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

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

FOR THE THREE AND SIX MONTH PERIODS ENDED 30 JUNE 2018

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL STATEMENTS
For The Six Month Period Ended 30 June 2018

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**INDEPENDENT AUDITORS' LIMITED REVIEW REPORT
 ON THE INTERIM CONDENSED FINANCIAL STATEMENTS**

TO THE SHAREHOLDERS
Buruj Cooperative Insurance Company
(A Saudi Joint Stock Company)
Kingdom of Saudi Arabia

Introduction:

We have reviewed the accompanying interim condensed statement of financial position of Buruj Cooperative Insurance Company (A Saudi Joint Stock Company) (the "Company") as at 30 June 2018 and the related interim condensed statement of income, interim condensed statement of comprehensive income for three and six month periods then ended, interim condensed statement of changes in shareholders' equity and interim condensed statement of cash flows for the six month periods then ended, and the related notes which form an integral part of these interim condensed financial statements. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34) as modified by Saudi Arabian Monetary Authority (SAMA) for the accounting of zakat and income tax. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

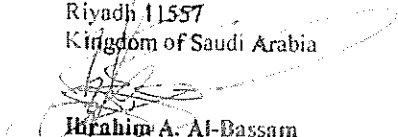
Scope of Review:

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", as endorsed in the Kingdom of Saudi Arabia. A review of the interim condensed financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISAs), as endorsed in Kingdom of Saudi Arabia and consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.


Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with International Accounting Standard 34 (IAS 34), "Interim Financial Reporting" as modified by SAMA for the accounting of zakat and income tax.

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5 August 2018
 23 Dhul-Qa'dah 1439

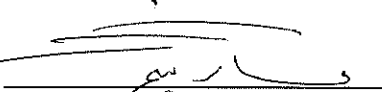


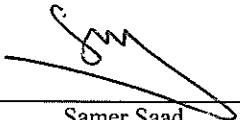
**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

	Notes	30 June 2018 (Unaudited) SAR	31 December 2017 (Audited) SAR
ASSETS			
Cash and cash equivalents	4	196,032,336	238,876,530
Time deposits	5	403,933,762	413,190,826
Premiums and reinsurers' receivable, net	6	66,841,853	39,876,887
Reinsurers' share of unearned premiums	9(a)	12,501,005	10,763,509
Reinsurers' share of outstanding claims	9(b)	68,631,022	76,882,260
Reinsurers' share of claims incurred but not reported	9(b)	28,495,372	24,577,916
Deferred policy acquisition costs		13,057,972	15,907,131
Deferred excess of loss premiums		4,796,522	-
Investments	7	182,800,432	169,478,726
Prepaid expenses and other assets		27,821,683	17,556,315
Property and equipment, net		3,829,802	3,302,164
Investment in associate	7(e)	845,034	1,220,388
Statutory deposit	14	25,000,000	25,000,000
Statutory deposit investment returns	14	837,567	527,829
TOTAL ASSETS		1,035,424,362	1,037,160,481
LIABILITIES			
Policyholders and accounts payables		33,166,522	30,301,115
Accrued expenses and other liabilities		30,355,496	32,969,174
Reinsurers' balances payable		7,661,627	2,833,089
Unearned premiums		177,008,601	203,643,613
Unearned reinsurance commission		1,875,262	1,713,540
Outstanding claims		178,982,336	185,196,009
Claims incurred but not reported		125,931,709	129,048,469
Other technical reserves		9,334,691	12,332,859
End-of-service indemnities		9,392,920	8,912,564
Zakat payable	10	24,157,890	25,840,869
Statutory deposit investment returns	14	837,567	527,829
TOTAL LIABILITIES		598,704,621	633,319,130
INSURANCE OPERATIONS' SURPLUS			
Accumulated surplus		14,287,016	10,221,968
Fair value gain/ (loss) reserve on investments		82,068	(1,454,347)
Accumulated actuarial loss on end-of-service indemnities		(1,902,786)	(1,902,786)
TOTAL LIABILITIES & INSURANCE OPERATIONS' SURPLUS		611,170,919	640,183,965
SHAREHOLDERS' EQUITY			
Share capital	11	250,000,000	250,000,000
Statutory reserve	15	34,224,026	34,224,026
Retained earnings		138,458,675	105,742,042
Fair value gain reserve on investments		1,570,742	7,010,448
TOTAL SHAREHOLDERS' EQUITY		424,253,443	396,976,516
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,035,424,362	1,037,160,481


Abdulaziz Fahd Al Rashed
Board Member


Samer Kanj
Chief Executive Officer



Samer Saad
Finance Manager


The accompanying notes 1 to 20 form part of these interim condensed financial statements.

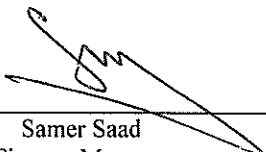
BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF INCOME (UNAUDITED)

	Notes	For the three months period ended		For the six months period ended	
		30 June 2018 SAR	30 June 2017 SAR	30 June 2018 SAR	30 June 2017 SAR
REVENUES					
Gross written premiums		84,332,454	144,352,404	182,328,946	321,270,428
Reinsurance premiums ceded					
- Local		(502,498)	(1,603,649)	(1,120,101)	(2,363,578)
- Foreign		(11,735,235)	(4,009,870)	(16,029,302)	(12,109,777)
Excess of loss premiums					
- Local		(363,421)	(670,469)	(690,258)	(898,154)
- Foreign		(2,400,688)	(4,971,843)	(6,583,238)	(6,386,840)
Net premiums written		69,330,612	133,096,573	157,906,047	299,512,079
Changes in unearned premiums, net		14,137,084	(15,739,002)	28,372,508	(77,242,324)
Net premiums earned		83,467,696	117,357,571	186,278,555	222,269,755
Reinsurance commissions		1,392,785	1,562,399	3,688,558	3,567,581
Policy fees and other underwriting income		3,307,589	4,444,036	6,720,304	10,497,342
TOTAL REVENUES		88,168,070	123,364,006	196,687,417	236,334,678
UNDERWRITING COSTS					
Gross claims paid		(62,097,514)	(61,400,178)	(129,156,271)	(112,809,758)
Reinsurers' share of claims paid		12,698,681	1,729,944	18,516,690	4,846,289
Net claims paid		(49,398,833)	(59,670,234)	(110,639,581)	(107,963,469)
Changes in outstanding claims, net		(3,443,171)	4,965,529	(2,037,565)	(10,295,017)
Changes in claims incurred but not reported, net		9,662,318	(7,578,413)	7,034,216	(8,434,508)
Net claims incurred		(43,179,686)	(62,283,118)	(105,642,930)	(126,692,994)
Changes in other technical reserves		421,341	-	2,998,168	-
Policy acquisition costs		(7,611,217)	(11,699,534)	(16,940,101)	(21,343,873)
Inspection and supervision fees		(643,233)	(1,440,872)	(1,380,595)	(2,759,102)
Other underwriting expenses		(2,828,738)	(3,036,768)	(5,305,120)	(5,339,738)
TOTAL UNDERWRITING COSTS		(53,841,533)	(78,460,292)	(126,270,578)	(156,135,707)
NET UNDERWRITING SURPLUS		34,326,537	44,903,714	70,416,839	80,198,971
OTHER OPERATING (EXPENSES)/INCOME					
Allowance for doubtful debts	6	(3,540,358)	(3,854,359)	(4,504,166)	(1,639,886)
General and administrative expenses		(17,755,725)	(17,392,076)	(33,377,475)	(29,804,923)
Commission income on time deposits and investments		3,977,173	3,213,206	8,121,150	6,146,425
Dividend income		360,234	3,536,842	1,822,485	4,761,705
Realized gain/(loss) on investments		408,414	(745,677)	855,767	842,222
Share of gain/(loss) of associate	7(e)	-	778,906	(375,354)	778,906
Other income		-	94,052	54,155	207,380
TOTAL OTHER OPERATING (EXPENSES)/INCOME		(16,550,262)	(14,369,106)	(27,403,438)	(18,708,171)
Total income for the period		17,776,275	30,534,608	43,013,401	61,490,800
Total income attributed to the insurance operations		1,718,550	2,746,965	4,065,048	5,701,250
Net income for the period attributable to the shareholders		16,057,725	27,787,643	38,948,353	55,789,550
Earnings per share – Basic and diluted	13	0.64	1.11	1.56	2.23


Abdulaziz Fahd Al Rashed
Board Member


Samer Kanj
Chief Executive Officer



Samer Saad
Finance Manager

The accompanying notes 1 to 20 form part of these interim condensed financial statements.

