
**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND
LIMITED REVIEW REPORT**

FOR THE THREE AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2014

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND LIMITED REVIEW REPORT
For the Three and Nine Month Periods Ended 30 September 2014

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**LIMITED REVIEW REPORT TO THE SHAREHOLDERS OF
BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

SCOPE OF REVIEW:

We have reviewed the accompanying interim statement of financial position of Buruj Cooperative Insurance Company (A Saudi Joint Stock Company) (the "Company") as at 30 September 2014, the related interim statements of insurance and shareholders' comprehensive operations for the three and nine month periods then ended, the related interim statements of changes in shareholders' equity, insurance operations' and shareholders' cash flows for the nine month period then ended and the related notes 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 limited review in accordance with the Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants ("SOCPA"). A limited 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 generally accepted auditing standards, 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.

CONCLUSION:

Based on our limited 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 A 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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2 Muharram 1436H
(26 October 2014)



BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 September 2014

		<i>30 September 2014</i>	<i>31 December 2013</i>
	<i>Note</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
		<i>SR</i>	<i>SR</i>
INSURANCE OPERATIONS' ASSETS			
Cash and cash equivalents	5	125,412,418	121,530,428
Time deposits	6	79,077,810	-
Premiums and reinsurance balances receivable, net	7	54,697,274	27,750,263
Due from shareholders' operations		-	3,288,847
Available for sale investments	8(i)(a)	18,080,042	-
Reinsurers' share of outstanding claims		38,581,956	38,766,004
Prepayments and other assets		13,358,023	10,271,255
Deferred policy acquisition costs		18,429,633	10,531,345
Reinsurers' share of unearned premiums		20,798,766	28,037,312
Held to maturity investment	8(i)(c)	8,000,000	8,000,000
Property and equipment, net		3,339,725	3,299,017
TOTAL INSURANCE OPERATIONS' ASSETS		379,775,647	251,474,471
SHAREHOLDERS' ASSETS			
Cash and cash equivalents	5	16,996,131	13,523,880
Available for sale investments	8(ii)(a)	54,598,429	56,381,037
Due from insurance operations		8,365,950	-
Prepayments and other assets		871,249	261,032
Statutory deposit	9	13,243,810	13,157,101
TOTAL SHAREHOLDERS' ASSETS		94,075,569	83,323,050
TOTAL ASSETS		473,851,216	334,797,521

The accompanying notes 1 to 15 form part of these interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF FINANCIAL POSITION (continued)

As at 30 September 2014

	<i>Note</i>	<i>30 September 2014</i> <i>(Unaudited)</i> <i>SR</i>	<i>31 December 2013</i> <i>(Audited)</i> <i>SR</i>
INSURANCE OPERATIONS' LIABILITIES & SURPLUS			
INSURANCE OPERATIONS' LIABILITIES			
Gross outstanding claims		108,263,898	84,727,336
Reinsurance and insurance balances payable		28,847,456	21,968,981
Accrued expenses and other liabilities		12,913,887	8,545,707
Employees' end of service benefits		2,778,263	2,061,031
Due to shareholders' operations		8,365,950	-
Unearned reinsurance commission		4,770,952	3,805,866
Gross unearned premiums		200,358,066	124,830,264
Premium deficiency and other reserves		9,460,587	4,802,146
TOTAL INSURANCE OPERATIONS' LIABILITIES		375,759,059	250,741,331
INSURANCE OPERATIONS' SURPLUS			
Accumulated surplus		2,086,050	733,140
Changes in fair values of available for sale investments	8(i)(b)	1,930,538	-
TOTAL INSURANCE OPERATIONS' LIABILITIES & SURPLUS		379,775,647	251,474,471
SHAREHOLDERS' LIABILITIES AND EQUITY			
SHAREHOLDERS' LIABILITIES			
Zakat payable	12	9,149,965	7,364,263
Accrued expenses and other liabilities		2,360,846	2,152,540
Due to a related party		52,679	36,244
Due to insurance operations		-	3,288,847
TOTAL SHAREHOLDERS' LIABILITIES		11,563,490	12,841,894
SHAREHOLDERS' EQUITY			
Share capital		130,000,000	130,000,000
Accumulated losses		(48,345,798)	(58,728,974)
Change in fair values of available for sale investments	8(ii)(b)	857,877	(789,870)
TOTAL SHAREHOLDERS' EQUITY		82,512,079	70,481,156
TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY		94,075,569	83,323,050
TOTAL LIABILITIES AND EQUITY		473,851,216	334,797,521

The accompanying notes 1 to 15 form part of these interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF INSURANCE COMPREHENSIVE OPERATIONS (UNAUDITED)

