

ASSETS Cash and Cash equivalents Placements with banks Insurance and other receiva Financial investments Equity accounted investees Reinsurers' share of insuran Deferred acquisition cost Investment properties Intangible assets Property and equipiment

Property and equipment

Insurance technical reserves

EQUITY Share capital Treasury shares Share premium Statutory reserve General reserve Investment fair value reserve Retained earnings

Equity attributable to share of the Parent company

ntrolling interest

nsurance payables

Total liabilities

Net assets EQUITY

Total equity

Total assets

LIABILITIES

Other I

ASSETS

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 June 2018 (In thousands of Bahraini Dinars) 30 June 31 December 2017 30 June 31 December 2017 **30 June** 31 December **2018** 2017 (reviewed) (audited)

ce technical reserves

viewed)	(audited)	3	0 June 2018 (reviewed)	30 June 2017 (reviewed)
		OPERATING ACTIVITIES	(,	(
6,676	3,097	Insurance operations		
4,865	9,333	Premiums and commissions received,		
11,508	9,600	net of acquisition costs	17,480	13,653
33,047	29,839	Payments to insurance and reinsurance companies	(7,343)	(5,411)
17,188	16,934	Claims paid to policyholders Claims recovered from reinsurers and salvage recov	(9,737) reries 4,393	(10,699) 5,378
13,123	9,980		·	
750	576	Cash flows from insurance operations	4,793	2,921
2,856	2,936	Investment operations		
252	211	Dividends and interests received	977	574
3,664	3,676	Proceeds from sale and redemptions of financial investme Payments for purchases of financial investments	ents 4,343 (7,623)	3,707 (4,040)
125	125	Placements with banks	(7,023)	(9,835)
94,054	86,307	Proceeds from redemptions of placements with bar		8,325
		Proceeds from partial sale of an equity accounted in		343
		Dividends received from equity accounted investees		1,353
31,995	26,428	Investments in investment property	(2)	(3)
6,065	3,973	Rents received	161	186
5,845	5,586	Cash flows from investment operations	3,185	610
43.905	35,987	Expenses paid	(2,907)	(3,102)
		Cash flows from operating activities	5,071	429
50,149	50,320	INVESTMENT ACTIVITIES		
		Purchase of property and equipment and intangible assets	(205)	(78)
11,918	11,350	Cash flows used in investment activities	(205)	(78)
(1,868)	(1,868)		(205)	(78)
3,990	3,990	FINANCING ACTIVITIES	(102)	
5,675	5,675	Dividends paid to non-controlling interest	(102)	-
13,585	13,585	Dividends paid to shareholders	(1,161)	(1,929)
2,908	3,355	Donations paid	(24)	(21)
11,453	11,754	Cash flows used in financing activities	(1,287)	(1,950)
		Net increase / (decrease) in cash and		
47,661	47,841	cash equivalents	3,579	(1,599)
2,488	2,479	Cash and cash equivalents at 1 January	3,097	5,048
50,149	50,320	Cash and cash equivalents at 30 June	6,676	3,449

30 Ju	months ended ne 2018 eviewed)	Six months ended 30 June 2017 (reviewed)	Three months ended 30 June 2018 (reviewed)	Three months ended 30 June 2017 (reviewed)
Gross insurance premiums Reinsurers' share of gross insurance	17,685	14,891	8,537	7,393
premiums	(8,950)	(6,700)	(4.212)	(3,067)
Retained premiums	8,735	8,191	4,325	4,3262
Net change in reserve for unearned premium	s (704)	(443)	(250)	(394)
Net premium earned	8,031	7,748	4,075	3,932
Gross claims paid	(9,823)	(10,356)	(4,591)	(4,633)
Claims recoveries	4,748	5,201	2,255	2,349
Outstanding claims adjustment - Gross	(2,589)	(1,625)	(634)	(1,024)
Outstanding claims adjustment - Reinsurance	1,142	1,873	421	686
Net claims incurred	(6,522)	(4,907)	(2,549)	(2,622)
Gross underwriting profit	1,509	2,841	1,526	1,310
Net commission and fee income / (expenses)	210	28	183	(11)
General and administration expenses - underwritin	g (1,791)	(2,024)	(928)	(989)
Net underwriting (loss) / profit	(72)	845	781	310
Net investment income	1,427	1,350	493	546
Impairment losses on investment	(8)	(207)	-	(95)
Share of profit of equity accounted investees	1,388	1,595	437	536
Gains on partial sale of investment in equity accounted investee		114		
Net income from road assist services	57	56	30	- 23
General and administration expenses -	57	50	50	25
non-underwriting	(776)	(846)	(407)	(456)
Profit for the period	2,016	2,907	1,334	864
Profit attributable to:				
Parent company	1,880	2,822	1,241	816
Non-controlling interest	136	85	93 1,334	48
	2,016	2,907	1,334	864