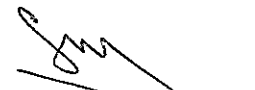
BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

	<u>For the three months period ended</u>		<u>For the six months period ended</u>	
	<u>30 June 2018</u> <u>SAR</u>	<u>30 June 2017</u> <u>SAR</u>	<u>30 June 2018</u> <u>SAR</u>	<u>30 June 2017</u> <u>SAR</u>
Total income for the period	17,776,275	30,534,608	43,013,401	61,490,800
Other comprehensive (loss)/income				
<i>Items that will be reclassified to statements of income in subsequent periods</i>				
Available for sale investments:				
- Net amounts transferred to statement of income	(408,414)	745,677	(855,767)	(842,222)
- Net change in fair value	62,176	(349,598)	(3,047,524)	(2,224,402)
	<u>(346,238)</u>	<u>396,079</u>	<u>(3,903,291)</u>	<u>(3,066,624)</u>
<u>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</u>	17,305,685	30,930,687	39,110,110	58,424,176
Total comprehensive income attributed to the insurance operations	2,536,946	2,080,244	5,601,463	838,109
Total comprehensive income for the period attributable to the shareholders	<u>14,768,739</u>	<u>28,850,443</u>	<u>33,508,647</u>	<u>57,586,067</u>


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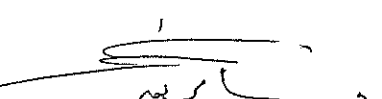
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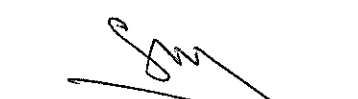
**BURUJ COOPERATIVE INSURANCE COMPANY
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**INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018**

	Share Capital SAR	Statutory Reserve SAR	Retained earnings SAR	Fair value reserve gain/(loss) on investments SAR	Total SAR
2018 (Unaudited)					
Balance as at 1 January 2018	250,000,000	34,224,026	105,742,042	7,010,448	396,976,516
Net income for the period attributable to shareholders	-	-	38,948,353	-	38,948,353
Changes in fair value of available for sale investments	-	-	-	(5,439,706)	(5,439,706)
Total comprehensive income for the period attributable to shareholders	-	-	38,948,353	(5,439,706)	33,508,647
Zakat for the period (Note 10)	-	-	(6,231,720)	-	(6,231,720)
Balance as at 30 June 2018	250,000,000	34,224,026	138,458,675	1,570,742	424,253,443
2017 (Unaudited)					
Balance as at 1 January 2017	250,000,000	14,674,338	50,517,990	(126,861)	315,065,467
Net income for the period attributable to shareholders	-	-	55,789,550	-	55,789,550
Changes in fair value of available for sale investments	-	-	-	1,796,517	1,796,517
Total comprehensive income for the period attributable to shareholders	-	-	55,789,550	1,796,517	57,586,067
Dividends distributed	-	-	(12,500,000)	-	(12,500,000)
Zakat for the period	-	-	(5,459,086)	-	(5,459,086)
Balance as at 30 June 2017	250,000,000	14,674,338	88,348,454	1,669,656	354,692,448


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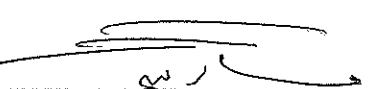
**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

	For the six months period ended	
	<i>30 June 2018</i>	<i>30 June 2017</i>
<i>Notes</i>	SAR	SAR
CASH FLOWS FROM OPERATING ACTIVITIES		
Total income for the period	43,013,401	61,490,800
<i>Adjustments for non-cash items:</i>		
Depreciation of property and equipment	582,371	474,236
(Gain)/loss on disposal of property and equipment	(52,299)	29,881
Allowance for doubtful debts	4,504,166	1,639,886
Share of loss/(gain) of associate	375,354	(778,906)
Provision for end-of-service indemnities	1,002,014	936,096
Realized gain from investments	(855,767)	(842,222)
<i>Changes in operating assets and liabilities:</i>		
Premiums and reinsurers' receivable	(31,469,132)	(13,673,362)
Reinsurers' share of unearned premiums	(1,737,496)	460,445
Reinsurers' share of outstanding claims	8,251,238	715,634
Reinsurers' share of claims incurred but not reported	(3,917,456)	(16,268,693)
Deferred policy acquisition costs	2,849,159	(6,933,838)
Deferred excess of loss premiums	(4,796,522)	(129,736)
Prepaid expenses and other assets	(10,265,368)	(6,126,335)
Policyholders and accounts payables	2,865,407	5,025,083
Accrued expenses and other liabilities	(2,613,678)	7,462,494
Reinsurers' balances payable	4,828,538	(356,082)
Unearned premiums	(26,635,012)	76,781,879
Unearned reinsurance commission	161,722	58,578
Outstanding claims	(6,213,673)	9,579,383
Claims incurred but not reported	(3,116,760)	24,703,201
Other technical reserves	(2,998,168)	-
	(26,237,961)	144,248,422
End-of-service indemnities paid	(521,658)	(413,504)
Zakat paid	(7,914,699)	(5,125,939)
Net cash (used in)/generated from operating activities	(34,674,318)	138,708,979
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions/(disposals) in time deposits	9,257,064	(133,467,966)
Additions in investments	(48,572,252)	(51,075,146)
Proceeds from available for sale investments	32,203,022	50,456,971
Additions in property and equipment	(1,123,061)	(704,135)
Proceeds from disposal of property and equipment	65,351	-
Net cash used in investing activities	(8,169,876)	(134,790,276)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	-	(12,500,000)
Net cash used in financing activities	-	(12,500,000)
Net change in cash and cash equivalents	(42,844,194)	(8,581,297)
Cash and cash equivalents, beginning of the period	238,876,530	313,411,361
Cash and cash equivalents, end of the period	196,032,336	304,830,064
<i>Non-cash transactions:</i>		
Change in fair value of available for sale investments	(3,903,291)	(3,066,624)



Abdulaziz Fahd Al Rashed
Board Member



Samer Kanj
Chief Executive Officer



Samer Saad
Finance Manager

The accompanying notes 1 to 20 form part of these interim condensed financial statements.

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED)

30 June 2018

1 GENERAL

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

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

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

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

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

2 BASIS OF PREPARATION

(a) Basis of presentation

The interim condensed financial statements for the three and six months period ended 30 June 2018 (the "period") have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" as modified by the Saudi Arabian Monetary Authority ("SAMA") for the accounting of zakat and income tax, which requires adoption of IFRS as issued by the International Accounting Standards Board ("IASB") except for the application of International Accounting Standard (IAS) 12-"Income Taxes and IFRIC 21 - "Levies" so far as these relate to zakat and income tax. As per the SAMA Circular no. 381000074519 dated April 11, 2017 and subsequent amendments through certain clarifications relating to the accounting for zakat and income tax ("SAMA Circular"), the Zakat and Income tax are to be accrued on a separately quarter basis through shareholders equity under retained earnings.

The interim condensed financial information have been prepared under the going concern basis and the historical cost basis except for the measurement at fair value of "available for sale investments" and investment in associate which is accounted for under the equity method.

The interim condensed statement of financial position, statements of income and statement of comprehensive income and cash flows of the insurance operations and shareholders operations which are presented in Note 18 have been provided as supplementary financial information and to comply with the requirements of the guidelines issued by SAMA implementing regulations. SAMA implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders operations.

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 June 2018

2 BASIS OF PREPARATION (continued)

(a) Basis of presentation (continued)

In preparing the Company-level financial information in compliance with IFRS, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Inter-operation balances, transactions and unrealised gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders operations are uniform for like transactions and events in similar circumstances.

The interim condensed financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 31 December 2017.

These interim condensed financial information are expressed in Saudi Arabian Riyals (SAR).

(b) Critical accounting judgments, estimates and assumptions

The preparation of interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied to the annual financial statements as at and for the year ended December 31, 2017.

3 SIGNIFICANT ACCOUNTING POLICIES AND NEW STANDARDS ISSUED BUT NOT YET EFFECTIVE

Significant accounting policies

The significant accounting and risk management policies adopted in the preparation of these interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2017.

New standards issued but not yet effective

The standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's interim financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective.