	<i>For the three month period ended 30 September</i>		<i>For the nine month period ended 30 September</i>	
	<i>2014 (Unaudited) SR</i>	<i>2013 (Unaudited) SR</i>	<i>2014 (Unaudited) SR</i>	<i>2013 (Unaudited) SR</i>
Gross written premiums	109,133,451	68,382,113	319,656,398	218,482,595
Reinsurance premiums ceded	(12,314,601)	(20,567,874)	(41,115,102)	(66,642,317)
Excess of loss premiums	(2,527,494)	(2,168,054)	(5,184,922)	(3,866,246)
NET PREMIUMS WRITTEN	94,291,356	45,646,185	273,356,374	147,974,032
Movement in unearned premiums, net	(18,138,717)	(6,651,628)	(82,766,348)	(21,976,045)
NET PREMIUMS EARNED	76,152,639	38,994,557	190,590,026	125,997,987
Reinsurance commission income	4,919,837	2,424,610	10,796,105	8,598,734
Policy fees	2,281,140	1,803,141	6,862,155	4,017,585
TOTAL REVENUES	83,353,616	43,222,308	208,248,286	138,614,306
Gross claims paid	(44,764,681)	(24,501,782)	(121,944,617)	(91,820,415)
Reinsurance share of claims paid	5,846,893	2,885,474	14,665,942	12,680,359
NET CLAIMS PAID	(38,917,788)	(21,616,308)	(107,278,675)	(79,140,056)
Movement in outstanding claims, net	(15,897,389)	(855,948)	(23,720,609)	609,414
Movement in premium deficiency and other reserves	-	(2,024,106)	(4,658,441)	(3,107,676)
NET CLAIMS INCURRED	(54,815,177)	(24,496,362)	(135,657,725)	(81,638,318)
Policy acquisition costs	(8,528,848)	(5,429,383)	(22,182,354)	(16,234,549)
Inspection and supervision fees	(927,408)	(546,879)	(2,537,624)	(1,821,303)
Other underwriting expenses	(1,750,941)	(1,633,531)	(5,505,507)	(3,567,259)
TOTAL UNDERWRITING COSTS	(66,022,374)	(32,106,155)	(165,883,210)	(103,261,429)
NET UNDERWRITING SURPLUS	17,331,242	11,116,153	42,365,076	35,352,877
General and administrative expenses	(11,237,589)	(9,566,959)	(30,156,106)	(28,369,543)
Reversal of (allowance for) doubtful debts	285,333	(1,089,510)	(4,579,268)	(2,822,542)
Special commission income from time deposits	526,244	190,057	1,155,537	498,898
Special commission income from investments	53,522	144,709	160,362	442,728
Dividend income	81,875	-	226,263	-
Realized gain (loss) from available for sale investments	2,984,700	-	4,339,533	(35,761)
Gain (loss) on disposal of property and equipment	-	299	17,701	(410)
SURPLUS FROM INSURANCE OPERATIONS	10,025,327	794,749	13,529,098	5,066,247
Surplus transferred to shareholders' operations	(9,022,794)	(715,274)	(12,176,188)	(4,559,622)
NET RESULT FOR THE PERIOD	1,002,533	79,475	1,352,910	506,625
Accumulated surplus at beginning of the period	-	-	733,140	-
ACCUMULATED SURPLUS AT END OF THE PERIOD	1,002,533	79,475	2,086,050	506,625

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The accompanying notes 1 to 15 form part of these interim condensed financial statements.

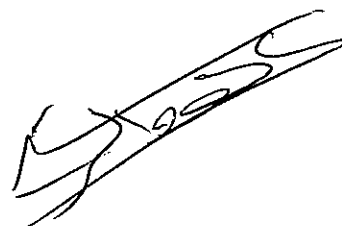
BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF INSURANCE COMPREHENSIVE OPERATIONS
(UNAUDITED) (continued)

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	<i>For the three month period ended 30 September</i>		<i>For the nine month period ended 30 September</i>	
	<i>2014 (Unaudited) SR</i>	<i>2013 (Unaudited) SR</i>	<i>2014 (Unaudited) SR</i>	<i>2013 (Unaudited) SR</i>
NET RESULT FOR THE PERIOD	1,002,533	79,475	2,086,050	506,625
<i>OTHER COMPREHENSIVE INCOME TO BE RECLASSIFIED SUBSEQUENTLY TO THE INCOME STATEMENT:</i>				
Realized (gain) loss from available for sale investments	(2,984,700)	-	(4,339,533)	35,761
Change in fair values of available for sale investments	4,111,797	239,080	6,270,071	(55,585)
Net change in fair values of available for sale investments	1,127,097	239,080	1,930,538	(19,824)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>2,129,630</u>	<u>318,555</u>	<u>4,016,588</u>	<u>486,801</u>





The accompanying notes 1 to 15 form part of these interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF SHAREHOLDERS' COMPREHENSIVE OPERATIONS

	Note	For the three month period ended 30 September		For the nine month period ended 30 September	
		2014 (Unaudited) SR	2013 (Unaudited) SR	2014 (Unaudited) SR	2013 (Unaudited) SR
Surplus transferred from insurance operations		9,022,794	715,274	12,176,188	4,559,622
EXPENSES					
General and administrative		(461,445)	(420,002)	(1,512,567)	(1,471,777)
INCOME FROM OPERATIONS		8,561,349	295,272	10,663,621	3,087,845
Special commission income from time deposits	5	82,837	50,583	222,264	243,043
Special commission income from available for sale investments		259,635	290,116	767,519	855,715
Realized gain from available for sale investments		6,459	43,877	580,212	1,202,534
INCOME BEFORE ZAKAT		8,910,280	679,848	12,233,616	5,389,137
Zakat	12	(750,133)	(475,733)	(1,850,440)	(1,983,288)
NET INCOME FOR THE PERIOD		8,160,147	204,115	10,383,176	3,405,849
OTHER COMPREHENSIVE INCOME TO BE RECLASSIFIED SUBSEQUENTLY TO THE INCOME STATEMENT:					
Realized gain from available for sale investments transferred to income		(6,459)	(43,877)	(580,212)	(1,202,534)
Change in fair values of available for sale investments	8(ii)(b)	719,547	59,404	2,227,959	(1,236,032)
Net change in fair values of available for sale investments		713,088	15,527	1,647,747	(2,438,566)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		8,873,235	219,642	12,030,923	967,283
BASIC AND DILUTED EARNINGS PER SHARE FOR THE PERIOD	14	0.63	0.02	0.80	0.26


The accompanying notes 1 to 15 form part of these interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(UNAUDITED)

