

## **Bahrain National Holding Company**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION CONSOLIDATED STATEMENT OF CASH FLOWS For the year ended 31 December 2022

As at 31 December 2022 (In thousands of Bahraini Dinars)

31 December 2022	31 December 2021	
		OPERATING ACTIVITIES
5.833	4.962	Insurance operations
		Premiums and service fees received, net of acquisition of Payments to insurance and reinsurance companies
		Claims paid to policyholders
2,275	1,991	Claims recovered from reinsurers and insurance compa
s 22,207	17,551	Donations paid
1,045	979	Cash flows from insurance operations
55,129	37,743	Investment operations
11,090	19,825	Dividends and interest received
2,235	2,397	Proceeds from sale and redemptions of
445	348	financial investments
3,360	3,539	Payments for purchases of financial investments
133	13	Bank deposits with maturities of more than three me Redemption proceeds from bank deposits
126,430	119,281	Dividends received from equity accounted investee
		Payment for investment in equity accounted invested
43,670	38,670	Loans paid Loans recovered
8,580	8,821	Payment for investment properties
6,298	5,940	Rent received
58,548	53,431	Cash flows from / (used in) investment opera
67,882	65,850	Expenses paid
		Cash flows from operating activities
11,918	11,918	INVESTMENT ACTIVITIES
-	(1,868)	Purchase of equipment and intangible assets
3,990	3,990	Cash flows used in investment activities
5,959	5,959	FINANCING ACTIVITIES
13,585	13,585	Dividends paid to shareholders
3,163	6,721	Dividends paid to non-controlling interest
25,726	21,912	Proceeds from sales of treasury shares
		Payments of lease liabilities Cash flows used in financing activities
64,341	62,217	
		Net increase in cash and cash equivalents
3,541	3,633	Cash and cash equivalents at 1 January
	2022 5,833 14,401 8,277 2,275 5,129 11,045 55,129 11,045 55,129 11,045 3,360 133 126,430 43,670 8,580 6,298 58,548 67,882 58,548 67,882 11,918 3,990 5,959 13,585 3,163 25,726	5,833         4,962           14,401         21,919           8,277         7,896           2,275         1,991           5         22,207           1,045         979           55,129         37,743           11,090         19,825           2,235         2,397           445         348           3,360         3,539           133         13 <b>126,430</b> 119,281           43,670         38,670           8,580         8,821           6,298         5,940 <b>58,548</b> 53,431 <b>67,882</b> 65,850           11,918         11,918           1,993         3,990           3,9595         5,959           3,163         6,721           25,726         21,912

	(in thousands of Banraini Dinars)		
1 December 2021		2022	2021
	OPERATING ACTIVITIES		
4,962	Insurance operations		
21,919	Premiums and service fees received, net of acquisition costs	42,508	40,714
7,896	Payments to insurance and reinsurance companies	(23,356)	(18,126)
1,991	Claims paid to policyholders Claims recovered from reinsurers and insurance companies	(21,816) 11,740	(21,284) 11,725
17,551	Donations paid	(50)	(43)
979	Cash flows from insurance operations	9,026	12,986
37,743	· · · · · ·	5,020	12,980
19,825	Investment operations Dividends and interest received	1,952	1,686
2,397	Proceeds from sale and redemptions of	1,952	1,000
348	financial investments	15.298	12.687
3,539	Payments for purchases of financial investments	(25,495)	(11,591)
13	Bank deposits with maturities of more than three months	(12,917)	(22,050)
	Redemption proceeds from bank deposits	20,492	13,090
119,281	Dividends received from equity accounted investees	550	651
	Payment for investment in equity accounted investee	(4.2)	(15)
38,670	Loans paid Loans recovered	(12) 75	(75)
8,821	Payment for investment properties	(4)	(2)
5,940	Rent received	338	311
53,431	Cash flows from / (used in) investment operation		(5,308)
65,850	Expenses paid	(7,027)	(5,911)
	Cash flows from operating activities	2,216	1,767
11,918	INVESTMENT ACTIVITIES		
(1,868)	Purchase of equipment and intangible assets	(249)	(162)
3,990	Cash flows used in investment activities	(249)	(162)
5,959	FINANCING ACTIVITIES		
13,585	Dividends paid to shareholders	(3,379)	(2,553)
6,721	Dividends paid to non-controlling interest	(175)	
21,912	Proceeds from sales of treasury shares	2,554	-
	Payments of lease liabilities	(96)	(81)
62,217	Cash flows used in financing activities	(1,096)	(2,634)
3,633	Net increase in cash and cash equivalents	871	(1,029)
5,055	Cash and cash equivalents at 1 January	4 962	5 001

