

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 June 2020

	30 June 2020 (reviewed)	31 December 2019 (audited)
<b>ASSETS</b>		
Cash and cash equivalents	8,942	4,254
Placements with banks	9,449	14,767
Insurance and other assets	12,236	11,493
Financial investments	31,905	32,148
Equity accounted investees	18,068	18,520
Reinsurers' share of insurance technical reserves	19,714	16,772
Deferred acquisition cost	787	732
Investment properties	2,647	2,731
Intangible assets	280	266
Property and equipment	3,902	4,024
Statutory deposits	125	125
<b>Total assets</b>	<b>108,055</b>	<b>105,832</b>
<b>LIABILITIES</b>		
Insurance technical reserves	38,919	35,958
Insurance payables	7,118	6,102
Other provisions and liabilities	6,931	7,117
<b>Total liabilities</b>	<b>52,968</b>	<b>49,117</b>
<b>Net assets</b>	<b>55,087</b>	<b>56,655</b>
<b>EQUITY</b>		
Share capital	11,918	11,918
Treasury shares	(1,868)	(1,868)
Share premium	3,990	3,990
Statutory reserve	5,959	5,959
General reserve	13,585	13,585
Investment fair value reserve	3,103	4,615
Retained earnings	15,544	15,641
<b>Equity attributable to shareholders of the Parent company</b>	<b>52,231</b>	<b>53,840</b>
Non-controlling interest	2,856	2,815
<b>Total equity</b>	<b>55,087</b>	<b>56,655</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

for the six months ended 30 June 2020

	30 June 2020 (reviewed)	30 June 2019 (reviewed)
<b>OPERATING ACTIVITIES</b>		
<b>Insurance operations</b>		
Premiums and commissions received, net of acquisition costs	17,735	15,966
Payments to insurance and reinsurance companies	(10,019)	(7,527)
Claims paid to policyholders	(11,058)	(10,471)
Claims recovered from reinsurers and salvage recoveries	6,552	4,224
<b>Cash flows from insurance operations</b>	<b>3,210</b>	<b>2,192</b>
<b>Investment operations</b>		
Proceeds from sale and redemptions of financial investments	11,372	5,742
Payments for purchases of financial investments	(12,319)	(4,571)
Bank deposits with maturities of more than three months	(4,403)	(10,623)
Proceeds from redemptions of placements with banks	9,721	3,497
Dividends and interests received	1,021	1,103
Dividends received from equity accounted investees	789	657
Advances for purchase of investment	-	(105)
Capitalized expense on investment property	-	(10)
Rent received	149	190
<b>Cash flows from / (used in) investment operations</b>	<b>6,330</b>	<b>(4,120)</b>
Expenses paid	(2,658)	(3,544)
<b>Cash flows from / (used in) operating activities</b>	<b>6,882</b>	<b>(5,472)</b>
<b>INVESTMENT ACTIVITIES</b>		
Purchase of property and equipment and intangible assets	(93)	(55)
<b>Cash flows used in investment activities</b>	<b>(93)</b>	<b>(55)</b>
<b>FINANCING ACTIVITIES</b>		
Dividends paid to shareholders	(1,981)	(1,442)
Dividends paid to non-controlling interest	-	(140)
Donations paid	(80)	(22)
Payment of lease liabilities	(40)	(56)
<b>Cash flows used in financing activities</b>	<b>(2,101)</b>	<b>(1,660)</b>
<b>Net change in cash and cash equivalents</b>	<b>4,688</b>	<b>(7,187)</b>
Cash and cash equivalents at 1 January	4,254	11,181
<b>Cash and cash equivalents at 30 June</b>	<b>8,942</b>	<b>3,994</b>