IFRS 9 Financial Instruments

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

However, on 19 November 2013, the IASB issued IFRS 9 Financial Instruments (Hedge Accounting and amendments to IFRS 9) amending IFRS 9 to include the new general hedge accounting model. In its February 2014 meeting, the IASB decided that IFRS 9 would be mandatorily effective for annual reporting periods beginning on or after 1 January 2018 with an optional temporary exception to defer the application of IFRS 9 till 1 January 2021 for companies whose activities are predominantly connected with insurance.

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 June 2018

IFRS 17 Insurance Contracts

The IASB issued IFRS 17 in May 2017. IFRS 17 will be mandatorily effective for annual reporting periods beginning on or after 1 January 2021. Once effective, IFRS 17 replaces IFRS 4 Insurance Contracts that was issued in 2005. The overall objective of IFRS 17 is to provide a more useful and consistent accounting model for insurance contracts among entities issuing insurance contracts globally.

4 CASH AND CASH EQUIVALENTS

	30 June 2018 (Unaudited)		31 December 2017 (Audited)	
	Insurance operations SAR	Shareholders' operations SAR	Insurance operations SAR	Shareholders' operations SAR
Bank balances and cash	153,742,333	42,290,003	129,470,790	28,655,320
Deposits maturing within 3 months from the acquisition date	-	-	65,000,000	15,750,420
Total	153,742,333	42,290,003	194,470,790	44,405,740

Deposits maturing within 3 months from the acquisition date are placed with local banks and financial institutions and earns special commission income at an average rate of 2.36% per annum (31 December 2017: 2.13% per annum).

The carrying amounts disclosed above reasonably approximate their fair values at the reporting date.

5 TIME DEPOSITS

Time deposits are placed with local banks and financial institutions with an original maturity of more than three months from the date of acquisition and earns special commission income at an average rate of 2.75% per annum (31 December 2017: 2.79% per annum).

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

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 June 2018

6 PREMIUMS AND REINSURERS' RECEIVABLE, NET

Premiums and reinsurers' receivable are comprised of the following:

	30 June 2018 (Unaudited) SAR	31 December 2017 (Audited) SAR
Policyholders	72,412,164	44,855,075
<i>Less: Allowance for doubtful debts</i>	<i>(21,354,373)</i>	<i>(17,351,691)</i>
	<u>51,057,791</u>	<u>27,503,384</u>
Reinsurers' receivables	16,803,294	12,891,251
<i>Less: Allowance for doubtful debts</i>	<i>(1,019,232)</i>	<i>(517,748)</i>
	<u>15,784,062</u>	<u>12,373,503</u>
Total premiums and reinsurers' receivable, net	<u><u>66,841,853</u></u>	<u><u>39,876,887</u></u>

The movement in allowance for doubtful policyholders' and reinsurance balances for the period/year is set out below:

30 June 2018 (Unaudited)	Policyholders SAR	Reinsurers SAR	Total SAR
Beginning balance	17,351,691	517,748	17,869,439
Charge for the period	4,002,682	501,484	4,504,166
<i>Closing balance</i>	<u><u>21,354,373</u></u>	<u><u>1,019,232</u></u>	<u><u>22,373,605</u></u>
	Policyholders SAR	Reinsurers SAR	Total SAR
31 December 2017 (Audited)			
Beginning balance	17,100,342	761,611	17,861,953
Charge/(reversal) for the year	251,349	(130,301)	121,048
Written-off	-	(113,562)	(113,562)
<i>Closing balance</i>	<u><u>17,351,691</u></u>	<u><u>517,748</u></u>	<u><u>17,869,439</u></u>

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7 INVESTMENTS

(a) Investments are classified as follows:

	30 June 2018 (Unaudited)		31 December 2017 (Audited)	
	Insurance Operations SAR	Shareholders' Operations SAR	Insurance Operations SAR	Shareholders' Operations SAR
Available for sale	32,925,121	139,875,311	41,401,450	118,077,276
Held to maturity	-	10,000,000	-	10,000,000
Total	32,925,121	149,875,311	41,401,450	128,077,276

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

	30 June 2018 (Unaudited)		31 December 2017 (Audited)	
	Insurance Operations SAR	Shareholders' Operations SAR	Insurance Operations SAR	Shareholders' Operations SAR
Opening balance	41,401,450	128,077,276	42,692,814	101,538,840
Purchases	4,474,066	44,098,186	33,647,942	57,648,967
Disposals	(15,676,273)	(16,526,749)	(33,360,120)	(37,127,040)
Impairment of investments	-	-	(4,206,494)	-
	30,199,243	155,648,713	38,774,142	122,060,767
Changes in fair value of investments	2,725,878	(5,773,402)	2,627,308	6,016,509
Closing balance	32,925,121	149,875,311	41,401,450	128,077,276

(c) Available for sale investments comprises the following:

	30 June 2018 (Unaudited)		31 December 2017 (Audited)	
	Insurance Operations SAR	Shareholders' Operations SAR	Insurance Operations SAR	Shareholders' Operations SAR
Quoted local "DPM" equity securities	23,561,821	-	21,134,185	-
Units in local investment funds - (NAV)*	9,363,300	61,471,194	20,267,265	55,985,663
Quoted fixed income securities	-	64,481,190	-	60,168,535
Units in quoted local real estate funds	-	11,999,849	-	-
Unquoted local equity investment	-	1,923,078	-	1,923,078
Total available for sale investments	32,925,121	139,875,311	41,401,450	118,077,276

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

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7 INVESTMENTS (continued)

Held to maturity

- (d) Held to Maturity (“HTM”) investments amounting to SR 10,000,000 (31 December 2017: SR 10,000,000) are comprised of non-quoted Sukuk issued by listed companies registered in the Kingdom of Saudi Arabia. The rate of return on the Sukuk are calculated based on 6-months Saudi Arabian Inter-Bank Offered Rate (“SIBOR”) plus a specified margin basis points per annum for each Sukuk and paid semi-annually. The fair value of the HTM investment as at 30 June 2018 was not different from its carrying value.

Investment in associate

- (e) The Company has a 40% interest in Gulf Warranties Insurance Services Company (the “associate”), which is involved in the administration of insurance claims. The associate is a limited liability company in the Kingdom of Saudi Arabia and is not listed on any public exchange. The associate received its operating license from Saudi Arabian Monetary Agency (“SAMA”) on 21 March 2016. The Company although has significant influence, yet this investment has been accounted as an associate as it does not control or jointly control the financial and operating policies of the associate. This investment has decreased by SR 375,354 which represents the Company’s share of Gulf Warranties audited results for the year ended 31 December 2017. These interim condensed financial statements does not include the management accounts of the associate for the period ended 30 June 2018 as the associate reporting is carried on annual basis.

8 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction takes place either:

- in the accessible principal market for the assets or liability, or
- in the absences of a principal market, in the most advantages accessible market for the asset or liability

The fair values of on-balance sheet financial instruments are not significantly different from their carrying amounts included in the interim condensed financial information.

Determination of fair value and fair value hierarchy

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

- Level 1 - quoted prices in active markets for the same or identical instrument that an entity can access at the measurement date;
- Level 2 – quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data; and
- Level 3 - valuation techniques for which any significant input is not based on observable market data.

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(UNAUDITED) (continued)

30 June 2018

8 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

<u>30 June 2018 (Unaudited)</u>	Level 1 SAR	Level 2 SAR	Level 3 SAR	Total SAR
Available for sale				
- Equities	23,561,821	-	1,923,078	25,484,899
- Fixed income securities	64,481,190	-	-	64,481,190
- Investment and real estate funds	11,999,849	70,834,494	-	82,834,343
Held to maturity	-	-	10,000,000	10,000,000
	100,042,860	70,834,494	11,923,078	182,800,432
<u>31 December 2017 (Audited)</u>				
Available for sale				
- Equities	21,134,185	-	1,923,078	23,057,263
- Fixed income securities	60,168,535	-	-	60,168,535
- Investment and real estate funds	20,931,345	55,321,583	-	76,252,928
Held to maturity	-	-	10,000,000	10,000,000
	102,234,065	55,321,583	11,923,078	169,478,726

Transfers between levels

The following table presents the transfers between levels for the period ended 30 June 2018:

<u>30 June 2018 (Unaudited)</u>	Level 1 SAR	Level 2 SAR	Level 3 SAR
Transfers between Levels 1 and 2:			
Units in real estate funds	12,372,053	(12,372,053)	-

The units in real estate funds were transferred into Level 1 because quoted prices exist on 31 March 2018, however this was not available as at 31 December 2017.