For the nine month period ended 30 September 2014

	<i>Share capital SR</i>	<i>Accumulated losses SR</i>	<i>Change in fair values of available for sale investments SR</i>	<i>Total SR</i>
<u>2013</u>				
Balance as at 1 January 2013	130,000,000	(63,766,512)	986,012	67,219,500
Net income for the period	-	3,405,849	-	3,405,849
Other comprehensive loss for the period	-	-	(2,438,566)	(2,438,566)
<i>Total comprehensive income for the period</i>	-	3,405,849	(2,438,566)	967,283
Balance as at 30 September 2013	<u>130,000,000</u>	<u>(60,360,663)</u>	<u>(1,452,554)</u>	<u>68,186,783</u>
<u>2014</u>				
Balance as at 1 January 2014	130,000,000	(58,728,974)	(789,870)	70,481,156
Net income for the period	-	10,383,176	-	10,383,176
Other comprehensive income for the period	-	-	1,647,747	1,647,747
<i>Total comprehensive income for the period</i>	-	10,383,176	1,647,747	12,030,923
Balance as at 30 September 2014	<u>130,000,000</u>	<u>(48,345,798)</u>	<u>857,877</u>	<u>82,512,079</u>



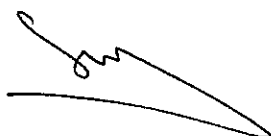
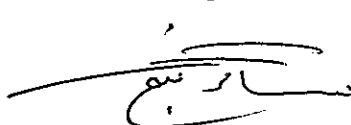
The accompanying notes 1 to 15 form part of these interim condensed financial statements.

**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM STATEMENT OF INSURANCE OPERATIONS' CASH FLOWS (UNAUDITED)

	Note	For the nine month period ended	
		30 September 2014 SR	30 September 2013 SR
OPERATING ACTIVITIES			
Net result for the period		1,352,910	506,625
<i>Adjustments for:</i>			
Surplus transferred to shareholders' operations		12,176,188	4,559,622
Depreciation		1,052,657	1,550,109
Provision for employees' end of service benefits		812,044	574,605
Allowance for of doubtful debts		4,579,268	2,822,542
Special commission income from time deposits		(1,155,537)	(498,898)
Special commission income from available for sale investments		(160,362)	(442,728)
Dividend income		(226,263)	-
Realized (gain) loss from available for sale investments		(4,339,533)	35,761
Gain on disposal of property and equipment		(17,701)	410
<i>Net surplus before changes in operating assets and liabilities</i>		<u>14,073,671</u>	<u>9,108,048</u>
<i>Changes in operating assets and liabilities:</i>			
Premiums and reinsurance balances receivable		(31,526,279)	(10,804,514)
Reinsurers' share of outstanding claims		184,048	(11,293,376)
Prepayments and other assets		(3,086,768)	(5,435,125)
Deferred policy acquisition costs		(7,898,288)	(3,015,465)
Reinsurers' share of unearned premiums		7,238,546	(16,378,689)
Gross outstanding claims		23,536,562	10,683,963
Reinsurance and insurance balances payable		6,878,475	20,093,987
Accrued expenses and other liabilities		4,368,180	296,964
Unearned reinsurance commission		965,086	1,160,590
Gross unearned premiums		75,527,802	38,354,734
Premium deficiency and other reserves		4,658,441	3,107,676
<i>Cash from operating activities</i>		<u>94,919,476</u>	<u>35,878,793</u>
Employees' end of service benefits paid		(94,812)	(159,794)
<i>Net cash from operating activities</i>		<u>94,824,664</u>	<u>35,718,999</u>
INVESTING ACTIVITIES			
Time deposits	6	(79,077,810)	(38,603,408)
Purchase of available for sale investments	8 (i)(b)	(29,486,527)	(2,398,868)
Proceeds from available for sale investments	8 (i)(b)	17,676,556	2,451,930
Purchase of held to maturity investments		-	(8,000,000)
Special commission income from time deposits		1,155,537	498,898
Special commission income from available for sale investments		160,362	442,728
Dividend income		226,263	-
Purchase of property and equipment		(1,093,365)	(740,917)
Proceeds from disposal of property and equipment		17,701	1,300
<i>Net cash used in investing activities</i>		<u>(90,421,283)</u>	<u>(46,384,098)</u>
FINANCING ACTIVITY			
Due from shareholders' operations		(521,391)	(3,392,929)
<i>Net cash used in financing activity</i>		<u>(521,391)</u>	<u>(3,392,929)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		3,881,990	(14,058,028)
Cash and cash equivalents at beginning of the period		<u>121,530,428</u>	<u>83,841,589</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	5	<u>125,412,418</u>	<u>69,783,561</u>
<i>Non-cash transactions:</i>			
Transfer of surplus to shareholders' comprehensive operations		12,176,188	4,559,622
Net change in fair values of available for sale investments		1,930,538	(19,824)

The accompanying notes 1 to 15 form part of these interim condensed financial statements.


BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF SHAREHOLDERS' CASH FLOWS (UNAUDITED)

	Note	For the nine month period ended	
		30 September 2014 SR	30 September 2013 SR
OPERATING ACTIVITIES			
Income before zakat		12,233,616	5,389,137
<i>Adjustments for:</i>			
Surplus transferred from insurance operations		(12,176,188)	(4,559,622)
Special commission income from time deposits		(222,264)	(243,043)
Special commission income from available for sale investments		(767,519)	(855,715)
Realised gain from available for sale investments		(580,212)	(1,202,534)
Net deficit before changes in operating assets and liabilities		(1,512,567)	(1,471,777)
<i>Changes in operating assets and liabilities:</i>			
Prepayments and other assets		(610,217)	(46,828)
Statutory deposit		(86,709)	(46,393)
Accrued expenses and other liabilities		208,306	(165,626)
Due to a related party		16,435	14,000
<i>Cash used in operations</i>		(1,984,752)	(1,716,624)
Zakat paid	12	(64,738)	(2,111,164)
Net cash used in operating activities		(2,049,490)	(3,827,788)
INVESTING ACTIVITIES			
Time deposits		-	(3,000,080)
Special commission income from time deposits		222,264	243,043
Special commission income from available for sale investments		767,519	855,715
Purchase of available for sale investments	8(ii)(b)	(5,460,792)	(23,595,153)
Sale of available for sale investments	8(ii)(b)	9,471,359	26,875,038
Net cash from investing activities		5,000,350	1,378,563
FINANCING ACTIVITY			
Due to insurance operations		521,391	3,392,929
Net cash from financing activity		521,391	3,392,929
INCREASE IN CASH AND CASH EQUIVALENTS			
		3,472,251	943,704
Cash and cash equivalents at the beginning of the period		13,523,880	33,870,831
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	16,996,131	34,814,535
<i>Non-cash transactions:</i>			
Transfer of surplus from insurance operations		(12,176,188)	(4,559,622)
Net change in fair values of available for sale investments		1,647,747	(2,438,566)

The accompanying notes 1 to 15 form part of these interim condensed financial statements.

