

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 September 2016

(In thousands of Bahraini Dinars)	30 September 2016 (reviewed)	31 December 2015 (audited)
<b>ASSETS</b>		
Cash and cash equivalents	4,197	3,965
Placements with banks	8,097	6,973
Insurance and other receivables	9,674	7,930
Financial investments	27,744	29,865
Equity accounted investees	15,088	13,806
Reinsurers' share of insurance technical reserves	10,998	12,537
Deferred acquisition cost	676	610
Investment properties	3,139	3,261
Intangible assets	277	319
Property and equipment	3,520	3,631
Statutory deposits	125	125
<b>Total assets</b>	<b>83,535</b>	<b>83,022</b>
<b>LIABILITIES</b>		
Insurance technical reserves	25,738	26,772
Insurance payables	4,416	2,792
Borrowings	88	202
Other liabilities	5,255	5,536
<b>Total liabilities</b>	<b>35,497</b>	<b>35,302</b>
<b>Total net assets</b>	<b>48,038</b>	<b>47,720</b>
<b>EQUITY</b>		
Share capital	11,350	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	1,997	2,543
Retained earnings	11,078	10,169
<b>Equity attributable to owners of the company</b>	<b>45,807</b>	<b>45,444</b>
Non-controlling interest	2,231	2,276
<b>Total equity</b>	<b>48,038</b>	<b>47,720</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

for the nine months ended 30 September 2016

(In thousands of Bahraini Dinars)	30 September 2016 (reviewed)	30 September 2015 (reviewed)
<b>OPERATING ACTIVITIES</b>		
<b>Insurance operations</b>		
Premiums and commissions received net of acquisition costs	20,798	21,817
Payments to insurance and reinsurance companies	(8,012)	(10,808)
Claims paid to policyholders	(16,260)	(18,170)
Claims recovered from reinsurers and salvage recoveries	8,073	11,314
<b>Cash flows from insurance operations</b>	<b>4,599</b>	<b>4,153</b>
<b>Investment operations</b>		
Dividends and interests received	989	1,183
Proceeds from sale and redemptions of financial investments	9,804	11,378
Advance for purchases of financial investments	(3)	(131)
Payments for purchases of financial investments	(7,630)	(9,899)
Placements with banks	(8,097)	(2,537)
Proceeds from redemptions of placements with banks	6,973	3,327
Acquisition of subsidiary, net of cash acquired	-	(475)
Investment in equity accounted investees	(160)	(194)
Dividends received from equity accounted investees	469	535
Rents received	188	120
<b>Cash flows from investment operations</b>	<b>2,533</b>	<b>3,317</b>
Expenses paid	(4,475)	(4,250)
<b>Cash flows from operating activities</b>	<b>2,657</b>	<b>3,220</b>
<b>INVESTMENT ACTIVITIES</b>		
Purchase of property and equipment	(238)	(195)
Purchase of intangible assets	(12)	(43)
<b>Cash flows used in investment activities</b>	<b>(250)</b>	<b>(238)</b>
<b>FINANCING ACTIVITIES</b>		
Proceeds from bank borrowings	-	100
Repayment of bank loan	(104)	(545)
Finance costs paid	(13)	(15)
Dividends paid to non-controlling interest	(97)	(120)
Dividends paid to shareholders	(1,939)	(1,962)
Donations paid	(22)	(21)
<b>Cash flows used in financing activities</b>	<b>(2,175)</b>	<b>(2,563)</b>
<b>Net increase in cash and cash equivalents</b>	<b>232</b>	<b>419</b>
Cash and cash equivalents at 1 January	3,965	5,370
<b>Cash and cash equivalents at 30 September</b>	<b>4,197</b>	<b>5,789</b>

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

for the nine months ended 30 September 2016

(In thousands of Bahraini Dinars)	Nine months ended 30 September 2016 (reviewed)	Nine months ended 30 September 2015 (reviewed)	Three months ended 30 September 2016 (reviewed)	Three months ended 30 September 2015 (reviewed)
Gross insurance premiums	21,833	22,436	6,846	6,746
Reinsurers' share of gross insurance premiums	(9,318)	(10,589)	(2,660)	(3,055)
Retained premiums	12,515	11,847	4,186	3,691
Net change in reserve for unearned premiums	(987)	(859)	(242)	197
<b>Net premium earned</b>	<b>11,528</b>	<b>10,988</b>	<b>3,944</b>	<b>3,888</b>
Gross claims paid	(16,472)	(17,965)	(5,566)	(5,133)
Claims recoveries	8,775	11,268	2,969	2,835
Outstanding claims adjustment - Gross	1,811	6,106	490	1,003
Outstanding claims adjustment - Recoveries	(1,739)	(5,468)	(677)	(471)
<b>Net claims</b>	<b>(7,625)</b>	<b>(6,059)</b>	<b>(2,784)</b>	<b>(1,766)</b>
<b>Gross underwriting profit for the period</b>	<b>3,903</b>	<b>4,929</b>	<b>1,160</b>	<b>2,122</b>
Net commission and fee income	553	38	325	(24)
General and administration expenses	(3,066)	(3,142)	(1,006)	(943)
<b>Net Underwriting profit for the period</b>	<b>1,390</b>	<b>1,825</b>	<b>479</b>	<b>1,155</b>
Net investment income	1,507	1,907	564	342
Share of profit of equity accounted investees	1,542	1,091	447	216
Corporate expenses	(1,280)	(1,274)	(421)	(418)
<b>Profit for the period</b>	<b>3,159</b>	<b>3,549</b>	<b>1,069</b>	<b>1,295</b>
Profit attributable to:				
Owners of the company	3,104	3,413	1,030	1,223
Non-controlling interest	55	136	39	72
<b>Profit for the period</b>	<b>3,159</b>	<b>3,549</b>	<b>1,069</b>	<b>1,295</b>
Basic Earnings per share (100 fils) each	<b>28.9 fils</b>	<b>31.8 fils</b>	<b>9.6 fils</b>	<b>11.4 fils</b>