During the six months period ended 30 June 2018, there were no transfers into or out of Level 3 fair value measurements.

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(UNAUDITED) (continued)

30 June 2018

9 TECHNICAL RESERVES

(a) MOVEMENT IN UNEARNED PREMIUMS

	30 June 2018 (Unaudited)			31 December 2017 (Audited)		
	Gross SAR	Reinsurers' share SAR	Net SAR	Gross SAR	Reinsurers' share SAR	Net SAR
Beginning balance	203,643,613	(10,763,509)	192,880,104	204,001,357	(13,011,258)	190,990,099
Premiums written during the period/year	182,328,946	(24,422,899)	157,906,047	511,508,751	(47,399,301)	464,109,450
Premiums earned during the period/year	(208,963,958)	22,685,403	(186,278,555)	(511,866,495)	49,647,050	(462,219,445)
Closing balance	<u>177,008,601</u>	<u>(12,501,005)</u>	<u>164,507,596</u>	<u>203,643,613</u>	<u>(10,763,509)</u>	<u>192,880,104</u>

(b) NET OUTSTANDING CLAIMS AND RESERVES

Net outstanding claims and reserves comprise of the following:

	30 June 2018 (Unaudited) SAR	31 December 2017 (Audited) SAR
Outstanding claims	<u>178,982,336</u>	<u>185,196,009</u>
Claims incurred but not reported	125,931,709	129,048,469
Other technical reserves	<u>9,334,691</u>	<u>12,332,859</u>
	<u>314,248,736</u>	<u>326,577,337</u>
Less:		
Reinsurers' share of outstanding claims	(68,631,022)	(76,882,260)
Reinsurers' share of claims incurred but not reported	<u>(28,495,372)</u>	<u>(24,577,916)</u>
	<u>(97,126,394)</u>	<u>(101,460,176)</u>
Net outstanding claims and other reserves	<u>217,122,342</u>	<u>225,117,161</u>

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

30 June 2018

10 ZAKAT PAYABLE

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

	30 June 2018 (Unaudited) SAR	31 December 2017 (Audited) SAR
At the beginning of the period/year	25,840,869	20,492,110
Provided for the period/year	6,231,720	10,474,699
Paid during the period/year	(7,914,699)	(5,125,940)
At the end of the period/year	24,157,890	25,840,869

Status of assessments

The Company has filed zakat returns with the General Authority of Zakat and Tax ("GAZT") for the years from 2010 to 2017.

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

On review of the zakat return by the GAZT for the year 2011, a demand of SR 2,378,604 has been raised by the GAZT. The Company paid this demand and filed an appeal with GAZT. The final assessments have not yet been carried out by the GAZT.

On review of the zakat return by the GAZT for the year 2012, a demand of SR 1,979,521 has been raised by the GAZT. The Company paid this demand and filed an appeal with GAZT. The final assessments have not yet been carried out by the GAZT.

On review of the zakat return by the GAZT for the years 2013 and 2014 a demand of SR 2,885,577 and SR 2,885,577 respectively, have been raised by the GAZT. However, the Company has filed appeals with the GAZT. These appeals are in progress. The final assessments have not yet been carried out by the GAZT.

No assessments have been received out yet from the GAZT for the years 2015, 2016 and 2017.

11 SHARE CAPITAL

The authorized, issued and paid up share capital of the Company was SAR 250 Million at June 30, 2018 (December 31, 2017: SAR 250 Million) consisting of 25 million shares (December 31, 2017: 25 million shares) of SAR 10 each.

The Company's Board of Directors recommended on June 4, 2018 to the Extraordinary General Assembly Meeting to increase share capital of the Company by issuing 5 million bonus shares. However, the issuance of these bonus shares is still subject to approval by the Capital Market Authority and Extraordinary General Assembly.

The shareholders of the Company are subject to 100% Zakat.

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(UNAUDITED) (continued)

30 June 2018

12 CAPITAL MANAGEMENT

Objectives are set by the Company to maintain healthy capital ratios in order to support its business objectives and maximize shareholders' value.

The Company manages its capital requirements by assessing shortfalls between reported and required capital levels on a regular basis. Adjustments to current capital levels are made in light of changes in market conditions and risk characteristics of the Company's activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders or issue shares.

In the opinion of the Board of Directors, the Company has fully complied with the regulatory imposed capital requirements during the reported financial period.

13 BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share for the period have been calculated by dividing the net income for the period by the number of issued and outstanding shares at the period end of 25 million shares.

14 STATUTORY DEPOSIT

Statutory deposit represents 10% of the paid up capital of the Company which is maintained with a bank designated by SAMA in accordance with the Cooperative Insurance Companies Control Law for insurance companies. This statutory deposit cannot be withdrawn without the consent of SAMA.

Accrued interest on the statutory deposit amounting to SR 837,567 (31 December 2017: SR 527,829) has been presented in the statement of financial position.

15 STATUTORY RESERVE

In accordance with the Company's By-laws and in compliance with Article 70 (2) of the Insurance Implementing Regulations of SAMA, the Company allocates 20% of net shareholders' income each year to the statutory reserve until this reserve equals to 100% of the paid capital. The statutory reserve is not available for distribution to shareholders until liquidation of the Company.

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(UNAUDITED) (continued)

30 June 2018

16 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent major shareholders, directors and key management personnel of the Company, and companies of which they are principal owners and any other entities controlled, jointly controlled or significantly influenced by them. Pricing policies and terms of these transactions are approved by the Company's management and Board of Directors. The following are the details of the major related party transactions during the period and the related balances:

<i>Related party</i>	<i>Nature of transactions</i>	<u>Transactions for the period ended</u>		<u>Balance as at</u>	
		30 June 2018 (Unaudited) SAR	30 June 2017 (Unaudited) SAR	30 June 2018 (Unaudited) SAR	31 December 2017 (Audited) SAR
Major Shareholders	Gross written premiums	3,688,350	6,864,165	7,256,515	12,500,723
	Reinsurance premium ceded	(1,386,211)	(1,370,310)	(634,519)	(1,164,406)
Board of Directors and committees' members	Remuneration fees, allowances and other expense	(855,387)	(766,000)	(1,510,071)	(1,841,571)
	Gross written premiums	13,630,768	13,150,313	12,338,359	4,315,317
	Insurance brokerage contracts	(1,957,125)	(1,772,461)	(2,200,594)	(1,556,714)
Associate	General and administrative expenses paid on behalf of the associate	-	-	844,638	844,638

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

The compensation of key management personnel during the six months period is as follows:

	30 June 2018 (Unaudited) SR	30 June 2017 (Unaudited) SR
Salaries and other allowances	1,626,880	1,703,158
End of service indemnities	159,817	262,292
	1,786,697	1,965,450

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(UNAUDITED) (continued)

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17 OPERATING SEGMENTS

Consistent with the Company's internal reporting process, operating segments have been approved by Management in respect of the Company's activities, assets and liabilities as stated below.

Segment results do not include general and administrative expenses, allowance for doubtful debts, income on term deposits and investments, gain or loss on property, plant and equipment and investments. Accordingly, they are included in unallocated expenses or income.

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

For the three month period ended 30 June 2018 (Unaudited)	Motor SAR	Medical SAR	Property & Casualty SAR	Total SAR
<u>REVENUES</u>				
Gross written premiums	46,214,817	22,589,939	15,527,698	84,332,454
Reinsurance premiums ceded				
- Local	-	-	(502,498)	(502,498)
- Foreign	-	-	(11,735,235)	(11,735,235)
Excess of loss premiums				
- Local	(181,074)	(89,085)	(93,262)	(363,421)
- Foreign	(1,026,087)	(801,762)	(572,839)	(2,400,688)
Net premiums written	45,007,656	21,699,092	2,623,864	69,330,612
Change in unearned premiums, net	6,007,471	7,071,884	1,057,729	14,137,084
Net premiums earned	51,015,127	28,770,976	3,681,593	83,467,696
Reinsurance commissions	-	-	1,392,785	1,392,785
Policy fees and other underwriting income	3,243,199	-	64,390	3,307,589
<u>TOTAL REVENUES</u>	<u>54,258,326</u>	<u>28,770,976</u>	<u>5,138,768</u>	<u>88,168,070</u>
<u>UNDERWRITING COSTS</u>				
Gross claims paid and loss adjustment expenses	(34,408,367)	(21,399,745)	(6,289,402)	(62,097,514)
Reinsurers' share of claims paid	4,242,499	2,730,794	5,725,388	12,698,681
Net claims paid	(30,165,868)	(18,668,951)	(564,014)	(49,398,833)
Changes in outstanding claims, net	(6,451,202)	2,450,523	557,508	(3,443,171)
Changes in IBNR, net	(579,430)	10,750,487	(508,739)	9,662,318
Net claims incurred	(37,196,500)	(5,467,941)	(515,245)	(43,179,686)
Changes in other technical reserves	(13,010)	-	434,351	421,341
Policy acquisition costs	(3,892,577)	(2,930,780)	(787,860)	(7,611,217)
Inspection and supervision fees	(230,169)	(338,404)	(74,660)	(643,233)
Other underwriting expenses	(211,698)	(2,617,040)	-	(2,828,738)
<u>TOTAL UNDERWRITING COSTS</u>	<u>(41,543,954)</u>	<u>(11,354,165)</u>	<u>(943,414)</u>	<u>(53,841,533)</u>
NET UNDERWRITING SURPLUS	12,714,372	17,416,811	4,195,354	34,326,537
Unallocated other operating expenses				(20,563,988)
Unallocated investment and other income				3,422,947
NET SURPLUS FROM INSURANCE OPERATIONS				<u>17,185,496</u>