26 3 fils

11 4 fils

7.6 fils

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the six months ended 30 June 2018

In thousands of Bahraini Dinars)

Basic and diluted earnings per share 17.1 fils

(reviewed)

13,350

(6,257)

7,093

6,782

(7,540) 2,982 (1,995) 703

(5,850)

932

246

(1,481)

(303)

1,275

(4) (243)

725

12,390 (5,034)

7,356 (509)

6,847

(8,322) 3,486 (1,362) 1,650

(4,548)

2,299

(1,766)

174

707

1,429 (162) (243)

1,731

516

162

(390)

288

725

(332)

2,019

CONDENSED CONSOLIDATED STATEM for the six months ended 30 June 20 (In thousands of Bahraini Dinars)		MPREHENSIV	e income
Six months ended 30 June 2018 (reviewed)	Six months ended 30 June 2017 (reviewed)	Three months ended 30 June 2018 (reviewed)	Three months ended 30 June 2017 (reviewed)
Profit for the period 2,016	2,907	1,334	864

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Other comprehensive income				
Items that are or may be reclassified subsequently to profit or loss:				
Available-for-sale securities:				
 Net change in fair value Transfer to profit or loss on impairment 	34	777	(79)	124
of securities - Transfer to profit or loss on disposal	-	207	-	95
of securities	(464)	(356)	(125)	(106)
Share of other comprehensive income				
of equity accounted investee	(42)	62	(24)	17
Other comprehensive income	(472)	690	(228)	130
Total comprehensive income	1,544	3,597	1,106	994
Total comprehensive income				
attributable to:				
Parent company	1,433	3,459	1,022	926
Non-controlling interest	111	138	84	68
	1,544	3,597	1,106	994

for the six months ended 30 June 2018

		Att	ributable 1	to the share	holders o	f the parent com	oany			
2018 (reviewed)	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve			Non-controlling Interest	Total Equity
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 b non-insurance subsidiary	y _	-	-	-	-	-	(75)	(75)	-	(75)
Adjustment on initial application of IFRS 9 by non-insurance equity accounted investee	-	-	-	-	-	-	(241)	(241)	-	(241)
Restated balance at 1 January	11,350	(1,868)	3,990	5,675	13,585	3,355	11,438	47,525	2,479	50,004
Profit for the period	-	-	-	-	-	-	1,880	1,880	136	2,016
Other comprehensive income for the period	-	-	-	-	-	(447)	-	(447)	(25)	(472)
Total comprehensive income for the period	-	-	-	-	-	(447)	1,880	1,433	111	1,544
Bonus shares issued	568	-	-	-	-	-	(568)	-	-	-
Dividends declared for 2017	-	-	-	-	-	-	(1,287)	(1,287)	(102)	(1,389)
Donations declared for 2017	-	-	-	-	-	-	(10)	(10)	-	(10)
Appropriations approved by shareholder	s 568	-	-	-	-	-	(1,865)	(1,297)	(102)	(1,399)
Balance as at 30 June	11,918	(1,868)	3,990	5,675	13,585	2,908	11,453	47,661	2,488	50,149

		A	Attributable ·	to the share	holders of t	the parent compa	ny			
2017 (reviewed)	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings	Total	Non-controlling Interest	Total Equity
Balance as at 1 January	11,350	(1,868)	3,990	5,675	13,585	2,263	11,854	46,849	2,229	49,078
Profit for the period	-	-	-	-	-	-	2,822	2,822	85	2,907
Other comprehensive income for the period	-	-	-	-	-	637	-	637	53	690
Total comprehensive income for the period	-	-	-	-	-	637	2,822	3,459	138	3,597
Dividends declared for 2016	-	-	-	-	-	-	(2,145)	(2,145)	-	(2,145
Donations declared for 2016	-	-	-	-	-	-	(50)	(50)	-	(50
Appropriations approved by shareholders	-	-	-	-	-	-	(2,195)	(2,195)	-	(2,195
Balance as at 30 June	11,350	(1,868)	3,990	5,675	13,585	2,900	12,481	48,113	2,367	50,480

Reviewed by KPMG Fakhro

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As at 30 June 2018

ASSETS Cash and cash equivalents Placements with banks Insurance and other receiva Reinsurers' share of insuran technical reserves Deferred acquisition costs Financial investments Intancible ascets

insurance technical reserves nsurance payables Other liabilities

EQUITY Share capital Statutory reserve General reserve Investment fair value reserve Retained earnings

