance with that recommended by the International Valuation Standards Committee and meets the requirements of MFRS 13.

Description of valuation techniques used and key inputs to valuation of the investment properties are as follows:

<b>Description</b>	<b>Fair value as at 31 March 2018 RM'000</b>	<b>Valuation techniques</b>	<b>Unobservable inputs</b>	<b>Range</b>
Office floors	11,400	Comparison/ income approach	Estimated sales value per sq. ft. Estimated rental value per sq. ft.	RM520 to RM610 RM3.00 to RM4.00

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**13. INVESTMENT PROPERTIES (CONT'D.)**

An increase or decrease in the unobservable inputs used in the valuation might result in a correspondingly higher or lower fair value.

Fair value hierarchy disclosures for investment properties have been provided in Note 25.

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

The amount of rental income and expenses related to investment property recorded in the income statement are as follows:

	<b>Unaudited 01.04.2018 to 30.09.2018 RM'000</b>	<b>Unaudited 01.04.2017 to 30.09.2017 RM'000</b>
Direct operating expenses (including repairs and maintenance) generating rental income	(221)	(44)
Loss arising from investment properties	<u>(221)</u>	<u>(44)</u>

The Company has no restrictions on the realisability of its investment property and no contractual obligations to either purchase, construct or develop investment property.

**14. INVESTMENTS**

	<b>Note</b>	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
Equity securities		212,676	224,945
Unit and property trust funds		8,065	13,009
Loans		1,343	1,587
Fixed and call deposits		15,434	15,602
Collective investment schemes			
Investments in subsidiaries	14.6	3,191,170	3,460,578
Investments in others		155,832	202,430
		3,347,002	3,663,008
		3,584,520	3,918,151

The Company's investments are summarised by categories as follows:

	<b>Note</b>	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
Loans and receivables ("LAR")	14.1	-	17,189
Available-for-sale ("AFS")	14.2	-	1,326,301
Fair value through profit & loss ("FVTPL")	14.3	3,567,743	2,574,661
Amortised cost	14.4	16,777	-
		3,584,520	3,918,151

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**14. INVESTMENTS (CONT'D.)**

**14.1 LAR**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
<b>At amortised cost:</b>		
Fixed and call deposits with licensed banks	-	15,602
Loans:		
Mortgage loans	-	1,478
Other loans	-	179
	-	1,657
Allowance for impairment losses	-	(70)
	-	1,587
	-	17,189

The carrying value of the fixed and call deposits with licensed banks approximates fair value due to the relatively short term maturities.

The carrying values of the mortgage loans and other loans are reasonable approximate of fair values due to the insignificant impact of discounting.

**14.2 AFS**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
<b>At fair value:</b>		
Equity securities:		
Quoted in Malaysia	-	223,515
Unit and property trust funds:		
Quoted in Malaysia	-	13,009
Collective investment schemes - Quoted in Malaysia:		
Investment in subsidiaries (Note 14.6)	-	1,044,448
Investment in others	-	43,899
	-	1,324,871
<b>At cost less impairment loss:</b>		
Equity securities:		
Unquoted in Malaysia	-	1,430
	-	1,326,301

Movement in the provision for impairment losses of AFS:

Equity securities:		
Quoted in Malaysia		
At 1 April 2018/2017	-	-
Charge for the period/year	-	1,483
At 30 September 2018/31 March 2018	-	1,483



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**14. INVESTMENTS (CONT'D.)**

**14.3 FVTPL**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
<b>At fair value:</b>		
Equity securities:		
Quoted in Malaysia	209,936	-
Unquoted in Malaysia	2,740	
Unit and property trust funds:		
Quoted in Malaysia	8,065	-
Collective investment schemes - Quoted in Malaysia		
Investment in subsidiaries (Note 14.6)	3,191,170	2,416,130
Investment in others	155,832	158,531
	<u>3,567,743</u>	<u>2,574,661</u>

**14.4 Amortised Cost**

Fixed and call deposits with licensed banks	15,434	-
Loans:		
Mortgage loans	1,266	-
Other loans	147	-
	1,413	-
Allowance for impairment losses	(70)	-
	<u>1,343</u>	<u>-</u>
	<u>16,777</u>	<u>-</u>

The carrying value of the fixed and call deposits with licensed banks approximates fair value due to the relatively short term maturities.