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(UNAUDITED) (continued)

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17 OPERATING SEGMENTS (continued)

For the three month period ended 30 June 2017 (Unaudited)	Motor SAR	Medical SAR	Property & Casualty SAR	Total SAR
REVENUES				
Gross written premiums	62,436,733	73,048,203	8,867,468	144,352,404
Reinsurance premiums ceded				
- Local	-	-	(1,603,650)	(1,603,650)
- Foreign	-	-	(4,009,869)	(4,009,869)
Excess of loss premiums				
- Local	(581,671)	-	(88,799)	(670,470)
- Foreign	(3,429,860)	(979,504)	(562,478)	(4,971,842)
Net premiums written	58,425,202	72,068,699	2,602,672	133,096,573
Change in unearned premiums, net	10,545,879	(26,906,061)	621,180	(15,739,002)
Net premiums earned	68,971,081	45,162,638	3,223,852	117,357,571
Reinsurance commissions	-	-	1,562,399	1,562,399
Policy fees and other underwriting income	4,375,891	-	68,145	4,444,036
TOTAL REVENUES	73,346,972	45,162,638	4,854,396	123,364,006
UNDERWRITING COSTS				
Gross claims paid and loss adjustment expenses	(43,354,920)	(16,778,254)	(1,267,004)	(61,400,178)
Reinsurers' share of claims paid	(2,186)	962,455	769,675	1,729,944
Net claims paid	(43,357,106)	(15,815,799)	(497,329)	(59,670,234)
Changes in outstanding claims, net	2,922,632	2,432,506	(389,609)	4,965,529
Changes in IBNR, net	(3,471,506)	(2,809,423)	(1,297,484)	(7,578,413)
Net claims incurred	(43,905,980)	(16,192,716)	(2,184,422)	(62,283,118)
Policy acquisition costs	(5,785,096)	(5,099,156)	(815,282)	(11,699,534)
Inspection and supervision fees	(309,276)	(1,095,723)	(35,873)	(1,440,872)
Other underwriting expenses	(310,423)	(2,726,051)	(294)	(3,036,768)
TOTAL UNDERWRITING COSTS	(50,310,775)	(25,113,646)	(3,035,871)	(78,460,292)
NET UNDERWRITING SURPLUS	23,036,197	20,048,992	1,818,525	44,903,714
Unallocated other operating expenses				(20,515,275)
Unallocated investment and other income				3,081,217
NET SURPLUS FROM INSURANCE OPERATIONS				27,469,656

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17 OPERATING SEGMENTS (continued)

For the six month period ended 30 June 2018 (Unaudited)	Motor SAR	Medical SAR	Property & Casualty SAR	Total SAR
<u>REVENUES</u>				
Gross written premiums	112,036,028	45,909,855	24,383,063	182,328,946
Reinsurance premiums ceded				
- Local	-	-	(1,120,101)	(1,120,101)
- Foreign	-	-	(16,029,302)	(16,029,302)
Excess of loss premiums				
- Local	(362,148)	(141,585)	(186,525)	(690,258)
- Foreign	(2,052,174)	(3,044,731)	(1,486,333)	(6,583,238)
Net premiums written	109,621,706	42,723,539	5,560,802	157,906,047
Change in unearned premiums, net	1,259,284	26,985,728	127,496	28,372,508
Net premiums earned	110,880,990	69,709,267	5,688,298	186,278,555
Reinsurance commissions	-	-	3,688,558	3,688,558
Policy fees and other underwriting income	6,573,106	-	147,198	6,720,304
<u>TOTAL REVENUES</u>	<u>117,454,096</u>	<u>69,709,267</u>	<u>9,524,054</u>	<u>196,687,417</u>
<u>UNDERWRITING COSTS</u>				
Gross claims paid and loss adjustment expenses	(70,859,315)	(50,239,067)	(8,057,889)	(129,156,271)
Reinsurers' share of claims paid	4,875,400	6,514,895	7,126,395	18,516,690
Net claims paid	(65,983,915)	(43,724,172)	(931,494)	(110,639,581)
Changes in outstanding claims, net	(10,381,620)	8,425,662	(81,607)	(2,037,565)
Changes in IBNR, net	(2,943,365)	10,449,983	(472,402)	7,034,216
Net claims incurred	(79,308,900)	(24,848,527)	(1,485,503)	(105,642,930)
Changes in other technical reserves	3,851,774	-	(853,606)	2,998,168
Policy acquisition costs	(8,289,013)	(7,148,829)	(1,502,259)	(16,940,101)
Inspection and supervision fees	(558,369)	(687,940)	(134,286)	(1,380,595)
Other underwriting expenses	(426,403)	(4,878,717)	-	(5,305,120)
<u>TOTAL UNDERWRITING COSTS</u>	<u>(84,730,911)</u>	<u>(37,564,013)</u>	<u>(3,975,654)</u>	<u>(126,270,578)</u>
NET UNDERWRITING SURPLUS	32,723,185	32,145,254	5,548,400	70,416,839
Unallocated other operating expenses				(36,544,818)
Unallocated investment and other income				6,778,458
NET SURPLUS FROM INSURANCE OPERATIONS				<u>40,650,479</u>

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30 June 2018

17 OPERATING SEGMENTS (continued)

For the six month period ended 30 June 2017 (Unaudited)	Motor SAR	Medical SAR	Property & Casualty SAR	Total SAR
REVENUES				
Gross written premiums	180,933,809	116,905,949	23,430,670	321,270,428
Reinsurance premiums ceded				
- Local	-	-	(2,363,579)	(2,363,579)
- Foreign	-	-	(12,109,776)	(12,109,776)
Excess of loss premiums				
- Local	(696,062)	-	(202,093)	(898,155)
- Foreign	(4,104,375)	(1,182,004)	(1,100,460)	(6,386,839)
Net premiums written	176,133,372	115,723,945	7,654,762	299,512,079
Change in unearned premiums, net	(41,055,079)	(34,348,978)	(1,838,267)	(77,242,324)
Net premiums earned	135,078,293	81,374,967	5,816,495	222,269,755
Reinsurance commissions	-	-	3,567,581	3,567,581
Policy fees and other underwriting income	10,333,207	-	164,135	10,497,342
TOTAL REVENUES	145,411,500	81,374,967	9,548,211	236,334,678
UNDERWRITING COSTS				
Gross claims paid and loss adjustment expenses	(83,049,663)	(25,209,446)	(4,550,649)	(112,809,758)
Reinsurers' share of claims paid	198,982	1,241,766	3,405,541	4,846,289
Net claims paid	(82,850,681)	(23,967,680)	(1,145,108)	(107,963,469)
Changes in outstanding claims, net	(2,827,097)	(4,973,159)	(2,494,761)	(10,295,017)
Changes in IBNR, net	(4,187,890)	(3,247,403)	(999,215)	(8,434,508)
Net claims incurred	(89,865,668)	(32,188,242)	(4,639,084)	(126,692,994)
Policy acquisition costs	(11,035,824)	(8,778,510)	(1,529,539)	(21,343,873)
Inspection and supervision fees	(901,189)	(1,753,589)	(104,324)	(2,759,102)
Other underwriting expenses	(603,278)	(4,732,096)	(4,364)	(5,339,738)
TOTAL UNDERWRITING COSTS	(102,405,959)	(47,452,437)	(6,277,311)	(156,135,707)
NET UNDERWRITING SURPLUS	43,005,541	33,922,530	3,270,900	80,198,971
Unallocated other operating expenses				(30,256,204)
Unallocated investment and other income				7,069,736
NET SURPLUS FROM INSURANCE OPERATIONS				57,012,503