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

for the six months ended 30 June 2020

	Six months ended 30 June 2020 (reviewed)	Six months ended 30 June 2019 (reviewed)
Gross insurance premiums	18,539	17,978
Reinsurers' share of gross insurance premiums	(9,628)	(9,030)
<b>Retained premiums</b>	<b>8,911</b>	<b>8,948</b>
Net change in reserve for unearned premiums	(504)	(264)
<b>Net premium earned</b>	<b>8,407</b>	<b>8,684</b>
Gross claims paid	(11,529)	(10,698)
Claims recoveries	5,913	5,612
Outstanding claims adjustment - Gross	(1,144)	(986)
Outstanding claims adjustment - Recoveries	1,771	856
<b>Net claims incurred</b>	<b>(4,989)</b>	<b>(5,216)</b>
<b>Gross underwriting profit</b>	<b>3,418</b>	<b>3,468</b>
Net commission and fee income	89	93
General and administration expenses - underwriting	(1,901)	(2,224)
Other income	331	26
<b>Net underwriting profit</b>	<b>1,937</b>	<b>1,363</b>
Net investment income	1,372	1,540
Impairment losses on investments	(138)	(73)
Share of profit of equity accounted investees	253	805
Net income from road assist services	153	84
General and administration expenses - non-underwriting	(1,140)	(886)
Other income	117	3
<b>Profit for the period</b>	<b>2,554</b>	<b>2,836</b>
<b>Profit attributable to:</b>		
Parent company	2,410	2,764
Non-controlling interest	144	72
	<b>2,554</b>	<b>2,836</b>
<b>Basic and diluted earnings per share</b>	<b>21.4 fils</b>	<b>24.5 fils</b>

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

for the six months ended 30 June 2020

	Six months ended 30 June 2020 (reviewed)	Six months ended 30 June 2019 (reviewed)
<b>Profit for the period</b>	<b>2,554</b>	<b>2,836</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	(1,191)	1,660
- Transfer to profit or loss on impairment of securities	138	73
- Transfer to profit or loss on disposal of securities	(438)	(424)
Share of other comprehensive income of equity accounted investee	(124)	63
<b>Other comprehensive income</b>	<b>(1,615)</b>	<b>1,372</b>
<b>Total comprehensive income</b>	<b>939</b>	<b>4,208</b>
<b>Total comprehensive income attributable to:</b>		
Parent company	898	4,000
Non-controlling interest	41	208
	<b>939</b>	<b>4,208</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

for the six months ended 30 June 2020

(In thousands of Bahraini Dinars)

	Attributable to the shareholders of the parent company								Non-controlling Interest	Total Equity
2020 (reviewed)	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings	Total		
Balance as at 1 January	11,918	(1,868)	3,990	5,959	13,585	4,615	15,641	53,840	2,815	56,655
Profit for the period	-	-	-	-	-	-	2,410	2,410	144	2,554
Other comprehensive income	-	-	-	-	-	(1,512)	-	(1,512)	(103)	(1,615)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,512)</b>	<b>2,410</b>	<b>898</b>	<b>41</b>	<b>939</b>
Dividends declared for 2019	-	-	-	-	-	-	(2,477)	(2,477)	-	(2,477)
Donations for 2019	-	-	-	-	-	-	(30)	(30)	-	(30)
<b>Appropriations approved by shareholders</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,507)</b>	<b>(2,507)</b>	<b>-</b>	<b>(2,507)</b>
<b>Balance as at 30 June</b>	<b>11,918</b>	<b>(1,868)</b>	<b>3,990</b>	<b>5,959</b>	<b>13,585</b>	<b>3,103</b>	<b>15,544</b>	<b>52,231</b>	<b>2,856</b>	<b>55,087</b>

Reviewed by KPMG Fakhro

Farooq Yusuf Almoayyed - *Chairman*

2019 (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	Total		
Balance as at 1 January	11,918	(1,868)	3,990	5,959	13,585	2,698	12,568	48,850	2,504	51,354
Profit for the period	-	-	-	-	-	-	2,764	2,764	72	2,836
Other comprehensive income	-	-	-	-	-	1,236	-	1,236	136	1,372
Total comprehensive income	-	-	-	-	-	1,236	2,764	4,000	208	4,208
Dividends declared for 2018	-	-	-	-	-	-	(1,689)	(1,689)	(140)	(1,829)
Donations for 2018	-	-	-	-	-	-	(30)	(30)	-	(30)
Appropriations approved by shareholders	-	-	-	-	-	-	(1,719)	(1,719)	(140)	(1,859)
Balance as at 30 June	11,918	(1,868)	3,990	5,959	13,585	3,934	13,613	51,131	2,572	53,703