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

for the nine months ended 30 September 2016

(In thousands of Bahraini Dinars)	Nine months ended 30 September 2016 (reviewed)	Nine months ended 30 September 2015 (reviewed)	Three months ended 30 September 2016 (reviewed)	Three months ended 30 September 2015 (reviewed)
<b>Profit for the period</b>	<b>3,159</b>	<b>3,549</b>	<b>1,069</b>	<b>1,295</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	(108)	(625)	197	(1,081)
- Impairment transferred to statement of profit or loss	125	43	25	43
- Transfer to statement of profit or loss on disposal of securities	(615)	(852)	(152)	(466)
Share of other comprehensive income of equity accounted investee	49	(156)	63	(85)
<b>Other comprehensive income for the period</b>	<b>(549)</b>	<b>(1,590)</b>	<b>133</b>	<b>(1,589)</b>
<b>Total comprehensive income for the period</b>	<b>2,610</b>	<b>1,959</b>	<b>1,202</b>	<b>(294)</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the company	2,558	1,889	1,132	(287)
Non-controlling interest	52	70	70	(7)
<b>Total comprehensive income for the period</b>	<b>2,610</b>	<b>1,959</b>	<b>1,202</b>	<b>(294)</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

for the nine months ended 30 September 2016

(In thousands of Bahraini Dinars)

2016 (reviewed)	Attributable to the owners of the company								Non-controlling interest	Total Equity
	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings	Total		
<b>Balance at 1 January 2016</b>	<b>11,350</b>	<b>(1,868)</b>	<b>3,990</b>	<b>5,675</b>	<b>13,585</b>	<b>2,543</b>	<b>10,169</b>	<b>45,444</b>	<b>2,276</b>	<b>47,720</b>
profit for the Period	-	-	-	-	-	-	3,104	3,104	55	3,159
Other comprehensive income for the period	-	-	-	-	-	(546)	-	(546)	(3)	(549)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(546)</b>	<b>3,104</b>	<b>2,558</b>	<b>52</b>	<b>2,610</b>
Dividends declared for 2015	-	-	-	-	-	-	(2,145)	(2,145)	(97)	(2,242)
Donations for 2015	-	-	-	-	-	-	(50)	(50)	-	(50)
<b>Appropriations approved by shareholders</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,195)</b>	<b>(2,195)</b>	<b>(97)</b>	<b>(2,292)</b>
<b>Balance at 30 September 2016</b>	<b>11,350</b>	<b>(1,868)</b>	<b>3,990</b>	<b>5,675</b>	<b>13,585</b>	<b>1,997</b>	<b>11,078</b>	<b>45,807</b>	<b>2,231</b>	<b>48,038</b>

2015 (reviewed)	Attributable to the owners of the company								Non-controlling interest	Total Equity
	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings	Total		
Balance at 1 January 2015	11,350	(1,868)	3,990	5,675	13,585	2,543	10,169	45,559	2,284	47,843
Profit for the period	-	-	-	-	-	-	3,413	3,413	136	3,549
Other comprehensive income for the period	-	-	-	-	-	(1,524)	-	(1,524)	(66)	(1,590)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,524)</b>	<b>3,413</b>	<b>1,889</b>	<b>70</b>	<b>1,959</b>
Dividends declared for 2014	-	-	-	-	-	-	(2,145)	(2,145)	(120)	(2,265)
Donations for 2014	-	-	-	-	-	-	(50)	(50)	-	(50)
<b>Appropriations approved by shareholders</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,195)</b>	<b>(2,195)</b>	<b>(120)</b>	<b>(2,315)</b>
<b>Balance at 30 September 2015</b>	<b>11,350</b>	<b>(1,868)</b>	<b>3,990</b>	<b>5,675</b>	<b>13,585</b>	<b>2,988</b>	<b>9,533</b>	<b>45,253</b>	<b>2,234</b>	<b>47,487</b>