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17 OPERATING SEGMENTS (continued)

As at 30 June 2018 (Unaudited)	Motor SAR	Medical SAR	Property & Casualty SAR	Total Insurance Operations SAR
Assets				
Reinsurers' share of unearned premiums	-	-	12,501,005	12,501,005
Reinsurers' share of outstanding claims	13,127,472	1,104,180	54,399,370	68,631,022
Reinsurers' share of claims incurred but not reported	4,971,268	3,444,223	20,079,881	28,495,372
Deferred policy acquisition costs	7,109,535	4,069,110	1,879,327	13,057,972
Deferred excess of loss premiums	2,414,318	1,050,000	1,332,204	4,796,522
Total Segment assets	27,622,593	9,667,513	90,191,787	127,481,893
Unallocated assets				<u>592,827,965</u>
Total insurance operations assets				<u>720,309,858</u>
LIABILITIES				
Unearned premiums	113,100,310	41,993,398	21,914,893	177,008,601
Unearned reinsurance commission	-	-	1,875,262	1,875,262
Outstanding claims	95,931,486	15,047,333	68,003,517	178,982,336
Claims incurred but not reported	67,890,393	32,051,045	25,990,271	125,931,709
Other technical reserves	2,535,420	1,676,443	5,122,828	9,334,691
Total Segment liabilities	279,457,609	90,768,219	122,906,771	493,132,599
Unallocated liabilities				<u>227,177,259</u>
Total insurance operations liabilities				<u>720,309,858</u>
As at 31 December 2017 (Audited)	Motor SAR	Medical SAR	Property & Casualty SAR	Total Insurance Operations SAR
Assets				
Reinsurers' share of unearned premiums	-	-	10,763,509	10,763,509
Reinsurers' share of outstanding claims	11,445,435	3,109,863	62,326,962	76,882,260
Reinsurers' share of claims incurred but not reported	7,392,748	45,354	17,139,814	24,577,916
Deferred policy acquisition costs	7,615,946	6,721,244	1,569,941	15,907,131
Total Segment assets	26,454,129	9,876,461	91,800,226	128,130,816
Unallocated assets				<u>627,677,269</u>
Total insurance operations assets				<u>755,808,085</u>
LIABILITIES				
Unearned premiums	114,359,594	68,979,126	20,304,893	203,643,613
Unearned reinsurance commission	-	-	1,713,540	1,713,540
Outstanding claims	83,867,829	25,478,678	75,849,502	185,196,009
Claims incurred but not reported	67,368,508	39,102,159	22,577,802	129,048,469
Other technical reserves	6,387,194	1,676,443	4,269,222	12,332,859
Total Segment liabilities	271,983,125	135,236,406	124,714,959	531,934,490
Unallocated liabilities				<u>223,873,595</u>
Total insurance operations liabilities				<u>755,808,085</u>

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(UNAUDITED) (continued)
30 June 2018

18 SUPPLEMENTARY INFORMATION

Interim Condensed Statement of Financial Position	As at 30 June 2018 (Unaudited)		
	Insurance operations	Shareholders' operations	Total
ASSETS			
Cash and cash equivalents	153,742,333	42,290,003	196,032,336
Time deposits	310,050,619	93,883,143	403,933,762
Premiums and reinsurers' receivable, net	66,841,853	-	66,841,853
Reinsurers' share of unearned premiums	12,501,005	-	12,501,005
Reinsurers' share of outstanding claims	68,631,022	-	68,631,022
Reinsurers' share of claims incurred but not reported	28,495,372	-	28,495,372
Deferred policy acquisition costs	13,057,972	-	13,057,972
Deferred excess of loss premiums	4,796,522	-	4,796,522
Investments	32,925,121	149,875,311	182,800,432
Due from insurance operations	-	135,886,891	135,886,891
Prepaid expenses and other assets	25,438,237	2,383,446	27,821,683
Property and equipment, net	3,829,802	-	3,829,802
Investment in associate	-	845,034	845,034
Statutory deposit	-	25,000,000	25,000,000
Statutory deposit investment returns	-	837,567	837,567
TOTAL ASSETS	720,309,858	451,001,395	1,171,311,253
LIABILITIES			
Policyholders and accounts payables	33,166,522	-	33,166,522
Accrued expenses and other liabilities	28,603,001	1,752,495	30,355,496
Reinsurers' balances payable	7,661,627	-	7,661,627
Unearned premiums	177,008,601	-	177,008,601
Unearned reinsurance commission	1,875,262	-	1,875,262
Outstanding claims	178,982,336	-	178,982,336
Claims incurred but not reported	125,931,709	-	125,931,709
Other technical reserves	9,334,691	-	9,334,691
Due to shareholders' operations	135,886,891	-	135,886,891
End-of-service indemnities	9,392,920	-	9,392,920
Zakat payable	-	24,157,890	24,157,890
Statutory deposit investment returns	-	837,567	837,567
TOTAL LIABILITIES	707,843,560	26,747,952	734,591,512
INSURANCE OPERATIONS' SURPLUS			
Accumulated surplus	14,287,016	-	14,287,016
Fair value gain reserve on investments	82,068	-	82,068
Accumulated actuarial loss on end-of-service indemnities	(1,902,786)	-	(1,902,786)
TOTAL LIABILITIES & INSURANCE OPERATIONS' SURPLUS	720,309,858	26,747,952	747,057,810
SHAREHOLDERS' EQUITY			
Share capital	-	250,000,000	250,000,000
Statutory reserve	-	34,224,026	34,224,026
Retained earnings	-	138,458,675	138,458,675
Fair value reserve gain on investments	-	1,570,742	1,570,742
TOTAL SHAREHOLDERS' EQUITY	-	424,253,443	424,253,443
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	720,309,858	451,001,395	1,171,311,253

BURUJ COOPERATIVE INSURANCE COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (Continued)

30 June 2018

18 SUPPLEMENTARY INFORMATION (continued)

Statement of Financial Position	As at 31 December 2017 (Audited)		
	Insurance operations	Shareholders' operations	Total
ASSETS			
Cash and cash equivalents	194,470,790	44,405,740	238,876,530
Time deposits	333,373,598	79,817,228	413,190,826
Premiums and reinsurers' receivable, net	39,876,887	-	39,876,887
Reinsurers' share of unearned premiums	10,763,509	-	10,763,509
Reinsurers' share of outstanding claims	76,882,260	-	76,882,260
Reinsurers' share of claims incurred but not reported	24,577,916	-	24,577,916
Deferred policy acquisition costs	15,907,131	-	15,907,131
Investments	41,401,450	128,077,276	169,478,726
Due from insurance operations	-	144,367,831	144,367,831
Prepaid expenses and other assets	15,252,380	2,303,935	17,556,315
Property and equipment, net	3,302,164	-	3,302,164
Investment in associate	-	1,220,388	1,220,388
Statutory deposit	-	25,000,000	25,000,000
Statutory deposit investment returns	-	527,829	527,829
TOTAL ASSETS	755,808,085	425,720,227	1,181,528,312
LIABILITIES			
Policyholders and accounts payables	30,301,115	-	30,301,115
Accrued expenses and other liabilities	30,594,161	2,375,013	32,969,174
Reinsurers' balances payable	2,833,089	-	2,833,089
Unearned premiums	203,643,613	-	203,643,613
Unearned reinsurance commission	1,713,540	-	1,713,540
Outstanding claims	185,196,009	-	185,196,009
Claims incurred but not reported	129,048,469	-	129,048,469
Other technical reserves	12,332,859	-	12,332,859
Due to shareholders' operations	144,367,831	-	144,367,831
End-of-service indemnities	8,912,564	-	8,912,564
Zakat payable	-	25,840,869	25,840,869
Statutory deposit investment returns	-	527,829	527,829
TOTAL LIABILITIES	748,943,250	28,743,711	777,686,961
INSURANCE OPERATIONS' SURPLUS			
Accumulated surplus	10,221,968	-	10,221,968
Fair value loss reserve on investments	(1,454,347)	-	(1,454,347)
Accumulated actuarial loss on end-of-service indemnities	(1,902,786)	-	(1,902,786)
TOTAL LIABILITIES & INSURANCE OPERATIONS' SURPLUS	755,808,085	28,743,711	784,551,796
SHAREHOLDERS' EQUITY			
Share capital	-	250,000,000	250,000,000
Statutory reserve	-	34,224,026	34,224,026
Retained earnings	-	105,742,042	105,742,042
Fair value reserve gain on investments	-	7,010,448	7,010,448
TOTAL SHAREHOLDERS' EQUITY	-	396,976,516	396,976,516
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	755,808,085	425,720,227	1,181,528,312