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**14. INVESTMENTS (CONT'D.)**

**14.5 Carrying values of investments**

**New Classification Under MFRS 9**

	<b>Amortised Cost RM'000</b>	<b>FVTPL RM'000</b>	<b>TOTAL RM'000</b>
<b>Changes on initial application of MFRS 9 as at 1 April 2018</b>	17,189	3,902,272	3,919,461
Purchases	-	1,449,066	1,449,066
Dividend reinvestment	-	75,814	75,814
Maturities	(412)	-	(412)
Disposals	-	(1,855,933)	(1,855,933)
Capital repayment	-	(103)	(103)
Realised losses recorded in:			
Income statement	-	(3,128)	(3,128)
Fair value losses recorded in:			
Income statement	-	(245)	(245)
<b>At 30 September 2018</b>	<b>16,777</b>	<b>3,567,743</b>	<b>3,584,520</b>

**Original Classification Under MFRS 139**

	<b>LAR RM'000</b>	<b>AFS RM'000</b>	<b>FVTPL RM'000</b>	<b>TOTAL RM'000</b>
<b>At 1 April 2017</b>	15,493	1,314,040	2,412,260	3,741,793
Purchases	2,167	846,485	609,041	1,457,693
Maturities	(471)	-	-	(471)
Disposals	-	(850,275)	(446,691)	(1,296,966)
Realised gains recorded in:				
Income statement	-	20,302	167	20,469
Fair value losses recorded in:				
Income statement	-	-	(116)	(116)
Other comprehensive losses	-	(2,768)	-	(2,768)
Movement in impairment allowance	-	(1,483)	-	(1,483)
<b>At 31 March 2018</b>	<b>17,189</b>	<b>1,326,301</b>	<b>2,574,661</b>	<b>3,918,151</b>

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**14. INVESTMENTS (CONT'D.)**

**14.6 Collective investment schemes - Investments in subsidiaries**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
<b>At fair value:</b>		
AFS (Note 14.2)	-	1,044,448
FVTPL (Note 14.3)	3,191,170	2,416,130
	<u>3,191,170</u>	<u>3,460,578</u>

Details of the Company's collective investment schemes - investments in subsidiaries in Malaysia are as follows:

<b>Name of wholesale unit trust fund</b>	<b>Principal activities</b>	<b>% of ownership interest held by the Company</b>	
		<b>30.09.2018</b>	<b>31.03.2018</b>
AmIncome Institutional 1	Investment in debt securities and money market	99.86%	99.87%
AmIncome Institutional 3	Investment in debt securities and money market	99.94%	99.95%
AmCash Plus	Investment in government related securities and money market	96.86%	92.33%

**15. REINSURANCE ASSETS**

	<b>Note</b>	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
Reinsurance assets on:			
Claims liabilities	20.1	399,463	425,576
Premium liabilities	20.2	48,534	52,058
		<u>447,997</u>	<u>477,634</u>
Allowance for impairment losses		(2,924)	(7,514)
		<u>445,073</u>	<u>470,120</u>

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**16. INSURANCE RECEIVABLES**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
Due premiums including agents, brokers and co-insurers balances	80,539	82,018
Due from reinsurers and cedants	8,957	16,914
	<u>89,496</u>	<u>98,932</u>
Allowance for impairment losses	(35,109)	(32,194)
	<u>54,387</u>	<u>66,738</u>

The carrying amounts disclosed above approximate fair value at the reporting date.

**17. OTHER RECEIVABLES**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
Income due and accrued	12,630	12,917
Malaysian Institute of Insurance ("MII") bonds	400	400
Share of net assets held under Malaysian Motor Insurance Pool ("MMIP")	56,211	56,588
Amounts owing by ultimate holding, holding and other related companies *	2,998	1,228
Reinsurance deposits	1,119	17,901
Sundry receivables	8,727	11,429
Amount receivable on disposal of properties	5,547	6,594
Current account with custodian	40,901	59,197
	<u>128,533</u>	<u>166,254</u>
Allowance for impairment losses	(316)	(171)
	<u>128,217</u>	<u>166,083</u>

\* The amounts owing by ultimate holdings and other related companies are unsecured, interest free and repayable on demand.

