

Bahrain National Holding Company

CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 December 2016 (In thousands of Bahraini Dinars)

	2016	2015		
ASSETS			OPERATING ACTIVITIES	
Cash and cash equivalents	5,048	3,965	Insurance operations	
Placements with banks	8,996	6,973	Premiums received net of acquisition costs Payments to insurance and reinsurance companies	('
Insurance and other receivables	9,185	7,930		(2
Financial investments	26,379	29,865	Claims recovered from reinsurers and salvage recoveries	ì
Equity accounted investees	15,670	13,806	Cash flows from insurance operations	-
Reinsurers' share of insurance technical reserves	10,523	12,537	Investment operations	
Deferred acquisition cost	628	610	Dividends and interest received	
Investment properties	3,099	3,261	Proceeds from sale and redemptions of	
Intangible assets	282	319	financial investments Payments for purchases of financial investments	
Property and equipment	3,429	3,631	Bank deposits with maturities of more than	
Statutory deposits	125	125	three months	
Total assets	83,364	83,022	Redemption proceeds from bank deposits	
LIABILITIES			Acquisition of subsidiary, net of cash acquired Payments for investment in equity accounted investees	
Insurance technical reserves	24,522	26,772	Proceeds from sale of investment in equity	
Insurance payables	3,492	2,792	accounted investees	
Borrowings	-	202	Dividends received from equity accounted investees Rent received	
Other liabilities	6,272	5,536	Cash flows from investment operations	_
Total liabilities	34,286	35,302	Expenses paid	-
Total net assets	49,078	47,720	Cash flows from operating activities	-
EQUITY				-
Share capital	11,350	11,350	Purchase of property, equipment and intangible assets	
Treasury shares	(1,868)	(1,868)	Cash flows used in investment activities	-
Share premium	3,990	3,990	FINANCING ACTIVITIES	
Statutory reserve	5,675	5,675	Proceeds from bank borrowings	
General reserve	13,585	13,585	Repayment of bank borrowings Finance costs paid	
Investment fair value reserve	2,263	2,543	Dividends paid to non-controlling interest	
Retained earnings	11,854	10,169	Dividends paid to shareholders	1
Equity attributable to shareholders of			Donations paid	_
the parent Company	46,849	45,444	Cash flows used in financing activities	_
Non-controlling interest	2,229	2,276	Total net cash flows during the year Cash and cash equivalents at 1 January	
Total equity	49,078	47,720	Cash and cash equivalents at 31 December	-
			cash and cash equivalents at 51 becember	_

CONSOLIDATED STATEMENT O for the year ended 31 December 2010 (In thousands of Bahraini Dinars)

CONSOLIDATED STATEMENT OF CASH	H FLOWS		CONSOLIDATED STATEMENT OF PROFIT	
or the year ended 31 December 2016 n thousands of Bahraini Dinars)			for the year ended 31 December 2016 (In thousands of Bahraini Dinars)	,
	2016	2015		2016
PERATING ACTIVITIES			Gross insurance premiums	28,401
nsurance operations			Reinsurers' share of gross insurance premiums	(12,449)
remiums received net of acquisition costs	28,188	28,712	Retained premiums	15,952
ayments to insurance and reinsurance companies laims paid to policyholders	(11,717) (21,556)	(13,368) (23,080)	Net change in reserve for unearned premiums	(314)
	10 000	12 670		

5,795 1,176

12,960 (9,242)

(9,121) 7,098

(160)

3,428

3,653

(265) (265)

(191) (13) (97) (1,975) (29)

(2,305)

1,083 3,965

5,048

Ba	sic earnings per share (100 fils per share)	36.2 fils	37.8 fils
_		3,909	4,204
110	n-controlling interest	29	155
	rent company	3,880	4,049
	ofit attributable to:	2.000	
Pr	ofit for the year	3,909	4,204
C 0	orporate expenses	(1,732)	(1,756
	are of profit of equity accounted investees	2,108	1,549
Ne	t investment income	1.628	2.046
Ne	t underwriting profit	1,905	2,36
Ge	neral and administration expenses	(4,080)	(4,093
	t commission and fee income/(expense)	605	(7
	e assurance actuarial reserve (charge)/release	(4)	98
Gr	oss underwriting profit	5,384	6,367
Ne	et claims	(10,254)	(8,459
	itstanding claims adjustment - reinsurance	(2,230)	(4,061
Ou	itstanding claims adjustment - gross	1,992	4,947
	aims recoveries	11,608	13,580
Gr	oss claims paid	(21,624)	(22,925
Ne	et premiums earned	15,638	14,820
	change in reserve for unearried premiums	(314)	(017
	tained premiums t change in reserve for unearned premiums	15,952 (314)	15,443 (617
	insurers' share of gross insurance premiums	(12,449)	(12,958
	oss insurance premiums	28,401	28,40
5		2016	201