Abdul Hussain Khalil Dawani - *Vice Chairman*Sameer Al Wazzan - *Chief Executive Officer***CONDENSED STATEMENT OF PROFIT OR LOSS**

for the six months ended 30 June 2020

(In thousands of Bahraini Dinars)

	30 June 2020 (reviewed)	30 June 2019 (reviewed)
Gross insurance premiums	13,169	13,039
Reinsurers' share of gross insurance premiums	(6,526)	(6,028)
<b>Retained premiums</b>	<b>6,643</b>	<b>7,011</b>
Net change in reserve for unearned premiums	(184)	14
<b>Net premium earned</b>	<b>6,459</b>	<b>7,025</b>
Gross claims paid	(7,287)	(7,420)
Claims recoveries	3,149	3,213
Outstanding claims adjustment - gross	(1,868)	(594)
Outstanding claims adjustment - reinsurance	2,179	694
<b>Net claims incurred</b>	<b>(3,827)</b>	<b>(4,107)</b>
<b>Gross underwriting profit</b>	<b>2,632</b>	<b>2,918</b>
Net commission and fee income	272	292
General and administration expenses - underwriting	(1,553)	(1,878)
Other income	263	20
<b>Net underwriting profit</b>	<b>1,614</b>	<b>1,352</b>
Net investment income	1,167	1,325
Impairment losses on investment	(55)	(52)
General and administration expenses - non-underwriting	(238)	(247)
Net income from road assist services	153	-
Other income	5	-
<b>Profit for the period</b>	<b>2,646</b>	<b>2,378</b>

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME**

for the six months ended 30 June 2020

(In thousands of Bahraini dinars)

	30 June 2020 (reviewed)	30 June 2019 (reviewed)
<b>Profit for the period</b>	<b>2,646</b>	<b>2,378</b>
<b>Other comprehensive income</b>		
<b>Items that are or may be reclassified subsequently to profit or loss:</b>		
Available-for-sale securities:		
- Change in fair value	(824)	1,027
- Transfer to statement of profit or loss on impairment of securities	55	52
- Transfer to profit or loss on disposal of securities	(297)	(325)
<b>Other comprehensive income</b>	<b>(1,066)</b>	<b>754</b>
<b>Total comprehensive income</b>	<b>1,580</b>	<b>3,132</b>

**CONDENSED STATEMENT OF CHANGES IN EQUITY**

for the six months ended 30 June 2020

(In thousands of Bahraini dinars)

	Share capital	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings	Total
<b>2020 (reviewed)</b>						
Balance at 1 January	6,500	3,250	4,155	4,527	6,041	24,473
Profit for the period	-	-	-	-	2,646	2,646
<b>Other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,066)</b>	<b>-</b>	<b>(1,066)</b>
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,066)</b>	<b>2,646</b>	<b>1,580</b>
Dividends declared for 2019	-	-	-	-	(3,150)	(3,150)
Donations declared for 2019	-	-	-	-	(20)	(20)
<b>Balance as at 30 June</b>	<b>6,500</b>	<b>3,250</b>	<b>4,155</b>	<b>3,461</b>	<b>5,517</b>	<b>22,883</b>
<b>2019 (reviewed)</b>						
Balance at 1 January	6,500	3,250	4,155	3,471	3,791	21,167
Profit for the period	-	-	-	-	2,378	2,378
<b>Other comprehensive loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>754</b>	<b>-</b>	<b>754</b>
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>754</b>	<b>2,378</b>	<b>3,132</b>
Dividends declared for 2018	-	-	-	-	(1,680)	(1,680)
Donations declared for 2018	-	-	-	-	(20)	(20)
<b>Balance as at 30 June</b>	<b>6,500</b>	<b>3,250</b>	<b>4,155</b>	<b>4,225</b>	<b>4,469</b>	<b>22,599</b>