**18. NON-CURRENT ASSET HELD FOR SALE**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
At 1 April 2018/2017	1,599	21,817
Disposal	-	(20,218)
At 30 September 2018/31 March 2018	<u>1,599</u>	<u>1,599</u>

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**19. SHARE CAPITAL**

	<-----No. of shares ----->		<-----Amount ----->	
	Unaudited 30.09.2018 ('000)	Audited 31.03.2018 ('000)	Unaudited 30.09.2018 RM'000	Audited 31.03.2018 RM'000
Ordinary shares (a)	600,000	600,000	800,000	600,000
INCPS (b)	6,100	6,100	61,000	61,000
RNCPS (c)	20,000	40,000	200,000	400,000
	<u>626,100</u>	<u>646,100</u>	<u>1,061,000</u>	<u>1,061,000</u>

**(a) Ordinary shares**

	Unaudited <-----30.09.2018----->		Audited <-----31.03.2018----->	
	No. of shares ('000)	Amount RM'000	No. of shares ('000)	Amount RM'000
Issued and paid-up:				
At 1 April 2018 / 2017	600,000	600,000	600,000	600,000
Arising from redemption RNCPS pursuant to section 72 (4(a)) of the Companies Act, 2016	-	200,000	-	-
At 30 September 2018 / 31 March 2018	<u>600,000</u>	<u>800,000</u>	<u>600,000</u>	<u>600,000</u>

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**19. SHARE CAPITAL (CONT'D.)**

**(b) INCPS**

	Unaudited ←-----30.09.2018----->		Audited ←-----31.03.2018----->	
	No. of shares (‘000)	Amount RM'000	No. of shares (‘000)	Amount RM'000
Issued and paid-up:				
At beginning and end of period/year	6,100	61,000	6,100	61,000

The salient features of the INCPS issued by the Company are as follows:

- (i) Subject always to the prior approval of BNM and the discretion of the Board, the INCPS confer on the holders the right to a non-cumulative preferential dividend calculated at 5.5% per annum each year to be declared and paid within six months from the end of each financial year, calculated based on the issue price of the INCPS, in priority to any other classes of shares to the extent that there are profits available for the distribution and compliance with the capital adequacy requirements as stipulated by BNM.
- (ii) The INCPS holders are entitled at any time to convert all or any of the INCPS held to ordinary shares in the Company, pari passu as between themselves, on the basis of one (1) INCPS for one (1) new ordinary share.
- (iii) The INCPS shall not be transferable (in whole or in part) and shall not be redeemed by the Company.

**(c) RNCPS**

	Unaudited ←-----30.09.2018----->		Audited ←-----31.03.2018----->	
	No. of shares (‘000)	Amount RM'000	No. of shares (‘000)	Amount RM'000
Issued and paid-up:				
At 1 April 2018 / 2017	40,000	400,000	40,000	400,000
Redeemed on 26 July 2018	(20,000)	(200,000)	-	-
At 30 September 2018 / 31 March 2018	20,000	200,000	40,000	400,000

On 26 July 2018, a total of 20 million RNCPS were redeemed at a redemption prices which was equal to the issue price of RM10 after approval of Bank Negara Malaysia.

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**19. SHARE CAPITAL (CONT'D.)**

**(c) RNCPS (Cont'd.)**

The salient features of the RNCPS issued by the Company are as follows:

- (i) Subject always to the prior approval of BNM and the discretion of the Board, the RNCPS confer on the holders the right to a non-cumulative preferential dividend calculated at 5.5% per annum each year to be declared and paid within six months from the end of each financial year, calculated based on the issue price of the RNCPS, in priority to any other classes of shares to the extent that there are profits available for the distribution and compliance with the capital adequacy requirements as stipulated by BNM.
- (ii) The RNCPS holders are entitled at any time to convert all or any of the RNCPS held to ordinary shares in the Company, *pari passu* as between themselves, on the basis of one (1) RNCPS for one (1) new ordinary share.
- (iii) The RNCPS shall not be transferable (in whole or in part). Subject to the prior approval of BNM and the Companies Act, 2016 in Malaysia, the RNCPS may at the sole discretion of the Company be redeemed at a redemption price which is equal to the issue price at which the relevant RNCPS have been issued. It should be redeemed upon and subject to the terms hereunder, provided that the Company shall not redeem any RNCPS during the first five years of the issue of the RNCPS.