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**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
(UNAUDITED)**

30 September 2014

1 ORGANISATION AND PRINCIPAL ACTIVITIES

Buruj Cooperative Insurance Company (the "Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010280606 dated 10 Safar 1431H, corresponding to 26 January 2010. The registered office address of the Company is P O Box 51855, Riyadh 11553, Kingdom of Saudi Arabia. The objective of the Company is to transact cooperative insurance business and related activities in the Kingdom of Saudi Arabia. Its principal lines of business include all classes of general insurance. The Company was listed on the Tadawul (the Saudi Arabian Stock Market) on 15 February 2010.

The Company was licensed to conduct insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree numbered 72/M dated 28 Shawal 1429H (corresponding to 29 October 2008), pursuant to Council of Ministers resolution numbered 313 dated 27 Shawal 1429H (corresponding to 28 October 2008). On 10 Muharram 1431H (corresponding to 27 December 2009), the Ministry of Commerce and Industry issued a resolution declaring the incorporation of the Company.

On 15 Jumada Thani 1431H (corresponding to 29 May 2010), the Saudi Arabian Monetary Agency ("SAMA") issued a formal approval to transact insurance business.

The Company launched its insurance operations on 1 July 2010 after receipt of an authorisation from SAMA to commence insurance operations as product approval and related formalities were completed.

The Company is in the process of increasing its share capital through a rights issue which will increase the share capital of the Company from Saudi Riyals 130,000,000 to Saudi Riyals 250,000,000. As at the reporting date, final approvals have been obtained from the Saudi Arabian Monetary Agency ("SAMA"). The Company is in the process of obtaining approvals from the Capital Market Authority (the "CMA").

2 SURPLUS TRANSFERRED TO SHAREHOLDERS' OPERATIONS

The Company is required to distribute 10% of the net surplus from insurance operations to policyholders and the remaining 90% to the shareholders of the Company in accordance with the Insurance Law and Implementation Regulations issued by SAMA. Any deficit arising on insurance operations is transferred to the shareholders' operations in full.

The insurance operations resulted in a surplus for the nine month period ended 30 September 2014 amounting to SR 13.53 million (30 September 2013: SR 5.06 million). Accordingly, 90% of the net surplus amounting to SR 12.18 million (30 September 2013: SR 4.56 million) has been transferred to the shareholders' operations.

3 BASIS OF MEASUREMENT

Basis of measurement

The interim condensed financial statements have been prepared under the historical cost basis except for the measurement at fair value of "available for sale investments".

Statement of compliance

The accompanying interim condensed financial statements for the three and nine months period ended 30 September 2014 (the "period") are prepared in accordance with IAS 34 – Interim Financial Reporting, do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 31 December 2013.

In management's opinion, the interim condensed financial statements reflect all adjustments (which include normal recurring adjustments) necessary to present fairly the results of operations for the interim periods presented.

The interim results may not be indicative of the Company's annual results.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 September 2014

4 NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

The accounting and risk management policies adopted in the preparation of interim condensed financial statements are consistent with those used in the Company's audited financial statements for the year ended 31 December 2013, except for the adoption of following amendments and revisions to existing standards mentioned below which has had no financial impact on the interim condensed financial statements of the Company:

Offsetting Financial Assets and Financial Liabilities - Amendments to IAS 32

These amendments clarify the meaning of 'currently has a legally enforceable right to set-off' and the criteria for non-simultaneous settlement mechanisms of clearing houses to qualify for offsetting. These amendments have no impact on the Company.

Novation of Derivatives and Continuation of Hedge Accounting - Amendments to IAS 39

These amendments provide relief from discontinuing hedge accounting when novation of a derivative designated as a hedging instrument meets certain criteria. These amendments have no impact to the Company as the Company has not entered transacted any derivative during the current or prior periods.

Recoverable Amount Disclosures for Non-Financial Assets - Amendments to IAS 36

These amendments remove the unintended consequences of IFRS 13 Fair Value Measurement on the disclosures required under IAS 36 Impairment of Assets. In addition, these amendments require disclosure of the recoverable amounts for the assets or cash-generating units (CGUs) for which an impairment loss has been recognised or reversed during the period.

Standards issued but not yet effective

The 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:

IFRS 9 Financial Instruments

In July 2014, the IASB issued the final version of IFRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces IAS 39 Financial Instruments: Recognition and Measurement and all previous versions of IFRS 9. The standard introduces new requirements for classification and measurement, impairment, and hedge accounting. IFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory. Early application of previous versions of IFRS 9 (2009, 2010 and 2013) is permitted if the date of initial application is before 1 February 2015. The adoption of IFRS 9 will have an effect on the classification and measurement of the Group's financial assets, but no impact on the classification and measurement of the Company's financial liabilities.

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.

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(UNAUDITED) (continued)

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5 CASH AND CASH EQUIVALENTS

	<i>30 September 2014 (Unaudited)</i>		<i>31 December 2013 (Audited)</i>	
	<i>Insurance operations</i>	<i>Shareholders' operations</i>	<i>Insurance operations</i>	<i>Shareholders' operations</i>
	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
Cash in hand and at banks	125,412,418	6,533,352	113,655,218	13,523,880
Short term deposits	-	10,462,779	7,875,210	-
Cash and cash equivalents	<u>125,412,418</u>	<u>16,996,131</u>	<u>121,530,428</u>	<u>13,523,880</u>

Short term time deposits placed with local banks have an original maturity of less than three months from the date of acquisition and earned special commission income at an average rate of 0.81% per annum (2013: 0.65%). The carrying amounts disclosed above reasonably approximate their fair values at the reporting date.