Abdulhussain Khalil Dewani - Vice Chairman

5,991

4,962

**2022** 27,179 (15,360)

11,819

**12,008** (11,500) 5,638 (5,212) 4 949

(6,125)

**5,883** 1,044 (551) (3,398)

3,248 2,589 (40) 238 (543)

5,510

2022

5,510

2021 27,000 (14,696)

12,304 (282)

(9,631) 5,130 1,427

(2,891

(5,965

6,057 646 (408) (3,141) 542 3,696 2,476 (267) 256 (543)

18

5,636

2021

5,636

5,833

CONSOLIDATED STATEMENT OF PROFIT OR LOSS	
For the year ended 31 December 2022	

	2022	2021
Gross insurance premiums	41,964	39,864
Reinsurers' share of gross insurance premiums	(22,894)	(21,346)
Retained premiums	19,070	18,518
Net change in reserve for unearned premiums	(231)	(540)
Net premiums earned	18,839	17,978
Gross claims paid	(22,697)	(20,409)
Claims recoveries	12,292	12,110
Outstanding claims adjustment – gross	(4,785)	259
Outstanding claims adjustment – reinsurance	4,507	(2,193)
Net claims incurred	(10,683)	(10,233)
Gross underwriting profit	8,156	7,745
Net commission and fee income	879	511
Impairment losses on insurance receivables	(587)	(423)
General and administration expenses – underwriting	(4,611)	(4,238)
Other underwriting income	279	544
Net underwriting profit	4,116	4,139
Net investment income	3,857	3,337
Gains on reclassification of equity accounted investee to		
financial asset	5,872	-
Impairment losses on investment	(5,715)	(326)
Share of profit of equity accounted investees	1,142	1,485
Net income from road assist services	238	257
General and administration expenses - non-underwriting	(2,515)	(2,401)
Other income	8	188
Profit for the year	7,003	6,679
Profit attributable to:		
Parent company	6,547	6,388
Non-controlling interest	456	291
	7,003	6,679
Basic and diluted earnings per share (per 100 fils)	55.8 fils	56.7 fils

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the year ended 31 December 2022 (In thousands of Bahraini Dinars)

	2022	2021
Profit for the year	7,003	6,679
Other comprehensive income:		
Items that may be reclassified to profit or loss: Available-for-sale securities:		
- Change in fair value - Transfer to statement of profit or loss on impairment	(7,284)	2,389
of securities - Transfer to statement of profit or loss on disposal	5,715	190
of securities - Share of other comprehensive income of equity	(2,157)	(1,344
accounted investees - Transfer to statement of profit or loss on reclassification	(231)	14
of equity accounted investee to financial investment	(15)	
Other comprehensive income	(3,972)	1,249
Total comprehensive income	3,031	7,928
Total comprehensive income attributable to:		
Parent company	2,948	7,513
Non-controlling interest	83	415
	3,031	7,928