Reviewed by: Abdulhussain Khalil Dewani  
KPMG Fakhro *Chairman*Sami Mohamed Zainal  
*Vice Chairman*Eman Salem Mujali  
*General Manager***CONDENSED STATEMENT OF PROFIT OR LOSS**

for the six months ended 30 June 2020

(In thousands of Bahraini Dinars)

	30 June 2020 (reviewed)	30 June 2019 (reviewed)
Gross insurance premiums	5,584	5,147
Reinsurers' share of gross insurance premiums	(3,192)	(3,088)
<b>Retained premiums</b>	<b>2,392</b>	<b>2,059</b>
Net change in reserve for unearned premiums	(376)	(331)
<b>Net premium earned</b>	<b>2,016</b>	<b>1,728</b>
Gross claims paid	(4,384)	(3,390)
Claim recoveries	2,805	2,419
Outstanding claims adjustment - gross	699	(389)
Outstanding claims adjustment - reinsurance	(408)	162
<b>Net claims incurred</b>	<b>(1,288)</b>	<b>(1,198)</b>
<b>Gross underwriting profit</b>	<b>728</b>	<b>530</b>
Net commission expenses	(183)	(199)
General and administration expenses - underwriting	(318)	(323)
Other income	57	6
<b>Net underwriting profit</b>	<b>284</b>	<b>14</b>
Net investment income	436	347
Impairment losses on investments	(83)	(21)
General and administration expenses - non-underwriting	(60)	(51)
<b>Profit for the period</b>	<b>577</b>	<b>289</b>

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME**

for the six months ended 30 June 2020

(In thousands of Bahraini dinars)

	30 June 2020 (reviewed)	30 June 2019 (reviewed)
<b>Profit for the period</b>	<b>577</b>	<b>289</b>
<b>Other comprehensive income</b>		
<b>Items that are or may be reclassified subsequently to profit or loss:</b>		
Available-for-sale securities:		
- Change in fair value	(355)	621
- Transfer to statement of profit or loss on impairment of securities	83	21
- Transfer to profit or loss on disposal of securities	(141)	(100)
<b>Other comprehensive income</b>	<b>(413)</b>	<b>542</b>
<b>Total comprehensive income</b>	<b>164</b>	<b>831</b>

**CONDENSED STATEMENT OF CHANGES IN EQUITY**

for the six months ended 30 June 2020

(In thousands of Bahraini Dinars)

2020 (reviewed)	Share capital	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings	Total
Balance at 1 January	5,000	806	11	1,142	4,255	11,214
Profit for the period	-	-	-	-	577	577
Other comprehensive income	-	-	-	(413)	-	(413)
<b>Total comprehensive income</b>	-	-	-	<b>(413)</b>	<b>577</b>	<b>164</b>
Donations declared for 2019	-	-	-	-	(10)	(10)
<b>Balance as at 30 June</b>	<b>5,000</b>	<b>806</b>	<b>11</b>	<b>729</b>	<b>4,822</b>	<b>11,368</b>
2019 (reviewed )						
Balance at 1 January	5,000	712	11	277	3,978	9,978
Profit for the period	-	-	-	-	289	289
Other comprehensive income	-	-	-	542	-	542
<b>Total comprehensive income</b>	-	-	-	<b>542</b>	<b>289</b>	<b>831</b>
Dividends declared for 2018	-	-	-	-	(560)	(560)
Donations declared for 2018	-	-	-	-	(10)	(10)
<b>Balance as at 30 June</b>	<b>5,000</b>	<b>712</b>	<b>11</b>	<b>819</b>	<b>3,697</b>	<b>10,239</b>