6 TIME DEPOSITS

Time deposits amounting to SR 79,077,810 (31 December 2013: SR nil) are placed with counterparties which have investment grade credit ratings, as rated by international rating agencies.

Time deposits are placed with local and international banks with a maturity of more than three months from the date of original acquisition and earned special commission income at an average rate of 1.90% per annum (31 December 2013: nil).

The carrying amounts of the time deposits reasonably approximate their fair values at the reporting date.

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7 PREMIUMS AND REINSURANCE BALANCES RECEIVABLE, NET

Premiums and reinsurance balances receivable are comprised of the following:

	<i>30 September 2014</i> <i>(Unaudited)</i> <i>SR</i>	<i>31 December 2013</i> <i>(Audited)</i> <i>SR</i>
Premiums receivable	63,356,504	34,217,620
<i>Less: Allowance for doubtful debts</i>	<i>(12,217,372)</i>	<i>(7,909,106)</i>
	<u>51,139,132</u>	<u>26,308,514</u>
Reinsurance balances receivable	4,648,851	2,261,456
<i>Less: Allowance for doubtful debts</i>	<i>(1,090,709)</i>	<i>(819,707)</i>
	<u>3,558,142</u>	<u>1,441,749</u>
Total premiums and reinsurance balances receivable, net	<u><u>54,697,274</u></u>	<u><u>27,750,263</u></u>

8 INVESTMENTS

(i) *Insurance operations (Available for sale)*

(a) Available for sale ("AFS") investments amounting to SR 18,080,042 comprise of a portfolio of locally quoted equity securities managed at the discretion of a locally regulated financial institution ("DPM"). There were no AFS investments as at 31 December 2013 held under the insurance operations.

(b) The movement during the period / year in AFS investments was as follows:

	<i>30 September 2014</i> <i>(Unaudited)</i> <i>SR</i>	<i>31 December 2013</i> <i>(Audited)</i> <i>SR</i>
At the beginning of the period / year	-	8,050,824
Purchased during the period / year	29,486,527	2,398,868
Sold during the period / year	<i>(17,676,556)</i>	<i>(10,440,440)</i>
	<u>11,809,971</u>	<u>9,252</u>
Change in fair values	<u>6,270,071</u>	<u>(9,252)</u>
At the end of the period / year	<u><u>18,080,042</u></u>	<u><u>-</u></u>

The cumulative change in fair value of this portfolio amounting to SR 1,930,538 (31 December 2013: SR nil) is presented within 'insurance operations surplus' in the interim statement of financial position and the current period change in fair value has been reported in the interim statement of insurance comprehensive operations' under 'other comprehensive income (loss) to be reclassified subsequently to the income statement'.

The Company accounts the gain / loss in the DPM portfolio as realised gains / loss once the individual securities within the DPM portfolio are sold. Accordingly, during the nine month period ended 30 September 2014, the DPM manager sold SR 17.67 million of securities and realised a gain of SR 4.34 million which has been considered in the statement of comprehensive income of the insurance operations. The DPM portfolio at the end of 30 September 2014 comprised of SR 16.63 million of equity securities and SR 1.45 million in cash.

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8 INVESTMENTS (continued)

(i) Insurance operations (Held to maturity)

(c) Held to Maturity ("HTM") investment amounting to SR 8,000,000 (31 December 2013 : SR 8,000,000) comprised of secured unquoted Sukuk issued by an unquoted company registered in the Kingdom of Saudi Arabia and maturing on 7 April 2015. The rate of return on the Sukuk is calculated based on 3-month Saudi Inter-Bank Offered Rate ("SIBOR") plus a margin of 170 basis points per annum and paid quarterly. Management is of the opinion that the fair value of the HTM investment as at 30 September 2014 was not materially different from its carrying value.

(ii) Shareholders operations

(a) Available for sale investments of shareholders operations comprise the following:

	<i>Source of fair value</i>	<i>30 September 2014 (Unaudited) SR</i>	<i>31 December 2013 (Audited) SR</i>
GCC bonds and sukuku	Quoted	25,806,564	26,185,907
Units in local trading fund	NAV**	21,728,385	21,194,005
Units in local real estate funds	NAV**	5,140,402	4,782,400
Local equity investment	Quoted	-	2,295,647
Unquoted local equity investment	Unquoted	1,923,078	1,923,078
		<u>54,598,429</u>	<u>56,381,037</u>

** NAV: Net Asset Value as announced by asset manager.

(b) The movement during the period / year in available for sale investments are as follows:

	<i>30 September 2014 (Unaudited) SR</i>	<i>31 December 2013 (Audited) SR</i>
At the beginning of the period / year	56,381,037	34,540,378
Purchased during the period / year	5,460,792	48,877,553
Sold during the period / year	(9,471,359)	(26,874,265)
	<u>52,370,470</u>	<u>56,543,666</u>
Change in fair values	2,227,959	(162,629)
At the end of the period / year	<u>54,598,429</u>	<u>56,381,037</u>

The cumulative change in fair values of available for sale investments of shareholders' operations amounting to SR 857,877 (31 December 2013: SR (789,870)) is presented within shareholders' equity in the interim statement of financial position.

9 STATUTORY DEPOSIT

Statutory deposit represents 10% of the paid up capital of the Company which is maintained with a bank designated by SAMA in accordance with The Cooperative Insurance Companies Control Law for insurance companies. This statutory deposit cannot be withdrawn without the consent of SAMA. Accrued interest amounting to SR 243,810 (31 December 2013: SR 157,101) has been included under statutory deposit and accrued expenses and other liabilities.

