

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

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

**FOR THE THREE MONTHS AND SIX MONTHS
PERIODS ENDED 30 JUNE 2014**

INDEX	PAGES
INDEPENDENT AUDITORS' LIMITED REVIEW REPORT	1
INTERIM STATEMENT OF FINANCIAL POSITION	2-3
INTERIM STATEMENT OF INCOME OF INSURANCE OPERATIONS	4
INTERIM STATEMENT OF COMPREHENSIVE INCOME OF INSURANCE OPERATIONS	5
INTERIM STATEMENT OF INCOME OF SHAREHOLDERS' OPERATIONS	6
INTERIM STATEMENT OF COMPREHENSIVE INCOME OF SHAREHOLDERS' OPERATIONS	7
INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	8
INTERIM STATEMENT OF CASH FLOWS OF INSURANCE OPERATIONS	9
INTERIM STATEMENT OF CASH FLOWS OF SHAREHOLDERS' OPERATIONS	10
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS	11 – 27



Abdullah Al Basri & Co.

**LIMITED REVIEW REPORT 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 30 June 2014 and the related interim statements of income of insurance operations and shareholders' operations and comprehensive income of insurance operations and shareholders' operations for the three and six month periods then ended and the interim statements of changes in shareholders' equity and cash flows of insurance operations and shareholders' operations for the six 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 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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21 Ramadan 1435H
(18 July 2014)

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

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2014

		30 June 2014 (Unaudited) SR	31 December 2013 (Audited) SR
INSURANCE OPERATIONS' ASSETS			
Equipment, furniture and vehicles		2,446,911	2,757,158
Reinsurers' share of outstanding claims	5	186,794,415	170,427,971
Reinsurers' share of unearned premiums		163,933,699	156,094,253
Deferred policy acquisition costs		19,456,967	17,532,344
Unit linked investments	9	584,183,512	573,574,486
Available for sale investments	8	46,088,770	39,704,393
Premiums receivable, net	6	185,221,756	239,253,312
Reinsurance balances receivable		40,460,598	39,243,929
Prepayments and other assets		10,427,422	6,262,059
Cash and cash equivalents		39,006,972	50,206,611
TOTAL INSURANCE OPERATIONS' ASSETS		1,278,021,022	1,295,056,516
SHAREHOLDERS' ASSETS			
Statutory deposit	7	20,076,025	20,076,025
Available for sale investments	8	141,469,899	147,464,448
Due from insurance operations		1,828,054	10,083,350
Prepayments and other assets		905,902	1,033,005
Cash and cash equivalents		12,973,420	1,815,310
TOTAL SHAREHOLDERS' ASSETS		177,253,300	180,472,138
TOTAL ASSETS		1,455,274,322	1,475,528,654

Xavier Denys

Heinz Dollberg

Abdullah Mansury

Chief Executive Officer

BOD Member

Chief Financial Officer

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)

As at 30 June 2014

	30 June 2014 (Unaudited) SR	31 December 2013 (Audited) SR
INSURANCE OPERATIONS' LIABILITIES AND SURPLUS		
Employees' end of service benefits	10,499,259	8,457,100
Unearned premiums	310,420,936	270,783,664
Unearned commission income	10,068,927	12,175,886
Mathematical reserve	584,763,097	576,114,237
Outstanding claims	258,577,188	226,444,490
Premium deficiency reserves	3,666,889	936,116
Due to shareholders' operations	1,828,054	10,083,350
Reinsurance balances payable	90,869,198	157,174,241
Accrued expenses and other liabilities	6,520,602	33,464,937
TOTAL INSURANCE OPERATIONS' LIABILITIES	1,277,214,150	1,295,634,021
INSURANCE OPERATIONS' SURPLUS		
Accumulated surplus	1,547,917	1,547,917
Unrealized loss on available for sale investments	(741,045)	(2,125,422)
TOTAL INSURANCE OPERATIONS' LIABILITIES AND SURPLUS	1,278,021,022	1,295,056,516
SHAREHOLDERS' LIABILITIES AND EQUITY		
SHAREHOLDERS' LIABILITIES		
Provision for zakat and income tax	7,392,741	7,487,408
Accrued expenses and other liabilities	115,724	117,522
TOTAL SHAREHOLDERS' LIABILITIES	7,508,465	7,604,930
SHAREHOLDERS' EQUITY		
Share capital	200,000,000	200,000,000
Share premium	22,711,315	22,711,315
Accumulated losses	(53,814,743)	(49,618,841)
Unrealized gain/(loss) on available for sale investments	848,263	(225,266)
TOTAL SHAREHOLDERS' EQUITY	169,744,835	172,867,208
TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY	177,253,300	180,472,138
TOTAL INSURANCE OPERATIONS LIABILITIES AND SURPLUS AND SHAREHOLDERS' LIABILITIES AND EQUITY	1,455,274,322	1,475,528,654

Xavier Denys

Chief Executive Officer

Heinz Dollberg

BOD Member

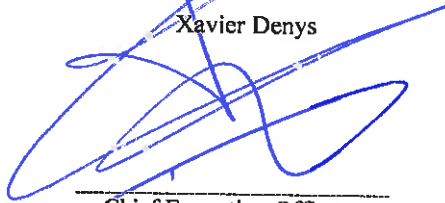
Abdullah Mansury

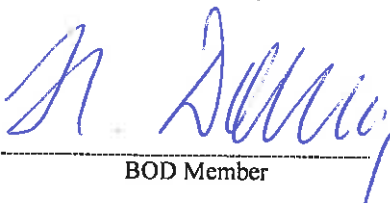
Chief Financial Officer


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 OF INSURANCE OPERATIONS (UNAUDITED)

