

ALINMA TOKIO MARINE COMPANY
(A Saudi Joint Stock Company)

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

FOR THE THREE MONTHS AND SIX MONTHS PERIOD ENDED 30 JUNE 2016

ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

FOR THE THREE MONTHS AND SIX MONTHS PERIOD ENDED 30 JUNE 2016

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**INDEPENDENT AUDITORS' LIMITED REVIEW REPORT
TO THE SHAREHOLDERS OF ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

SCOPE OF REVIEW:

We have reviewed the accompanying interim statement of financial position of Alinma Tokio Marine Company (A Saudi Joint Stock Company) (the "Company") as at 30 June 2016, and the related interim statements of insurance and shareholders' operations and shareholders' comprehensive income for the three and six months then ended and interim statements of changes in shareholders' equity, insurance operations' cash flows and shareholders' cash flows for the six months then ended, and the related notes (1-15) 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 MATTERS:

We draw attention to the following:

1. 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.
2. Note 2 to the interim condensed financial statements sets out the fact that the Board of Directors of the Company recommended to the shareholders of the Company not to pursue the transfer of insurance portfolios which were disclosed in the prospectus issued for the initial public offering by the Company. After obtaining approval from SAMA, the Company is in the process of seeking necessary approvals from shareholders to complete the legal formalities.

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July 18, 2016 (G)
Shawwal 13, 1437 (H)

ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	<i>Notes</i>	<i>30 June 2016 (Unaudited) SR'000</i>	<i>31 December 2015 (Audited) SR'000</i>
INSURANCE OPERATIONS' ASSETS			
Cash and cash equivalents	4	10,815	11,852
Premiums and reinsurance receivables, net	6	228,004	105,710
Reinsurers' share of unearned premiums		93,218	52,279
Reinsurers' share of outstanding claims	8	141,980	61,656
Deferred policy acquisition costs		9,792	3,698
Prepayments and other assets		3,043	2,854
Investments	7	5,024	10,124
Fixed assets		7,525	7,804
Unit linked investments		1,577	1,234
Due from shareholders' operations		13,370	721
TOTAL INSURANCE OPERATIONS' ASSETS		514,348	257,932
SHAREHOLDERS' ASSETS			
Cash and cash equivalents	4	75,515	153,963
Murabaha deposits	5	100,650	-
Investments	7	87,096	117,725
Statutory deposit		45,000	45,000
Prepayments and other assets		1,419	358
Due from a related party	11	12	14
TOTAL SHAREHOLDERS' ASSETS		309,692	317,060
TOTAL ASSETS		824,040	574,992



Director



Chief Financial Officer



Chief Executive Officer

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

ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	<i>Notes</i>	<i>30 June 2016 (Unaudited) SR'000</i>	<i>31 December 2015 (Audited) SR'000</i>
INSURANCE OPERATIONS' LIABILITIES			
Gross outstanding claims	8	184,344	86,618
Reinsurance balances payable		123,942	59,628
Gross unearned premiums		161,996	75,941
Unearned reinsurance commission		8,930	8,247
Accrued expenses and other liabilities		31,198	24,004
Employees' end of service benefits		2,323	1,987
Unit linked liabilities		1,615	1,507
TOTAL INSURANCE OPERATIONS' LIABILITIES		514,348	257,932
SHAREHOLDERS' LIABILITIES AND EQUITY			
SHAREHOLDERS' LIABILITIES			
Accrued expenses and other liabilities		1,267	2,344
Zakat and income tax payable	9	387	1,069
Due to insurance operations		13,370	721
Total shareholders' liabilities		15,024	4,134
SHAREHOLDERS' EQUITY			
Share capital	10	450,000	450,000
Accumulated losses		(155,332)	(137,074)
Total shareholders' equity		294,668	312,926
TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY		309,692	317,060
TOTAL INSURANCE OPERATIONS' LIABILITIES, SHAREHOLDERS' LIABILITIES AND EQUITY		824,040	574,992


Director


Chief Financial Officer


Chief Executive Officer

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

ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF INSURANCE OPERATIONS

For the three months and six months period ended 30 June 2016

		<i>Three months period ended 30 June 2016</i>	<i>Three months period ended 30 June 2015</i>	<i>Six months period ended 30 June 2016</i>	<i>Six months period ended 30 June 2015</i>
	<i>Notes</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
		<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
REVENUES					
Gross written premiums		69,166	57,017	233,051	122,470
Reinsurance premiums ceded		(36,065)	(37,853)	(134,536)	(88,152)
Excess of loss premiums		(784)	(816)	(1,567)	(1,633)
Net written premiums		32,317	18,348	96,948	32,685
Changes in gross unearned premiums		9,382	(18,669)	(86,055)	(47,445)
Changes in reinsurance share of unearned premiums		(13,652)	10,251	40,939	33,400
Net change in unearned premiums		(4,270)	(8,418)	(45,116)	(14,045)
Net earned premiums		28,047	9,930	51,832	18,640
Reinsurance commission earned and other income		5,472	4,472	11,390	8,682
Total insurance revenues		33,519	14,402	63,222	27,322
CLAIMS AND EXPENSES					
Gross claims paid	8	(32,745)	(13,691)	(75,511)	(24,355)
Reinsurers' share of gross claims paid	8	19,900	6,322	50,810	11,504
Net claims paid	8	(12,845)	(7,369)	(24,701)	(12,851)
Changes in gross outstanding claims		(93,054)	(11,802)	(97,726)	(28,770)
Changes in reinsurers' share of outstanding claims		82,609	11,158	80,324	27,595
Net outstanding claims		(10,445)	(644)	(17,402)	(1,175)
Net claims incurred		(23,290)	(8,013)	(42,103)	(14,026)
Change in unit linked reserves		33	-	(108)	-
Surrender		(28)	-	(29)	-
Policy acquisition costs		(5,134)	(1,088)	(8,827)	(1,722)
Inspection and supervision fees		(360)	(201)	(840)	(347)
Investment (loss)/ income		(26)	26	(24)	26
Other underwriting income		-	-	601	-
General and administrative expenses		(16,934)	(14,434)	(30,609)	(23,975)
Total claims and expenses, net		(45,739)	(23,710)	(81,939)	(40,044)
Net deficit for the period from insurance operations		(12,220)	(9,308)	(18,717)	(12,722)
Appropriation of net deficit transferred to shareholders' operations	3	12,220	9,308	18,717	12,722
Net result for the period from insurance operations		-	-	-	-