www.bingroup.com
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2016

(In thousands of Bahraini Dinars)		
	2016	2015
Profit for the year	3,909	4,204
Other comprehensive income / (loss):		
Items that may be reclassified to profit or loss:		
Available-for-sale securities:		
 Change in fair value during the year 	129	(490)
 Transfer to statement of profit or loss on 		
impairment of securities	132	111
 Transfer to statement of profit or loss on 		
disposal of securities	(585)	(1,364)
Share of other comprehensive income of		
equity accounted investees	65	(269)
Other comprehensive loss for the year	(259)	(2,012
Total comprehensive income for the year	3,650	2,192
Total comprehensive income attributable to:		
Parent company	3,600	2,080
Non-controlling interest	50	112
	3.650	2,192

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2016

(In thousands of Bahraini Dinars)										
	Attributable to the shareholders of the parent company									
2016	Share capital		Statutory reserve	Share premium	General reserve	fair value reserve	Retained earnings	Total	Non-controlling Interest	Total Equity
Balance at 1 January 2016	11,350	(1,868)	5,675	3,990	13,585	2,543	10,169	45,444	2,276	47,720
Profit for the year	-	-	-	-	-	-	3,880	3,880	29	3,909
Other comprehensive loss for the year	-	-	-	-	-	(280)	-	(280)	21	(259)
Total comprehensive										
income for the year	-	-	-	-	-	(280)	3,880	3,600	50	3,650
Dividends declared for 2015	-	-	-	-	-	-	(2,145)	(2,145)	(97)	(2,242)
Donations declared for 2015	-	-	-	-	-	-	(50)	(50)	-	(50)
Appropriations approved by shareholders	; -	-	-	-	-	-	(2,195)	(2,195)	(97)	(2,292)
Balance at 31 December 2016	11,350	(1,868)	5,675	3,990	13,585	2,263	11,854	46,849	2,229	49,078

		Attributable to the shareholders of the parent company								
2015	Share capital	Treasury shares	Statutory reserve	Share premium	General reserve	Investment fair value reserve	Retained earnings	Total	Non-controlling Interest	Tota Equity
Balance at 1 January 2015	11,350	(1,868)	5,675	3,990	13,585	4,512	8,315	45,559	2,284	47,843
Profit for the year	-	-	-	-	-	-	4,049	4,049	155	4,204
Other comprehensive loss for the year	-	-	-	-	-	(1,969)	-	(1,969)	(43)	(2,012)
Fotal comprehensive										
ncome for the year	-	-	-	-	-	(1,969)	4,049	2,080	112	2,192
Dividends declared for 2014	-	-	-	-	-	-	(2,145)	(2,145)	(120)	(2,265)
Donations declared for 2014	-	-	-	-	-	-	(50)	(50)	-	(50)
Appropriations approved by shareholders	-	-	-	-	-	-	(2,195)	(2,195)	(120)	(2,315)
Balance at 31 December 2015	11,350	(1,868)	5,675	3,990	13,585	2,543	10,169	45,444	2,276	47,720

Audited by KPMG Fakhro DNI

Bahrain National Insurance

STATEMENT OF FINANCIAL POSITION	

As at 31 December 2016

(in chousands of barnain binars)		
	2016	2015
ASSETS		
Cash and cash equivalents	2,653	2,292
Placements with banks	7,262	6,247
Insurance and other receivables	7,797	6,744
Reinsurers' share of insurance		
technical reserves	8,610	11,153
Deferred acquisition cost	474	466
Financial investments	19,075	21,104
Intangible assets	148	151
Property and equipment	262	311
Statutory deposits	75	75
Total assets	46,356	48,543
LIABILITIES		
Insurance technical reserves	19,030	21,241
Insurance payables	2,903	2,308
Other liabilities	2,965	2,852
Total liabilities	24,898	26,401
Total net assets	21,458	22,142
EQUITY		
Share capital	6,500	6,500
Statutory reserve	3,250	3,250
General reserve	4,155	4,155
Investment fair value reserve	3,362	3,653
Retained earnings	4,191	4,584
Total equity	21,458	22,142

