

**Allianz Saudi Fransi Cooperative
Insurance Company
(A Saudi Joint Stock Company)**

**UNAUDITED INTERIM CONDENSED FINANCIAL
STATEMENTS AND INDEPENDENT AUDITORS' REVIEW
REPORT**

**FOR THE THREE MONTH AND TWELVE MONTH PERIODS
ENDED 31 DECEMBER 2015**

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KPMG Al Fozan & Partners



Aldar Audit Bureau
Abdullah Al Basri & Co.
Member Firm of Grant Thornton International

INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

TO THE SHAREHOLDERS OF ALLIANZ SAUDI FRANSI COOPERATIVE INSURANCE COMPANY (A SAUDI JOINT STOCK COMPANY)

SCOPE OF REVIEW

We have reviewed the accompanying interim statement of financial position of Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company) (the "Company") as at 31 December 2015 and the related interim statements of income - insurance operations and shareholders' operations, interim statement of comprehensive income - insurance operations and shareholders' operations for the three month and twelve month periods then ended, the interim statement of changes in shareholders' equity and interim statement of cash flows - insurance operations and shareholders' operations for the twelve month period then ended and the related notes 1 to 17 which form an integral part of these interim condensed financial statements. These interim condensed financial statements are the responsibility of the Company's management and have been prepared by them in accordance with International Accounting Standard - 34 "Interim Financial Reporting" (IAS 34) and submitted to us together with all the information and explanations which we required.

We conducted our review in accordance with the Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants (SOCPA). A review consists principally of applying analytical procedures to financial data and information and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the auditing standards generally accepted in the Kingdom of Saudi Arabia, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

REVIEW CONCLUSION

Based on our review, we are not aware of any material modifications that should be made to the accompanying interim condensed financial statements for them to be in conformity with IAS 34.

EMPHASIS OF MATTER

We draw attention to the fact that these interim condensed financial statements are prepared in accordance with IAS 34 and not in accordance with the Standard on Interim Financial Reporting issued by SOCPA.

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Abdullah Hamad Al Fozan
Certified Public Accountant
Licence No. 348



10 Rabi Al Thani 1437H
20 January 2016

Abdullah M. Al Basri
Certified Public Accountant
Licence No. 171



Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF FINANCIAL POSITION

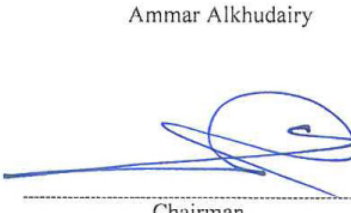
	<i>Note</i>	31 December 2015 (Unaudited) SR	31 December 2014 (Audited) SR
INSURANCE OPERATIONS' ASSETS			
Cash and cash equivalents		55,244,050	62,981,132
Prepayments and other assets		12,589,673	14,321,740
Reinsurance balances receivable		29,468,288	39,406,041
Premiums receivable, net	7	262,229,110	233,013,943
Available for sale investments	9	59,303,915	66,290,823
Unit linked investments	10	586,968,627	587,082,779
Deferred policy acquisition costs		21,958,291	13,837,659
Reinsurers' share of unearned premiums		258,240,391	196,712,050
Reinsurers' share of outstanding claims	6	250,600,850	195,791,834
Office equipment and furniture		1,776,096	2,104,837
TOTAL INSURANCE OPERATIONS' ASSETS		1,538,379,291	1,411,542,838
SHAREHOLDERS' ASSETS			
Cash and cash equivalents		1,565,454	5,705,081
Prepayments and other assets		2,508,050	569,613
Due from insurance operations		23,915,601	18,687,760
Available for sale investments	9	167,391,371	150,416,786
Statutory deposit	8	20,476,815	20,076,025
TOTAL SHAREHOLDERS' ASSETS		215,857,291	195,455,265
TOTAL ASSETS		1,754,236,582	1,606,998,103

Xavier Denys



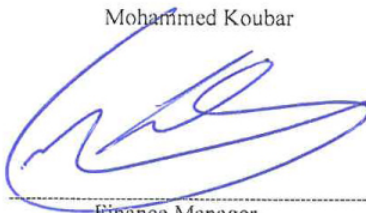
Chief Executive Officer

Ammar Alkhudairy



Chairman

Mohammed Koubar



Finance Manager

The accompanying notes 1 to 17 form part of these interim condensed financial statements.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF FINANCIAL POSITION (continued)

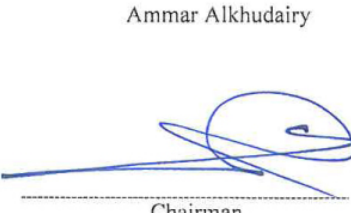
	<i>Note</i>	31 December 2015 (Unaudited) SR	31 December 2014 (Audited) SR
INSURANCE OPERATIONS' LIABILITIES AND SURPLUS			
Accrued expenses and other liabilities		8,952,451	19,674,465
Reinsurance balances payable		137,306,805	188,838,218
Due to shareholders' operations		23,915,601	18,687,760
Outstanding claims	6	323,021,881	277,155,299
Unit linked liabilities		592,851,492	593,623,912
Unearned commission income		15,230,473	12,295,482
Unearned premiums		422,585,925	288,864,252
Employees' end of service benefits		11,786,168	10,063,959
TOTAL INSURANCE OPERATIONS' LIABILITIES		1,535,650,796	1,409,203,347
INSURANCE OPERATIONS' SURPLUS			
Accumulated surplus		5,084,834	2,837,296
Fair value reserve for available for sale investments	9	(2,356,339)	(497,805)
TOTAL INSURANCE OPERATIONS' LIABILITIES AND SURPLUS		1,538,379,291	1,411,542,838
SHAREHOLDERS' LIABILITIES AND EQUITY			
SHAREHOLDERS' LIABILITIES			
Accrued expenses and other liabilities		662,513	124,824
Zakat and income tax payable		14,271,442	10,552,927
TOTAL SHAREHOLDERS' LIABILITIES		14,933,955	10,677,751
SHAREHOLDERS' EQUITY			
Share capital	11	200,000,000	200,000,000
Share premium		22,711,315	22,711,315
Accumulated losses		(19,514,783)	(38,094,433)
Fair value reserve for available for sale investments	9	(2,273,196)	160,632
TOTAL SHAREHOLDERS' EQUITY		200,923,336	184,777,514
TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY		215,857,291	195,455,265
TOTAL INSURANCE OPERATIONS' LIABILITIES AND SURPLUS AND SHAREHOLDERS' LIABILITIES AND EQUITY		1,754,236,582	1,606,998,103