Director

Chief Financial Officer

Chief Executive Officer

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

ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF SHAREHOLDERS' OPERATIONS

For the three months and six months period ended 30 June 2016

		<i>Three months period ended 30 June 2016</i>	<i>Three months period ended 30 June 2015</i>	<i>Six months period ended 30 June 2016</i>	<i>Six months period ended 30 June 2015</i>
	<i>Notes</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
		<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
INCOME					
Investment income		<u>1,928</u>	<u>1,205</u>	<u>1,982</u>	<u>1,356</u>
EXPENSES					
Net deficit transferred from insurance operations	3	<u>(12,220)</u>	<u>(9,308)</u>	<u>(18,717)</u>	<u>(12,722)</u>
General and administrative expenses		<u>(538)</u>	<u>(1,033)</u>	<u>(1,523)</u>	<u>(2,283)</u>
Total expenses		<u>(12,758)</u>	<u>(10,341)</u>	<u>(20,240)</u>	<u>(15,005)</u>
Net loss for the period		<u><u>(10,830)</u></u>	<u><u>(9,136)</u></u>	<u><u>(18,258)</u></u>	<u><u>(13,649)</u></u>
Basic and diluted loss per share for the period (SR)	12	<u><u>(0.241)</u></u>	<u><u>(0.268)</u></u>	<u><u>(0.406)</u></u>	<u><u>(0.400)</u></u>
Number of outstanding shares		<u><u>45,000</u></u>	<u><u>34,087</u></u>	<u><u>45,000</u></u>	<u><u>34,087</u></u>

 <hr/> Director	 <hr/> Chief Financial Officer	 <hr/> Chief Executive Officer
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ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF SHAREHOLDERS' COMPREHENSIVE INCOME

For the three months and six months period ended 30 June 2016

	<i>Three months period ended 30 June 2016</i>	<i>Three months period ended 30 June 2015</i>	<i>Six months period ended 30 June 2016</i>	<i>Six months period ended 30 June 2015</i>
<i>Notes</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
Net loss for the period	(10,830)	(9,136)	(18,258)	(13,649)
Other comprehensive expense				
<i>Items that may not be reclassified to statement of shareholders' operations in subsequent periods:</i>				
Zakat for the period	9	-	-	-
Total comprehensive loss for the period	(10,830)	(9,136)	(18,258)	(13,649)

Director

Chief Financial Officer

Chief Executive Officer

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ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the six months period ended 30 June 2016

	Share capital	Accumulated losses	Total
	<u>SR'000</u>	<u>SR'000</u>	<u>SR'000</u>
2016			
Balance as at 1 January 2016 (audited)	450,000	(137,074)	312,926
Net loss for the period	-	(18,258)	(18,258)
Balance as at 30 June 2016 (unaudited)	<u>450,000</u>	<u>(155,332)</u>	<u>294,668</u>
2015			
Balance as at 1 January 2015 (audited)	200,000	(111,587)	88,413
Net loss for the period		(13,649)	(13,649)
Balance as at 30 June 2015 (unaudited)	<u>200,000</u>	<u>(125,236)</u>	<u>74,764</u>



Director



Chief Financial Officer



Chief Executive Officer

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ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF INSURANCE OPERATIONS' CASH FLOWS

For the six months period ended 30 June 2016

	Note	Six months period ended 30 June 2016 (Unaudited) SR'000	Six months period ended 30 June 2015 (Unaudited) SR'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Net result for the period from insurance operations		-	-
Adjustments for:			
Unrealized gain on FVTIS investments	7	(32)	(26)
Realized gain on FVTIS investments	7	(14)	-
Allowance for doubtful receivables		6,819	4,935
Depreciation		1,411	1,126
Employees' end of service benefits, net		336	12
Income before changes in operating assets and liabilities		<u>8,520</u>	<u>6,047</u>
<i>Changes in operating assets and liabilities:</i>			
<i>Operating assets:</i>			
Premiums and reinsurance receivables, net		(129,113)	(71,174)
Reinsurers' share of outstanding claims		(80,324)	(27,595)
Reinsurers' share of unearned premiums		(40,939)	(33,400)
Deferred policy acquisition costs		(6,094)	(1,004)
Due from shareholders' operations		(12,649)	(2,805)
Prepayments and other assets		(189)	(1,294)
<i>Operating liabilities:</i>			
Gross outstanding claims		97,726	28,770
Reinsurance balances payable		64,314	51,768
Gross unearned premiums		86,055	47,446
Unearned reinsurance commission		683	4,450
Accrued expenses and other liabilities		7,194	6,087
Unit linked liabilities		108	-
Net cash (used in)/ generated from operating activities		<u>(4,708)</u>	<u>7,296</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Unit linked investments		(343)	-
Purchase of investments		(15,000)	(5,000)
Proceeds from the sale of investments		20,146	-
Purchase of property and equipment		(1,132)	(2,630)
Net cash generated from / (used in) investing activities		<u>3,671</u>	<u>(7,630)</u>
Net change in cash and cash equivalents		<u>(1,037)</u>	<u>(334)</u>
Cash and cash equivalents at the beginning of the period		11,852	19,697
Cash and cash equivalents at the end of the period	4	<u><u>10,815</u></u>	<u><u>19,363</u></u>