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2022

(In thousands of Bahraini Dinars)		Attributable to the shareholders of the Parent company									
2022	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Fair value reserve	Retained earnings	Total	Non-controlling Interest	Total Equity	
Balance at 1 January	11,918	(1,868)	3,990	5,959	13,585	6,721	21,912	62,217	3,633	65,850	
Profit for the year	-	-	-	-	-	-	6,547	6,547	456	7,003	
Other comprehensive income	-	-	-	-	-	(3,599)	-	(3,599)	(373)	(3,972)	
Total comprehensive income	-	-	-	-	-	(3,599)	6,547	2,948	83	3,031	
Dividends declared for 2021	-	-	-	-	-	-	(3,378)	(3,378)	(175)	(3,553)	
Transfer on reclassification of equity accounted investee	-	-	-	-	-	41	(41)	-		-	
Treasury shares sold	-	1,868	-	-	-	-	686	2,554	-	2,554	
Balance at 31 December	11,918	-	3,990	5,959	13,585	3,163	25,726	64,341	3,541	67,882	

		At	Attributable to the shareholders of the parent company								
2021	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Fair value reserve	Retained earnings	Total	Non-controlling Interest	Total Equity	
Balance at 1 January	11,918	(1,868)	3,990	5,959	13,585	5,596	18,071	57,251	3,218	60,469	
Profit for the year		-	-	-	-	-	6,388	6,388	291	6,679	
Other comprehensive income	-	-	-	-	-	1,125	-	1,125	124	1,249	
Total comprehensive income	-	-	-	-	-	1,125	6,388	7,513	415	7,928	
Dividends declared for 2020	-	-	-	-	-	-	(2,477)	(2,477)	-	(2,477)	
Donations declared for 2020	-	-	-	-	-	-	(70)	(70)	-	(70)	
Balance at 31 December	11,918	(1,868)	3,990	5,959	13,585	6,721	21,912	62,217	3,633	65,850	

e consolidated financial statements were approved by the Board of Directors on 21st of February 2023 and signed on its beha Farooq Yusuf Almoayyed - Chairman

OPERATING ACTIVITIES

Chairman

OPERATING ACTIVITIES Premiums received, net of acquisition co Payments to insurance and reinsurance companies Claims paid to policyholders Claims recovered from reinsurers and

ds of Bahraini Dinars

2022

(15,974) (11,085)

n costs

29,423 28,703

2021

(12.246) (10,258)

			STATEMENT OF PROFIT OR LOSS
bni 🔨			For the year ended 31 December 2022
			(In thousands of Bahraini Dinars)
-			
<b>Bahrain Nationa</b>	al Insura	ance	Gross insurance premiums
			Reinsurers' share of gross insurance premiums
STATEMENT OF FINAN	CIAL POSIT	ION	Retained premiums
As at 31 December 202	22		Net unearned premiums adjustment
(In thousands of Bahraini Dinars)			Net earned premiums
	2022	2021	Gross claims paid
ASSETS			Claims recoveries
Cash and cash equivalents	3,875	2,837	Outstanding claims adjustment - Gross Outstanding claims adjustment - Recoveries
Placements with banks	10,403	17,899	
Insurance receivables	4,797	5,237	Net claims incurred
Reinsurers' share of insurance technical reserves	19,545	14,526	Gross underwriting profit
Deferred acquisition cost	767	789	Net commission and fee income
Other assets	1,325	1,113	Impairment losses on insurance receivables
Financial investments	32,398	25,618	General and administration expenses - underwriting
Intangible assets	262	213	Other underwriting income
Property and equipment	1,639	1,751	Net underwriting profit
Statutory deposits	80	78	Net investment income
Total assets	75,091	70,061	Impairment losses on investments Net income from road assist services
LIABILITIES			General and administration expenses - non-underwriting
Insurance technical reserves	34,179	29,110	Other income
Insurance payables	6,557	7,177	Profit for the year
Other provisions and liabilities	4,787	4,498	
Total liabilities	45,523	40,785	STATEMENT OF COMPREHENSIVE INCOME
Net assets	29,568	29,276	For the year ended 31 December 2022
EQUITY			(In thousands of Bahraini dinars)
Share capital	6,500	6,500	(in thousands of building and s)
Statutory reserve	3,250	3,250	
General reserve	4,155	4,155	
Investment fair value reserve	5,275	5,983	Profit for the year
Retained earnings	10,388	9,388	Other comprehensive income:
Total equity	29,568	29,276	Items that may be reclassified to profit or loss:
	20,000	23,270	Available-for-sale securities:
STATEMENT OF CASH	FLOWS		- Change in fair value
For the year and ad 21 De	combox 202	2	- Transfer to profit or loss on impairment of securities
For the year ended 31 De	cember 202	2	- Transfer to profit or loss on disposal of securities