	<i>Three months ended 30 June 2014 SR</i>	<i>Three months ended 30 June 2013 SR</i>	<i>Six months ended 30 June 2014 SR</i>	<i>Six months ended 30 June 2013 SR</i>
Gross written premiums	221,718,873	203,642,925	402,681,817	372,948,881
Reinsurance premiums ceded	(86,860,798)	(87,167,927)	(157,700,362)	(168,770,697)
Net written premiums	134,858,075	116,474,998	244,981,455	204,178,184
Changes in unearned premium	(32,648,450)	(47,707,877)	(39,637,272)	(66,761,404)
Reinsurance share of unearned premium	8,026,166	16,907,433	7,839,447	31,849,717
Net change in unearned premium	(24,622,284)	(30,800,444)	(31,797,825)	(34,911,687)
Net premiums earned	110,235,791	85,674,554	213,183,630	169,266,497
Commission earned during the period	5,310,641	7,129,082	11,140,029	14,893,719
Unrealized gain on unit linked investments	1,931,358	2,222,149	7,982,221	5,743,376
Other income	923,565	522,927	1,398,540	786,870
Total revenues	118,401,355	95,548,712	233,704,420	190,690,462
Gross claims paid	(117,781,540)	(93,536,141)	(233,622,698)	(190,911,482)
Reinsurance share of claims paid	42,094,062	34,279,653	83,655,893	70,144,534
Net claims paid	(75,687,478)	(59,256,488)	(149,966,805)	(120,766,948)
Changes in gross outstanding claims	1,903,251	(30,215,132)	(32,132,697)	(36,634,938)
Changes in reinsurance share of outstanding claims	(8,531,197)	29,302,629	16,366,444	47,030,874
Net outstanding claims	(6,627,946)	(912,503)	(15,766,253)	10,395,936
Net claims incurred	(82,315,424)	(60,168,991)	(165,733,058)	(110,371,012)
Change in premium deficiency reserves	(1,070,518)	(155,101)	(2,730,773)	(974,380)
Change in mathematical reserves	(4,636,480)	(8,220,766)	(8,648,860)	(19,913,519)
Commission expenses	(11,273,031)	(9,241,191)	(22,146,448)	(19,011,355)
Inspection and supervision fees	(1,299,257)	(1,018,214)	(2,421,471)	(1,864,744)
General and administrative expenses	(16,694,511)	(14,028,624)	(37,279,106)	(33,242,324)
Total claims and expenses	(117,289,221)	(92,832,887)	(238,959,716)	(185,377,334)
Net surplus/(deficit) for the period	1,112,134	2,715,825	(5,255,296)	5,313,128
Net (surplus)/deficit transferred to statement of shareholders' operations	(1,112,134)	(2,444,242)	5,255,296	(4,781,815)
Net insurance operations surplus after shareholders' appropriation for the period	-	271,583	-	531,313

Xavier Denys

 Chief Executive Officer

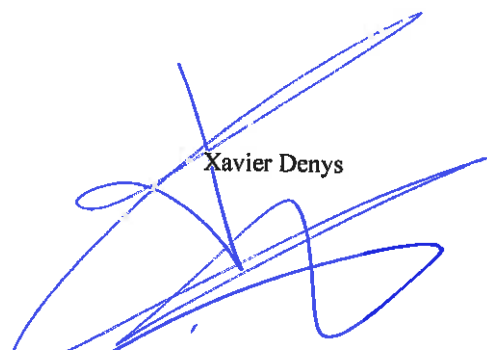
Heinz Dollberg

 BOD Member

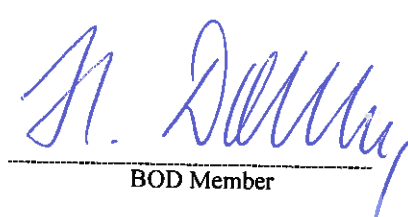
Abdullah Mansury

 Chief Financial Officer


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 OF INSURANCE OPERATIONS
(UNAUDITED)

	<i>Three months ended 30 June 2014 SR</i>	<i>Three months ended 30 June 2013 SR</i>	<i>Six months ended 30 June 2014 SR</i>	<i>Six months ended 30 June 2013 SR</i>
Net insurance operations surplus after shareholders' appropriation for the period	-	271,583	-	531,313
<i>Other comprehensive income to be reclassified subsequently to the statement of income</i>				
Unrealized gain/(loss) on available for sale investments	637,338	(1,356,659)	1,384,377	(1,329,687)
Total comprehensive income/(loss) for the period	637,338	(1,085,076)	1,384,377	(798,374)


Xavier Denys
Chief Executive Officer

Heinz Dollberg

BOD Member

Abdullah Mansury

Chief Financial Officer

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

	<i>Three months ended 30 June 2014 SR</i>	<i>Three months ended 30 June 2013 SR</i>	<i>Six months ended 30 June 2014 SR</i>	<i>Six months ended 30 June 2013 SR</i>
Special commission income	1,217,286	1,316,401	2,505,826	2,680,002
Realised gain on available for sale investment	136,915	-	136,915	-
Total revenues	1,354,201	1,316,401	2,642,741	2,680,002
Net surplus transferred from statement of insurance operations	1,112,134	2,444,242	(5,255,296)	4,781,815
General and administrative expenses	(195,722)	(101,715)	(380,225)	(288,467)
Net income/(loss) for the period	2,270,613	3,658,928	(2,992,780)	7,173,350
Basic and diluted earnings per share- Note 14	0.11	0.18	(0.15)	0.36