Director

Chief Financial Officer

Chief Executive Officer

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

ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF SHAREHOLDERS' CASH FLOWS

For the six months period ended 30 June 2016

	Notes	Six months period ended 30 June 2016 Unaudited SR'000	Six months period ended 30 June 2015 Unaudited SR'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss for the period		(18,258)	(13,649)
Adjustments for:			
Realized gain on FVTIS	7	(16)	(466)
Unrealized loss / (gain) on trading investments		-	(134)
Unrealized loss / (gain) on FVTIS	7	461	(413)
Loss before changes in operating assets and liabilities		(17,813)	(14,662)
<i>Changes in operating assets and liabilities:</i>			
<i>Operating assets:</i>			
Due from related parties		2	(337)
Prepayments and other assets		(1,061)	(194)
<i>Operating liabilities:</i>			
Due to insurance operations		12,649	2,805
Accrued expenses and other liabilities		(1,077)	(824)
Zakat Paid		(682)	(1,140)
Net cash used in operating activities		(7,982)	(14,352)
CASH FLOWS FROM INVESTING ACTIVITIES			
Murabaha deposit		(100,650)	-
Purchase of investments		(10,000)	(80,632)
Proceeds from sale of investments		40,184	67,994
Net cash used in investing activities		(70,466)	(12,638)
Net change in cash and cash equivalents		(78,448)	(26,990)
Cash and cash equivalents at the beginning of the period		153,963	37,147
Cash and cash equivalents at the end of the period	4	75,515	10,157

Director

Chief Financial Officer

Chief Executive Officer

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

ALINMA TOKIO MARINE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For the three months and six months period ended 30 June 2016

1 REPORTING ENTITY AND OPERATIONS

Alinma Tokio Marine Company (“the Company”) is a Saudi Joint Stock Company incorporated in the Kingdom of Saudi Arabia as per Ministry of Commerce and Industry’s Resolution number 309/Q dated 19 Rajab 1433H (corresponding to 9 June 2012G). The Commercial Registration number of the Company is 1010342527, dated 28 Rajab 1433H (corresponding to 18 June 2012G). The Company is listed on the Saudi Arabian Stock Exchange (“Tadawul”) since 24 June 2012. The Registered Office of the Company is situated at Al-Anoud Tower 2, P.O. Box 643, Riyadh 11421, Kingdom of Saudi Arabia.

The Company is licensed to conduct insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree No. 25/M, dated 3 Jumada-Al Thani 1430H (corresponding to 27 June 2009G), pursuant to the Council of Ministers’ Resolution No. 140 dated 2 Jumada-Al Thani 1430H (corresponding to 26 June 2009G).

The objective of the Company is to engage in cooperative insurance operations and related activities, including reinsurance, agencies, representation, correspondence and intermediary activities in the Kingdom of Saudi Arabia in accordance with its Articles of Association and applicable regulations in the Kingdom of Saudi Arabia.

2 INSURANCE PORTFOLIOS TRANSFER AGREEMENTS

In connection to the Board of Directors’ recommendation to the Shareholders’ of the Company on non transfer of the insurance portfolio transfer of Arab Eastern Insurance Company (AEIC) and Tokio Marine & Nichido Fire Insurance Co. Limited – branch operations (TMNF) which is collectively referred as “ Old Operations”, the Company got regulatory approval to administer an outstanding claim pertaining to the “Old Operations”, these transfers were initially planned and disclosed in the prospectus issued for the initial public offering of the Company. There is no financial impact on the Company as the liability arising from the said claim is guaranteed by Tokio Marine & Nichido Fire Insurance Company Limited, Japan being the major shareholder of the “Old Operations.” Consequent to the regulatory approval, the Company is in process of seeking shareholders’ approval in the General Assembly on non pursuance of insurance portfolio transfer from the “Old Operations”.

3 BASIS OF PREPARATION

These interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting (“IAS 34”). Accordingly, these interim condensed financial statements are not intended to be a presentation in conformity with generally accepted accounting principles in the Kingdom of Saudi Arabia i.e. in accordance with the standard of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants.

As required by the Saudi Arabian Insurance Regulations issued by SAMA, the Company maintains separate books of accounts for the Insurance Operations and Shareholders’ Operations and presents the financial statements accordingly. The physical custody of all assets related to the Insurance Operations and Shareholders’ Operations are held by the Company. Revenues and expenses clearly attributable to either activity are recorded in the respective books of accounts. The basis of allocation of expenses from joint operations is determined by management and the Board of Directors.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For the three months and six months period ended 30 June 2016

3 BASIS OF PREPARATION (continued)

In accordance with Article 70 of the SAMA Implementing Regulations, the Company must distribute, subject to the approval of SAMA, its annual net policyholders' surplus directly to policyholders at a time, and according to criteria, as set by its Board of Directors, provided the customer contract (policy) is active and paid-up to date at the time of settlement of the cooperative distribution amount. Losses incurred by Insurance Operations are absorbed by Shareholders' Operations.

The accounting policies adopted by the Company for the preparation of these interim condensed financial statements are in accordance with International Financial Reporting Standards ("IFRS").