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 September 2014

10 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

a) *The following are the details of major related party transactions during the period and the related balances at the end of the period:*

<i>Related party</i>	<i>Nature of transactions</i>	<i>Amounts of transactions</i>	
		<i>30 September 2014 (Unaudited) SR</i>	<i>30 September 2013 (Unaudited) SR</i>
Shareholders	Gross written premiums	22,787,861	18,973,619
	Reinsurance premium ceded	(581,428)	(2,156,380)
	Gross claims incurred	(12,121,951)	(3,331,706)
	General and administrative expenses	(16,435)	-
Board of directors and committees' members	Remuneration fees, allowances and other expenses	(991,000)	(891,000)
	Gross written premiums	16,284,195	14,157,656
	Insurance brokerage contracts	(5,143,177)	(2,999,491)

Balances in respect of the above transactions with related parties are included in the relevant accounts in the interim statements of financial position and comprehensive income.

b) *Compensation of key management personnel*

Key management personnel of the Company include all executive and non-executive directors, and other senior management personnel. The summary of compensation of key management personnel for the period is as follows:

	<i>For the nine month period ended 30 September</i>	
	<i>2014 (Unaudited) SR</i>	<i>2013 (Unaudited) SR</i>
Short-term benefits	2,121,210	2,200,063
End of service benefits	228,104	93,845
	<u>2,349,314</u>	<u>2,293,908</u>

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11 FAIR VALUES OF FINANCIAL INSTRUMENTS

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 financial statements. Equity investment in an unquoted company categorised under AFS is carried at cost.

Determination of fair value and fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

	<i>Level 1</i> SR	<i>Level 2</i> SR	<i>Level 3</i> SR	<i>Total</i> SR
<u>2014</u>				
GCC bonds and sukuku	20,306,564	5,500,000	-	25,806,564
Trading and real estate funds	-	26,868,787	-	26,868,787
Equities	18,080,042	-	1,923,078	20,003,120
	<u>38,386,606</u>	<u>32,368,787</u>	<u>1,923,078</u>	<u>72,678,471</u>
<u>2013</u>				
GCC bonds and sukuku	20,685,907	5,500,000	-	26,185,907
Trading and real estate funds	-	25,976,405	-	25,976,405
Equities	2,295,647	-	1,923,078	4,218,725
	<u>22,981,554</u>	<u>31,476,405</u>	<u>1,923,078</u>	<u>56,381,037</u>

Transfers between levels

For financial instruments that are recognised at fair value on a recurring basis, the Company determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

During the nine-month period ended 30 September 2014, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurements.

There was no recurring fair value measurements categorised within Level 3 of the fair value hierarchy as set out in the table above.

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12 ZAKAT

The movement in provision during the period / year is set out below:

	30 September 2014 (Unaudited) SR	31 December 2013 (Audited) SR
At the beginning of the period / year	7,364,263	7,069,613
Provided for the period / year	1,785,732	1,761,388
Adjustments on prior years	64,708	644,426
Payments during the period / year	(64,738)	(2,111,164)
At the end of the period / year	<u>9,149,965</u>	<u>7,364,263</u>

Status of assessments

The Company has filed its zakat returns for all the years' ended up to 31 December 2013.

On review of the zakat return by the Department of Zakat and Income tax ("DZIT") for the long period ended 31 December 2010, a demand of SR 2,256,659 was raised by the DZIT. The Company paid this demand and filed an appeal with DZIT. During 2014, DZIT revised its assessment of the zakat return for the long period ended 31 December 2010 after taking into consideration the effect of portfolio transfer and raised an additional demand of SR 64,738. The Company paid this demand. The final assessment has not yet been carried out by the DZIT.

On review of the zakat return by the DZIT for the year ended 31 December 2011, a demand of SR 2,378,604 has been raised by the DZIT. However, the Company has filed an appeal with the DZIT. This appeal is in progress. The final assessment has not yet been carried out by the DZIT.

On review of the zakat return by the DZIT for the year ended 31 December 2012, an additional demand of SR 544,407 has been raised by the DZIT. However, the Company has filed an appeal with the DZIT. This appeal is in progress. The final assessment has not yet been carried out by the DZIT.

On review of the zakat return by the DZIT for the year ended 31 December 2013, a demand of SR 2,885,577 has been raised by the DZIT. However, the Company has filed an appeal with the DZIT. This appeal is in progress. The final assessment has not yet been carried out by the DZIT.

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13 SEGMENT INFORMATION

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 as stated below.

Segment results do not include general and administrative expenses, allowance for doubtful debts, special commission income on time deposits and investments, dividend income, gain or loss on property and equipment and investments.

Segment assets do not include insurance operations' property and equipment, held to maturity investment, AFS investments, prepayments and other assets, premiums and reinsurance balances receivable and cash and cash equivalents. Accordingly they are included in unallocated assets. Segment liabilities do not include insurance operations' employees' end-of-service benefits, and reinsurance and insurance balances payable, accrued expenses and other liabilities. Accordingly they are included in unallocated liabilities.