Xavier Denys

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Chief Executive Officer

BOD Member

Chief Financial Officer

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

	<i>Three months ended 30 June 2014 SR</i>	<i>Three months ended 30 June 2013 SR</i>	<i>Six months ended 30 June 2014 SR</i>	<i>Six months ended 30 June 2013 SR</i>
Net income/(loss) for the period	2,270,613	3,658,928	(2,992,780)	7,173,350
Provision for zakat & tax	(590,389)	(711,737)	(1,203,122)	(1,751,034)
	<u>1,680,224</u>	<u>2,947,191</u>	<u>(4,195,902)</u>	<u>5,422,316</u>
<i>Other comprehensive income to be reclassified subsequently to the statement of income</i>				
Fair value change in available for sale investments	197,756	(2,614,418)	1,210,444	(2,823,126)
Transferred to realized gain from available for sale investments disposal	(136,915)		(136,915)	
Total comprehensive income/(loss) for the period	<u>1,741,065</u>	<u>332,773</u>	<u>(3,122,373)</u>	<u>2,599,190</u>

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Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
 For the period ended 30 June 2014

	<i>Share capital</i> SR	<i>Share premium</i> SR	<i>Accumulated losses</i> SR	<i>Unrealized gain / (loss) on available for sale investments</i> SR	<i>Total</i> SR
Balance as at 1 January 2013	200,000,000	22,711,315	(58,382,671)	2,568,517	166,897,161
Net income for the period	-	-	7,173,350	-	7,173,350
<i>Other Comprehensive income:</i>					
- Unrealized loss on available for sale investments	-	-	-	(2,823,126)	(2,823,126)
- Provision for zakat & income tax	-	-	(1,751,034)	-	(1,751,034)
Total comprehensive income for the period	-	-	5,422,316	(2,823,126)	2,599,190
Balance as at 30 June 2013 -unaudited	<u>200,000,000</u>	<u>22,711,315</u>	<u>(52,960,355)</u>	<u>(254,609)</u>	<u>169,496,351</u>
Balance as at 1 January 2014	200,000,000	22,711,315	(49,618,841)	(225,266)	172,867,208
Net loss for the period	-	-	(2,992,780)	-	(2,992,780)
<i>Other Comprehensive income:</i>					
- Unrealized gain on available for sale investments	-	-	-	1,210,444	1,210,444
- Realized gain on sale of available for sale investments	-	-	-	(136,915)	(136,915)
- Provision for zakat & income tax	-	-	(1,203,122)	-	(1,203,122)
Total comprehensive loss for the period	-	-	(4,195,902)	1,073,529	(3,122,373)
Balance as at 30 June 2014 -unaudited	<u>200,000,000</u>	<u>22,711,315</u>	<u>(53,814,743)</u>	<u>848,263</u>	<u>169,744,835</u>

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Abdullah Mansury

Chief Executive Officer

BOD Member

Chief Financial Officer

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 OF INSURANCE OPERATIONS
(UNAUDITED)

	<i>For the six month period ended 30 June 2014 SR</i>	<i>For the six month period ended 30 June 2013 SR</i>
OPERATING ACTIVITIES		
Net insurance operations surplus after shareholders' appropriation for the period	-	531,313
Adjustments for:		
Employees' end of service benefits	2,476,005	1,762,970
Depreciation	685,955	722,571
Unrealized gain on unit linked investments	(7,982,221)	(5,743,376)
Shareholders' appropriation from insurance operations' (deficit)/surplus	(5,255,296)	4,781,815
Realized gain on disposal of investment	-	(47,200)
Operating profit before changes in operating assets and liabilities	<u>(10,075,557)</u>	<u>2,008,093</u>
Changes in operating assets and liabilities:		
Deferred policy acquisition costs	(1,924,623)	(3,772,431)
Unit linked investments	(2,626,805)	(15,137,498)
Premiums receivable, net	54,031,556	(54,520,349)
Prepayments and others assets	(4,165,363)	(938,419)
Unearned premiums, net	31,797,826	34,911,687
Mathematical reserve	8,648,860	19,913,519
Outstanding claims, net	15,766,254	(10,395,936)
Premium deficiency reserves	2,730,773	974,380
Unearned commission income	(2,106,959)	(5,980)
Reinsurance balances payable, net	(67,521,712)	37,662,772
Accrued expenses and other liabilities	(26,944,335)	(1,832,791)
Cash used in operations	<u>(2,390,085)</u>	<u>8,867,047</u>
Employees' end of service benefits paid	(433,846)	(217,711)
Net cash (used in)/from operating activities	<u>(2,823,931)</u>	<u>8,649,336</u>
INVESTING ACTIVITIES		
Purchase of office equipment, furniture and vehicles	(375,708)	(130,804)
Purchase of available for sale investments	(5,000,000)	(21,858,000)
Sale of available for sale investments	-	10,009,635
Net cash used in investing activities	<u>(5,375,708)</u>	<u>(11,979,169)</u>
FINANCING ACTIVITY		
Due to shareholders operations	(3,000,000)	-
Net cash used in financing activity	<u>(3,000,000)</u>	<u>-</u>
DECREASE IN CASH AND CASH EQUIVALENTS	<u>(11,199,639)</u>	<u>(3,329,833)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	<u>50,206,611</u>	<u>32,987,354</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>39,006,972</u>	<u>29,657,521</u>
Non-cash supplemental information:		
Net changes in fair-value of available for sale investments	<u>1,384,377</u>	<u>(1,329,687)</u>

