

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
 As at 30 September 2014

(In thousands of Bahraini Dinars)	30 September 2014 (reviewed)	31 December 2013 (audited)
<b>ASSETS</b>		
Cash and cash equivalents	9,721	10,422
Receivables	7,622	6,914
Advance for purchase of investment securities	188	20
Investment securities	33,697	32,779
Equity accounted investee	13,112	12,001
Reinsurers' share of insurance technical reserves	14,420	14,296
Net deferred acquisition cost	127	145
Investment properties	3,371	3,505
Property and equipment	2,809	2,982
Statutory deposits	125	125
<b>Total assets</b>	<b>85,192</b>	<b>83,189</b>
<b>LIABILITIES</b>		
Insurance technical reserves		
Insurance payables	29,025	28,893
Insurance receivables	3,595	4,503
Bank loan	625	1,000
Other liabilities	3,562	3,537
<b>Total liabilities</b>	<b>36,807</b>	<b>37,933</b>
<b>Total net assets</b>	<b>48,385</b>	<b>45,256</b>
<b>EQUITY</b>		
Share capital	11,350	11,350
Treasury shares	(1,868)	(1,868)
Statutory reserve	5,675	5,675
Share premium	3,990	3,990
General reserve	13,585	13,585
Fair value reserve	5,197	3,747
Retained earnings	8,156	6,689
<b>Equity attributable to shareholders of the parent company</b>	<b>46,085</b>	<b>43,168</b>
Non-controlling interest	2,300	2,088
<b>Total equity</b>	<b>48,385</b>	<b>45,256</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
 for the nine months ended 30 September 2014

(In thousands of Bahraini Dinars)	30 September 2014 (reviewed)	30 September 2013 (reviewed)
<b>OPERATING ACTIVITIES</b>		
<b>Insurance operations (including life assurance)</b>		
Premiums & commissions received net of acquisition costs	22,074	20,048
Payments to insurance and reinsurance companies	(12,900)	(7,465)
Claims paid to policyholders	(15,553)	(13,131)
Claims recovered from reinsurers and salvage recoveries	8,817	6,327
<b>Cash flows from insurance operations</b>	<b>2,438</b>	<b>5,779</b>
<b>Investment operations</b>		
Dividends and interests received	1,091	1,089
Proceeds from sale and redemptions	13,573	6,127
Payment for purchases of investment securities	(11,803)	(8,168)
Investment in equity accounted investees	(406)	(144)
Dividends received from an equity accounted investee	290	555
Rents received	242	263
<b>Cash flows from investment operations</b>	<b>2,987</b>	<b>(278)</b>
Other operating expenses paid	(3,690)	(4,071)
<b>Cash flows from operating activities</b>	<b>1,735</b>	<b>1,430</b>
<b>INVESTMENT ACTIVITIES</b>		
Purchase of property, plant and equipment	(238)	(181)
<b>Cash flows used in investment activities</b>	<b>(238)</b>	<b>(181)</b>
<b>FINANCING ACTIVITIES</b>		
Proceeds from bank loan	-	340
Repayment of bank loan	(375)	(375)
Finance costs paid	(26)	(41)
Dividends paid to non-controlling interest	-	(106)
Dividends paid to shareholders	(1,785)	(1,626)
Donations paid	(12)	(19)
<b>Cash flows used in financing activities</b>	<b>(2,198)</b>	<b>(1,827)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(701)</b>	<b>(578)</b>
Cash and cash equivalents at 1 January	10,422	11,787
<b>Cash and cash equivalents at 30 September</b>	<b>9,721</b>	<b>11,209</b>

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
 for the nine months ended 30 September 2014

(In thousands of Bahraini Dinars)	Nine months ended 30 September 2014 (reviewed)	Nine months ended 30 September 2013 (reviewed)	Three months ended 30 September 2014 (reviewed)	Three months ended 30 September 2013 (reviewed)
<b>Gross Premiums</b>	20,267	19,806	6,112	6,086
Reinsurance ceded	(10,094)	(8,790)	(2,833)	(2,546)
Retained premiums	10,173	11,016	3,279	3,540
Net unearned premiums adjustment	130	(319)	105	(23)
<b>Net premium earned</b>	<b>10,303</b>	<b>10,697</b>	<b>3,384</b>	<b>3,517</b>
Gross claims paid	(15,659)	(13,219)	(4,394)	(4,351)
Reinsurance recoveries	9,223	6,327	2,120	2,095
Net outstanding claims adjustment	171	(220)	556	(69)
<b>Net claims incurred</b>	<b>(6,265)</b>	<b>(7,112)</b>	<b>(1,718)</b>	<b>(2,325)</b>
<b>Gross underwriting profit for the period</b>	<b>4,038</b>	<b>3,585</b>	<b>1,666</b>	<b>1,192</b>
Other operating expenses	(2,943)	(3,240)	(991)	(1,005)
Net commission income	377	426	39	98
Release from life assurance actuarial reserve	-	47	-	-
<b>Net Underwriting profit for the period</b>	<b>1,472</b>	<b>818</b>	<b>714</b>	<b>285</b>
Net investment income	2,677	1,928	806	434
Policyholder's share of investment income	(268)	(194)	(71)	(66)
Share of profit of equity accounted investees	689	479	187	126
Net income from investment properties	61	100	29	97
Corporate and financial expenses	(1,000)	(782)	(375)	(427)
<b>Profit for the period</b>	<b>3,631</b>	<b>2,349</b>	<b>1,290</b>	<b>449</b>
Profit attributable to Shareholders of the parent company	3,448	2,293	1,225	424
Non-controlling interest	183	56	65	25
<b>Profit for the period</b>	<b>3,631</b>	<b>2,349</b>	<b>1,290</b>	<b>449</b>
Basic Earnings per share (100 fils) each	<b>32.2 fils</b>	21.4 fils	<b>11.4 fils</b>	4.0 fils