Xavier Denys



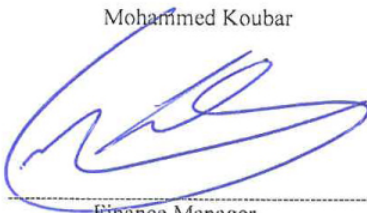
Chief Executive Officer

Ammar Alkhudairy



Chairman

Mohammed Koubar



Finance Manager

The accompanying notes 1 to 17 form part of these interim condensed financial statements.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF INCOME - INSURANCE OPERATIONS

	Note	For the three month period ended		For the twelve month period ended	
		31 December 2015	31 December 2014	31 December 2015	31 December 2014
		Unaudited SR	Unaudited SR	Unaudited SR	Audited SR
Gross written premiums		197,732,490	206,783,960	803,213,312	725,109,990
Reinsurance premiums ceded		(80,927,383)	(127,014,317)	(342,843,069)	(327,015,755)
Net written premiums	5	116,805,107	79,769,643	460,370,243	398,094,235
Changes in unearned premiums		(15,136,167)	(32,473,533)	(133,721,673)	(18,080,588)
Reinsurance share of unearned premiums		8,350,379	49,975,802	61,528,341	40,617,798
Net change in unearned premiums	5	(6,785,788)	17,502,269	(72,193,332)	22,537,210
Net premiums earned	5	110,019,319	97,271,912	388,176,911	420,631,445
Commission earned		4,926,312	6,132,721	18,817,375	21,947,535
Unrealized gain (loss) / (loss) on unit linked investments		1,004,584	(6,729,781)	675,883	9,365,419
Other income		3,584,866	(843,817)	6,448,057	3,160,940
Total revenues		119,535,081	95,831,035	414,118,226	455,105,339
Gross claims paid		(175,447,935)	(103,188,105)	(553,611,528)	(431,536,901)
Reinsurance share of claims paid		94,248,165	33,334,346	266,744,790	140,126,585
Net claims paid		(81,199,770)	(69,853,759)	(286,866,738)	(291,410,316)
Changes in gross outstanding claims		10,492,846	(4,343,972)	(45,866,582)	(50,710,809)
Changes in reinsurance share of outstanding claims		(8,755,012)	9,960,141	54,809,016	25,363,863
Change in premium deficiency reserves		-	5,134,023	-	936,116
Changes in net outstanding claims		1,737,834	10,750,192	8,942,434	(24,410,830)
Net claims incurred		(79,461,936)	(59,103,567)	(277,924,304)	(315,821,146)
Change in unit linked liabilities		(2,225,349)	(6,101,070)	772,420	(17,509,675)
Commission expenses		(11,420,100)	(8,631,560)	(38,910,499)	(40,121,767)
Inspection and supervision fees		(1,151,312)	(1,088,325)	(5,047,421)	(4,178,490)
General and administrative expenses		(18,569,245)	(9,434,701)	(70,533,043)	(64,580,472)
Total claims and expenses		(112,827,942)	(84,359,223)	(391,642,847)	(442,211,550)
Net surplus for the period		6,707,139	11,471,812	22,475,379	12,893,789
Net surplus transferred to interim statement of income - shareholders' operations	3	(6,036,425)	(10,324,631)	(20,227,841)	(11,604,410)
Net insurance operations' surplus after shareholders' appropriation for the period		670,714	1,147,181	2,247,538	1,289,379

Xavier Denys

670,714

Ammar Alkhudairy

2,247,538

Mohammed Koubar

Chief Executive Officer

Chairman

Finance Manager


The accompanying notes 1 to 17 form part of these interim condensed financial statements.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 INTERIM STATEMENT OF COMPREHENSIVE INCOME - INSURANCE OPERATIONS

	<i>For the three month period ended</i>		<i>For the twelve month period ended</i>	
	<i>31 December 2015</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2014</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2015</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2014</i> <i>Audited</i> <i>SR</i>
Net insurance operations' surplus after shareholders' appropriation for the period	670,714	1,147,181	2,247,538	1,289,379
<i>Other comprehensive income to be reclassified subsequently to the interim statement of income – insurance operations</i>				
Fair value change in available for sale investments	(1,546,781)	426,475	(1,547,524)	1,627,617
Transferred to realized gain on available for sale investments disposal	-	-	(311,010)	-
Total comprehensive (loss)/ income from insurance operations for the period	(876,067)	1,573,656	389,004	2,916,996

Xavier Denys

 Chief Executive Officer

Ammar Alkhudairy

 Chairman

Mohammed Koubar

 Finance Manager


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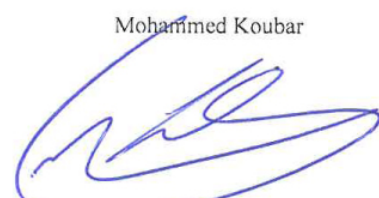
Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 INTERIM STATEMENT OF INCOME - SHAREHOLDERS' OPERATIONS

	<i>For the three month period ended</i>		<i>For the twelve month period ended</i>	
	<i>31 December 2015</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2014</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2015</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2014</i> <i>Audited</i> <i>SR</i>
Special commission income	1,283,202	1,211,299	4,835,356	4,864,495
Realised (loss) / gain on available for sale investments	-	-	(375,194)	123,402
Total revenues	1,283,202	1,211,299	4,460,162	4,987,897
Net surplus transferred from interim statement of income - insurance operations	6,036,425	10,324,631	20,227,841	11,604,410
General and administrative expenses	(220,928)	(138,088)	(852,466)	(704,591)
Net income for the period	7,098,699	11,397,842	23,835,537	15,887,716
Basic and diluted earnings per share (Note 15)	0.35	0.57	1.19	0.79

Xavier Denys

 Chief Executive Officer

Ammar Alkhudairy

 Chairman


Mohammed Koubar

 Finance Manager


Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 INTERIM STATEMENT OF COMPREHENSIVE INCOME - SHAREHOLDERS'
 OPERATIONS

	<i>For the three month period ended</i>		<i>For the twelve month period ended</i>	
	<i>31 December 2015</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2014</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2015</i> <i>Unaudited</i> <i>SR</i>	<i>31 December 2014</i> <i>Audited</i> <i>SR</i>
Net income for the period	7,098,699	11,397,842	23,835,537	15,887,716
<i>Other comprehensive income to be reclassified subsequently to the statement of income-shareholders' operations</i>				
Fair value change in available for sale investments	(1,494,501)	(162,789)	(2,809,022)	509,300
Transferred to realized loss / (gain) on disposal of available for sale investments	-	-	375,194	(123,402)
Total comprehensive income for the Period	<u>5,604,198</u>	<u>11,235,053</u>	<u>21,401,709</u>	<u>16,273,614</u>

Xavier Denys

 Chief Executive Officer

Ammar Alkhudairy

 Chairman

Mohammed Koubar

 Finance Manager

The accompanying notes 1 to 17 form part of these interim condensed financial statements.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
INTERIM STATEMENT OF CASH FLOWS - INSURANCE OPERATIONS