The preparation of interim condensed financial statements in conformity with IFRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities, if any, at the date of the interim condensed financial statements, and the reported amounts of revenues and expenses during the interim reported period. Although these estimates and judgments are based on management's best knowledge of current events and actions, actual results ultimately may differ from those estimates. In the opinion of management, 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.

These interim condensed financial statements for the three month period ended 30 June 2016 do not include all the information and disclosures required for a complete set of financial statements prepared in accordance with IFRS. These interim condensed financial statements should be read in conjunction with the annual financial statements as at and for the year ended 31 December 2015.

Certain comparative amounts have been rearranged / reclassified to conform to the current period's presentation. The Company presents its interim statements of financial position broadly in order of liquidity. All financial assets and liabilities are expected to be recovered and settled respectively within twelve months after the interim reporting date.

The interim condensed financial statements are expressed in Saudi Arabian Riyals, being the functional and presentation currency of the Company and have been rounded off to the nearest thousand, unless otherwise specified. The Company's interim results may not be indicative of its annual results.

The accounting and risk management policies adopted in the preparation of these condensed interim financial statements are consistent with the Company's audited financial statements for the year ended 31 December 2015, except for the adoption of the following relevant amendments to existing standards mentioned below which had no significant financial impact on the interim condensed financial statements of the Company:

New standards and amendments to existing standards

Disclosure initiative (Amendments to IAS 1)

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

Annual improvements to IFRSs 2012 – 2014

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For the three months and six months period ended 30 June 2016

3 BASIS OF PREPARATION (continued)

IFRS 1 – “first time adoption of IFRS”: the amendment clarifies that a first time adopter is permitted, but not required, to apply a new or revised IFRS that is not yet mandatory but is available for early adoption.

IFRS 2 - "share-based payments", amended to clarify the definition of ‘vesting condition’ by separately defining ‘performance condition’ and ‘service condition’.

IFRS 3 – “business combinations” amended to clarify the classification and measurement of contingent consideration in a business combination. It has been further amended to clarify that the standard does not apply to the accounting for the formation of all types of joint arrangements in IFRS 11.

IFRS 5 – “Non-current Assets Held for Sale and Discontinued Operations”: the amendment adds specific guidance in IFRS 5 for cases in which an entity reclassifies an asset from held for sale to held for distribution or vice versa and cases in which held-for-distribution accounting is discontinued.

IFRS 7 - "Financial Instruments: Disclosures", the amendment clarifies whether a servicing contract is continuing involvement in a transferred asset for the purpose of determining the disclosures required. It also clarifies the applicability of the amendments to IFRS 7 on offsetting disclosures to condensed interim financial statements.

IFRS 8 – “operating segments” The amendments are applied retrospectively and clarifies that:

An entity must disclose the judgements made by management in applying the aggregation criteria in paragraph 12 of IFRS 8, including a brief description of operating segments that have been aggregated and the economic characteristics (e.g., sales and gross margins) used to assess whether the segments are ‘similar’;

The reconciliation of segment assets to total assets is only required to be disclosed if the reconciliation is reported to the chief operating decision maker, similar to the required disclosure for segment liabilities.

IFRS 13 - "Fair value measurement" The amendment is applied prospectively and clarifies that the portfolio exception in IFRS 13 can be applied not only to financial assets and financial liabilities, but also to other contracts within the scope of IFRS 9 (or IAS 39, as applicable)

IAS 16 – “property plant and equipment” The amendment is applied retrospectively and clarifies in IAS 16 and IAS 38 that the asset may be revalued by reference to observable data by either adjusting the gross carrying amount of the asset to market value or by determining the market value of the carrying value and adjusting the gross carrying amount proportionately so that the resulting carrying amount equals the market value. In addition, the accumulated depreciation or amortisation is the difference between the gross and carrying amounts of the asset.

IAS 19 – “Employee Benefits” is amended to clarify that the high quality corporate bonds used in estimating the discount rate for post-employment benefits should be denominated in the same currency as the benefits to be paid.

IAS 24 – “related party disclosures”– The amendment is applied retrospectively and clarifies that a management entity (an entity that provides key management personnel services) is a related party subject to the related party disclosures. In addition, an entity that uses a management entity is required to disclose the expenses incurred for management services.

IAS 34 – “Interim Financial Reporting” is amended to clarify the meaning of ‘elsewhere in the interim report’ and requires a cross-reference.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For the three months and six months period ended 30 June 2016

3 BASIS OF PREPARATION (continued)

IAS 40 – “investment property” clarifies that an entity should assess whether an acquired property is an investment property under IAS 40 and perform a separate assessment under IFRS 3 to determine whether the acquisition constitutes a business combination.

Standards issued but not yet effective

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 Company’s financial assets, but no impact on the classification and measurement of the Company’s financial

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For the three months and six months period ended 30 June 2016

4 CASH AND CASH EQUIVALENTS

	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
	<i>SR' 000</i>	<i>SR'000</i>
Insurance operations		
Cash in hand	45	40
Cash at banks – current accounts	10,770	11,812
	<u>10,815</u>	<u>11,852</u>

Cash at banks – Insurance Operations includes an amount of SR 10,770 million (2015: SR 11.81 million) held with Alinma Bank, a related party.

Shareholders' operations

Cash at banks – current accounts	24	3,963
Short-term Murabaha deposits	75,491	150,000
	<u>75,515</u>	<u>153,963</u>

Cash at banks – Shareholders' Operations includes an amount of SR 15,000 (2015: SR 3.95 million) held with Alinma Bank, a related party.