STATEMENT OF CASH FLOWS

for the year ended 31 December 2016

(In thousands of Bahraini Dinars)	2016	201
OPERATING ACTIVITIES		
Premiums received, net of acquisition costs	22,687	22,64
Payments to insurance and reinsurance		
companies	(8,530)	(10,040
Claims paid to policyholders	(17,444)	(19,249
Claims recovered from reinsurers and		
salvage recovered	8,415	10,89
Expenses paid	(3,623)	(3,558
Cash flows from operating activities	1,505	69
INVESTMENT ACTIVITIES		
Dividends and interest received	976	1,16
Proceeds from sale and redemption of securiti	es 7,590	13,09
Payments for purchase of securities	(5,453)	(9,351
Payments for purchase of property &		
equipment and intangible assets	(147)	(209
Bank deposits with maturities of more than		
three months when acquired	(7,262)	(6,247
Proceeds from redemption of bank deposits		
with maturities of more than three months	6,247	3,20
Cash flows from investment activities	1,951	1,65
FINANCING ACTIVITIES		
Dividend paid	(3,080)	(3,170
Donations paid	(15)	(9
Cash flows used in financing activities	(3,095)	(3,179
Net change in cash and cash equivalents		
during the year	361	(826
Cash and cash equivalents at 1 January	2,292	3,11
Cash and cash equivalents at 31 Decembe	r 2.653	2,29

Audited by:

KPMG Fakhro

2015

Vice Chairman

Abdulhussain Khalil Dewani

Chairman

Farooq Yusuf Almoayyed - Chairman STATEMENT OF PROFIT OR LOSS

for the year ended 31 December	2016
(In thousands of Bahraini Dinars)	

	2016	2015
Gross insurance premiums	22,379	22,495
Reinsurers' share of gross insurance premiums	(8,902)	(9,763)
Retained premiums	13,477	12,732
Net unearned premiums adjustment	(318)	(439)
Net Premiums Earned	13,159	12,293
Gross claims paid	(17,529)	(19,482)
Claims recoveries	8,707	10,965
Outstanding claims adjustment - Gross	2,076	5,307
Outstanding claims adjustment - Reinsurance	(2,317)	(4,437)
Net Claims	(9,063)	(7,647)
Gross underwriting profit	4,096	4,646
Net commission and fee income	945	362
General and administration expenses	(3,769)	(3,741)
Net underwriting profit	1,272	1,267
Net Investment Income	1,435	2,035
Profit for the year	2,707	3,302
Basic earnings per share (100 fils per share)	41.6 Fils	50.8 Fils

STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2016

	2016	2015
Profit for the year	2,707	3,302
Other comprehensive income/ (loss): Items that may be reclassified to profit or loss:		
Available-for-sale securities:		
- Change in fair value	55	(423)
 Impairment transferred to statement of profit or loss 	108	124
- Transfer to statement of profit or loss on disposal of securities	(454)	(1,265)
Other comprehensive loss for the year	(291)	(1,564)
Total comprehensive income for the year	2,416	1,738

STATEMENT OF CHANGES IN EOUITY for the year ended 31 December 2016 Investment fair value Retained reserve earnings Total (In thousands of Bahraini dinars) share apital Statutory General reserve reserve 2016 3,653 4,584 22,142 Balance at 1 January 2016 6,500 3,250 4,155 Profit for the year 2,707 2,707 Other comprehensive loss for the year (291) - (291) -Dividends declared for 2015 - (3,080) (3,080) Donations declared for 2015 (20) (20) 6,500 3,250 4,155 Balance at 31 December 2016 3,362 4,191 21,458 Balance at 1 January 2015 3,250 4,155 5,217 4,472 23,594 6,500 Profit for the year 3,302 3,302 Other comprehensive loss for the year Dividends declared for 2014 (1.564) - (1.564) - (3,170) (3,170) Donations declared for 2014 (20) (20) 3.250 4.155 Balance at 31 December 2015 6.500 3,653 4,584 22,142

Masood Bader

General Manage





633

436

3,884 (4,944) (15)

(725)

636

(728)

(480)

(575) 1,927

2016

4,936

(3,439) (4,082) 2,717

(587)

388

5.370

ents (3,919) 5 (9)

(1,533)

725

(390)

169 1,352

Chairman

(398) (480)

Bahrain National Life Assurance

STATEMENT OF FINANCIAL POSITION

As at 31 December 2016

OPERATING ACTIVITIES Premiums received net of acquisition costs Payments to insurance and reinsurance