Xavier Denys

Heinz Dollberg

Abdullah Mansury

Chief Executive Officer

BOD Member

Chief Financial Officer

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

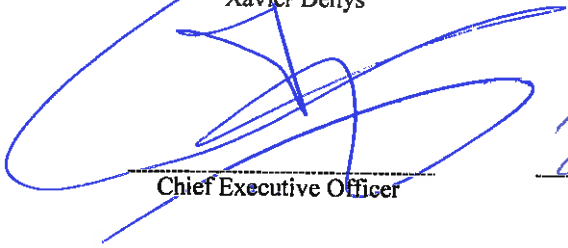
Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
INTERIM STATEMENT OF CASH FLOWS OF SHAREHOLDERS' OPERATIONS
(UNAUDITED)

	<i>For the six month period ended 30 June 2014 SR</i>	<i>For the six month period ended 30 June 2013 SR</i>
OPERATING ACTIVITIES		
Net (loss)/income for the period	(2,992,780)	7,173,350
Adjustment for:		
Shareholders' appropriation from insurance operations' deficit/(surplus)	5,255,296	(4,781,815)
Realized gain on disposal of investment	(136,915)	-
Operating surplus before changes in operating assets and liabilities	2,125,601	2,391,535
Changes in operating assets and liabilities:		
Prepayments and other assets	127,103	2,489,015
Accrued expenses and other liabilities	(1,798)	16,097
Cash from operations	2,250,906	4,896,647
Tax paid during the period	(1,297,789)	(984,883)
Net cash from operating activities	953,117	3,911,764
INVESTING ACTIVITIES		
Purchase of available for sale investment	(4,000,000)	-
Sale of available for sale investment	11,204,993	-
Net cash from investing activity	7,204,993	-
FINANCING ACTIVITY		
Due from insurance operations	3,000,000	-
Net cash from financing activity	3,000,000	-
INCREASE IN CASH AND CASH EQUIVALENTS	11,158,110	3,911,764
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	1,815,310	341,510
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	12,973,420	4,253,274
Non-cash supplemental information:		
Net changes in fair value of available for sale investments	1,210,444	(2,823,126)


Xavier Denys

Heinz Dollberg

Abdullah Mansury


Chief Executive Officer


BOD Member


Chief Financial Officer

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 (UNAUDITED)
At 30 June 2014

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 has been licensed to conduct cooperative 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). The Company operates through its 5 branches (2013: 5) in the Kingdom of Saudi Arabia. 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. BASIS OF PREPARATION

The interim condensed financial statements for the three months and six months periods ended 30 June 2014 have been prepared in accordance with International Accounting Standard 34 – "Interim Financial Reporting".(IAS 34)

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 2013.

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

3. NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

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

IAS 32 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 did not have any significant impact on Company's financial position and performance.

IFRIC Interpretation 21 Levies (IFRIC 21)

IFRIC 21 clarifies that an entity recognises a liability for a levy when the activity that triggers payment, as identified by the relevant legislation, occurs. For a levy that is triggered upon reaching a minimum threshold, the interpretation clarifies that no liability should be anticipated before the specified minimum threshold is reached. The change did not have any material financial impact on interim condensed financial statements.

IAS 39 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 are effective for annual periods beginning on or after 1 January 2014. The Company has not novated its derivatives during the current period. However, these amendments would be considered for future novations.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

3 NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS (continued)

New amendments and standards issued but not yet effective:

The Company has chosen not to early adopt the following new standard and amendments to the International Financial Reporting Standards

IFRS 9 Financial Instruments

On 19 November 2013, the IASB issued a new version of IFRS 9 *Financial Instruments (Hedge Accounting and amendments to IFRS 9, IFRS 7 and IAS 39)*. IFRS 9 (2013) which includes the new hedge accounting requirements and some related amendments to IAS 39 *Financial Instruments: Recognition and Measurement* and IFRS 7 *Financial Instruments: Disclosures*. IFRS 9 (2013) also replicates the amendments in IAS 39 in respect of novations. The standard does not have a mandatory effective date, but it is available for application now. A new mandatory effective date will be set when the IASB completes the impairment phase of its project on the accounting for financial statements. Entities may elect to apply only the accounting for gains and losses from own credit risk without applying the other requirements of IFRS 9 at the same time. An accounting policy choice to continue to apply the hedge accounting requirements of IAS 39 is available for of their hedging relationships. They may later change that policy and apply the hedge accounting requirements in IFRS 9 before they eventually become mandatory. This choice is intended to be removed when the IASB completes its project on accounting for macro hedging.

4 PREMIUMS

	<i>Unaudited</i>		
	<i>For the six months period ended 30 June 2014(SR)</i>		
	<i>Gross</i>	<i>Reinsurers' share</i>	<i>Net</i>
General insurance	298,558,951	(145,197,502)	153,361,449
Protection & saving insurance	104,122,866	(12,502,860)	91,620,006
Written premiums	402,681,817	(157,700,362)	244,981,455
Change in unearned premium	(39,637,272)	7,839,447	(31,797,825)
Premiums earned	363,044,545	(149,860,915)	213,183,630

	<i>Unaudited</i>		
	<i>For the six months period ended 30 June 2013 (SR)</i>		
	<i>Gross</i>	<i>Reinsurers' share</i>	<i>Net</i>
General insurance	279,658,048	(162,353,615)	117,304,433
Protection & saving insurance	93,290,833	(6,417,082)	86,873,751
Written premiums	372,948,881	(168,770,697)	204,178,184
Change in unearned premium	(66,761,404)	31,849,717	(34,911,687)
Premiums earned	306,187,477	(136,920,980)	169,266,497