Operating segments

<i>For the three month period ended 30 September 2014 (Unaudited)</i>	<i>Property SR</i>	<i>Motor SR</i>	<i>Marine SR</i>	<i>Medical SR</i>	<i>Others SR</i>	<i>Total SR</i>
Gross written premiums	5,034,473	54,626,984	3,636,267	41,607,102	4,228,625	109,133,451
Reinsurance premiums ceded	(4,739,590)	(1,533,782)	(2,387,495)	-	(3,653,734)	(12,314,601)
Excess of loss premiums	(54,072)	(1,920,467)	(188,501)	(300,000)	(64,454)	(2,527,494)
Net premiums written	240,811	51,172,735	1,060,271	41,307,102	510,437	94,291,356
Movement in unearned premiums, net	143,439	(3,272,766)	137,346	(15,163,899)	17,163	(18,138,717)
Net premiums earned	384,250	47,899,969	1,197,617	26,143,203	527,600	76,152,639
Reinsurance commission income	785,101	29,362	3,091,997	-	1,013,377	4,919,837
Policy fees	6,385	2,214,275	53,795	-	6,685	2,281,140
Total revenues	1,175,736	50,143,606	4,343,409	26,143,203	1,547,662	83,353,616
Net claims paid	(293,139)	(36,859,875)	(72,971)	(1,665,211)	(26,592)	(38,917,788)
Movement in outstanding claims, net	369,330	(7,998,521)	(469,826)	(7,870,042)	71,670	(15,897,389)
Net claims incurred	76,191	(44,858,396)	(542,797)	(9,535,253)	45,078	(54,815,177)
Policy acquisition costs	(237,358)	(4,464,417)	(324,686)	(3,178,052)	(324,335)	(8,528,848)
Inspection and supervision fees	(10,229)	(263,715)	(16,347)	(624,107)	(13,010)	(927,408)
Other underwriting expenses	-	(273,129)	-	(1,477,812)	-	(1,750,941)
Total underwriting costs	(171,396)	(49,859,657)	(883,830)	(14,815,224)	(292,267)	(66,022,374)
Net underwriting surplus	1,004,340	283,949	3,459,579	11,327,979	1,255,395	17,331,242
Unallocated expenses						(10,952,256)
Unallocated income						3,646,341
Surplus from insurance operations						10,025,327

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13 SEGMENT INFORMATION (continued)

Operating segments

<i>For the three month period ended 30 September 2013 (Unaudited)</i>	<i>Property SR</i>	<i>Motor SR</i>	<i>Marine SR</i>	<i>Medical SR</i>	<i>Others SR</i>	<i>Total SR</i>
Gross written premiums	5,149,891	32,955,648	3,684,566	23,168,756	3,423,252	68,382,113
Reinsurance premiums ceded	(4,922,193)	(1,060,060)	(2,693,306)	(8,784,027)	(3,108,290)	(20,567,876)
Excess of loss premiums	(28,375)	(1,865,970)	(221,324)	-	(52,383)	(2,168,052)
Net premiums written	199,323	30,029,618	769,936	14,384,729	262,579	45,646,185
Movement in unearned premiums, net	111,157	(4,722,982)	164,701	(2,211,022)	6,518	(6,651,628)
Net premiums earned	310,480	25,306,636	934,637	12,173,707	269,097	38,994,557
Reinsurance commission income	845,316	19,965	848,094	-	711,235	2,424,610
Policy fees	2,705	1,759,116	39,030	-	2,290	1,803,141
Total revenues	1,158,501	27,085,717	1,821,761	12,173,707	982,622	43,222,308
Net claims paid	(18,319)	(20,828,000)	(298,952)	(444,554)	(26,483)	(21,616,308)
Movement in outstanding claims, net	(741,368)	754,432	198,160	(1,260,119)	192,947	(855,948)
Movement in premium deficiency and other reserves, net	(783,685)	(433,415)	-	-	(807,006)	(2,024,106)
Net claims incurred	(1,543,372)	(20,506,983)	(100,792)	(1,704,673)	(640,542)	(24,496,362)
Policy acquisition costs	(455,126)	(2,286,649)	(295,833)	(2,116,819)	(274,956)	(5,429,383)
Inspection and supervision fees	(13,739)	(158,307)	(16,633)	(347,531)	(10,669)	(546,879)
Other underwriting expenses	(74,850)	(222,513)	-	(1,336,168)	-	(1,633,531)
Total underwriting costs	(2,087,087)	(23,174,452)	(413,258)	(5,505,191)	(926,167)	(32,106,155)
Net underwriting surplus	(928,586)	3,911,265	1,408,503	6,668,516	56,455	11,116,153
Unallocated expenses						(10,656,170)
Unallocated income						334,766
Surplus from insurance operations						794,749

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13 SEGMENT INFORMATION (continued)

Operating segments

<i>For the nine month period ended 30 September 2014 (Unaudited)</i>	<i>Property SR</i>	<i>Motor SR</i>	<i>Marine SR</i>	<i>Medical SR</i>	<i>Others SR</i>	<i>Total SR</i>
Gross written premiums	21,925,744	168,588,780	13,420,889	102,848,484	12,872,501	319,656,398
Reinsurance premiums ceded	(20,286,479)	(1,548,709)	(9,089,759)	(340)	(10,189,815)	(41,115,102)
Excess of loss premiums	(149,613)	(3,421,604)	(631,151)	(740,000)	(242,554)	(5,184,922)
Net premiums written	1,489,652	163,618,467	3,699,979	102,108,144	2,440,132	273,356,374
Movement in unearned premiums, net	(373,189)	(34,298,743)	(191,060)	(46,963,048)	(940,308)	(82,766,348)
Net premiums earned	1,116,463	129,319,724	3,508,919	55,145,096	1,499,824	190,590,026
Reinsurance commission income	3,175,872	70,025	5,084,217	-	2,465,991	10,796,105
Policy fees	26,500	6,633,090	182,640	-	19,925	6,862,155
Total revenues	4,318,835	136,022,839	8,775,776	55,145,096	3,985,740	208,248,286
Net claims paid	(557,444)	(101,426,787)	(374,634)	(4,678,422)	(241,388)	(107,278,675)
Movement in outstanding claims, net	162,980	(14,625,042)	(971,890)	(8,079,633)	(207,024)	(23,720,609)
Movement in premium deficiency and other reserves, net	-	(4,658,441)	-	-	-	(4,658,441)
Net claims incurred	(394,464)	(120,710,270)	(1,346,524)	(12,758,055)	(448,412)	(135,657,725)
Policy acquisition costs	(1,575,224)	(11,610,169)	(852,920)	(7,184,051)	(959,990)	(22,182,354)
Inspection and supervision fees	(51,833)	(832,184)	(60,097)	(1,542,724)	(50,786)	(2,537,624)
Other underwriting expenses	(84,970)	(904,674)	-	(4,515,863)	-	(5,505,507)
Total underwriting costs	(2,106,491)	(134,057,297)	(2,259,541)	(26,000,693)	(1,459,188)	(165,883,210)
Net underwriting surplus	2,212,344	1,965,542	6,516,235	29,144,403	2,526,552	42,365,076
Unallocated expenses						(34,735,374)
Unallocated income						5,899,396
Surplus from insurance operations						13,529,098