BURUJ COOPERATIVE INSURANCE COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (Continued)

30 June 2018

18 SUPPLEMENTARY INFORMATION (continued)

Interim Condensed Statement of Income (Unaudited)	For the three month period ended 30 June 2018			For the three month period ended 30 June 2017		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SAR	SAR	SAR	SAR	SAR	SAR
REVENUES						
Gross written premiums	84,332,454	-	84,332,454	144,352,404	-	144,352,404
Reinsurance premiums ceded	(12,237,733)	-	(12,237,733)	(5,613,519)	-	(5,613,519)
Excess of loss premiums	(2,764,109)	-	(2,764,109)	(5,642,312)	-	(5,642,312)
Net premiums written	69,330,612	-	69,330,612	133,096,573	-	133,096,573
Changes in unearned premiums, net	14,137,084	-	14,137,084	(15,739,002)	-	(15,739,002)
Net premiums earned	83,467,696	-	83,467,696	117,357,571	-	117,357,571
Reinsurance commissions	1,392,785	-	1,392,785	1,562,399	-	1,562,399
Policy fees and other underwriting income	3,307,589	-	3,307,589	4,444,036	-	4,444,036
TOTAL REVENUES	88,168,070	-	88,168,070	123,364,006	-	123,364,006
UNDERWRITING COSTS						
Gross claims paid	(62,097,514)	-	(62,097,514)	(61,400,178)	-	(61,400,178)
Reinsurers' share of claims paid	12,698,681	-	12,698,681	1,729,944	-	1,729,944
Net claims paid	(49,398,833)	-	(49,398,833)	(59,670,234)	-	(59,670,234)
Changes in outstanding claims, net	(3,443,171)	-	(3,443,171)	4,965,529	-	4,965,529
Changes in claims incurred but not reported, net	9,662,318	-	9,662,318	(7,578,413)	-	(7,578,413)
Net claims incurred	(43,179,686)	-	(43,179,686)	(62,283,118)	-	(62,283,118)
Changes in other technical reserves	421,341	-	421,341	-	-	-
Policy acquisition costs	(7,611,217)	-	(7,611,217)	(11,699,534)	-	(11,699,534)
Inspection and supervision fees	(643,233)	-	(643,233)	(1,440,872)	-	(1,440,872)
Other underwriting expenses	(2,828,738)	-	(2,828,738)	(3,036,768)	-	(3,036,768)
TOTAL UNDERWRITING COSTS	(53,841,533)	-	(53,841,533)	(78,460,292)	-	(78,460,292)
NET UNDERWRITING SURPLUS	34,326,537	-	34,326,537	44,903,714	-	44,903,714
OTHER OPERATING (EXPENSES)/INCOME						
Allowance for doubtful debts	(3,540,358)	-	(3,540,358)	(3,854,359)	-	(3,854,359)
General and administrative expenses	(17,023,630)	(732,095)	(17,755,725)	(16,660,916)	(731,160)	(17,392,076)
Commission income on deposits and investments	2,376,280	1,600,893	3,977,173	2,187,660	1,025,546	3,213,206
Dividend income	207,928	152,306	360,234	386,020	3,150,822	3,536,842
Realized gain/(loss) on investments	838,739	(430,325)	408,414	413,485	(1,159,162)	(745,677)
Share of profit of associate	-	-	-	-	778,906	778,906
Other income	-	-	-	94,052	-	94,052
TOTAL OTHER OPERATING (EXPENSES)/INCOME	(17,141,041)	590,779	(16,550,262)	(17,434,058)	3,064,952	(14,369,106)
Total surplus for the period	17,185,496	590,779	17,776,275	27,469,656	3,064,952	30,534,608
Surplus transferred to shareholders' operations	(15,466,946)	15,466,946	-	(24,722,691)	24,722,691	-
Net income	1,718,550	16,057,725	17,776,275	2,746,965	27,787,643	30,534,608

BURUJ COOPERATIVE INSURANCE COMPANY
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(UNAUDITED) (Continued)

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18 SUPPLEMENTARY INFORMATION (continued)

Interim Condensed Statement of Income (Unaudited)	For the six month period ended 30 June 2018			For the six month period ended 30 June 2017		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SAR	SAR	SAR	SAR	SAR	SAR
REVENUES						
Gross written premiums	182,328,946	-	182,328,946	321,270,428	-	321,270,428
Reinsurance premiums ceded	(17,149,403)	-	(17,149,403)	(14,473,355)	-	(14,473,355)
Excess of loss premiums	(7,273,496)	-	(7,273,496)	(7,284,994)	-	(7,284,994)
Net premiums written	157,906,047	-	157,906,047	299,512,079	-	299,512,079
Changes in unearned premiums, net	28,372,508	-	28,372,508	(77,242,324)	-	(77,242,324)
Net premiums earned	186,278,555	-	186,278,555	222,269,755	-	222,269,755
Reinsurance commissions	3,688,558	-	3,688,558	3,567,581	-	3,567,581
Policy fees and other underwriting income	6,720,304	-	6,720,304	10,497,342	-	10,497,342
TOTAL REVENUES	196,687,417	-	196,687,417	236,334,678	-	236,334,678
UNDERWRITING COSTS						
Gross claims paid	(129,156,271)	-	(129,156,271)	(112,809,758)	-	(112,809,758)
Reinsurers' share of claims paid	18,516,690	-	18,516,690	4,846,289	-	4,846,289
Net claims paid	(110,639,581)	-	(110,639,581)	(107,963,469)	-	(107,963,469)
Changes in outstanding claims, net	(2,037,565)	-	(2,037,565)	(10,295,017)	-	(10,295,017)
Changes in claims incurred but not reported, net	7,034,216	-	7,034,216	(8,434,508)	-	(8,434,508)
Net claims incurred	(105,642,930)	-	(105,642,930)	(126,692,994)	-	(126,692,994)
Changes in other technical reserves	2,998,168	-	2,998,168	-	-	-
Policy acquisition costs	(16,940,101)	-	(16,940,101)	(21,343,873)	-	(21,343,873)
Inspection and supervision fees	(1,380,595)	-	(1,380,595)	(2,759,102)	-	(2,759,102)
Other underwriting expenses	(5,305,120)	-	(5,305,120)	(5,339,738)	-	(5,339,738)
TOTAL UNDERWRITING COSTS	(126,270,578)	-	(126,270,578)	(156,135,707)	-	(156,135,707)
NET UNDERWRITING SURPLUS	70,416,839	-	70,416,839	80,198,971	-	80,198,971
OTHER OPERATING (EXPENSES)/INCOME						
Allowance for doubtful debts	(4,504,166)	-	(4,504,166)	(1,639,886)	-	(1,639,886)
General and administrative expenses	(32,040,652)	(1,336,823)	(33,377,475)	(28,616,318)	(1,188,605)	(29,804,923)
Commission income on deposits and investments	5,021,511	3,099,639	8,121,150	4,284,371	1,862,054	6,146,425
Dividend income	513,329	1,309,156	1,822,485	631,705	4,130,000	4,761,705
Realized gain/(loss) on investments	1,189,463	(333,696)	855,767	1,946,280	(1,104,058)	842,222
Share of (loss)/profit of associate	-	(375,354)	(375,354)	-	778,906	778,906
Other income	54,155	-	54,155	207,380	-	207,380
TOTAL OTHER OPERATING (EXPENSES)/INCOME	(29,766,360)	2,362,922	(27,403,438)	(23,186,468)	4,478,297	(18,708,171)
Total surplus for the period	40,650,479	2,362,922	43,013,401	57,012,503	4,478,297	61,490,800
Surplus transferred to shareholders' operations	(36,585,431)	36,585,431	-	(51,311,253)	51,311,253	-
Net income	4,065,048	38,948,353	43,013,401	5,701,250	55,789,550	61,490,800

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (Continued)