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

5 OUTSTANDING CLAIMS

	30 June 2014 - Unaudited (SR)		
	Gross	Reinsurers' share	Net
General insurance	250,628,113	(183,357,063)	67,271,050
Protection & saving insurance	7,949,075	(3,437,352)	4,511,723
Total outstanding claims	258,577,188	(186,794,415)	71,782,773

	31 December 2013 - Audited (SR)		
	Gross	Reinsurers' share	Net
General insurance	219,874,579	(167,490,875)	52,383,704
Protection & saving insurance	6,569,911	(2,937,096)	3,632,815
Total outstanding claims	226,444,490	(170,427,971)	56,016,519

6 PREMIUMS RECEIVABLE, NET

30 June 2014 Unaudited	Total	Past due not impaired	Past due and impaired	
		Up to 90 days	Less than 180 days	More than 180 days
<i>Amount in SR</i>				
Premiums receivable	220,813,587	153,990,577	5,111,798	61,711,212
Provision for doubtful debts	(35,591,831)	-	(766,769)	(34,825,062)
Premiums receivable, net	185,221,756	153,990,577	4,345,029	26,886,150

31 December 2013 Audited	Total	Past due not impaired	Past due and impaired	
		Up to 90 days	Less than 180 days	More than 180 days
<i>Amount in SR</i>				
Premiums receivable	274,222,087	190,198,581	30,910,258	53,113,248
Provision for doubtful debts	(34,968,775)	-	(4,636,539)	(30,332,236)
Premiums receivable, net	239,253,312	190,198,581	26,273,719	22,781,012

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

6 PREMIUMS RECEIVABLE, NET (continued)

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

	<i>For the six month period ended 30 June 2014 SR</i>	<i>For the six month period ended 30 June 2013 SR</i>
Balance at the beginning of the period	34,968,775	30,482,461
Provided for the period	623,056	-
Reversed during the period	-	(1,549,037)
Balance at the end of the period	<u>35,591,831</u>	<u>28,933,424</u>

7 STATUTORY DEPOSIT

As required by Saudi Arabian Insurance Regulations, the Company has deposited 10% of its paid up capital, amounting to SR 20,000,000 in a bank designated by SAMA. This deposit and initially recognised commission thereon cannot be withdrawn without SAMA's approval. The statutory deposit is maintained with Banque Saudi Fransi, an affiliate of the Company.

8 AVAILABLE FOR SALE INVESTMENTS

Insurance operations' available for sale investments:

	<i>30 June 2014 (Unaudited) SR</i>	<i>31 December 2013 (Audited) SR</i>
Bonds-quoted	30,861,266	24,585,094
Funds-quoted	15,227,504	15,119,299
Total	<u>46,088,770</u>	<u>39,704,393</u>

The cumulative unrealised loss in fair value of available for sale investments amounting to SR 741,045 (31 December 2013: SR 2,125,422) is presented within the insurance operation' surplus in the interim statement of financial position.

Shareholders' available for sale investments:

	<i>30 June 2014 - Unaudited (SR)</i>		
	<i>Quoted</i>	<i>Unquoted</i>	<i>Total</i>
Bonds	84,943,780	-	84,943,780
Sukuk	-	41,005,000	41,005,000
Funds	12,298,041	-	12,298,041
Equities	-	3,223,078	3,223,078
Total	<u>97,241,821</u>	<u>44,228,078</u>	<u>141,469,899</u>

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

8 AVAILABLE FOR SALE INVESTMENTS (continued)

	31 December 2013 - Audited (SR)		
	Quoted	Unquoted	Total
Bonds	95,140,988	-	95,140,988
Sukuk	-	41,005,000	41,005,000
Funds	8,095,382	-	8,095,382
Equities	-	3,223,078	3,223,078
Total	103,236,370	44,228,078	147,464,448

The cumulative gain/(loss) in fair value of available for sale investments amounting to SR 848,263 (31 December 2013: SR (225,266)) 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 between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible to by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- 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

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

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

The Company's management determines the policies and procedures for both recurring fair value measurement, such as unquoted AFS financial assets, and for non-recurring measurement, such as assets held for distribution in discontinued operation.

As at 31 December, the financial instruments under insurance and shareholder operations are measured at fair value using level 1 hierarchy for bonds and funds and level 3 for sukuk and equities.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

8 AVAILABLE FOR SALE INVESTMENTS (continued)

The following table shows an analysis of financial instruments measured at fair value by level of the fair value hierarchy;

i. Policyholders operations

<i>30 June 2014 – Unaudited (SR)</i>				
	Level 1	Level 2	Level 3	Total
Bonds	30,861,266	-	-	30,861,266
Funds	15,227,504	-	-	15,227,504
Total	46,088,770	-	-	46,088,770

<i>31 December 2013 – Audited (SR)</i>				
	Level 1	Level 2	Level 3	Total
Bonds	24,585,094	-	-	24,585,094
Funds	15,119,299	-	-	15,119,299
Total	39,704,393	-	-	39,704,393

ii. Shareholders' operations

<i>30 June 2014 – Unaudited (SR)</i>				
	Level 1	Level 2	Level 3	Total
Bonds	84,943,780	-	-	84,943,780
Sukuk	-	-	-	-
Funds	12,298,041	-	41,005,000	41,005,000
Equities	-	-	3,223,078	3,223,078
Total	97,241,821	-	44,228,078	141,469,899

<i>31 December 2013 – Audited (SR)</i>				
	Level 1	Level 2	Level 3	Total
Bonds	95,140,988	-	-	95,140,988
Sukuk	-	-	-	-
Funds	8,095,382	-	41,005,000	41,005,000
Equities	-	-	3,223,078	3,223,078
Total	103,236,370	-	44,228,078	147,464,448

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 during the period ended 30 June 2014 and year ended 31 December 2013

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
At 30 June 2014

9 UNIT LINKED INVESTMENTS

Following represents fair value for unit-linked investments:

	<i>30 June 2014 (Unaudited) SR</i>	<i>31 December 2013 (Audited) SR</i>
Local funds	571,527,069	559,835,402
Foreign funds	<u>12,656,443</u>	<u>13,739,084</u>
	<u><u>584,183,512</u></u>	<u><u>573,574,486</u></u>

10 SHARE CAPITAL

The authorized and issued share capital of the Company is SR 200,000,000 as at 30 June 2014 & 31 December 2013 consisting of 20,000,000 shares of SR 10 par value.