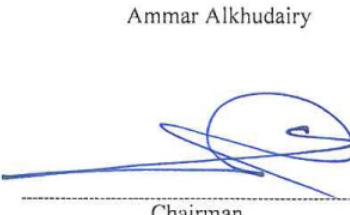
	<i>Share capital</i> SR	<i>Share premium</i> SR	<i>Accumulated losses</i> SR	<i>Fair value reserve for available for sale investments</i> SR	<i>Total</i> SR
Balance as at 1 January 2014	200,000,000	22,711,315	(49,618,841)	(225,266)	172,867,208
Net income for the year	-	-	15,887,716	-	15,887,716
<i>Other comprehensive income:</i>					
- Fair value change in available for sale investments	-	-	-	509,300	509,300
- Transferred to statement of income of shareholders' operations	-	-	-	(123,402)	(123,402)
Total comprehensive income for the year	-	-	15,887,716	385,898	16,273,614
Provision for zakat and income tax	-	-	(4,363,308)	-	(4,363,308)
Balance as at 31 December 2014 – (Audited)	<u>200,000,000</u>	<u>22,711,315</u>	<u>(38,094,433)</u>	<u>160,632</u>	<u>184,777,514</u>
Balance as at 1 January 2015	200,000,000	22,711,315	(38,094,433)	160,632	184,777,514
Net income for the year	-	-	23,835,537	-	23,835,537
<i>Other comprehensive income:</i>					
- Fair value change in available for sale investments	-	-	-	(2,809,022)	(2,809,022)
- Transferred to statement of income of shareholders' operations	-	-	-	375,194	375,194
Total comprehensive income / (loss) for the period	-	-	23,835,537	(2,433,828)	21,401,709
Provision for zakat and income tax	-	-	(5,255,887)	-	(5,255,887)
Balance as at 31 December 2015 – (Unaudited)	<u>200,000,000</u>	<u>22,711,315</u>	<u>(19,514,783)</u>	<u>(2,273,196)</u>	<u>200,923,336</u>

Xavier Denys



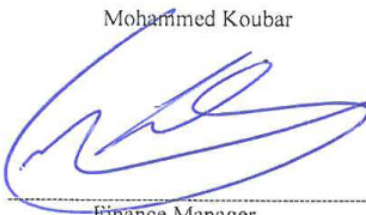
Chief Executive Officer

Ammar Alkhudairy



Chairman


Mohammed Koubar




Finance Manager

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
INTERIM STATEMENT OF CASH FLOWS - INSURANCE OPERATIONS

	<i>For the twelve month period ended</i>	
	<i>31 December 2015 (Unaudited) SR</i>	<i>31 December 2014 (Audited) SR</i>
OPERATING ACTIVITIES		
Insurance operations' surplus after shareholders' appropriation	2,247,538	1,289,379
Adjustments for:		
Employees' end of service benefits	2,837,801	2,233,952
Depreciation	1,141,571	1,375,012
Gain on disposal of office equipment and furniture	(6,060)	-
Gain on disposal of available for sale investments	(311,010)	-
Unrealized gains on unit linked investments	675,883	(9,365,419)
Shareholders' appropriation from insurance operations' surplus	20,227,841	11,604,410
Operating surplus before changes in operating assets and liabilities	26,813,564	7,137,334
Changes in operating assets and liabilities:		
Deferred policy acquisition costs	(8,120,632)	3,694,685
Unit linked investments	(561,731)	(4,142,874)
Premiums receivable	(29,215,167)	1,240,019
Prepayments and others assets	1,732,066	(3,060,331)
Unearned premiums, net	72,193,332	(22,537,209)
Unit linked reserves	(772,420)	17,509,675
Outstanding claims, net	(8,942,434)	25,346,946
Premium deficiency reserves	-	(936,116)
Unearned commission income	2,934,991	119,596
Reinsurance balances payable, net	(41,593,660)	15,832,653
Accrued expenses and other liabilities	(10,722,014)	1,878,740
Cash from operations	3,745,895	42,083,118
Employees' end of service benefits paid	(1,115,592)	(627,093)
Net cash from operating activities	2,630,303	41,456,025
INVESTING ACTIVITIES		
Purchase of office equipment and furniture	(812,830)	(722,691)
Proceeds from sale of office equipment and furniture	6,060	-
Purchase of available for sale investments	(4,909,191)	-
Proceeds from sale of available for sale investments	10,348,576	(24,958,813)
Net cash from / (used in) investing activities	4,632,615	(25,681,504)
FINANCING ACTIVITIES		
Due to shareholders operations	(15,000,000)	(3,000,000)
Net cash used in financing activities	(15,000,000)	(3,000,000)
(DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(7,737,082)	12,774,521
Cash and cash equivalents at the beginning of the period	62,981,132	50,206,611
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	55,244,050	62,981,132
Non-cash supplemental information:		
Net changes in fair value of available for sale investments	(1,858,534)	1,627,617

Xavier Denys

 Chief Executive Officer

Ammar Alkhudairy

 Chairman

Mohammed Keobar

 Finance Manager

The accompanying notes 1 to 17 form part of these interim condensed financial statements.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 December 2015

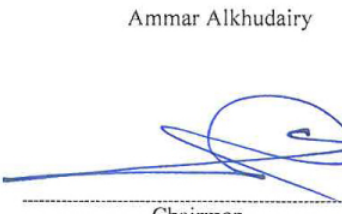
	<i>For the twelve month period ended</i>	
	<i>31 December 2015 (Unaudited) SR</i>	<i>31 December 2014 (Audited) SR</i>
OPERATING ACTIVITIES		
Net income for the period	23,835,537	15,887,716
Adjustments for:		
Realized loss / (gain) on available for sale investments	375,194	(123,402)
Shareholders' appropriation from insurance operations' surplus	(20,227,841)	(11,604,410)
Operating surplus before changes in operating assets and liabilities	3,982,890	4,159,904
Changes in operating assets and liabilities:		
Prepayments and other assets	(1,938,437)	463,392
Accrued expenses and other liabilities	537,689	7,302
Statutory deposit	(400,790)	--
Cash from operations	2,181,352	4,630,598
Income tax paid	(1,537,372)	(1,297,789)
Net cash from operating activities	643,980	3,332,809
INVESTING ACTIVITIES		
Purchase of available for sale investments	(45,364,374)	(14,648,031)
Proceeds from sale of available for sale investments	25,580,767	12,204,993
Net cash used in investing activities	(19,783,607)	(2,443,038)
FINANCING ACTIVITIES		
Due from insurance operations	15,000,000	3,000,000
Net cash from financing activities	15,000,000	3,000,000
(DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(4,139,627)	3,889,771
Cash and cash equivalents at the beginning of the period	5,705,081	1,815,310
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1,565,454	5,705,081
<u>Non-cash supplemental information:</u>		
Net changes in fair value of available for sale investments	(2,433,828)	385,898