Claims recovered from reinsurers Payments made for general and

INVESTMENT ACTIVITIES

FINANCING ACTIVITIES

Dividends paid

	2016	2015
ASSETS		
Cash and cash equivalents	1,521	1,352
Placements with banks	1,533	725
Insurance and other receivables Reinsurers' share of insurance	1,266	1,062
technical reserves	1,913	1,383
Deferred acquisition costs	154	143
Financial investments	10,017	11,379
Intangible assets	40	81
Equipment	12	11
Statutory deposits	50	50
Total assets	16,506	16,186
LIABILITIES		
Insurance technical reserves	5,541	5,567
Insurance payables	590	484
Other liabilities	1,479	1,040
Total liabilities	7,610	7,091
Total net assets	8,896	9,095
EQUITY		
Share capital	5,000	5,000
Statutory reserve	564	553
General reserve	11	11
Investment fair value reserve	251	168
Retained earnings	3,070	3,363
Total equity	8,896	9,095

STATEMENT OF CASH FLOWS

ies ers and claims paid to policyholders

Cash flows (used in)/ from operating activities (455)

INVESTMENT ACTIVITIES Dividends and interest received Proceeds from sales and redemptions of financial investments Payments for purchases of financial investmen Purchase of equipment and intangible assets Bank deposits with maturities of more than three months Proceeds from redemption of bank deposits with maturing of more than theoposits

Proceeds from redemption of bank deposits with maturities of more than three months

Donations paid Cash flows used in financing activities Net change in cash and cash equivalen during the year Cash and cash equivalents at 1 January

KPMG Fakhro

Cash flows from / (used in) investment activities 1,022

Cash and cash equivalents at 31 December 1,521

for the year ended 31 December 2016 (In thousands of Bahraini Dinars)

STATEMENT OF PROFIT OR LOSS

for the year ended 31 December 2016

	2016	2015
Gross insurance premiums	5,473	5,445
Reinsurers' share of gross insurance premiums	(3,547)	(3,194)
Retained premiums	1,926	2,251
Net change in reserves for unearned premiums	5	(179)
Net premiums earned	1,931	2,072
Gross claims paid	(4,079)	(3,391)
Reinsurance recoveries	2,901	2,616
Outstanding claims adjustment - Gross	(98)	(395)
Outstanding claims adjustment - Reinsurance	87	375
Net claims	(1,189)	(795)
Gross underwriting profit	742	1,277
Net commission expenses	(340)	(370)
(Charge) / release from life assurance actuarial reserve	(4)	98
General and administration expenses	(619)	(650)
Underwriting (loss) / profit	(221)	355
Net investment income	339	265
Profit for the year	118	620
Basic earnings per share (100 fils per share)	2.4 Fils	12.4 Fils

STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2016

(In thousands of Bahraini dinars)

2016 2015 Profit for the year Other comprehen 118 620 Profit for the year 118 Other comprehensive income/(loss): Items that are or may be reclassified to profit or loss: Available-for-sale securities: - Change in fair value during the year - Change to statement of profit or loss on impairment of securities 56 - Transfer to statement of profit or loss on disposal of securities (131) (128) 57 (99) (170) Other comprehensive income/(loss) for the year 83 ehensive income for the year 201 450

2015	Total comprehensive income for the year
5,575	
(3,328)	STATEMENT OF CHANGES IN EQUITY
(3,743) 2,782	for the year ended 31 December 2016 (In thousands of Bahraini Dinars)
(653)	

2016	Share capital		General reserve	Investment fair value reserve		Tota
Balance at 1 January 2016	5,000	553	1	1 168	3,363	9,095
Profit for the year	-	-			118	118
Other comprehensive income for the	year -	-		- 83	-	83
Transfer to statutory reserve	· -	11			(11)	
Dividends declared for 2015	-	-			(390)	(390)
Donations declared for 2015	-	-			(10)	(10)
				254	2 0 7 0	8.896
Balance at 31 December 2016	5,000	564	11	251	3,070	0,090
Balance at 31 December 2016						
2015 Balance at 1 January 2015	5,000		11	338	3,295	9,135
2015 Balance at 1 January 2015 Profit for the year	5,000			338	3,295 620	9,135
2015 Balance at 1 January 2015 Profit for the year Other comprehensive loss for the yea	5,000	491	11		3,295 620	9,13
2015 Balance at 1 January 2015 Profit for the year Other comprehensive loss for the yee Transfer to statutory reserve	5,000		11	338	3,295 620	9,13
2015 Balance at 1 January 2015 Profit for the year Other comprehensive loss for the year Transfer to statutory reserve Dividends declared for 2015	5,000	491	11	338	3,295 620	9,13
2015 Balance at 1 January 2015 Profit for the year Other comprehensive loss for the yee Transfer to statutory reserve	5,000	491	11	338 (170)	3,295 620 - (62)	9,13 620 (170

Profit for the year Other comprehensive loss foi Transfer to statutory reserve Dividends declared for 2015 Donations declared for 2014 Balance at 31 December 201 1,352 5.000 553 Redha Abdulla Faraj

Sahar Al Ajjawi General Manag