11 STATUTORY RESERVE

In accordance with the by-laws of the Company, 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 capital. The Company has not transferred any amount to statutory reserve due to the fact the Company has accumulated losses as at 30 June 2014.

12 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 interim results and financial position.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

13 RELATED PARTY TRANSACTIONS AND BALANCES

Following are the details of major related party transactions during the period ended 30 June 2014 and 30 June 2013.

Related party	Nature of transaction	<i>For the six month period ended 30 June 2014 (Unaudited) SR</i>	<i>For the six month period ended 30 June 2013 (Unaudited) SR</i>	
Entities controlled, jointly controlled or significantly influenced by related parties.	- Insurance premium written	21,587,851	12,162,601	
	- Insurance premium ceded	5,927,718	20,971,687	
	- Gross claims paid	1,175,537	10,972,384	
	- Reinsurance share of claims paid	6,316,137	9,530,544	
	- Commission expense	2,909,839	1,505,925	
	- Commission income	431,170	1,321,260	
	Other expenses			
	- Third party administrator (TPA) fees	1,882,959	1,713,343	
	Key management personnel	Remuneration and related expenses	3,554,279	2,233,610
	Board members	Fees and related expenses	199,430	157,098

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, majority of which are maintained with the shareholder of the Company, Banque Saudi Fransi.

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

13 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

The significant transactions with the related parties resulted in the following balances as at the financial position date:

	<i>30 June 2014</i> <i>(Unaudited)</i> <i>SR</i>	<i>31 December 2013</i> <i>(Audited)</i> <i>SR</i>
Entities controlled, jointly controlled or significantly influenced by related parties. - Accrued expenses	<u>873,912</u>	<u>1,364,423</u>
- Premium receivable, net	<u>20,890,208</u>	<u>10,396,381</u>
- Reinsurance balance payable	<u>20,093,625</u>	<u>53,768,406</u>
- Outstanding Claims	<u>2,007,512</u>	<u>2,095,003</u>

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.

14 BASIC AND DILUTED EARNINGS PER SHARE

	<i>Unaudited</i> <i>3 months ended</i> <i>30 June</i> <i>2014</i>	<i>Unaudited</i> <i>3 months</i> <i>ended 30 June</i> <i>2013</i>	<i>Unaudited</i> <i>6 months ended</i> <i>30 June</i> <i>2014</i>	<i>Unaudited</i> <i>6 months ended</i> <i>30 June</i> <i>2013</i>
Net income/(loss) for the period (SR)	<u>2,270,613</u>	<u>3,658,928</u>	<u>(2,992,780)</u>	<u>7,173,350</u>
Weighted average number of ordinary shares	<u>20,000,000</u>	<u>20,000,000</u>	<u>20,000,000</u>	<u>20,000,000</u>
Basic and diluted earnings per share – (SR)	<u><u>0.11</u></u>	<u><u>0.18</u></u>	<u><u>(0.15)</u></u>	<u><u>0.36</u></u>

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
At 30 June 2014

15 SEGMENT INFORMATION

(a) Consistent with the Company's internal reporting process, business 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 & Saving	:	Group Retirement & Individual Protection & Saving

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

15 SEGMENT INFORMATION (continued)

<u>Unaudited</u>	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection & Saving</i>	<i>Total</i>
<u>For the three months ended 30 June 2014</u>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
Gross written premiums	60,980,961	23,590,961	19,066,227	37,566,987	18,482,513	62,031,224	221,718,873
Reinsurance premium ceded	(753,255)	(20,516,231)	(10,882,730)	(30,761,247)	(12,766,905)	(11,180,430)	(86,860,798)
Net written premium	60,227,706	3,074,730	8,183,497	6,805,740	5,715,608	50,850,794	134,858,075
Net premiums earned	45,973,557	2,728,741	8,307,850	4,451,945	5,874,049	42,899,649	110,235,791
Unrealized gain on unit linked investments	-	-	-	-	-	1,931,358	1,931,358
Net claims incurred	(40,244,232)	(188,919)	(6,027,627)	(1,872,885)	(645,462)	(33,336,299)	(82,315,424)
Premium deficiency reserves	(1,070,518)	-	-	-	-	-	(1,070,518)
Change in mathematical reserves	-	-	-	-	-	(4,636,480)	(4,636,480)
Commission (expenses)/income, net	(4,405,391)	373,213	(511,898)	335,324	761,518	(2,515,156)	(5,962,390)
Inspection and supervision fees	(304,905)	(117,955)	(95,331)	(187,835)	(283,075)	(310,156)	(1,299,257)
Net underwriting results	(51,489)	2,795,080	1,672,994	2,726,549	5,707,030	4,032,916	16,883,080
Unallocated income	-	-	-	-	-	-	923,565
Unallocated expenses	-	-	-	-	-	-	(16,694,511)
Surplus from insurance operations	-	-	-	-	-	-	1,112,134
Retained in Insurance operations	-	-	-	-	-	-	-
Shareholders' total revenue	-	-	-	-	-	-	1,354,201
General and administrative expenses	-	-	-	-	-	-	(195,722)
Net income for the period	-	-	-	-	-	-	2,270,613