Short term Murabaha deposits are placed with local Banks denominated in Saudi Riyals and have original maturity not exceeding three months yielding an average profit rate of 2.66% (2015: 2.33%) per annum.

5 MURABAHA DEPOSITS

Murabaha deposits represent deposits with local banks that have investment grade credit ratings and have an original maturity of more than three months from the date of acquisition, yielding an average profit rate of 3.18% (2015: Nil) per annum.

6 PREMIUMS AND REINSURANCE RECEIVABLES, NET

	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
	<i>SR' 000</i>	<i>SR'000</i>
Premiums receivable – other customers	146,501	53,271
Premiums receivable – related party (note 11)	11,134	4,456
Reinsurance receivables	79,191	49,986
	<u>236,826</u>	<u>107,713</u>
Less: provision for doubtful receivables	(8,822)	(2,003)
	<u>228,004</u>	<u>105,710</u>

7 INVESTMENTS

(i) Shareholders' Operations

This represents investment in Najam for Insurance Services Company (classified as available for sale), equity shares, Shari'ah compliant mutual funds, discretionary portfolios and real estate fund (classified as investment at fair value through income statement "FVTIS") and sukuk (classified as held to maturity investments).

	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
	<i>SR' 000</i>	<i>SR'000</i>
Investments		
Available for sale investment	1,923	1,923
Investments at fair value through income statement (FVTIS)	75,357	115,802
Investments held to maturity	9,816	-
	<u>87,096</u>	<u>117,725</u>

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7 INVESTMENTS (continued)

The movement during the period is as follows:

	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
	<i>SR' 000</i>	<i>SR' 000</i>
<i>Available for sale investment</i>		
Balance at the beginning and end of the period	<u>1,923</u>	<u>1,923</u>
	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
	<i>SR' 000</i>	<i>SR' 000</i>
<i>Investments at fair value through income statement</i>		
Balance at the beginning of the period	115,802	32,287
Purchased during the period	-	433,631
Sold during the period	(40,000)	(348,998)
Realised gain during the period	16	625
Unrealised loss during the period	(461)	(1,743)
Balance at the end of the period	<u>75,357</u>	<u>115,802</u>
	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
	<i>SR' 000</i>	<i>SR' 000</i>
<i>Investments held to maturity</i>		
Balance at the beginning of the period	-	-
Purchased during the period	10,000	-
Redeem during the period	(184)	-
Balance at the end of the period	<u>9,816</u>	<u>-</u>

(ii) Insurance Operations

The Insurance Operations' FVTIS investments have been invested inside the Kingdom of Saudi Arabia in a Trading Finance Fund:

	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
	<i>SR' 000</i>	<i>SR' 000</i>
<i>Investments at fair value through income statement</i>		
Balance at the beginning of the period	10,124	-
Purchased during the period	15,000	10,000
Unrealised gain during the period	32	124
Realised gain during the period	14	-
Sold during the period	(20,146)	-
Balance at the end of the period	<u>5,024</u>	<u>10,124</u>

(iii) DETERMINATION OF FAIR VALUE AND FAIR VALUE 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. Underlying the definition of fair value there is a presumption that an enterprise is a going concern without any intention or need to liquidate, curtail materially the scale of operations or undertake a transaction on adverse terms. The Company's financial assets consist of cash and cash equivalents, premiums and reinsurance receivables, Murabaha deposit, reinsurance share of outstanding claims, investments and accrued income, and its financial liabilities consist of reinsurance balance payables, accrued expenses and gross outstanding claims. The fair values of financial assets and liabilities are not materially different from their carrying values at the statement of financial position date.

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7 INVESTMENTS (continued)

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below presents the financial instruments at their fair values based on their fair value hierarchy.

Shareholders' Operations

As at 30 June 2016 (Unaudited)	Level 1	Level 2	Level 3	Total
	SR'000	SR'000	SR'000	SR'000
Available for sale investments*				
- Investment in unquoted equity	-	-	1,923	1,923
Fair value through income statements				
- Investment in multi assets mutual funds, equity shares, discretionary portfolios and real estate fund	75,357	-	-	75,357
Investments held to maturity				
- Sukuk		9,816	-	9,816
Total	75,357	9,816	1,923	87,096

Insurance Operations

As at 30 June 2016 (Unaudited)	Level 1	Level 2	Level 3	Total
	SR'000	SR'000	SR'000	SR'000
Fair value through income statements				
- Investment in commodity fund	5,024	-	-	5,024

Shareholders' Operations

As at 31 December 2015 (Audited)	Level 1	Level 2	Level 3	Total
	SR'000	SR'000	SR'000	SR'000
Fair value through income statements				
- Investment in multi assets mutual funds, equity shares and discretionary portfolios	115,802	-	-	115,802
Available for sale investments*				
- Investment in unquoted equity	-	-	1,923	1,923
Total	115,802	-	1,923	117,725

*As the fair value of the available for sale unquoted investment is not readily available, this investment is carried at cost and reviewed annually by the management for impairment.

There were no transfers between the levels of fair value hierarchies during the period.