Xavier Denys



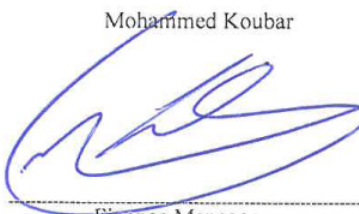
Chief Executive Officer

Ammar Alkhudairy



Chairman

Mohammed Koubar



Finance Manager

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 December 2015

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

Allianz Saudi Fransi Cooperative Insurance Company (the “Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration number 1010235601 dated 26 Jumada Thani 1428H corresponding to 12 July 2007. The Company operates through its 5 branches in the Kingdom of Saudi Arabia as of 31 December 2015 (2014: 5 branches). The registered office of the Company is located at Al Safwa Commercial Building, P O Box 3540, Riyadh 11481, Kingdom of Saudi Arabia.

The objectives of the Company are to transact cooperative insurance operations and related activities in the Kingdom of Saudi Arabia. The Company was listed on the Saudi stock exchange on 9 Rajab 1428H, corresponding to 23 July 2007.

2. COMMERCIAL OPERATIONS

The Company has been licensed to conduct insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree number 60/M dated 18 Ramadan 1427H (corresponding to 11 October 2006), pursuant to Council of Ministers resolution number 233 dated 16 Ramadan 1427H (corresponding to 9 October 2006).

Following the completion of the public offering on 26 March 2007, an application was submitted to His Excellency the Minister of Commerce and Industry (MOCI) in the Kingdom of Saudi Arabia, requesting the announcement of the incorporation of the Company. On 8 Jumada Thani 1428H corresponding to 24 June 2007, MOCI issued a resolution declaring the incorporation of the Company.

During March 2008, Saudi Arabian Monetary Agency (SAMA) granted the Company an authorisation to commence operations. The Company renewed its operating license on 30 Safar 1432H corresponding to 3 February 2011.

3. BASIS OF PREPARATION

The interim condensed financial statements for the three month and twelve month periods ended 31 December 2015 have been prepared in accordance with International Accounting Standard (IAS 34) – “Interim Financial Reporting”.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and therefore should be read in conjunction with the Company’s annual financial statements as at 31 December 2014.

The Company’s Articles of Association require that separate accounts be maintained for Insurance and Shareholders’ operations. Income and expenses clearly attributable to either activity are recorded in the respective accounts. The basis of allocation of expenses from joint operations is determined by management and the Board of Directors.

In accordance with the Saudi Arabian Insurance Regulations, the Company is required to distribute 10% of net annual surplus from insurance operations to policyholders and the remaining 90% of the surplus to be transferred to the shareholders’ operations and losses to be borne by shareholders’ operations.

4. NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

The accounting policies used in the preparation of these interim condensed financial statements are consistent with those used in the preparation of the annual financial statements as of and for the year ended 31 December 2014, except for the adoption of new standards, amendments and revisions to existing standards, as mentioned below, which had no significant financial impact on the interim condensed financial statements of the Company:

Annual Improvements 2010-2012 and 2011-2013 Cycles

Annual improvements to IFRS 2010-2012 and 2011-2013 cycle applicable for annual periods beginning on or after 1 July 2014. The IASB made amendments to a total of nine standards, which included an amendment to IFRS 13 Fair Value Measurement. It clarifies in the Basis for Conclusions that short-term receivables and payables with no stated

4. NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS (continued)

interest rates can be measured at invoice amounts when the effect of discounting is immaterial. This amendment to IFRS 13 has no impact on the Company.

Standard issued not yet effective

In addition to the above mentioned standards, the following standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective. Further, the Company has chosen not to early adopt the amendments and revisions to the International Financial Reporting Standards which have been published and are mandatory for compliance for the Company with effect from future dates.

IFRS 9 Financial Instruments

IFRS 9, as issued, reflects the first phase of the IASB's work though the adoption date is subject to the recently issued Exposure Draft on the replacement of IAS 39 and applies to classification and measurement of financial assets and liabilities as defined in IAS 39. The standard was initially effective for annual periods beginning on or after 1 January 2013, but Amendments to IFRS 9 Mandatory Effective Date of IFRS 9 and Transition Disclosures, issued in December 2011, moved the mandatory effective date to 1 January 2015.

However, on 19 November 2013, the IASB issued IFRS 9 Financial Instruments (Hedge Accounting and amendments to IFRS 9) amending IFRS 9 to include the new general hedge accounting model. In its February 2014 meeting, the IASB decided that IFRS 9 would be mandatorily effective for years ending on or after 31 December 2018. IASB is considering to defer the effective date of IFRS 9 for specified entities that issue contracts within the scope of IFRS 4 until the new insurance contracts standard is applied.

Annual improvements to IFRSs 2012 – 2014

Annual improvements to IFRSs 2012 – 2014 cycle applicable to annual period beginning on or after 1 January 2016.

Disclosure initiative (Amendments to IAS 1)

Amends IAS 1 Presentation of Financial Statements to address perceived impediments to preparers exercising their judgments in presenting the financial reports. It is effective for annual periods beginning on or after 1 January 2016.

At 30 September 2015

5 PREMIUMS*For the three month period ended 31 December 2015**Unaudited (SR)*

	<i>Gross</i>	<i>Reinsurers' share</i>	<i>Net</i>
General insurance	161,144,263	(79,717,509)	81,426,754
Protection and saving insurance	36,588,227	(1,209,874)	35,378,353
Written premiums	197,732,490	(80,927,383)	116,805,107
Change in unearned premiums	(15,136,167)	8,350,379	(6,785,788)
Premiums earned	182,596,323	(72,577,004)	110,019,319

*For the three month period ended 31 December 2014**Unaudited (SR)*

	<i>Gross</i>	<i>Reinsurers' Share</i>	<i>Net</i>
General insurance	158,608,545	(120,408,643)	38,199,902
Protection and saving insurance	48,175,415	(6,605,674)	41,569,741
Written premiums	206,783,960	(127,014,317)	79,769,643
Change in unearned premiums	(32,473,533)	49,975,802	17,502,269
Premiums earned	174,310,427	(77,038,515)	97,271,912

*For the twelve month period ended 31 December 2015**Unaudited (SR)*

	<i>Gross</i>	<i>Reinsurers' share</i>	<i>Net</i>
General insurance	632,227,738	(324,593,426)	307,634,312
Protection and saving insurance	170,985,574	(18,249,643)	152,735,931
Written premiums	803,213,312	(342,843,069)	460,370,243
Change in unearned premiums	(133,721,673)	61,528,341	(72,193,332)
Premiums earned	669,491,639	(281,314,728)	388,176,911