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

15 SEGMENT INFORMATION (continued)

<u>Unaudited</u>	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection & Saving</i>	<i>Total</i>
	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
For the six months ended 30 June 2014							
Gross written premiums	107,894,382	33,278,925	40,806,154	62,286,789	54,292,702	104,122,865	402,681,817
Reinsurance premium ceded	(2,258,167)	(27,764,522)	(22,713,509)	(50,969,887)	(41,491,417)	(12,502,860)	(157,700,362)
Net written premium	105,636,215	5,514,403	18,092,645	11,316,902	12,801,285	91,620,005	244,981,455
Net premiums earned	86,121,902	5,536,349	17,291,642	8,510,396	11,882,406	83,840,935	213,183,630
Unrealized gain on unit linked investments	-	-	-	-	-	7,982,221	7,982,221
Net claims incurred	(77,763,609)	(2,023,685)	(12,105,675)	(3,177,402)	(1,159,360)	(69,503,327)	(165,733,058)
Premium deficiency reserves	(3,666,889)	-	936,116	-	-	-	(2,730,773)
Change in mathematical reserves	-	-	-	-	-	(8,648,860)	(8,648,860)
Commission (expenses)/income, net	(8,577,453)	1,354,490	(1,141,455)	1,340,834	777,980	(4,760,815)	(11,006,419)
Inspection and supervision fees	(539,472)	(166,395)	(204,031)	(311,434)	(679,525)	(520,614)	(2,421,471)
Net underwriting results	(4,425,521)	4,700,759	4,776,597	6,362,394	10,821,501	8,389,540	30,625,270
Unallocated income	-	-	-	-	-	-	1,398,540
Unallocated expenses	-	-	-	-	-	-	(37,279,106)
Deficit from insurance operations	-	-	-	-	-	-	(5,255,296)
Retained in Insurance operations	-	-	-	-	-	-	-
Shareholders' total revenue	-	-	-	-	-	-	2,642,741
General and administrative expenses	-	-	-	-	-	-	(380,225)
Net loss for the period	-	-	-	-	-	-	(2,992,780)

Allianz Saudi Fransi Cooperative Insurance Company (A Saudi Joint Stock Company)
 NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
 At 30 June 2014

15 SEGMENT INFORMATION (continued)

Unaudited	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection & Saving</i>	<i>Total</i>
As at 30 June 2014	SR	SR	SR	SR	SR	SR	SR
Assets							
Insurance Operations' Assets							
Reinsurers' share of unearned premiums	126,603	80,872,618	11,174,681	40,705,890	19,265,286	11,788,621	163,933,699
Reinsurers' share of outstanding claims	3,592,777	70,304,025	-	89,978,234	19,482,027	3,437,352	186,794,415
Deferred policy acquisition costs	8,838,061	4,454,634	435,226	2,903,876	1,282,284	1,542,886	19,456,967
Premium Receivable, gross	77,820,499	36,002,045	28,317,820	20,959,222	35,999,131	21,714,870	220,813,587
Provision for doubtful debts	-	-	-	-	-	-	(35,591,831)
Unit linked investments	-	-	-	-	-	-	584,183,512
Unallocated assets	-	-	-	-	-	-	138,430,673
Shareholders' assets	-	-	-	-	-	-	177,253,300
Total assets							1,455,274,322
Insurance Operations' Liabilities and surplus							
Unearned premiums	103,142,420	90,678,590	18,363,097	50,569,163	27,661,214	20,006,452	310,420,936
Outstanding claims	42,129,513	74,573,768	6,801,645	100,763,851	26,359,336	7,949,075	258,577,188
Unearned commission income	13,128	6,187,722	-	2,319,536	1,157,487	391,054	10,068,927
Premium deficiency reserves	-	-	-	-	-	-	3,666,889
Mathematical reserves	-	-	-	-	-	-	584,763,097
Unallocated liabilities and surplus	-	-	-	-	-	-	110,523,985
Shareholders' liabilities & equity	-	-	-	-	-	-	177,253,300
Total Insurance operations liabilities, surplus and Shareholders' liabilities and equity							1,455,274,322

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

At 30 June 2014

15 SEGMENT INFORMATION (continued)

Unaudited	Motor	Engineering	Medical	Property	Other General	Protection & Saving	Shareholders' Fund	Total
For the three months ended 30 June 2013								
	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>
Gross written premiums	51,406,331	24,650,210	13,455,646	43,396,104	25,756,904	44,977,730	-	203,642,925
Reinsurance premium ceded	(13,546)	(20,898,449)	(6,555,245)	(38,753,884)	(18,619,864)	(2,326,939)	-	(87,167,927)
Net written premium	51,392,785	3,751,761	6,900,401	4,642,220	7,137,040	42,650,791	-	116,474,998
Net premiums earned	22,618,558	2,947,418	6,967,926	4,137,463	5,896,631	43,106,558	-	85,674,554
Unrealized gain on unit linked investments	-	-	-	-	-	2,222,149	-	2,222,149
Net claims incurred	(17,143,780)	(644,432)	(6,460,488)	(4,709,607)	(934,697)	(30,275,987)	-	(60,168,991)
Change in premium deficiency reserves	-	-	(155,101)	-	-	-	-	(155,101)
Change in mathematical reserves	-	-	-	-	-	(8,220,766)	-	(8,220,766)
Commission (expenses)/income, net	(2,622,061)	919,460	(552,683)	1,729,848	653,526	(2,240,199)	-	(2,112,109)
Other underwriting expenses	(257,032)	(123,251)	(67,278)	(216,980)	(128,785)	(224,888)	-	(1,018,214)
Net underwriting results	2,595,685	3,099,195	(267,624)	940,724	5,486,675	4,366,867	-	16,221,522
Unallocated income	-	-	-	-	-	-	-	522,927
Unallocated expenses	-	-	-	-	-	-	-	(14,028,624)
Surplus from insurance operations	-	-	-	-	-	-	-	2,715,825
Retained in Insurance operations	-	-	-	-	-	-	-	(271,583)
Shareholders' total revenue	-	-	-	-	-	-	1,316,401	1,316,401
General & administrative expenses	-	-	-	-	-	-	(101,715)	(101,715)
Net income for the period	-	-	-	-	-	-	-	3,658,928

