

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**
**As at 30 September 2018**

(In thousands of Bahraini Dinars)	30 September 2018 (reviewed)	31 December 2017 (audited)
<b>ASSETS</b>		
Cash and cash equivalents	14,398	3,097
Placements with banks	1,640	9,333
Insurance and other receivables	11,112	9,600
Financial investments	30,078	29,839
Equity accounted investees	17,309	16,934
Reinsurers' share of insurance technical reserves	14,825	9,980
Deferred acquisition cost	713	576
Investment properties	2,815	2,936
Intangible assets	242	211
Property and equipment	3,635	3,676
Statutory deposits	125	125
<b>Total assets</b>	<b>96,892</b>	<b>86,307</b>
<b>LIABILITIES</b>		
Insurance technical reserves	34,227	26,428
Insurance payables	5,444	3,973
Other liabilities	5,993	5,586
<b>Total liabilities</b>	<b>45,664</b>	<b>35,987</b>
<b>Net assets</b>	<b>51,228</b>	<b>50,320</b>
<b>EQUITY</b>		
Share capital	11,918	11,350
Treasury shares	(1,868)	(1,868)
Share premium	3,990	3,990
Statutory reserve	5,675	5,675
General reserve	13,585	13,585
Investment fair value reserve	2,945	3,355
Retained earnings	12,428	11,754
<b>Equity attributable to shareholders of the Parent company</b>	<b>48,673</b>	<b>47,841</b>
Non-controlling interest	2,555	2,479
<b>Total equity</b>	<b>51,228</b>	<b>50,320</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**
**for the nine months ended 30 September 2018**

(In thousands of Bahraini Dinars)	30 September 2018 (reviewed)	30 September 2017 (reviewed)
<b>OPERATING ACTIVITIES</b>		
<b>Insurance operations</b>		
Premiums and commissions received, net of acquisition costs	26,041	22,352
Payments to insurance and reinsurance companies	(12,429)	(9,969)
Claims paid to policyholders	(14,636)	(17,796)
Claims recovered from reinsurers and salvage recoveries	7,789	8,840
<b>Cash flows from insurance operations</b>	<b>6,765</b>	<b>3,427</b>
<b>Investment operations</b>		
Dividends and interests received	1,315	975
Proceeds from sale and redemptions of financial investments	8,838	5,777
Payments for purchases of financial investments	(8,743)	(6,038)
Placements with banks	(1,317)	(10,142)
Proceeds from redemptions of placements with banks	9,010	8,996
Proceeds from partial sale of an equity accounted investee	-	343
Dividends received from equity accounted investees	1,151	1,353
Payments for investment property	(2)	(5)
Rent received	348	223
<b>Cash flows from investment operations</b>	<b>10,600</b>	<b>1,482</b>
Expenses paid	(4,164)	(4,323)
<b>Cash flows from operating activities</b>	<b>13,201</b>	<b>586</b>
<b>INVESTMENT ACTIVITIES</b>		
Purchase of property and equipment and intangible assets	(291)	(617)
<b>Cash flows used in investment activities</b>	<b>(291)</b>	<b>(617)</b>
<b>FINANCING ACTIVITIES</b>		
Dividends paid to shareholders	(1,481)	(2,122)
Donations paid	(26)	(37)
Dividends paid to non-controlling interest	(102)	-
<b>Cash flows used in financing activities</b>	<b>(1,609)</b>	<b>(2,159)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>11,301</b>	<b>(2,190)</b>
Cash and cash equivalents as at 1 January	3,097	5,048
<b>Cash and cash equivalents as at 30 September</b>	<b>14,398</b>	<b>2,858</b>

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**
**for the nine months ended 30 September 2018**

(In thousands of Bahraini Dinars)	Nine months ended 30 September 2018 (reviewed)	Nine months ended 30 September 2017 (reviewed)	Three months ended 30 September 2018 (reviewed)	Three months ended 30 September 2017 (reviewed)
Gross insurance premiums	26,987	23,023	9,302	8,133
Reinsurers' share of gross insurance premiums	(13,718)	(10,503)	(4,768)	(3,794)
Retained premiums	13,269	12,520	4,534	4,339
Net change in reserve for unearned premiums	(939)	(770)	(235)	(327)
<b>Net premium earned</b>	<b>12,330</b>	<b>11,750</b>	<b>4,299</b>	<b>4,012</b>
Gross claims paid	(14,940)	(17,410)	(5,117)	(7,075)
Claims recoveries	7,286	9,340	2,538	4,152
Outstanding claims adjustment - Gross	(3,383)	(131)	(794)	1,494
Outstanding claims adjustment - Recoveries	1,712	219	570	(1,654)
<b>Net claims incurred</b>	<b>(9,325)</b>	<b>(7,982)</b>	<b>(2,803)</b>	<b>(3,083)</b>
Gross underwriting profit	3,005	3,768	1,496	929
Net commission and fee income / (expense)	185	49	(25)	21
General and administration expenses - underwriting	(2,754)	(3,039)	(963)	(1,016)
Other income	20	-	20	-
<b>Net underwriting profit / (loss)</b>	<b>456</b>	<b>778</b>	<b>528</b>	<b>(66)</b>
Net investment income	1,954	1,545	527	195
Impairment losses on investments	(8)	(259)	-	(52)
Share of profit of equity accounted investees	1,788	2,172	400	577
Gains on partial sale of equity accounted investees	-	114	-	-
Net income from road assist services	90	81	33	25
General and administration expenses - non-underwriting	(1,223)	(1,322)	(447)	(477)
<b>Profit for the period</b>	<b>3,057</b>	<b>3,109</b>	<b>1,041</b>	<b>202</b>
<b>Profit attributable to:</b>				
Parent company	2,855	2,976	975	154
Non-controlling interest	202	133	66	48
<b>3,057</b>	<b>3,109</b>	<b>1,041</b>	<b>202</b>	
<b>Basic and diluted earnings per share</b>	<b>25.7 fils</b>	<b>27.8 fils</b>	<b>8.6 fils</b>	<b>1.5 fils</b>