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**20. INSURANCE CONTRACT LIABILITIES**

	Note	Unaudited 30.09.2018			Audited 31.03.2018		
		Gross RM'000	Reinsurance RM'000	Net RM'000	Gross RM'000	Reinsurance RM'000	Net RM'000
Provision for claims reported by policyholders		1,001,033	(272,460)	728,573	980,624	(263,100)	717,524
Provision for incurred but not reported claims ("IBNR")		688,992	(96,190)	592,802	779,957	(129,369)	650,588
Provision for fund provision of risk margin for adverse deviation ("FRAD")		136,625	(30,813)	105,812	142,877	(33,107)	109,770
Claims liabilities	20.1	1,826,650	(399,463)	1,427,187	1,903,458	(425,576)	1,477,882
Less : Impairment loss on reinsurance assets		-	2,924	2,924	-	7,514	7,514
		1,826,650	(396,539)	1,430,111	1,903,458	(418,062)	1,485,396
Premium liabilities	20.2	670,428	(48,534)	621,894	679,015	(52,058)	626,957
		2,497,078	(445,073)	2,052,005	2,582,473	(470,120)	2,112,353

As at 30 September 2018, the insurance contract liabilities above included the Company's share of MMIP's claims and premium liabilities amounting to RM38.4 million (As at 31 March 2018: RM38.8 million) and RM2.9 million (As at 31 March 2018: RM3.2 million) respectively.



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**20. INSURANCE CONTRACT LIABILITIES (CONT'D.)**

**20.1 Claim liabilities**

	Unaudited			Audited		
	←-----30.09.2018----->			←-----31.03.2018----->		
	Gross RM'000	Reinsurance RM'000	Net RM'000	Gross RM'000	Reinsurance RM'000	Net RM'000
<b>At 1 April 2018/2017</b>	1,903,458	(425,576)	1,477,882	1,855,989	(286,725)	1,569,264
Claims incurred in the current accident period (direct and facultative)	564,363	(84,760)	479,603	1,161,461	(154,159)	1,007,302
Adjustment to claims incurred in prior accident period (direct and facultative)	(192,612)	68,800	(123,812)	(228,874)	14,063	(214,811)
Claims incurred during the period/year (treaty inwards claims)	3,769	-	3,769	2,744	-	2,744
Claims paid during the period/year	(452,328)	42,073	(410,255)	(887,862)	1,245	(886,617)
<b>At 30 September 2018/31 March 2018</b>	<b>1,826,650</b>	<b>(399,463)</b>	<b>1,427,187</b>	<b>1,903,458</b>	<b>(425,576)</b>	<b>1,477,882</b>

**20.2 Premium liabilities**

	Unaudited			Audited		
	←-----30.09.2018----->			←-----31.03.2018----->		
	Gross RM'000	Reinsurance RM'000	Net RM'000	Gross RM'000	Reinsurance RM'000	Net RM'000
<b>At 1 April 2018/2017</b>	679,015	(52,058)	626,957	726,436	(54,321)	672,115
Premiums written during the period/year	734,333	(60,173)	674,160	1,473,891	(128,632)	1,345,259
Premiums earned during the period/year	(742,920)	63,697	(679,223)	(1,521,312)	130,895	(1,390,417)
<b>At 30 September 2018/31 March 2018</b>	<b>670,428</b>	<b>(48,534)</b>	<b>621,894</b>	<b>679,015</b>	<b>(52,058)</b>	<b>626,957</b>

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**21. OPERATING LEASE ARRANGEMENTS**

**21.1 The Company as lessee**

The Company has entered into lease agreements for rental of office premises. The future aggregate minimum lease payments under operating lease contracted for as at the reporting date but not recognised as liabilities, are as follows:

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Unaudited 30.09.2017 RM'000</b>
Not later than 1 year	13,134	11,262
Later than 1 year and not later than 5 years	19,185	1,098
	<u>32,319</u>	<u>12,360</u>

The future aggregate minimum lease payable disclosed above include the renewable lease arrangement with AmMetLife Insurance Berhad.