30 June 2018

18 SUPPLEMENTARY INFORMATION (continued)

Interim Condensed Statement of Comprehensive Income (Unaudited)	For the three months period ended 30 June 2018			For the three months period ended 30 June 2017		
	Insurance Operations SAR	Shareholders' Operations SAR	Total SAR	Insurance Operations SAR	Shareholders' Operations SAR	Total
Income for the period	1,718,550	16,057,725	17,776,275	2,746,965	27,787,643	30,534,608
Other comprehensive income/(loss) <i>Items that will be reclassified to statements of income in subsequent periods</i> Available for sale investments:						
- Net amounts transferred to statement of income	(838,739)	430,325	(408,414)	(413,485)	1,159,162	745,677
- Net change in fair value	1,657,135	(1,719,311)	(62,176)	(253,236)	(96,362)	(349,598)
	818,396	(1,288,986)	(470,590)	(666,721)	1,062,800	396,079
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,536,946	14,768,739	17,305,685	2,080,244	28,850,443	30,930,687
Interim Condensed Statement of Comprehensive Income (Unaudited)	For the six months period ended 30 June 2018			For the six months period ended 30 June 2017		
	Insurance Operations SAR	Shareholders' Operations SAR	Total SAR	Insurance Operations SAR	Shareholders' Operations SAR	Total
Income for the period	4,065,048	38,948,353	43,013,401	5,701,250	55,789,550	61,490,800
Other comprehensive income/(loss) <i>Items that will be reclassified to statements of income in subsequent periods</i> Available for sale investments:						
- Net amounts transferred to statement of income	(1,189,463)	333,696	(855,767)	(1,946,280)	1,104,058	(842,222)
- Net change in fair value	2,725,878	(5,773,402)	(3,047,524)	(2,916,861)	692,459	(2,224,402)
	1,536,415	(5,439,706)	(3,903,291)	(4,863,141)	1,796,517	(3,066,624)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	5,601,463	33,508,647	39,110,110	838,109	57,586,067	58,424,176

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (Continued)

30 June 2018

18 SUPPLEMENTARY INFORMATION (continued)

Interim Condensed Statement of Cash Flows

	For the six month period ended 30 June 2018		
	Insurance operations	Shareholders' operations	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period	4,065,048	38,948,353	43,013,401
<i>Adjustments for non-cash items:</i>			
Surplus attributable to the shareholders	36,585,431	(36,585,431)	-
Depreciation of property and equipment	582,371	-	582,371
Gain on disposal of property and equipment	(52,299)	-	(52,299)
Allowance for of doubtful debts	4,504,166	-	4,504,166
Share of loss of associate	-	375,354	375,354
Provision for end-of-service indemnities	1,002,014	-	1,002,014
Realized (gain)/loss from investments	(1,189,463)	333,696	(855,767)
<i>Changes in operating assets and liabilities:</i>			
Premiums and reinsurers' receivable	(31,469,132)	-	(31,469,132)
Reinsurers' share of unearned premiums	(1,737,496)	-	(1,737,496)
Reinsurers' share of outstanding claims	8,251,238	-	8,251,238
Reinsurers' share of claims incurred but not reported	(3,917,456)	-	(3,917,456)
Deferred policy acquisition costs	2,849,159	-	2,849,159
Deferred excess of loss premiums	(4,796,522)	-	(4,796,522)
Prepaid expenses and other assets	(10,185,857)	(79,511)	(10,265,368)
Policyholders and accounts payables	2,865,407	-	2,865,407
Accrued expenses and other liabilities	(1,991,160)	(622,518)	(2,613,678)
Reinsurers' balances payable	4,828,538	-	4,828,538
Unearned premiums	(26,635,012)	-	(26,635,012)
Unearned reinsurance commission	161,722	-	161,722
Outstanding claims	(6,213,673)	-	(6,213,673)
Claims incurred but not reported	(3,116,760)	-	(3,116,760)
Other technical reserves	(2,998,168)	-	(2,998,168)
	(28,607,904)	2,369,943	(26,237,961)
End-of-service indemnities paid	(521,658)	-	(521,658)
Zakat paid	-	(7,914,699)	(7,914,699)
Net cash used in operating activities	(29,129,562)	(5,544,756)	(34,674,318)
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions/disposals in time deposits	23,322,979	(14,065,915)	9,257,064
Additions in investments	(4,474,066)	(44,098,186)	(48,572,252)
Proceeds from available for sale investments	15,676,273	16,526,749	32,203,022
Additions/disposals in property and equipment	(1,123,061)	-	(1,123,061)
Proceeds from disposal of property and equipment	65,351	-	65,351
Net cash generated from (used in) investing activities	33,467,476	(41,637,352)	(8,169,876)
CASH FLOWS FROM FINANCING ACTIVITIES			
Due to shareholders' operations	(45,066,371)	45,066,371	-
Net cash generated from/(used in) financing activities	(45,066,371)	45,066,371	-
Net change in cash and cash equivalents	(40,728,457)	(2,115,737)	(42,844,194)
Cash and cash equivalents, beginning of the period	194,470,790	44,405,740	238,876,530
Cash and cash equivalents, end of the period	153,742,333	42,290,003	196,032,336
<i>Non-cash transactions:</i>			
Change in fair value of available for sale investments	1,536,415	(5,439,706)	(3,903,291)

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(UNAUDITED) (Continued)
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18 SUPPLEMENTARY INFORMATION (continued)

Interim Condensed Statement of Cash Flows

	For the six month period ended 30 June 2017		
	Insurance operations	Shareholders' operations	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period	5,701,250	55,789,550	61,490,800
<i>Adjustments for non-cash items:</i>			
Surplus attributable to the shareholders	51,311,253	(51,311,253)	-
Depreciation of property and equipment	474,236	-	474,236
Loss on disposal of property and equipment	29,881	-	29,881
Allowance for of doubtful debts	1,639,886	-	1,639,886
Share of profit of associate	-	(778,906)	(778,906)
Provision for end-of-service indemnities	936,096	-	936,096
Realized (gain) loss from investments	(1,946,280)	1,104,058	(842,222)
<i>Changes in operating assets and liabilities:</i>			
Premiums and reinsurers' receivable	(13,673,362)	-	(13,673,362)
Reinsurers' share of unearned premiums	460,445	-	460,445
Reinsurers' share of outstanding claims	715,634	-	715,634
Reinsurers' share of claims incurred but not reported	(16,268,693)	-	(16,268,693)
Deferred policy acquisition costs	(6,933,838)	-	(6,933,838)
Deferred excess of loss premiums	(129,736)	-	(129,736)
Prepaid expenses and other assets	(5,348,826)	(777,509)	(6,126,335)
Policyholders and accounts payables	5,025,083	-	5,025,083
Accrued expenses and other liabilities	7,316,821	145,673	7,462,494
Reinsurers' balances payable	(356,082)	-	(356,082)
Unearned premiums	76,781,879	-	76,781,879
Unearned reinsurance commission	58,578	-	58,578
Outstanding claims	9,579,383	-	9,579,383
Claims incurred but not reported	24,703,201	-	24,703,201
	140,076,809	4,171,613	144,248,422
End-of-service indemnities paid	(413,504)	-	(413,504)
Zakat paid	-	(5,125,939)	(5,125,939)
Net cash generated from operating activities	139,663,305	(954,326)	138,708,979
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions/disposals in time deposits	(95,336,416)	(38,131,550)	(133,467,966)
Additions in investments	(19,922,320)	(31,152,826)	(51,075,146)
Proceeds from available for sale investments	19,695,833	30,761,138	50,456,971
Additions/disposals in property and equipment	(704,135)	-	(704,135)
Net cash generated used in investing activities	(96,267,038)	(38,523,238)	(134,790,276)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid	-	(12,500,000)	(12,500,000)
Due to shareholders' operations	(54,433,015)	54,433,015	-
Net cash (used in)/generated from financing activities	(54,433,015)	41,933,015	(12,500,000)
Net change in cash and cash equivalents	(11,036,748)	2,455,451	(8,581,297)
Cash and cash equivalents, beginning of the period	209,890,732	103,520,629	313,411,361
Cash and cash equivalents, end of the period	198,853,984	105,976,080	304,830,064
<i>Non-cash transactions:</i>			
Change in fair value of available for sale investments	(4,863,141)	1,796,517	(3,066,624)

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

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19 COMPARATIVE FIGURES

Certain prior period figures have been reclassified to conform to current period presentations; however there is no impact of such reclassifications to the overall presentation of the interim condensed financial statements.

20 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements have been approved by the Board of Directors on 12 Dhul-Qa'dah 1439H, corresponding to 25 July 2018.