At 30 September 2015

5 PREMIUMS (continued)For the twelve month period ended 31 December 2014
Audited (SR)

	<i>Gross</i>	<i>Reinsurers' share</i>	<i>Net</i>
General insurance	546,323,294	(314,341,806)	231,981,488
Protection and saving insurance	178,786,696	(12,673,949)	166,112,747
Written premiums	725,109,990	(327,015,755)	398,094,235
Change in unearned premiums	(18,080,588)	40,617,798	22,537,210
Premiums earned	707,029,402	(286,397,957)	420,631,445

6 OUTSTANDING CLAIMS

As at 31 December 2015 - Unaudited (SR)

	<i>Gross</i>	<i>Reinsurers' share</i>	<i>Net</i>
General insurance	311,415,893	(244,193,329)	67,222,564
Protection and saving insurance	11,605,988	(6,407,521)	5,198,467
Total outstanding claims	323,021,881	(250,600,850)	72,421,031

As at 31 December 2014 - Audited (SR)

	<i>Gross</i>	<i>Reinsurers' Share</i>	<i>Net</i>
General insurance	265,713,487	(189,457,513)	76,255,974
Protection and saving insurance	11,441,812	(6,334,321)	5,107,491
Total outstanding claims	277,155,299	(195,791,834)	81,363,465

7 PREMIUMS RECEIVABLE, NET

31 December 2015 Unaudited	Total	<i>Past due not impaired</i>		<i>Past due and impaired</i>	
		Neither past due nor impaired	Up to 90 days	Less than 180 days	More than 180 days
<i>Amount in SR</i>					
Premiums receivable	303,409,599	-	148,342,607	56,710,591	98,356,401
Provision for doubtful receivables	(41,180,489)	-	-	(5,612,074)	(35,568,415)
Premiums receivable, net	262,229,110	-	148,342,607	51,098,517	62,787,986

At 30 September 2015

7 PREMIUMS RECEIVABLE, NET (continued)

31 December 2014 Audited	Total	Neither past due nor impaired	<i>Past due not impaired</i>	<i>Past due and impaired</i>	
			Up to 90 days	Less than 180 Days	More than 180 days
<i>Amount in SR</i>					
Premiums receivable	272,905,774	-	193,121,928	18,862,673	60,921,173
Provision for doubtful receivables	(39,891,831)	-	-	(2,829,401)	(37,062,430)
Premiums receivable, net	<u>233,013,943</u>	<u>-</u>	<u>193,121,928</u>	<u>16,033,272</u>	<u>23,858,743</u>

Movement in respect of provision for doubtful receivables is as follows:

	<i>For the twelve month period ended 31 December 2015 (Unaudited) SR</i>	<i>For the twelve month period ended 31 December 2014 (Audited) SR</i>
Balance at the beginning of the period	39,891,831	34,968,775
Provided for the period	1,288,658	4,923,056
Balance at the end of the period	<u>41,180,489</u>	<u>39,891,831</u>

8 STATUTORY DEPOSIT

In compliance with Insurance Implementing Regulations of SAMA, the Company deposited 10% of its paid up capital, amounting to SR 20,000,000 in a bank designated by SAMA. The accrued commission on the deposit as at 31 December 2015 is SR 476,815 (31 December 2014: SR 76,025). This deposit cannot be withdrawn without SAMA's consent. The statutory deposit is maintained with Banque Saudi Fransi, a shareholder of the Company.

9 AVAILABLE FOR SALE INVESTMENTS

Insurance operations' available for sale investments:

	<i>As at 31 December 2015 (Unaudited) SR</i>	<i>As at 31 December 2014 (Audited) SR</i>
Bonds-quoted	54,477,876	51,052,925
Funds-quoted	4,826,039	15,237,898
Total	<u>59,303,915</u>	<u>66,290,823</u>

The cumulative unrealised loss in fair value of available for sale investments amounting to loss of SR 2,356,339 (31 December 2014: loss of SR 497,805) is presented within the insurance operations' liabilities and surplus in the interim statement of financial position.

At 30 September 2015

9 AVAILABLE FOR SALE INVESTMENTS (continued)*Shareholders' available for sale investments:*

	<i>31 December 2015 - Unaudited (SR)</i>		
	<i>Quoted</i>	<i>Unquoted</i>	<i>Total</i>
Bonds	99,998,904	-	99,998,904
Sukuk	-	55,000,000	55,000,000
Funds	9,169,389	-	9,169,389
Equities	-	3,223,078	3,223,078
Total	109,168,293	58,223,078	167,391,371

	<i>31 December 2014 - Audited (SR)</i>		
	<i>Quoted</i>	<i>Unquoted</i>	<i>Total</i>
Bonds	94,950,914	-	94,950,914
Sukuk	-	40,000,000	40,000,000
Funds	12,242,794	-	12,242,794
Equities	-	3,223,078	3,223,078
Total	107,193,708	43,223,078	150,416,786

The cumulative unrealised (loss) / gain in fair value of available for sale investments amounting to loss of SR 2,273,196 (31 December 2014: gain of SR 160,632) is presented within the shareholders' equity in the interim statement of financial position.

Determination of fair value and fair values hierarchy

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or the most advantageous) market between market participants at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique.

The fair values of recognised financial instruments are not significantly different from the carrying values included in the interim condensed financial statements

The Company uses the following hierarchy method for determining and disclosing the fair value of financial instruments at the reporting period end.

Level 1: Quoted prices in active markets for the same instrument (i.e., without modification or repacking).

Level 2: Quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data.

Level 3: Valuation techniques for which any significant input is not based on observable market data.

As at 31 December 2015 and 31 December 2014, the financial instruments under insurance and shareholder operations are measured at fair value using Level 1 hierarchy for bonds and funds which are quoted in stock exchange. The following table shows an analysis of financial instruments under shareholders' operations measured at fair value by level of the fair value hierarchy:

i. Insurance operations

	<i>31 December 2015 – Unaudited (SR)</i>			
	Level 1	Level 2	Level 3	Total
Bonds	54,477,876	-	-	54,477,876
Funds	4,826,039	-	-	4,826,039
Total	59,303,915	-	-	59,303,915

9 AVAILABLE FOR SALE INVESTMENTS (continued)

Determination of fair value and fair values hierarchy (continued)

	<i>31 December 2014 – Audited (SR)</i>			
	Level 1	Level 2	Level 3	Total
Bonds	51,052,925	-	-	51,052,925
Funds	15,237,898	-	-	15,237,898
Total	66,290,823	-	-	66,290,823

ii. Shareholders' operations

	<i>31 December 2015 – Unaudited (SR)</i>			
	Level 1	Level 2	Level 3	Total
Bonds	99,998,904	-	-	99,998,904
Funds	9,169,389	-	-	9,169,389
Total	109,168,293	-	-	109,168,293

	<i>31 December 2014 – Audited (SR)</i>			
	Level 1	Level 2	Level 3	Total
Bonds	94,950,914	-	-	94,950,914
Funds	12,242,794	-	-	12,242,794
Total	107,193,708	-	-	107,193,708

There were no transfers between Level 1 and Level 2 fair value measurements during the period ended 31 December 2015 and year ended 31 December 2014.