OPERATING ACTIVITIES

Premiums and commissions received, net of acquisition costs Payments to insurance and reinsurance

Claims paid to policyholders Claims recovered from reinsurers and salvage recovered Other operating expenses paid

Cash flows from operating activities

Proceeds from sale and redemptions of

Dividends and interest received

FINANCING ACTIVITIES

financial investments ayments for purchases of financial investments lacements with banks roceeds from redemption of placements

Purchase of equipment and intangible assets

Cash flows from investing activities

Cash flows used in financing activities

ash and cash equivalents as at 1 Jan

Net increase / (decrease) in cash and cash

Cash and cash equivalents as at 30 June 3,626 1,468

INVESTING ACTIVITIES

with bank

Dividends paid

equivalents

CONDENSED STATEMENT OF CASH FLOWS

for the six months ended 30 June 2018 (In thousands of Bahraini Dinars)

Intangible assets

Equipment Statutory deposits

Total assets

LIABILITIES

Total liabiliti

Net assets

Total equity

EOUITY

ASSETS

30 June 2018 (reviewed)

3,626

4,148 8,894 10,826

538

125

683

52,115

25,251 4,049 2,772

32 07

20,043

6,500

3,250 4,155 3,548 2,590

20,043

30 June 3 2018 (reviewed) (revi

13,511

(5,622) (7,590)

2,994 (1,815)

1,478

2,622 4,943) (698)

2.907

. 953

(33)

(14)

(14) (2,481)

2,272 (1,185)

19,650

30 June 2017

11,539

(3,901) (8,482)

3,323

500

2,638

(3,099) (6,430)

6.782

956 (51)

796

(2,470)

2.653

(1,979

75

23.200

CONDENSED STATEMENT OF PROFIT OR LOSS for the six months ended 30 June 2018

Abdul Hussain Khalil Dawani - Vice Chairman

30 June 2018 30 June 2017 CONDENSED STATEMENT OF FINANCIAL POSITION Gross insurance premiums Reinsurers' share of gross insurance premiums Retained premiums Net change in reserve for unearned premi 2017 (audited) Net premium earned Gross claims paid Claims recoveries Outstanding claims adjustment - gross Outstanding claims adjustment - reinsurance 1,354 6,357 7,897 8,459 447 Net claims incurred Gross underwriting profit 20.955 Net commission income 100 General and administration expe nses - underwriting 686 Net underwriting (loss) / profit 75 46,330 Net investment income Impairment losses on inv General and administration expenses - non-underwriting 21,061 Profit for the period CONDENSED STATEMENT OF COMPREHENSIVE INCOME 19,650 for the six months ended 30 June 2018 6,500 usands of Bahraini dinars) 3,250 4,155 3,880 1,865

30 June 2018 30 June 2017 (reviewed) (reviewed) Profit for the period 725 1,731 Other comprehensive income Items that are or may be reclassified subsequently to profit or loss Available-for-sale securities: - Change in fair value (2) Transfer to statement of profit or loss on impairment of securities - Transfer to statement of profit or loss on disposal of securities (330) Other comprehensive income (332) 393 Total comprehensive income STATEMENT OF CHANGES IN EQUITY for the six months ended 30 June 2018 sands of Bahraini dinars) Share Statutory General fair value Retained 2018 (reviewed) capital reserve earnings Total reserve reserve Balance at 1 January 6,500 3,250 4,155 3,880 1,865 19,650 Profit for the period 725 (332) Other comprehensive loss

Total comprehensive income	-	-	-	(332)	725	393
Balance as at 30 June	6,500	3,250	4,155	3,548	2,590	20,043
2017 (reviewed)						
Balance at 1 January	6,500	3,250	4,155	3,362	4,191	21,458
Profit for the period	-	-	-	-	1,731	1,731
Other comprehensive income	-	-	-	288	-	288
Total comprehensive income	-	-	-	288	1,731	2,019
Dividends declared for 2016	-	-	-	-	(2,470)	(2,470)
Donations declared for 2016	-	-	-	-	(20)	(20)
Balance as at 30 June	6,500	3,250	4,155	3,650	3,432	20,987



As at 30 June 2018

ASSETS Cash and cash equivalents Placements with banks Insurance and other receiva Reinsurers' share of insurar Deferred acquisition costs Financial investments

Insurance technical reserves

Statutory reserve General reserve Investment fair value reserve

CONDENSED STATEMENT OF CASH FLOWS

sions received, net of

for the six months ended 30 June 2018 (In thousands of Bahraini Dinars)

ments to insurance and reinsurance companie

Cash flows from / (used in) operating activities

Payments for purchases of financial investments Placements with banks Proceeds from renewation