Total comprehensive income	4,802	6,431
Total other comprehensive income	(708)	795
- Transfer to profit or loss on disposal of securities	(1,260)	(783)
- Transfer to profit or loss on impairment of securities	40	131
- Change in fair value	512	1,447
Available-for-sale securities:		

STATEMENT OF CHANGES IN EQUITY	

4,810	5,517	STATEMENT OF CHANGES IN E	QUITY					
(3,848) (27)	(3,195) (25)	,	2022					
3,299	8,496			,	General	fair value	Retaine	
4 470	4 464	2022	capital	reserve	reserve	reserve	earning	s Total
1,479 s 8,169	7,461	Balance at 1 January	6,500	3,250	4,155	5,983	9,388	29,276
(14,680)	(7,630)	Profit for the year	-	-	-	-	5,510	5,510
(25)	(128)	Other comprehensive income	-	-	-	(708)	-	(708)
(23)	(120)	Dividends declared for 2021	-	-	-	-	(4,510)	(4,510)
(9,463)	(17,977)	Balance at 31 December	6,500	3,250	4,155	5,275	10,388	29,568
16,957	11,226							
es 2,437	(5,577)	2021						
		Ralance at 1 January	6 500	3 250	4 155	5 188	7 582	26.675
(4,510) (188)	(3,780) (175)	Profit for the year	-	-	-	-	5,636	5,636
(4,698)	(3,955)	Other comprehensive income	-	-	-	795	-	795
1,038	(1,036)	Dividends declared for 2020	-	-	-	-	(3,780)	(3,780)
2,837	3,873	Donations declared for 2020	-	-	-	-	(50)	(50)
3,875	2,837	Balance at 31 December	6,500	3,250	4,155	5,983	9,388	29,276
	(3,848) (27) <b>3,299</b> 1,479 5 8,169 (14,680) (25) (9,463) 16,957 <b>25 2,437</b> (4,510) (188) <b>(4,698)</b> <b>1,038</b> 2,837	(3,848)         (3,195)           (27)         (25)           3,299         8,496           1,479         1,461           5         8,169           (25)         (128)           (9,463)         (17,977)           16,957         11,226 <b>5 2,437</b> (5,577)           (4,510)         (17,98)           (188)         (175)           (4,698)         (3,955)           1,038         (1,036)           2,837         3,873	(3,848)         (3,195)           (27)         (25)           (29)         8,496           1,479         1,461           5 8,169         7,471           (14,680)         (7,630)           (25)         (128)           (25)         (128)           (9,463)         (17,977)           Balance at 1 January           (4,510)         (3,780)           (188)         (175)           (188)         (173)           10,388         (10,366)           10,398         (10,366)           2,837         3,873           Donations declared for 2020	(3,848)         (3,195) (27)         For the year ended 31 December 2022           3,299         8,496         (In thousands of Bahraini dinars)           1,479         1,461         Salance at 1 January         6,500           (14,680)         (7,630)         Profit for the year         -           (25)         (128)         Other comprehensive income         -           (9,463)         (17,977)         Balance at 1 January         6,500           16,957         11,226         2021         -           (4,510)         (3,780)         Profit for the year         -           (188)         (173)         Balance at 1 January         6,500           1,6997         11,226         -         -           (4,510)         (3,780)         Profit for the year         -           (188)         (175)         Other comprehensive income         -           1,038         (10,36)         Dividends declared for 2020         -           2,837         3,873         Donations declared for 2020         -	(3,848)         (3,195)         For the year ended 31 December 2022           (27)         (25)         (16)         (16)           1,479         1,461         Balance at 1 January         6,500         3,250           (14,680)         (7,630)         Profit for the year         -         -           (25)         (128)         Other comprehensive income         -         -           (9,463)         (17,977)         Balance at 31 December         6,500         3,250           16,957         11,226         2021         -         -           (4,510)         (3,780)         (75)         2021         -           (4,589)         (3,955)         Other comprehensive income         -         -           (4,510)         (3,780)         (75)         -         -         -           (4,589)         (3,955)         Other comprehensive income         -         -         -           (188)         (175)         Profit for the year         -         -         -         -           (188)         (1,036)         Dividends declared for 2020         -         -         -         -           (2,837)         3,873         Donations declared for 2020         -	(3,848)         (3,195)           (27)         (25)         (16 thousands of Bahraini dinars)         Share         Statutory         General           1,479         1,461         Balance at 1 January         6,500         3,250         4,155           1,479         1,461         Profit for the year         -         -         -           (25)         (128)         Other comprehensive income         -         -         -           (25)         (128)         Other comprehensive income         -         -         -           (9,463)         (17,977)         Balance at 31 December         6,500         3,250         4,155           16,957         11,226         2021         -         -         -         -           (4,510)         (3,780)         (759)         9,250         0ther comprehensive income         -         -         -           (4,510)         (3,780)         (759)         Other comprehensive income         -         -         -         -           (4,510)         (3,780)         Dividends declared for 2020         -         -         -         -           (188)         (1,036)         Dividends declared for 2020         -         -	1,3,195       Investment         Cor the year ended 31 December 2022         Cor the year ended 31 December 2022         Investment         1,479       1,461         2022       Share Statutory colspan="2">Investment         2022       Investment         2021       -       -       -         2021       -       -       -         8alance at 1 January       6,500       3,250       4,155       5,188         Notifi for the year       -       -       -         2021       -       -       -         8alance at 1 January       6,500       3,250       <	(3,848)       (3,195)         (27)       (25)       (16)       (16)       (17)       (16)       (17)       (16)       (17) </td