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13 SEGMENT INFORMATION (continued)

Operating segments

For the nine month period ended
30 September 2013
(Unaudited)

	Property SR	Motor SR	Marine SR	Medical SR	Others SR	Total SR
Gross written premiums	17,772,956	98,006,814	14,279,461	78,997,034	9,426,330	218,482,595
Reinsurance premiums ceded	(16,584,652)	(1,122,765)	(10,162,710)	(30,473,800)	(8,298,390)	(66,642,317)
Excess of loss premiums	(83,015)	(3,103,470)	(587,606)	-	(92,155)	(3,866,246)
Net premiums written	1,105,289	93,780,579	3,529,145	48,523,234	1,035,785	147,974,032
Movement in unearned premiums, net	(268,912)	1,555,483	193,879	(23,652,928)	196,433	(21,976,045)
Net premiums earned	836,377	95,336,062	3,723,024	24,870,306	1,232,218	125,997,987
Reinsurance commission income	2,765,354	64,076	3,638,769	-	2,130,535	8,598,734
Policy fees	11,310	3,850,635	147,380	-	8,260	4,017,585
Total revenues	3,613,041	99,250,773	7,509,173	24,870,306	3,371,013	138,614,306
Net claims paid	(429,312)	(76,305,189)	(928,576)	(1,171,961)	(305,018)	(79,140,056)
Movement in outstanding claims, net	(1,686,611)	3,938,374	1,890,806	(3,539,542)	6,387	609,414
Movement in premium deficiency and other reserves, net	(1,520,462)	(715,257)	-	-	(871,957)	(3,107,676)
Net claims incurred	(3,636,385)	(73,082,072)	962,230	(4,711,503)	(1,170,588)	(81,638,318)
Policy acquisition costs	(1,307,391)	(8,755,898)	(1,103,950)	(4,177,175)	(890,135)	(16,234,549)
Inspection and supervision fees	(49,738)	(482,940)	(65,887)	(1,184,955)	(37,783)	(1,821,303)
Other underwriting expenses	(126,350)	(565,287)	-	(2,875,622)	-	(3,567,259)
Total underwriting costs	(5,119,864)	(82,886,197)	(207,607)	(12,949,255)	(2,098,506)	(103,261,429)
Net underwriting surplus (deficit)	(1,506,823)	16,364,576	7,301,566	11,921,051	1,272,507	35,352,877
Unallocated expenses						(31,228,256)
Unallocated income						941,626
Surplus from insurance operations						5,066,247

BURUJ COOPERATIVE INSURANCE COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 September 2014

13 SEGMENT INFORMATION (continued)

Operating segments

As at 30 September 2014 (Unaudited)

	Property SR	Motor SR	Marine SR	Medical SR	Others SR	Total SR
ASSETS						
Reinsurers' share of unearned premiums	10,051,051	1,143,574	2,249,287	297,980	7,056,874	20,798,766
Reinsurers' share of outstanding claims	13,426,436	4,682,680	7,231,218	2,263,193	10,978,429	38,581,956
Deferred policy acquisition costs	1,139,636	8,786,125	259,743	7,383,767	860,362	18,429,633
SEGMENT ASSETS	24,617,123	14,612,379	9,740,248	9,944,940	18,895,665	77,810,355
Unallocated assets						301,965,292
TOTAL ASSETS						379,775,647
LIABILITIES						
Gross unearned premiums	10,825,274	102,445,570	3,457,429	74,962,958	8,666,835	200,358,066
Gross outstanding claims	14,825,786	53,408,255	11,313,093	16,050,335	12,666,429	108,263,898
Unearned reinsurance commission	2,071,131	85,768	764,610	-	1,849,443	4,770,952
Premium deficiency and other reserves	100,000	9,360,587	-	-	-	9,460,587
SEGMENT LIABILITIES	27,822,191	165,300,180	15,535,132	91,013,293	23,182,707	322,853,503
Unallocated liabilities						56,922,144
TOTAL LIABILITIES						379,775,647

Operating segments

As at 31 December 2013 (Audited)

	Property SR	Motor SR	Marine SR	Medical SR	Others SR	Total SR
ASSETS						
Reinsurers' share of unearned premiums	5,809,175	528,453	2,524,448	13,492,819	5,682,417	28,037,312
Reinsurers' share of outstanding claims	13,043,722	3,409,224	5,738,083	8,464,853	8,110,122	38,766,004
Deferred policy acquisition costs	564,176	5,034,139	200,747	4,035,325	696,958	10,531,345
SEGMENT ASSETS	19,417,073	8,971,816	8,463,278	25,992,997	14,489,497	77,334,661
Unallocated assets						174,139,810
TOTAL ASSETS						251,474,471
LIABILITIES						
Gross unearned premiums	6,210,209	67,531,706	3,541,530	41,194,749	6,352,070	124,830,264
Gross outstanding claims	14,606,052	37,509,757	8,848,068	14,172,362	9,591,097	84,727,336
Unearned reinsurance commission	1,312,149	39,634	919,126	-	1,534,957	3,805,866
Premium deficiency and other reserves	100,000	4,702,146	-	-	-	4,802,146
SEGMENT LIABILITIES	22,228,410	109,783,243	13,308,724	55,367,111	17,478,124	218,165,612
Unallocated liabilities						33,308,859
TOTAL LIABILITIES						251,474,471

BURUJ COOPERATIVE INSURANCE COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 September 2014

14 BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share for the period has been calculated by dividing the net income for the period by the ordinary issued and outstanding shares at the period end of 13 million shares.

15 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements have been approved by the Board of Directors on 2 Muharram 1436H, (corresponding to 26 October 2014).