Proceeds from redemption of placements with banks Dividends and interest received Purchase of equipment and intangible assets

Cash flows from / (used in) investing activities

Cash flows used in financing activities

Cash and cash equivalents as at 1 January

Cash and cash equivalents as at 30 June

ntangible assets

Equipment Statutory deposits

insurance payables

Other liabilities

Total liabilities

Net assets

Share capita

Retained earnings

OPERATING ACTIVITIES

Claims paid to policyholders

INVESTING ACTIVITIES

FINANCING ACTIVITIES

Dividends paid

Claims recovered from reinsurers

Other operating expenses paid

ms and cor acquisition costs

Total equity

EOUITY

Total assets

LIABILITIES

ASSETS

CONDENSED STATEMENT OF FINANCIAL POSITION

30 June 2018 (reviewed)

9,910

3 753

9,910

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201 (audite

CONDENSED STATEMENT OF PROFIT OR LOSS for the six months ended 30 June 2018 (In thousands of Bahraini Dinars)

Sameer Al Wazzan - Chief Executive

		30 June 2018 (reviewed)	30 June 2017 (reviewed)
	Gross insurance premiums	4,523	2,691
ITION	Reinsurers' share of gross insurance premiums	(2,770)	(1,750)
	Retained premiums	1,753	941
ecember 2017	Net change in reserve for unearned premiums	(444)	18
audited)	Net premium earned	1,309	959
	Gross claims paid	(2,429)	(2,182)
845	Claim recoveries	1,788	1,730
2,022	Outstanding claims adjustment - gross	(610)	(273)
1,495	Outstanding claims adjustment - reinsurance	439	223
1,521 129	Net claims incurred	(812)	(502)
11,358	Gross underwriting profit	497	457
26	Net commission expenses	(37)	(146)
10 50	General and administration expenses - underwriting	(236)	(228)
17,456	Net underwriting profit	224	83
,	Net investment income	374	354
	Impairment losses on investment	(3)	(44)
5,420 883	General and administration expenses - non-underwritin	ng (53)	(53)
1,266	Profit for the period	542	340
7,569			
9,887	CONDENSED STATEMENT OF COMPR		

for the six months ended 30 June 2018

the	SUC	sa	nds	ot	Bah	rai	ni	dir	٦a	rs,)					

	30 June 2018 (reviewed)	30 June 2017 (reviewed)
Profit for the period	340	66
Other comprehensive income		
Items that are or may be reclassified subsequently to profit or loss:		
Available-for-sale securities: - Change in fair value - Transfer to statement of profit or loss on	35	261
impairment of securities - Transfer to statement of profit or loss on	-	44
disposal of securities	(134)	(94)
Other comprehensive income	(99)	211
Total comprehensive income	443	551

CONDENSED STATEMENT OF CHANGES IN EQUITY for the six months ended 30 June 2018

ds of Bahraini Dinars

2018 (reviewed)	Share capital		General reserve	Investment fair value reserve		Total
Balance at 1 January	5,000	627	11	618	3,631	9,887
Profit for the period	-	-	-	-	542	542
Other comprehensive incom	e -	-	-	(99)	-	(99)
Total comprehensive inco	me -	-	-	(99)	542	443
Dividends declared for 2017	-	-	-	-	(410)	(410)
Donations declared for 2017		-	-	-	(10)	(10)
Balance as at 30 June	5,000	627	11	519	3,753	9,910
2017 (reviewed)						
2017 (reviewed) Balance at 1 January	5,000	564	11	251	3,070	8,896
	5,000	564	11	251	3,070 340	8,896 340
Balance at 1 January	-			251 - 211		
Balance at 1 January Profit for the period	- e -		-	-		340
Balance at 1 January Profit for the period Other comprehensive incom	- e -			- 211	340	340 211

ewed by:

Vice Chairman

Masood Bader General Manage ewed by:

Net increase / (decrease) in cash and cash equivalents 1,095

Enas Asiri General Manager

845 2,022 1,495 1,521 129 1,940 718 2,234 2,329 12,322 11,358 26 10 50 30 8 19,843 17,456 6,900 5,420 2,016 883 1,017 1,266 9 933 7 569

3,631

9,887

1.815

(1.511)

(2,203)

2.055

(241)

30 June 30 June 2018 2017

ed) (rev

3 817

(1,798) (2,268)

1,420 (303)

868

1,720

(2,702) (190) 1,494

325 (8)

639

(410) (2)

(412)

845

1,940

CONDENSED STATEMENT OF COMPREHENSIVE INCOME