Raed Fakhri - Group Chief Executive Audited by KPMG Fakhro STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2022 of Bahra

	2022	2021
Gross insurance premiums	15,007	13,077
Reinsurers' share of gross insurance premiums	(7,612)	(6,725)
Retained premiums	7,395	6,352
Net change unearned premium reserve	(421)	(257)
Net premiums earned	6,974	6,095
Gross claims paid	(11,492)	(11,091)
Reinsurance recoveries	6,711	7,038
Outstanding claims adjustment - Gross	399	(1,158)
Outstanding claims adjustment - Reinsurance	(442)	699
Net claims incurred	(4,824)	(4,512)
Gross underwriting profit	2,150	1,583
Net commission expenses	(166)	(135)
Impairment reversal / (losses) on receivables, net	(36)	(15)
General and administration expenses - underwriting	(1,185)	(1,069)
Other underwriting income	8	2
Net underwriting profit	771	366
Net investment income	1,268	1,012
Impairment losses on investments	(59)	(60)
General and administration expenses – non-underwriting	(155)	(155)
Profit for the year	1,825	1,163

STATEMENT OF COMPREHENSIVE INCOME For the year ended 31 December 2022

ds of Bahraini dinars

	2022	2021
Profit for the year	1,825	1,163
Other comprehensive income:		
Items that are or may be reclassified to profit or loss:		
Available-for-sale securities:		
- Change in fair value	(656)	971
- Transfer to statement of profit or loss on disposal of securities	(894)	(536)
- Transfer to statement of profit or loss on impairment of securi	ties 59	60
Other comprehensive income	(1,491)	495
Total comprehensive income	334	1,658