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**
**for the nine months ended 30 September 2018**

(In thousands of Bahraini Dinars)	Nine months ended 30 September 2018 (reviewed)	Nine months ended 30 September 2017 (reviewed)	Three months ended 30 September 2018 (reviewed)	Three months ended 30 September 2017 (reviewed)
<b>Profit for the period</b>	<b>3,057</b>	<b>3,109</b>	<b>1,041</b>	<b>202</b>
<b>Other comprehensive income</b>				
<b>Items that are or may be reclassified subsequently to profit or loss:</b>				
Available-for-sale securities:				
- Net change in fair value	288	1,046	254	269
- Transfer to statement of profit or loss on impairment of securities	8	259	8	52
- Transfer to statement of profit or loss on disposal of securities	(709)	(287)	(245)	69
Share of other comprehensive income of equity accounted investee	(21)	54	21	(8)
<b>Other comprehensive income</b>	<b>(434)</b>	<b>1,072</b>	<b>38</b>	<b>382</b>
<b>Total comprehensive income</b>	<b>2,623</b>	<b>4,181</b>	<b>1,079</b>	<b>584</b>
<b>Total comprehensive income attributable to:</b>				
Parent company	2,445	3,958	1,012	499
Non-controlling interest	178	223	67	85
<b>2,623</b>	<b>4,181</b>	<b>1,079</b>	<b>584</b>	

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**
**for the nine months ended 30 September 2018**

(In thousands of Bahraini Dinars)

2018 (reviewed)	Attributable to the shareholders of the Parent company							Non-controlling interest	Total Equity	
	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings			
Balance at 1 January, as previously reported	11,350	(1,868)	3,990	5,675	13,585	3,355	11,754	47,841	2,479	50,320
Adjustment on initial application of IFRS 15 by non-insurance subsidiary	-	-	-	-	-	-	(75)	(75)	-	(75)
Adjustment on initial application of IFRS 9 by non-insurance equity accounted investee	-	-	-	-	-	-	(241)	(241)	-	(241)
<b>Restated balance at 1 January</b>	<b>11,350</b>	<b>(1,868)</b>	<b>3,990</b>	<b>5,675</b>	<b>13,585</b>	<b>3,355</b>	<b>11,438</b>	<b>47,525</b>	<b>2,479</b>	<b>50,004</b>
Profit for the period	-	-	-	-	-	2,855	2,855	202	3,057	3,057
Other comprehensive income	-	-	-	-	-	(410)	-	(410)	(24)	(434)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(410)</b>	<b>2,855</b>	<b>2,445</b>	<b>178</b>	<b>2,623</b>
Bonus shares issued	568	-	-	-	-	-	(568)	-	-	-
Dividends declared for 2017	-	-	-	-	-	(1,287)	(1,287)	(102)	(1,389)	(1,389)
Donations for 2017	-	-	-	-	-	(10)	(10)	-	(10)	(10)
<b>Appropriations approved by shareholders</b>	<b>568</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,865)</b>	<b>(1,297)</b>	<b>(102)</b>	<b>(1,399)</b>	<b>(1,399)</b>
<b>Balance as at 30 September 2018</b>	<b>11,918</b>	<b>(1,868)</b>	<b>3,990</b>	<b>5,675</b>	<b>13,585</b>	<b>2,945</b>	<b>12,428</b>	<b>48,673</b>	<b>2,555</b>	<b>51,228</b>

2017 (reviewed)	Attributable to the shareholders of the Parent company							Non-controlling interest	Total Equity	
	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings			
Balance as at 1 January 2017	11,350	(1,868)	3,990	5,675	13,585	2,263	11,854	46,849	2,229	49,078
Profit for the period	-	-	-	-	-	-	2,976	2,976	133	3,109
Other comprehensive income	-	-	-	-	-	982	-	982	90	1,072
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>982</b>	<b>2,976</b>	<b>3,958</b>	<b>223</b>	<b>4,181</b>
Dividends declared for 2016	-	-	-	-	-	-	(2,145)	(2,145)	-	(2,145)
Donations for 2016	-	-	-	-	-	-	(50)	(50)	-	(50)
Appropriations approved by shareholders	-	-	-	-	-	-	(2,195)	(2,195)	-	(2,195)
<b>Balance as at 30 September 2017</b>	<b>11,350</b>	<b>(1,868)</b>	<b>3,990</b>	<b>5,675</b>	<b>13,585</b>	<b>3,245</b>	<b>12,635</b>	<b>48,612</b>	<b>2,452</b>	<b>51,064</b>