Insurance Operations

As at 31 December 2015 (Audited)	Level 1	Level 2	Level 3	Total
	SR'000	SR'000	SR'000	SR'000
Fair value through income statements				
- Investment in trading finance and liquidity fund	10,124	-	-	10,124

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8 CLAIMS	Gross SR'000	Reinsurers' share SR'000	Net SR'000
As at 30 June 2016 (Unaudited)			
Claims reported	121,548	(101,329)	20,219
IBNR and other reserves	62,796	(40,651)	22,145
	<u>184,344</u>	<u>(141,980)</u>	<u>42,364</u>
Claims paid during the six months period ended 30 June 2016	75,511	(50,810)	24,701
As at 31 December 2015 (Audited)			
Claims reported	43,734	(35,117)	8,617
IBNR and other reserves	42,884	(26,539)	16,345
	<u>86,618</u>	<u>(61,656)</u>	<u>24,962</u>
Claims incurred during the three-month period ended 30 June 2016	<u>173,237</u>	<u>(131,134)</u>	<u>42,103</u>
As at 30 June 2015 (Unaudited)			
Claims reported	24,859	(17,902)	6,957
IBNR and other reserves	40,000	(27,277)	12,723
	<u>64,859</u>	<u>(45,179)</u>	<u>19,680</u>
Claims paid during the three months period ended 30 June 2015	24,355	(11,504)	12,851
As at 31 December 2014 (Audited)			
Claims reported	15,730	(7,806)	7,924
IBNR and other reserves	20,359	(9,778)	10,581
	<u>36,089</u>	<u>(17,584)</u>	<u>18,505</u>
Claims incurred during the three-month period ended 30 June 2015	<u>53,125</u>	<u>(39,099)</u>	<u>14,026</u>

The Company has maintained a provision in respect of premium deficiency amounting to SR 3.2 million (2015: SR 3.1 million) for Motor businesses. The Company created this provision based on the assumption that the unearned premiums for motor business will not be sufficient to provide for the expected claims and other attributable expenses related to the unexpired periods of the policies in force at the statement of financial position date.

9 ZAKAT AND INCOME TAX

Zakat

The Company's zakat liability is calculated in accordance with the provisions of Zakat regulations applicable in the Kingdom of Saudi Arabia.

The movement in the Zakat provision for the period is as follows:

	30 June 2016 (Unaudited)	31 December 2015 (Audited)
	SR' 000	SR'000
Balance at the beginning of the period	1,069	1,497
Zakat charge for the period	-	712
Zakat paid during the period	(682)	(1,140)
Balance at the end of the period	<u>387</u>	<u>1,069</u>

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

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9 ZAKAT AND INCOME TAX (continued)

The Company has filed its Zakat returns with the Department of Zakat and Income Tax ("DZIT") for the period from 9 June 2012 to 31 December 2013 and for the year 2014 and 2015, and has obtained limited certificates for the years 2013 and 2014. However, final assessments have not yet been made by the DZIT.

Income tax

The Company has incurred a net loss during the period and therefore no income tax is due or charged to the unaudited interim statement of Shareholders' comprehensive income.

10 SHARE CAPITAL

- 10.1 The authorised, issued and paid-up share capital of the Company is SR 450 million as at 30 June 2016 (2015: SR 450 million) consisting of 45 million shares (2015: 45 million shares) of SR 10 each.

11 RELATED PARTY TRANSACTIONS AND BALANCES

In the ordinary course of business, the Company transacts with related parties. Transactions with related parties are carried out on an arm's length basis.

- 11.1 In addition to the disclosure in note 4, the following are the details of major related party transactions during the period and the related balances at the end of the period:

		Three months period ended 30 June 2016	Three months period ended 30 June 2015	Six months period ended 30 June 2016	Six months period ended 30 June 2015
		SR'000	SR'000	SR'000	SR'000
Unaudited					
Nature of transaction	Related party	Amount of transactions			
Gross written premiums	Shareholder	6,820	5,987	13,178	10,764
Reinsurance premiums ceded	Shareholder	1,188	1,633	2,328	3,947
Claims paid	Shareholder	3,397	1,557	5,773	5,434
Reinsurance Commission	Shareholder	303	405	587	779
Investments	Other related party	5,000	-	40,000	-
General and administrative expenses	Other related party	849	1,497	12	1,582

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11 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

11.2 Following are the details of major related party balances at the end of the period/ year:

Nature of Transaction	Related party	<i>As at June 30, 2016 (Unaudited)</i>	<i>As at December 31, 2015 (Audited)</i>
		<i>SR'000</i>	<i>SR'000</i>
Premiums receivable	Shareholder	11,134	4,456
Reinsurer share of claims receivable	Shareholder	4,292	4,118
Claims payable	Shareholder	154	14
Reinsurance commission	Shareholder	-	-
Investments	Other related party	75,029	115,805
General and administrative expenses	Other related party	12	14
Bank balances	Shareholder	10,785	15,766

11.3 Information relating to key management personnel:

	<i>Three months period ended 30 June 2016</i>	<i>Three months period ended 30 June 2015</i>	<i>Six months period ended 30 June 2016</i>	<i>Six months period ended 30 June 2015</i>
	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
	<i>Unaudited</i>			
Short-term benefits	1,519	820	3,038	1,889
Long-term benefits	75	26	140	67

11.4 Board and sub-committee related expenses:

	<i>Three months period ended 30 June 2016</i>	<i>Three months period ended 30 June 2015</i>	<i>Six months period ended 30 June 2016</i>	<i>Six months period ended 30 June 2015</i>
	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
	<i>Unaudited</i>			
Board of Directors' remuneration	255	211	510	466
Board and sub-committees attendance fees	123	148	246	299

12 BASIC AND DILUTED LOSS PER SHARE FOR THE PERIOD

Basic and diluted loss per share for the period has been calculated by dividing the net loss for the period by the weighted average number of outstanding shares at the period end.