STATEMENT OF CHANGES IN EQUITY

2022	Share capital		General reserve	Investment fair value reserve		Tota
Balance at 1 January	5,000	1,033	11	2,142	6,268	14,454
Profit for the year	-	-	-	-	1,825	1,825
Other comprehensive income	-	-	-	(1,491)	-	(1,491)
Transfer to statutory reserve	-	183	-	-	(183)	-
Dividends declared for 2021	-	-	-	-	(700)	(700)
Balance at 31 December	5,000	1,216	11	651	7,210	14,088
Balance at 31 December	5,000	1,216	11	651	7,210	14,088
Balance at 31 December	<b>5,000</b> 5,000	<b>1,216</b> 917	11	<b>651</b> 1,647		
Balance at 31 December 2021 Balance at 1 January					5,241	12,816
Balance at 31 December 2021 Balance at 1 January Profit for the year	5,000	917	11	1,647	5,241	12,816
Balance at 31 December	5,000	917	11	1,647	5,241 1,163 -	14,088 12,810 1,163 495
Balance at 31 December 2021 Balance at 1 January Profit for the year Other comprehensive income	5,000	917	11	1,647 - 495	5,241 1,163 - (116)	12,816

Enas Asiri

Audited by

Abdulhussain Khalil Dewani

Sami Mohamed Zainal Eman Salem Mujali Vice Chairman

Chief Executive Officer

The financial statements were approved by the Board of Directors on 21st of February 2023 and signed on its behalf by:

 OPERATING ACTIVITIES
 13,488
 12,240

 Premiums received, net of acquisition costs
 13,488
 12,240
 (5,925)

 Claims and surrenders paid to policyholders
 (10,997)
 (11,173)
 (11,173)

 Claims receiver from reinsurers
 6,987
 6,266
 6,266

OPERATING ACTIVITIES

Total equity

Claims recovered from reinsurers	6,987	6,266
Payments made for general and		
administration expenses	(1,325)	(1,180)
Donations paid	(9)	(18)
Cash flows from operating activities	500	210
INVESTMENT ACTIVITIES		
Dividends and interest received	629	603
Proceeds from sales and redemptions of		
financial investments	6,721	5,070
Payments for purchases of financial investments	(8,644)	(4,061)
Purchase of equipment and intangible assets	(17)	(12)
Bank deposits with maturities of more than		
three months	(2,153)	(4,073)
Proceeds from redemption of bank deposits		
with maturities of more than three months	3,535	1,865
Cash flows from / (used in) investment activitie	es 71	(608)
FINANCING ACTIVITIES		
Dividends paid to shareholders	(700)	-
Payments of lease liability	(20)	(20)
Cash flows used in financing activities	(720)	(20)
Net change in cash and cash equivalents		
during the year	(149)	(418)
Cash and cash equivalents at 1 January	1,377	1,795
	1.228	1,377

Abdulrahman Mohamed Juma

bnl 🏹 **Bahrain National Life Assurance** 

## STATEMENT OF FINANCIAL POSITION

As at 31 December 2022

(In thousands of Bahraini Dina	irs)	
	31 December	31 Decembe
	2022	202
ASSETS		
Cash and cash equivalents	1,228	1,37
Placements with banks	2,638	4,02
Insurance receivables	3,480	2,658
Reinsurers' share of insurance		
technical reserves	2,662	3,025
Deferred acquisition costs	278	190
Other assets	576	509
Financial investments	15,275	14,40
Intangible assets	67	42
Property and equipment	142	159
Statutory deposits	53	52
Total assets	26,399	26,43
LIABILITIES		
Insurance technical reserves	9,589	9,630
Insurance payables	2,023	1,644
Other provisions and liabilities	699	70
Total liabilities	12,311	11,98
Net assets	14,088	14,454
EQUITY		
Share capital	5,000	5,000
Statutory reserve	1,216	1,03
General reserve	11	1
Investment fair value reserve	651	2,142
Retained earnings	7,210	6,268

## STATEMENT OF CASH FLOWS For the year ended 31 December 2022 (In thousands of Bahraini Dinars) 2022

14,088

2,142 6,268

14,454

2021

For the year ended 31 December 2022 (In thousands of Bahraini Dinars) 80 (18) 210

Redha Abdulla Ali Faraj