**21.2 The Company as lessor**

The future aggregate minimum lease receivables under the operating lease contracted for as at the reporting date but not recognised as assets, are as follows:

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Unaudited 30.09.2017 RM'000</b>
Not later than 1 year	192	114
Later than 1 year and not later than 5 years	185	15
	<u>377</u>	<u>129</u>

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**22. CAPITAL COMMITMENTS**

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Unaudited 30.09.2017 RM'000</b>
<b>Capital expenditure:</b>		
Approved and contracted for:		
Renovation, furniture and fitting and office equipment	438	-
Computer hardware and software	1,674	1,466
	<u>2,112</u>	<u>1,466</u>
Approved and but not contracted for:		
Renovation, furniture and fitting and office equipment	<u>9</u>	<u>-</u>

**23. RELATED PARTY DISCLOSURES**

The Company had the following balances with related parties are as follow:

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
<b>Included in insurance receivables:</b>		
Due from agents, brokers and co-insurers:		
AmBank (M) Berhad	11,807	11,116
AmCard Services Berhad	145	167
AmInvestment Bank Berhad	-	120
AON Insurance Brokers (Malaysia) Sdn Bhd	2,678	64
	<u>14,630</u>	<u>11,467</u>

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**23. RELATED PARTY DISCLOSURES (CONT'D.)**

The Company had the following balances with related parties are as follow:

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.03.2018 RM'000</b>
<b>Included in amount owing by ultimate holding, holding and other related companies:</b>		
AmMetLife Insurance Berhad	-	69
Insurance Australia Limited	2,998	1,159
	<u>2,998</u>	<u>1,228</u>
<b>Included in income due and accrued:</b>		
AmBank (M) Berhad	1,936	-
AmIncome Institutional 1	3,207	3,225
AmIncome Institutional 3	7,273	8,354
AmCash Plus	463	897
	<u>12,879</u>	<u>12,476</u>
<b>Included in cash and short-term deposits :</b>		
AmBank (M) Berhad	33,095	29,427
	<u>33,095</u>	<u>29,427</u>
<b>Included in insurance payables:</b>		
Due to agents, brokers and co-insurers:		
AmBank (M) Berhad	4,073	4,574
AmInvestment Bank Berhad	188	163
AON Insurance Brokers (Malaysia) Sdn Bhd	947	202
	<u>5,208</u>	<u>4,939</u>
<b>Included in amount owing to other related companies:</b>		
AmBank (M) Berhad	10,100	9,576
	<u>10,100</u>	<u>9,576</u>
<b>Included in accrued expenses and deposits:</b>		
AmBank (M) Berhad	6,291	6,798
Insurance Australia Limited	5,549	3,758
	<u>11,840</u>	<u>10,556</u>

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**23. RELATED PARTY DISCLOSURES (CONT'D.)**

The significant transactions of the Company with related parties during the financial period are as follows:

	<b>Income/(Expenses)</b>	
	<b>Unaudited</b>	<b>Unaudited</b>
	<b>01.04.2018</b>	<b>01.04.2017</b>
	<b>to</b>	<b>to</b>
	<b>30.09.2018</b>	<b>30.09.2017</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Interest and dividend income from:</b>		
AmBank (M) Berhad	865	262
AmCash Institutional 1	-	369
AmIncome Institutional 1	20,307	20,223
AmIncome Institutional 3	46,798	47,080
AmCash Premium	-	1,615
AmCash Plus	4,226	6,347
	<u>72,196</u>	<u>75,896</u>
<b>Commission income from:</b>		
IAG Re Labuan (L) Berhad	<u>4,561</u>	<u>5,095</u>
<b>Gross premium income from:</b>		
AmBank (M) Berhad	2,286	1,615
AMMB Holdings Berhad	447	30
AmMetLife Insurance Berhad	97	56
AmInvestment Bank Berhad	19	23
AmBank Islamic Berhad	39	43
AmCorp Properties Berhad	43	55
AmMetLife Takaful Berhad	4	6
	<u>2,935</u>	<u>1,828</u>
<b>Commission expenses to:</b>		
AmBank (M) Berhad	(6,611)	(9,807)
AmInvestment Bank Berhad	(11)	-
AmCard Services Berhad	12	(3)
AON Insurance Brokers (Malaysia) Sdn Bhd	(1,240)	(237)
	<u>(7,850)</u>	<u>(10,047)</u>
<b>Administration and operating expenses to:</b>		
AmBank (M) Berhad	(10,357)	(11,522)
AmFunds Management Bhd	(355)	(217)
AmMetLife Insurance Berhad	(1,917)	(2,696)
Insurance Australia Limited	(1,791)	(2,750)
Harpers Travel (M) Sdn. Bhd.	(2,128)	(1,650)
Asian Institute of Finance Berhad	(3)	-
	<u>(16,551)</u>	<u>(18,835)</u>
<b>Reinsurance premiums ceded to:</b>		
IAG Re Labuan (L) Berhad	<u>(20,501)</u>	<u>(17,893)</u>

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**23. RELATED PARTY DISCLOSURES (CONT'D.)**

The significant transactions of the Company with related parties during the financial period are as follows (Cont'd.):

	<b>Income/(Expenses)</b>	
	<b>Unaudited</b>	<b>Unaudited</b>
	<b>01.04.2018</b>	<b>01.04.2017</b>
	<b>to</b>	<b>to</b>
	<b>30.09.2018</b>	<b>30.09.2017</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Claims recovery from:</b>		
IAG Re Labuan (L) Berhad	8,449	4,310
<b>Rental expenses to:</b>		
AmMetLife Insurance Berhad	(42)	(47)
<b>Rental income from:</b>		
AmMetLife Insurance Berhad	15	19
<b>Dividends on INCPS, RNCPS and ordinary share paid to:</b>		
AmGeneral Holdings Berhad	209,355	25,355
<b>RNCPS Capital Redemption paid to :</b>		
AmGeneral Holdings Berhad	200,000	-

**24. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES**

The Company measures certain financial instruments at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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**24. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES (CONT'D.)**

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 Valuation techniques for which all input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There were no transfers between Level 1 or Level 2 of the fair value hierarchy during the financial period ended 30 September 2018 and financial year ended 31 March 2018.

The fair value of financial instruments that are actively traded in organised financial markets is determined by reference to quoted market bid prices for assets and offer prices for liabilities, at the close of business on the reporting date.

For investments in unit and property trust funds and collective investment schemes, fair value is determined by reference to published bid values.

For financial instruments where there is no active market such as unquoted fixed income securities i.e unquoted bonds, fair values is obtained from Bond Pricing Agency Malaysia Sdn. Bhd. ("BPAM").

For unquoted shares, fair value is determined to approximate the net assets value of the investments.

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**25. FAIR VALUE HIERARCHY**

The table below analyses those financial instruments carried at fair value and assets for fair value is disclosed by their valuation methods.

- (a) Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- (b) Level 2 - Valuation techniques for which all input that are significant to the fair value measurement is directly or indirectly observable
- (c) Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

<b>Unaudited 30 September 2018</b>	<b>Note</b>	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Total RM'000</b>
<b>Assets measured at fair value on a recurring basis:</b>					
FVTPL financial assets:					
Equity securities:					
Quoted in Malaysia	14	209,936	-	-	209,936
Unquoted in Malaysia	14	-	-	2,740	2,740
Unit and property trust funds	14	8,065	-	-	8,065
Collective investment schemes:					
Investment in subsidiaries	14	3,191,170	-	-	3,191,170
Investment in others	14	155,832	-	-	155,832
<b>Assets measured at fair value on a non-recurring basis:</b>		<b>3,565,003</b>	<b>-</b>	<b>2,740</b>	<b>3,567,743</b>
<b>Assets for which fair values are disclosed:</b>					
Investment properties	13	-	-	11,400	11,400