The weighted average number of shares have been retrospectively adjusted for all prior periods to reflect the bonus element of the rights issue as required by IAS 33, "Earnings per share" as follows:

	<i>Three months period ended 30 June 2016</i>	<i>Three months period ended 30 June 2015</i>	<i>Six months period ended 30 June 2016</i>	<i>Six months period ended 30 June 2015</i>
	<i>'000</i>	<i>'000</i>	<i>'000</i>	<i>'000</i>
Issues ordinary shares as at 1 January	45,000	20,000	45,000	20,000
Effect of rights issue of shares	-	14,087	-	14,087
Weighted average number of shares	45,000	34,087	45,000	34,087

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
For the three months and six months period ended 30 June 2016

12 BASIC AND DILUTED LOSS PER SHARE FOR THE PERIOD (Continued)

The weighted average number of ordinary shares for prior year is computed using an adjustment factor of 1.70, which is a ratio of the theoretical ex-right price of SR. 22.9 and the closing price per share of SR 39.03 per share on 4th of August, 2015, the last day on which the shares were traded before the rights issue.

The basic and diluted loss per share are as follows:

	<i>Three months period ended 30 June 2016</i>	<i>Three months period ended 30 June 2015</i>	<i>Six months period ended 30 June 2016</i>	<i>Six months period ended 30 June 2015</i>
	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
	<i>Unaudited</i>			
Net loss for the period	(10,830)	(9,136)	(18,258)	(13,649)
Weighted average number of ordinary shares	45,000	34,087	45,000	34,087
Basic and diluted loss per share (restated)	(0.241)	(0.268)	(0.406)	(0.400)

13 CONTINGENT LIABILITIES AND COMMITMENTS

As at 30 June 2016 and 31 December 2015, the Company had no contingent liabilities and commitments.

14 SEGMENT REPORTING

Segment information is presented in respect of the Company's business segments, which are fire, marine, general accident, engineering, motor, protection and savings and medical based on the Company's management and internal reporting structure.

Operating segments do not include Shareholders' operations of the Company.

Segment assets do not include cash and bank balances, premiums and reinsurance receivables, due from shareholders' operations, prepayments and other assets and fixed assets.

Segment liabilities do not include reinsurance balance payable, accrued expenses and other liabilities and employees' end of service benefits.

Segment results do not include general and administrative expenses.

These unallocated assets and liabilities (including the related charges for provision for doubtful debts on premium receivable and depreciation on the property and equipment) are monitored on a centralized basis.

Consistent with the Company's internal reporting process, operating segments have been approved by management in respect of the Company's activities, assets and liabilities. Information disclosed in the note is based on current reporting to the chief executive officer.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For the three months and six months period ended 30 June 2016

14 SEGMENT REPORTING (continued)

The segment results for the three months period ended 30 June 2016 are as follows:

	For the three months period ended 30 June 2016 (Unaudited)							
	Fire	Marine	General accident	Engineering	Motor	Protection and savings	Medical	Total
	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
REVENUES								
Gross written premiums	16,514	5,956	4,317	1,821	27,409	6,004	7,145	69,166
Reinsurance premiums ceded	(16,260)	(5,297)	(3,299)	(1,617)	(6,199)	(3,393)	-	(36,065)
Excess of loss premiums	(11)	(194)	(115)	(28)	(436)	-	-	(784)
Net written premiums	243	465	903	176	20,774	2,611	7,145	32,317
Net change in unearned premiums	(62)	(192)	(480)	(113)	2,481	46	(5,950)	(4,270)
Net earned premiums	181	273	423	63	23,255	2,657	1,195	28,047
Reinsurance commission earned and other income	2,662	1,480	855	294	181	-	-	5,472
Total insurance revenues	2,843	1,753	1,278	357	23,436	2,657	1,195	33,519
CLAIMS AND EXPENSES								
Net claims incurred	(1,071)	(658)	545	(477)	(19,672)	(918)	(1,039)	(23,290)
Policy acquisition costs	(1,130)	(414)	(315)	(116)	(3,046)	(63)	(50)	(5,134)
Inspection and supervision fees	(15)	(8)	(16)	(6)	(178)	6	(143)	(360)
Change in unit linked reserves	-	-	-	-	-	33	-	33
Surrender	-	-	-	-	-	(28)	-	(28)
Net underwriting results	627	673	1,492	(242)	540	1,687	(37)	4,740
Investment income								(26)
General and administrative expenses								(16,934)
Net deficit from insurance operations								(12,220)

For the three months period ended 30 June 2015 (Unaudited)								
	Fire	Marine	General accident	Engineering	Motor	Protection and savings	Medical	Total
	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
REVENUES								
Gross written premiums	19,001	6,587	6,746	1,242	17,971	5,470	-	57,017
Reinsurance premiums ceded	(19,134)	(5,700)	(4,372)	(1,089)	(4,396)	(3,162)	-	(37,853)
Excess of loss premiums	(25)	(146)	(162)	(3)	(480)	-	-	(816)
Net written premiums	(158)	741	2,212	150	13,095	2,308	-	18,348
Net change in unearned premiums	150	(89)	(1,584)	(101)	(6,690)	(104)	-	(8,418)
Net earned premiums	(8)	652	628	49	6,405	2,204	-	9,930
Reinsurance commission earned and other income	1,852	1,333	501	143	643	-	-	4,472
Total insurance revenues	1,844	1,985	1,129	192	7,048	2,204	-	14,402
CLAIMS AND EXPENSES								
Net claims incurred	(27)	(1,489)	(508)	35	(5,463)	(561)	-	(8,013)
Policy acquisition costs	(315)	(138)	(78)	(43)	(493)	(21)	-	(1,088)
Inspection and supervision fees	(56)	(20)	(26)	(4)	(68)	(27)	-	(201)
Net underwriting results	1,446	338	517	180	1,024	1,595	-	5,100
Investment income								26
General and administrative expenses								(14,434)
Net deficit from insurance operations								(9,308)