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

At 30 June 2014

15 SEGMENT INFORMATION (continued)

Unaudited	Motor	Engineering	Medical	Property	Other General	Protection & Saving	Shareholders' Fund	Total
For the six months ended 30 June 2013								
	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>	<u>SR</u>
Gross written premiums	71,470,194	40,953,673	32,210,257	82,894,037	52,129,887	93,290,833	-	372,948,881
Reinsurance premium ceded	(1,183,146)	(33,818,159)	(16,700,606)	(71,478,900)	(39,172,804)	(6,417,082)	-	(168,770,697)
Net written premium	70,287,048	7,135,514	15,509,651	11,415,137	12,957,083	86,873,751	-	204,178,184
Net premiums earned	41,344,118	5,837,659	15,389,133	7,927,143	11,589,623	87,178,821	-	169,266,497
Unrealized gain on unit linked investments	-	-	-	-	-	5,743,376	-	5,743,376
Net claims incurred	(30,246,285)	(1,128,246)	(15,367,235)	(4,476,032)	(1,282,263)	(57,870,951)	-	(110,371,012)
Change in premium deficiency reserves	-	-	(974,380)	-	-	-	-	(974,380)
Change in mathematical reserves	-	-	-	-	-	(19,913,519)	-	(19,913,519)
Commission (expenses)/income, net	(4,704,381)	1,687,777	(1,253,910)	3,492,106	1,067,548	(4,406,776)	-	(4,117,636)
Other underwriting expenses	(357,351)	(204,768)	(161,051)	(414,470)	(260,650)	(466,454)	-	(1,864,744)
Net underwriting results	6,036,101	6,192,422	(2,367,443)	6,528,747	11,114,258	10,264,497	-	37,768,582
Unallocated income	-	-	-	-	-	-	-	786,870
Unallocated expenses	-	-	-	-	-	-	-	(33,242,324)
Surplus from insurance operations	-	-	-	-	-	-	-	5,313,128
Retained in Insurance operations	-	-	-	-	-	-	-	(531,313)
Shareholders' total revenue	-	-	-	-	-	-	-	2,680,002
General & administrative expenses	-	-	-	-	-	-	2,680,002	(288,467)
Net income for the period	-	-	-	-	-	-	(288,467)	7,173,350

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

At 30 June 2014

15 SEGMENT INFORMATION (continued)

<u>As at 31 December 2013 – Audited</u>	<i>Motor</i>	<i>Engineering</i>	<i>Medical</i>	<i>Property</i>	<i>Other General</i>	<i>Protection & Saving</i>	<i>Total</i>
	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
Assets							
<i>Insurance Operations' Assets</i>							
Reinsurers' share of unearned premiums	314,324	95,571,727	5,632,599	37,942,244	15,328,013	1,305,346	156,094,253
Reinsurers' share of outstanding claims	4,255,297	45,710,175	-	96,636,544	20,888,859	2,937,096	170,427,971
Deferred policy acquisition costs	8,332,998	4,332,878	483,349	2,313,611	1,220,343	849,165	17,532,344
Premium Receivable, gross	75,128,511	106,719,814	29,517,657	28,467,372	29,843,859	4,544,874	274,222,087
Provision for doubtful debts	-	-	-	-	-	-	(34,968,775)
Unit linked investments	-	-	-	-	-	-	573,574,486
Unallocated assets	-	-	-	-	-	573,574,486	573,574,486
<i>Shareholders' assets</i>	-	-	-	-	-	-	138,174,150
Total assets							<u>1,475,528,654</u>
<i>Insurance Operations' Liabilities and surplus</i>							
Unearned premiums	83,815,827	105,399,645	12,020,013	44,999,010	22,805,062	1,744,107	270,783,664
Outstanding claims	28,158,013	48,328,347	6,944,135	105,742,337	30,701,747	6,569,911	226,444,490
Unearned commission income	32,200	6,702,603	-	4,276,158	1,112,200	52,725	12,175,886
Premium deficiency reserves	-	-	936,116	-	-	-	936,116
Mathematical reserves	-	-	-	-	-	-	576,114,237
Unallocated liabilities and surplus	-	-	-	-	-	576,114,237	576,114,237
<i>Shareholders' liabilities and equity</i>	-	-	-	-	-	-	208,602,123
Total Insurance Operations liabilities and surplus and Shareholders' liabilities and equity							<u>1,475,528,654</u>

15 SEGMENT INFORMATION (continued)

b) **Geographical segments**

The Company during the period ended 30 June 2014, operated only in the Kingdom of Saudi Arabia.

16 COMPARATIVE FIGURES

Certain figures for the comparative period presented have been reclassified to conform to the presentation of the current period.

17 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements have been approved by the management on 21 Ramadan 1435H, corresponding to 18 July 2014.