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**25. FAIR VALUE HIERARCHY (CONT'D.)**

<b>Audited</b> <b>31 March 2018</b>	<b>Note</b>	<b>Level 1</b> <b>RM'000</b>	<b>Level 2</b> <b>RM'000</b>	<b>Level 3</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
<b>Assets measured at fair value:</b>					
AFS financial assets:					
Equity securities	14	223,515	-	-	223,515
Unit and property trust funds	14	13,009	-	-	13,009
Collective investment schemes:					
Investment in subsidiaries	14	1,044,448	-	-	1,044,448
Investment in others	14	43,899	-	-	43,899
FVTPL financial assets:					
Collective investment schemes:					
Investment in subsidiaries	14	2,416,130	-	-	2,416,130
Investment in others	14	158,531	-	-	158,531
<b>Assets measured at fair values on a non-recurring basis</b>					
		<b>3,899,532</b>	<b>-</b>	<b>-</b>	<b>3,899,532</b>
<b>Assets for which fair values are disclosed:</b>					
Investment properties	13	-	-	11,400	11,400

The fair values of investment properties were derived based on the methods disclosed in Note 13. The reconciliation from opening to closing balances of investment properties (classified under Level 3 of the fair value hierarchy) is provided in Note 13.

There were no transfers between Level 1 or Level 2 of the fair value hierarchy during the current period and previous financial years for assets which are carried at fair value.

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**26. REGULATORY CAPITAL REQUIREMENTS**

The total capital available of the Company as at 30 September 2018, as prescribed under the RBC Framework is provided below:

	<b>Unaudited 30.09.2018 RM'000</b>	<b>Audited 31.3.2018 RM'000</b>
<b>Eligible Tier 1 capital</b>		
Fully paid-up ordinary shares	800,000	600,000
Paid-up non-cumulative irredeemable preference shares	61,000	61,000
Retained earnings	576,940	845,504
	<u>1,437,940</u>	<u>1,506,504</u>
<b>Tier 2 capital</b>		
RNCPS	200,000	400,000
Available-for-sale fair value reserves	-	(2,338)
	<u>200,000</u>	<u>397,662</u>
Amounts deducted from capital	<u>(59,472)</u>	<u>(97,126)</u>
Total capital available	<u>1,578,468</u>	<u>1,807,040</u>

## **27. SIGNIFICANT AND SUBSEQUENT EVENT**

### **The Malaysian Competition Commission ("MyCC")'s Proposed Decision against PIAM and its 22 members**

On 10 August 2016, the Malaysian Competition Commission ("MyCC") commenced an investigation into an alleged infringement by Persatuan Insurans Am Malaysia ("PIAM") and all its members, being 22 general insurers, including AmGeneral Insurance Berhad in respect of Section 4(2)(a) of the Competition Act, 2010 ("CA 2010"). The MyCC alleged that PIAM and all 22 general insurers fixed the parts trade discount rates for certain vehicle makes and labour hourly rates for PIAM Approved Repairers Scheme workshops.

On 22 February 2017, MyCC issued a proposed decision against PIAM and 22 of its members, being general insurers, for an alleged infringement of the CA 2010. The Proposed Decision ("PD") includes proposed financial penalties on all 22 general insurers, including AmGeneral Insurance Berhad. AmGeneral Insurance Berhad's share of the proposed infringement penalties amounted to RM45,156,098.

On 1 March 2017 Bank Negara Malaysia issued a press statement confirming that the arrangement which is the subject of MyCC's PD was put in place in response to a clear directive from Bank Negara Malaysia to the general insurers in 2011. AmGeneral Insurance Berhad has on 25 April 2017, completed the submission of its written representations to MyCC. AmGeneral Insurance Berhad has also indicated its request for oral representations.

On 29 January 2018, AmGeneral Insurance Berhad's legal counsel delivered oral representations to MyCC reiterating its position that it has not infringed Section 4(2)(a) of the CA 2010 and that no infringement penalties should be imposed. Should the PD be upheld, AmGeneral Insurance Berhad will appeal to the Competition Appeals Tribunal and thereafter take any adverse outcome to a judicial review before the Malaysian courts.