The unlisted available for sale security amounting to SR 58,223,078 (31 December 2014: SR 43,223,078) is stated at cost in the absence of active markets or other means of reliably measuring it is fair value.

At 30 September 2015

10 UNIT LINKED INVESTMENTS

Following represents fair value for unit-linked investments:

	<i>31 December 2015 (Unaudited) SR</i>	<i>31 December 2014 (Audited) SR</i>
Local funds	572,531,152	574,525,805
Foreign funds	14,437,475	12,556,974
	<u>586,968,627</u>	<u>587,082,779</u>

The fair value of unit linked investments are measured based on the net assets value provided by fund manager.

11 SHARE CAPITAL

The authorized issued and paid up share capital of the Company is SR 200,000,000 as at 31 December 2015 and 31 December 2014 consisting of 20,000,000 shares of SR 10 par share.

12 STATUTORY RESERVE

In accordance with the by-laws of the Company and in compliance with Article 70 (2) (g) of Insurance Implementing Regulation issued by SAMA, the Company shall allocate 20% of its net income for each period after accumulated losses to the statutory reserve until it has built up a reserve equal to the share capital. The Company has not transferred any amount to statutory reserve due to the fact the Company has accumulated losses as at 31 December 2015.

13 CONTINGENCIES

The Company operates in the insurance industry and is subject to legal proceedings in the normal course of business relating to policyholders' insurance claims. While it is not practicable to forecast or determine the final results of all pending or threatened legal proceedings, management does not believe that such proceedings (including litigations) will have a material effect on its financial position and results as of and for the period ended 31 December 2015..

At 30 September 2015

14 RELATED PARTY TRANSACTIONS AND BALANCES

Following are the details of related party transactions during the period ended 31 December 2015 and 31 December 2014 and the related affiliate's balances as at 31 December 2015 and 31 December 2014:

Related party	Nature of transaction	For the twelve month ended 31 December 2015 (Unaudited) SR	For the twelve month ended 31 December 2014 (Audited) SR	
Entities controlled, jointly controlled or significantly influenced by related parties.	-Insurance premiums written	37,258,393	17,868,075	
	-Insurance premiums ceded	133,918,675	94,524,126	
	-Gross claims paid	9,306,071	3,075,371	
	-Reinsurance share of claims paid	144,347,625	40,051,250	
	-Commission expense	5,751,142	5,218,919	
	-Commission income	46,342,448	16,566,757	
	Other expenses			
	-Third party administrator (TPA) fees	6,095,083	2,609,496	
	Key management personnel	-Remuneration and related expenses	5,594,086	6,808,525
	Board members	-Fees and related expenses	1,120,596	242,437

Key management personnel are persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly and comprise top management executives including the Chief Executive Officer, Deputy Chief Executive Officer and the Chief Financial Officer of the Company. All Unit Linked investments and certain significant available for sale investments are managed by an affiliate, Saudi Fransi Capital.

Cash and cash equivalents include bank accounts, the majority of which are maintained with the shareholder of the Company, Banque Saudi Fransi.

The significant amounts with the related parties are included in the following balances as at the financial position date:

	31 December 2015 (Unaudited) SR	31 December 2014 (Audited) SR
Entities controlled, jointly controlled or significantly influenced by related parties.		
- Accrued expenses	7,476,053	3,117,963
- Premiums receivable, net	20,183,990	9,816,531
- Reinsurance balances payable	40,634,149	50,504,175
- Outstanding claims	2,567,664	6,036,255

At 30 September 2015

14 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

Related parties include Allianz SNA, Allianz Mena Holding Bermuda, Allianz Risk Transfer A.G. Dubai, Allianz France, Allianz Global Corporate and Speciality AG, Allianz World Wide Care, Allianz Global risks U.S Insurance, Allianz Belgium, Euler Hermes, Allianz SE Zurich, Allianz Insurance Hong Kong, Allianz Global Risks Netherland, Allianz Insurance Singapore, Allianz Insurance New Zealand, Saudi Fransi Insurance Agency, Banque Saudi Fransi, Saudi Fransi Leasing Company, Saudi Next Care, Saudi Fransi Capital.

15 BASIC AND DILUTED EARNINGS PER SHARE

	<i>For the three month period ended 31 December 2015 (Unaudited)</i>	<i>For the three month period ended 31 December 2014 (Unaudited)</i>	<i>For the twelve month period ended 31 December 2015 (Unaudited)</i>	<i>For the year ended 31 December 2014 (Audited)</i>
Net income for the period / year (SR)	7,098,699	11,397,842	23,835,537	15,887,716
Weighted average number of ordinary shares	20,000,000	20,000,000	20,000,000	20,000,000
Basic and diluted earnings per share (SR)	0.35	0.57	1.19	0.79

16 SEGMENT INFORMATION

(a) Consistent with the Company's internal reporting process, operating segments have been approved by Management in respect of the Company's activities, assets and liabilities. Information disclosed in the note is based on current reporting to the chief operating decision maker.

Segment assets do not include insurance operations' cash and cash equivalents, prepaid expenses, due from shareholders' operations and property and equipment. Accordingly they are included in unallocated assets.

Segment liabilities do not include reinsurers' balances payable, employees' end of service benefits, accrued expenses and other liabilities. Accordingly they are included in unallocated liabilities.

The unallocated assets and unallocated liabilities are reported to chief operating decision maker on the cumulative basis and not reported under the related segments.