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
 for the nine months ended 30 September 2014

(In thousands of Bahraini Dinars)	Nine months ended 30 September 2014 (reviewed)	Nine months ended 30 September 2013 (reviewed)	Three months ended 30 September 2014 (reviewed)	Three months ended 30 September 2013 (reviewed)
<b>Profit for the period</b>	<b>3,631</b>	<b>2,349</b>	<b>1,290</b>	<b>449</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	2,102	1,161	857	585
- Impairment transferred to statement of profit or loss	75	81	31	35
- Transfer to statement of profit or loss on disposal of securities	(1,004)	(644)	(447)	(48)
Share of other comprehensive income of equity accounted investee	306	88	75	(5)
<b>Other comprehensive income for the period</b>	<b>1,479</b>	<b>686</b>	<b>516</b>	<b>567</b>
<b>Total comprehensive income for the period</b>	<b>5,110</b>	<b>3,035</b>	<b>1,806</b>	<b>1,016</b>
<b>Total comprehensive income attributable to:</b>				
Shareholders of the parent company	4,898	2,960	1,730	966
Non-controlling interest	212	75	76	50
<b>Total comprehensive income for the period</b>	<b>5,110</b>	<b>3,035</b>	<b>1,806</b>	<b>1,016</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

for the nine months ended 30 September 2014

2014	Attributable to the shareholders of the parent company								Non-controlling interest	Total Equity
	Share capital	Treasury shares	Statutory reserve	Share premium	General reserve	Investment fair value reserve	Retained earnings	Total		
Balance at 1 January 2014	11,350	(1,868)	5,675	3,990	13,585	3,747	6,689	43,168	2,088	45,256
<b>Net profit for the period</b>	-	-	-	-	-	-	<b>3,448</b>	<b>3,448</b>	<b>183</b>	<b>3,631</b>
<b>Other comprehensive income:</b>										
Available for sale securities:										
- Change in fair value	-	-	-	-	-	2,020	-	2,020	82	2,102
- Impairment transferred to statement of profit or loss	-	-	-	-	-	75	-	75	-	75
- Transfer to statement of profit or loss on disposal of Securities	-	-	-	-	-	(951)	-	(951)	(53)	(1,004)
Share of other comprehensive income of equity accounted investees	-	-	-	-	-	-	306	306	-	306
<b>Other comprehensive income</b>	-	-	-	-	-	-	<b>1,450</b>	<b>1,450</b>	<b>29</b>	<b>1,479</b>
<b>Total comprehensive income for the period</b>	-	-	-	-	-	-	<b>1,450</b>	<b>3,448</b>	<b>4,898</b>	<b>212</b>
Dividends declared for 2013 for shareholders	-	-	-	-	-	-	(1,931)	(1,931)	-	(1,931)
Donations for 2013	-	-	-	-	-	-	(50)	(50)	-	(50)
<b>Appropriations approved by shareholders</b>	-	-	-	-	-	-	<b>(1,981)</b>	<b>(1,981)</b>	-	<b>(1,981)</b>
<b>Balance at 30 September 2014</b>	<b>11,350</b>	<b>(1,868)</b>	<b>5,675</b>	<b>3,990</b>	<b>13,585</b>	<b>5,197</b>	<b>8,156</b>	<b>46,085</b>	<b>2,300</b>	<b>48,385</b>

2013	Attributable to the shareholders of the parent company								Non-controlling interest	Total Equity
	Share capital	Treasury shares	Statutory reserve	Share premium	General reserve	Investment fair value reserve	Retained earnings	Total		
Balance at 1 January 2013	11,350	(1,868)	5,675	3,990	13,585	2,673	5,365	40,770	2,093	42,863
<b>Net profit for the period</b>	-	-	-	-	-	-	<b>2,293</b>	<b>2,293</b>	<b>56</b>	<b>2,349</b>
<b>Other comprehensive income:</b>										
Available for sale securities:										
- Change in fair value	-	-	-	-	-	1,104	-	1,104	57	1,161
- Impairment transferred to statement of profit or loss	-	-	-	-	-	80	-	80	1	81
- Transfer to statement of profit or loss on disposal of Securities	-	-	-	-	-	(605)	-	(605)	(39)	(644)
Share of other comprehensive income of associate	-	-	-	-	-	88	-	88	-	88
<b>Other comprehensive income</b>	-	-	-	-	-	<b>667</b>	<b>-</b>	<b>667</b>	<b>19</b>	<b>686</b>
<b>Total comprehensive income for the period</b>	-	-	-	-	-	<b>667</b>	<b>2,293</b>	<b>2,960</b>	<b>75</b>	<b>3,035</b>
Dividends declared for 2012 for shareholders	-	-	-	-	-	-	(1,609)	(1,609)	-	(1,609)
Donations for 2012	-	-	-	-	-	-	(50)	(50)	-	(50)
Dividends declared to non-controlling interest	-	-	-	-	-	-	-	-	(106)	(106)
<b>Appropriations approved by shareholders</b>	-	-	-	-	-	-	<b>(1,659)</b>	<b>(1,659)</b>	<b>(106)</b>	<b>(1,765)</b>
<b>Balance at 30 September 2013</b>	<b>11,350</b>	<b>(1,868)</b>	<b>5,675</b>	<b>3,990</b>	<b>13,585</b>	<b>3,340</b>	<b>5,999</b>	<b>42,071</b>	<b>2,062</b>	<b>44,133</b>