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14 SEGMENT REPORTING (continued)

For the six months period ended 30 June 2016 (Unaudited)

	Fire	Marine	General accident	Engineering	Motor	Protection and savings	Medical	Total
	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
REVENUES								
Gross written premiums	38,835	15,028	12,120	2,994	143,013	13,916	7,145	233,051
Reinsurance premiums ceded	(38,471)	(14,414)	(9,907)	(2,701)	(60,713)	(8,330)	-	(134,536)
Excess of loss premiums	(23)	(388)	(231)	(56)	(869)	-	-	(1,567)
Net written premiums	341	226	1,982	237	81,431	5,586	7,145	96,948
Net change in unearned premiums	(98)	452	124	(113)	(39,323)	(208)	(5,950)	(45,116)
Net earned premiums	243	678	2,106	124	42,108	5,378	1,195	51,832
Reinsurance commission earned and other income	4,946	4,063	1,398	551	432	-	-	11,390
Total insurance revenues	5,189	4,741	3,504	675	42,540	5,378	1,195	63,222
CLAIMS AND EXPENSES								
Net claims incurred	(780)	(1,907)	470	(464)	(37,013)	(1,370)	(1,039)	(42,103)
Policy acquisition costs	(1,765)	(886)	(509)	(233)	(5,175)	(209)	(50)	(8,827)
Inspection and supervision fees	(39)	(23)	(27)	(9)	(566)	(33)	(143)	(840)
Change in unit linked reserves	-	-	-	-	-	(108)	-	(108)
Surrender	-	-	-	-	-	(29)	-	(29)
Other underwriting income	-	-	-	-	601	-	-	601
Net underwriting results	2,605	1,925	3,438	(31)	387	3,629	(37)	11,916
Investment Income								(24)
General and administrative expenses								(30,609)
Net deficit from insurance operations								(18,717)

For the six months period ended 30 June 2015 (Unaudited)

	Fire	Marine	General accident	Engineering	Motor	Protection and savings	Medical	Total
	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
REVENUES								
Gross written premiums	27,770	13,728	8,727	4,729	57,436	10,080	-	122,470
Reinsurance premiums ceded	(27,689)	(12,372)	(5,402)	(4,551)	(32,436)	(5,702)	-	(88,152)
Excess of loss premiums	(50)	(292)	(325)	(6)	(960)	-	-	(1,633)
Net written premiums	31	1,064	3,000	172	24,040	4,378	-	32,685
Net change in unearned premiums	156	(331)	(1,599)	(92)	(12,009)	(170)	-	(14,045)
Net earned premiums	187	733	1,401	80	12,031	4,208	-	18,640
Reinsurance commission earned and other income	2,904	3,387	903	220	1,268	-	-	8,682
Total insurance revenues	3,091	4,120	2,304	300	13,299	4,208	-	27,322
CLAIMS AND EXPENSES								
Net claims incurred	246	(1,912)	944	(26)	(12,376)	(902)	-	(14,026)
Policy acquisition costs	(494)	(249)	(133)	(70)	(755)	(21)	-	(1,722)
Inspection and supervision fees	(67)	(30)	(33)	(17)	(150)	(50)	-	(347)
Net underwriting results	2,776	1,929	3,082	187	18	3,235	-	11,227
Investment income								26
General and administrative expenses								(23,975)
Net deficit from insurance operations								(12,722)

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14 SEGMENT REPORTING (continued)

As at 30 June 2016 (Unaudited)								
	Fire	Marine	General accident	Engineering	Motor	Protection and savings	Medical	Total
	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
ASSETS								
Reinsurers' share of outstanding claims	88,447	11,234	5,235	3,903	24,880	8,281	-	141,980
Reinsurers' share of unearned premiums	32,614	5,812	6,657	6,935	40,145	1,055	-	93,218
Deferred policy acquisition costs	1,821	379	608	470	6,218	46	250	9,792
Unit linked investments	-	-	-	-	-	1,577	-	1,577
Unallocated assets								267,781
Total assets								514,348
LIABILITIES								
Gross outstanding claims	91,191	13,013	7,398	4,472	56,924	10,307	1,039	184,344
Gross unearned premiums	32,985	6,552	8,569	7,294	99,123	1,522	5,951	161,996
Unearned insurance commission	4,617	1,317	1,586	1,240	170	-	-	8,930
Unit linked liabilities	-	-	-	-	-	1,615	-	1,615
Unallocated liabilities								157,463
Total liabilities								514,348
As at 31 December 2015 (Audited)								
	Fire	Marine	General accident	Engineering	Motor	Protection and savings	Medical	Total
	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
ASSETS								
Reinsurers' share of outstanding claims	27,607	10,113	6,520	1805	8,910	6,701	-	61,656
Reinsurers' share of unearned premiums	27,967	8,885	2,714	7,196	5253	264	-	52,279
Deferred policy acquisition costs	969	568	322	392	1383	64	-	3,698
Unit linked investments						1,234	-	1,234
Unallocated assets								139,065
Total assets								257,932
LIABILITIES								
Gross outstanding claims	29,871	11,421	9,589	1912	25,502	8,323	-	86,618
Gross unearned premiums	28,239	10,078	4,750	7,443	24,909	522	-	75,941
Unearned Reinsurance commission	3,636	2,225	760	1181	445	-	-	8,247
Unit linked liabilities						1,507	-	1,507
Unallocated liabilities								83,256
Total liabilities								255,569

15 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements have been approved by the Board of Directors on 18 July 2016G corresponding to 13 Shawwal 1437H.