Operating segments

Following are the operating segments identified for segment reporting purposes;

Motor	:	Motor corporate and motor individual
Engineering	:	Construction
Medical	:	Medical
Property	:	Fire, Burglary and Money
Other general	:	Liability and Marine
Protection and Saving	:	Group Retirement and Individual Protection and Saving

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 31 December 2015

16 SEGMENT INFORMATION (continued)

	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection and Saving</i>	<i>Shareholders' Operations</i>	<i>Total</i>
	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>
<u>For the three month period ended 31 December 2015 (Unaudited)</u>								
Gross written premiums	61,744,835	26,511,509	16,264,859	30,002,676	26,620,384	36,588,227	-	197,732,490
Reinsurance premiums ceded	(1,431,888)	(22,334,897)	(10,243,350)	(22,206,830)	(23,500,544)	(1,209,874)	-	(80,927,383)
Net written premiums	<u>60,312,947</u>	<u>4,176,612</u>	<u>6,021,509</u>	<u>7,795,846</u>	<u>3,119,840</u>	<u>35,378,353</u>	-	<u>116,805,107</u>
Net premiums earned	45,422,790	4,285,416	12,031,117	7,044,067	4,782,534	36,453,395	-	110,019,319
Unrealized gain on unit linked investments	-	-	-	-	-	1,004,584	-	1,004,584
Net claims incurred	(44,069,451)	(536,296)	(7,388,939)	538,942	704,923	(28,711,115)	-	(79,461,936)
Change in unit linked reserves	-	-	-	-	-	(2,225,349)	-	(2,225,349)
Commission (expenses)/income, net	(3,277,732)	3,069,467	(1,401,657)	(5,475,216)	(518,413)	1,109,763	-	(6,493,788)
Inspection and supervision fees	(308,724)	(132,557)	(81,324)	(150,013)	(295,753)	(182,941)	-	(1,151,312)
Net underwriting results	<u>(2,233,117)</u>	<u>6,686,030</u>	<u>3,159,197</u>	<u>1,957,780</u>	<u>4,673,291</u>	<u>7,448,337</u>	-	<u>21,691,518</u>
Unallocated (expenses) income	-	-	-	-	-	-	-	3,584,866
General and administrative expenses	-	-	-	-	-	-	-	(18,569,245)
Surplus from insurance operations	-	-	-	-	-	-	-	6,707,139
Retained in insurance operations	-	-	-	-	-	-	-	(670,714)
Shareholders' total revenue	-	-	-	-	-	-	-	1,283,202
General and administrative expenses	-	-	-	-	-	-	-	(220,928)
Net income for the period								<u><u>7,098,699</u></u>

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 31 December 2015

16 SEGMENT INFORMATION (continued)

	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection and Saving</i>	<i>Shareholders' Operations</i>	<i>Total</i>
	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>
<u>For the year ended 31December 2015</u>								
<u>(Unaudited)</u>								
Gross written premiums	198,978,471	107,241,651	103,135,375	142,997,483	79,874,758	170,985,574	-	803,213,312
Reinsurance premiums ceded	(4,300,962)	(90,292,706)	(54,005,705)	(115,310,768)	(60,683,285)	(18,249,643)	-	(342,843,069)
Net written premiums	<u>194,677,509</u>	<u>16,948,945</u>	<u>49,129,670</u>	<u>27,686,715</u>	<u>19,191,473</u>	<u>152,735,931</u>	-	<u>460,370,243</u>
Net premiums earned	147,204,144	14,862,309	28,392,385	25,280,733	21,712,718	150,724,622	-	388,176,911
Unrealized gain on unit linked investments	-	-	-	-	-	675,883	-	675,883
Net claims incurred	(118,291,609)	(1,377,847)	(18,026,727)	(1,665,437)	(9,192,909)	(129,369,775)	-	(277,924,304)
Change in unit linked reserves	-	-	-	-	-	772,420	-	772,420
Commission (expenses)/income, net	(11,497,736)	3,860,106	(2,967,088)	(5,401,961)	(399,457)	(3,686,988)	-	(20,093,124)
Inspection and supervision fees	(994,892)	(536,208)	(515,677)	(714,987)	(1,430,729)	(854,928)	-	(5,047,421)
Net underwriting results	<u>16,419,907</u>	<u>16,808,360</u>	<u>6,882,893</u>	<u>17,498,348</u>	<u>10,689,623</u>	<u>18,261,234</u>	-	<u>86,560,365</u>
Unallocated income	-	-	-	-	-	-	-	6,448,057
General and administrative expenses	-	-	-	-	-	-	-	(70,533,043)
Surplus from insurance operations	-	-	-	-	-	-	-	22,475,379
Retained in insurance operations	-	-	-	-	-	-	-	(2,247,538)
Shareholders' total revenue	-	-	-	-	-	-	-	4,460,162
General and administrative expenses	-	-	-	-	-	-	-	(852,466)
Net income for the period								<u>23,835,537</u>

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 31 December 2015

16 SEGMENT INFORMATION (continued)

	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection and Saving</i>	<i>Shareholders' Operations</i>	<i>Total</i>
<u>As at 31 December 2015</u> <u>(Unaudited)</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>
<u>Insurance Operations' Assets</u>								
Reinsurers' share of unearned premiums	354,223	145,093,569	24,448,002	41,819,646	38,706,130	7,818,821	-	258,240,391
Reinsurers' share of outstanding claims	3,459,501	82,302,734	-	103,783,689	54,647,405	6,407,521	-	250,600,850
Deferred policy acquisition costs	8,099,959	4,399,526	2,974,541	4,341,583	1,635,144	507,538	-	21,958,291
Premiums receivable, gross	72,991,926	68,342,271	49,883,011	26,237,127	68,609,560	17,345,704	-	303,409,599
Provision for doubtful debts	-	-	-	-	-	-	-	(41,180,489)
Unit linked investments	-	-	-	-	-	586,968,627	-	586,968,627
Unallocated assets	-	-	-	-	-	-	-	158,382,022
Shareholders' assets	-	-	-	-	-	-	215,857,291	215,857,291
Total assets								1,754,236,582
<u>Insurance Operations' Liabilities</u>								
Unearned premiums	106,230,121	157,098,831	48,007,799	53,295,345	44,953,285	13,000,544	-	422,585,925
Outstanding claims	35,600,929	87,264,730	10,337,172	111,800,260	66,412,802	11,605,988	-	323,021,881
Unearned commission income	53,846	2,890,884	-	9,865,027	2,053,766	366,950	-	15,230,473
Unit linked reserves	-	-	-	-	-	592,851,492	-	592,851,492
Unallocated liabilities and surplus	-	-	-	-	-	-	-	184,689,520
Total Shareholders' liabilities and equity							215,857,291	215,857,291
Total insurance operations liabilities, surplus and shareholders' liabilities and equity								1,754,236,582

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 31 December 2015

16 SEGMENT INFORMATION (continued)

	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Fire</i>	<i>Other General</i>	<i>Protection and Saving</i>	<i>Shareholders' Operations</i>	<i>Total</i>
	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>
<u>For the three month period ended 31 December 2014 (Unaudited)</u>								
Gross written premiums	21,170,929	70,167,135	5,440,475	23,429,700	38,400,306	48,175,415	-	206,783,960
Reinsurance premiums ceded	(901,053)	(66,635,009)	(3,139,097)	(18,386,004)	(31,347,480)	(6,605,674)	-	(127,014,317)
Net written premiums	<u>20,269,876</u>	<u>3,532,126</u>	<u>2,301,378</u>	<u>5,043,696</u>	<u>7,052,826</u>	<u>41,569,741</u>	-	<u>79,769,643</u>
Net premiums earned	40,278,192	3,155,199	4,641,964	5,104,723	5,013,455	39,078,379		97,271,912
Unrealized loss on unit linked investments	-	-	-	-	-	(6,729,781)	-	(6,729,781)
Net claims incurred	(35,251,726)	(524,171)	(3,234,710)	(2,396,275)	(234,534)	(22,596,174)	-	(64,237,590)
Premium deficiency reserves	5,134,023	-	-	-	-	-	-	5,134,023
Change in mathematical reserves	-	-	-	-	-	(6,101,070)	-	(6,101,070)
Commission (expenses)/income, net	(3,162,410)	(2,004,379)	(134,016)	2,211,959	616,508	(26,501)	-	(2,498,839)
Inspection and supervision fees	(105,855)	(350,835)	(27,203)	(117,148)	(246,407)	(240,877)	-	(1,088,325)
Net underwriting results	<u>6,892,224</u>	<u>275,814</u>	<u>1,246,035</u>	<u>4,803,259</u>	<u>5,149,022</u>	<u>3,383,976</u>		<u>21,750,330</u>
Unallocated (expenses) income	-	-	-	-	-	-	-	(843,817)
Unallocated expenses	-	-	-	-	-	-	-	(9,434,701)
Surplus from insurance operations	-	-	-	-	-	-	-	11,471,812
Retained in insurance operations	-	-	-	-	-	-	-	(1,147,181)
Shareholders' total revenue	-	-	-	-	-	-	1,211,299	1,211,299
General and administrative expenses	-	-	-	-	-	-	(138,088)	(138,088)
Net income for the period								<u>11,397,842</u>

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 31 December 2015

16 SEGMENT INFORMATION (continued)

	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection and Saving</i>	<i>Shareholders' Operations</i>	<i>Total</i>
	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>
<u>For the year ended 31 December 2014</u> <u>(Audited)</u>								
Gross written premiums	155,178,532	116,603,844	55,293,954	114,891,008	104,355,956	178,786,696	-	725,109,990
Reinsurance premiums ceded	(3,944,023)	(105,168,315)	(30,883,574)	(93,942,789)	(80,403,105)	(12,673,949)	-	(327,015,755)
Net written premiums	<u>151,234,509</u>	<u>11,435,529</u>	<u>24,410,380</u>	<u>20,948,219</u>	<u>23,952,851</u>	<u>166,112,747</u>	-	<u>398,094,235</u>
Net premiums earned	176,333,480	11,344,821	27,975,282	18,935,268	22,661,500	163,381,094	-	420,631,445
Unrealized gain on unit linked investments	-	-	-	-	-	9,365,419	-	9,365,419
Net claims incurred	(158,888,202)	(2,801,829)	(20,991,162)	(5,055,770)	(3,140,483)	(125,879,816)	-	(316,757,262)
Premium deficiency reserves	-	-	936,116	-	-	-	-	936,116
Change in mathematical reserves	-	-	-	-	-	(17,509,675)	-	(17,509,675)
Commission (expenses)/income, net	(15,288,842)	(32,465)	(1,665,232)	4,073,134	1,338,112	(6,598,939)	-	(18,174,232)
Inspection and supervision fees	(775,893)	(583,019)	(276,470)	(574,455)	(1,074,720)	(893,933)	-	(4,178,490)
Net underwriting results	<u>1,380,543</u>	<u>7,927,508</u>	<u>5,978,534</u>	<u>17,378,177</u>	<u>19,784,409</u>	<u>21,864,150</u>	-	<u>74,313,321</u>
Unallocated income	-	-	-	-	-	-	-	3,160,940
Unallocated expenses	-	-	-	-	-	-	-	(64,580,472)
Surplus from insurance operations	-	-	-	-	-	-	-	12,893,789
Retained in insurance operations	-	-	-	-	-	-	-	(1,289,379)
Shareholders' total revenue	-	-	-	-	-	-	4,987,897	4,987,897
General and administrative expenses	-	-	-	-	-	-	(704,591)	(704,591)
Net income for the year								<u>15,887,716</u>

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 31 December 2015

16 SEGMENT INFORMATION (continued)

<u>As at 31 December 2014 (Audited)</u>	<u>Motor</u> <u>SR</u>	<u>Engineering</u> <u>SR</u>	<u>Medical</u> <u>SR</u>	<u>Property</u> <u>SR</u>	<u>Other General</u> <u>SR</u>	<u>Protection and</u> <u>Saving</u> <u>SR</u>	<u>Shareholders'</u> <u>Operations</u> <u>SR</u>	<u>Total</u> <u>SR</u>
<u>Insurance Operations' Assets</u>								
Reinsurers' share of unearned premiums	285,660	116,181,858	4,908,121	32,923,421	37,674,148	4,738,842	-	196,712,050
Reinsurers' share of outstanding claims	3,550,361	89,259,472	-	81,106,263	15,541,417	6,334,321	-	195,791,834
Deferred policy acquisition costs	4,623,900	4,042,735	158,466	2,862,601	1,287,018	862,939	-	13,837,659
Premiums receivable, gross	59,243,374	77,722,104	17,403,328	22,463,749	86,256,708	14,815,861	-	277,905,124
Provision for doubtful debts	-	-	-	-	-	-	-	(39,891,831)
Unit linked investments	-	-	-	-	-	587,082,779	-	587,082,779
Unallocated assets	-	-	-	-	-	-	-	197,392,274
Shareholders' assets	-	-	-	-	-	-	195,455,265	195,455,265
Total assets								1,624,285,154
<u>Insurance Operations' Liabilities</u>								
Unearned premiums	58,688,193	126,100,484	7,730,633	41,993,139	46,442,547	7,909,256	-	288,864,252
Outstanding claims	52,072,482	94,016,385	5,640,961	91,842,759	22,140,900	11,441,812	-	277,155,299
Unearned commission income	45,758	6,515,723	-	3,330,438	2,268,087	135,476	-	12,295,482
Premium deficiency reserves	-	-	-	-	-	-	-	-
Mathematical reserves	-	-	-	-	-	593,623,912	-	593,623,912
Unallocated liabilities and surplus	-	-	-	-	-	-	-	256,890,944
Total Shareholders' liabilities and equity	-	-	-	-	-	-	195,455,265	195,455,265
Total insurance operations liabilities, surplus and shareholders' liabilities and equity								1,624,285,154

16 SEGMENT INFORMATION (continued)

b) Geographical segments

The Company, during the three month periods ended 31 December 2015 and 31 December 2014 operated only in the Kingdom of Saudi Arabia.

17 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements have been approved by the management on 08 Rabi Al Thani 1437H , corresponding to 18 January 2016.