

**Dubai Islamic Insurance &  
Reinsurance Company (AMAN)  
(P.J.S.C)**

**REVIEW REPORT AND CONDENSED  
CONSOLIDATED INTERIM  
FINANCIAL INFORMATION**

**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2022**

**Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)**  
**Condensed interim consolidated financial information**  
**for the three month period ended 31 March 2022**

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## **Board of Directors' report**

The Board of Directors have the pleasure in submitting their report and the audited consolidated financial statements for the period ended 31 March 2022.

### **Incorporation and registered offices**

Dubai Islamic Insurance & Reinsurance Company (Aman) (P.J.S.C) (the "Company") is registered as a public shareholding company in Dubai, United Arab Emirates. The Company carries out general Takaful (insurance) business in accordance with the principles of Islamic Sharia'a as interpreted by its Fatwa and Sharia Board. The Company is also licensed to engage in Retakaful and life Takaful business. The registered address of the Company is P.O. Box 157, Dubai, United Arab Emirates. The Company and its subsidiaries are referred to as the "Group".

### **Principal activities**

The Company mainly issues Takaful contracts in connection with motor, marine, fire and engineering, general accident risks, group life, credit life, individual life and medical risks. The Company also invests in investment securities and properties.

### **Financial position and results**

The financial position and results of the Group for the period ended 31 March 2022 are set out in the accompanying consolidated financial statements.

### **Directors**

The following were the Directors of the Group for the period ended 31 March 2022:

- |   |               |
|---|---------------|
| - Dr. Saleh Hashem Sayed Al Hashimi                 | Chairman      |
| - Mr. Mohammed Ahmed Abdulla Mohammed Al Malik      | Vice Chairman |
| - Mr. Nasser Al-Falah Al Qahtani                    | Member        |
| - Ms. Maha Khadem Khalfan Khadem Al Mheiri          | Member        |
| - Mr. Omran Mohammed Saleh Mahmood Husain Al Khoori | Member        |

### **Auditors**

The consolidated financial statements for the period ended 31 March 2022 have been audited by Ernst & young Middle East, Dubai Branch

By order of the Board of Directors

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**Dr. Saleh Hashem Sayed Al Hashimi**  
**Chairman**

*Draft*

**REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF DUBAI ISLAMIC INSURANCE & REINSURANCE CO. (AMAN) PJSC**

***Introduction***

We have reviewed the accompanying condensed consolidated interim financial statements of Dubai Islamic Insurance & Reinsurance Co. (AMAN) PJSC (the “Company”) and its subsidiaries (the “Group”), which comprise the interim consolidated statement of financial position as at 31 March 2022 and the related interim consolidated statements of income, comprehensive income, cash flows and changes in equity for the three-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on these condensed consolidated interim 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”. A review of interim financial information 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 and consequently 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 IAS 34.

***Other Matters***

The interim consolidated condensed financial statements of the Group as of 31 March 2021 were reviewed by another auditor whose report dated 8 June 2021 expressed an unqualified conclusion on those interim consolidated condensed financial statements. Also, the consolidated financial statements as of 31 December 2021 were audited by another auditor whose report dated 31 March 2022 expressed an unqualified opinion on those consolidated financial statements.

For Ernst & Young

Signed by:  
Ashraf Abu-Sharkh  
Partner  
Registration No.: 690

*Draft*

16 May 2022

Dubai, United Arab Emirates

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2022 (Unaudited)

	<i>Notes</i>	<b>31 March 2022 AED (Un-audited)</b>	<b>31 December 2021 AED (Audited)</b>
<b>ASSETS</b>			
Cash and cash equivalents	5.1	<b>69,901,565</b>	88,039,122
Wakala deposits with banks with original maturities of more than three months	5.2	<b>10,000,000</b>	10,000,000
Statutory deposit	6	<b>10,000,000</b>	10,000,000
Retakaful contract assets			
Unearned contribution and unexpired risk reserves	7	<b>27,655,282</b>	27,536,803
Claims reported unsettled	7	<b>65,605,772</b>	63,804,981
Mathematical reserve	7	<b>914,885</b>	784,307
Claims incurred but not reported	7	<b>30,946,438</b>	31,996,117
Takaful receivables	8	<b>58,599,987...</b>	50,103,381
Financial assets measured at fair value through other comprehensive income (FVOCI)	9	<b>75,673,032</b>	70,241,104
Financial assets measured at fair value through profit or loss (FVTPL)	9	<b>887,705,825</b>	909,913,305
Prepayments and other receivables	10	<b>6,863,757</b>	9,101,920
Deferred policy acquisition costs		<b>10,448,453</b>	10,532,066
Investment property		<b>56,896,500</b>	56,896,500
Property and equipment	11	<b>214,398</b>	237,424
Assets under discontinued operations	24	<b>1,583,321</b>	1,583,321
<b>TOTAL ASSETS</b>		<b><u>1,313,009,215</u></b>	<b><u>1,340,770,351</u></b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Trade and other Payables & Accruals	13	<b>44,211,896</b>	57,375,515
Takaful payables	33	<b>63,663,834</b>	59,067,328
Takaful contract liabilities			
Unearned contribution and unexpired risk reserves	7	<b>90,648,065</b>	89,999,681
Claims reported unsettled	7	<b>84,658,923</b>	84,155,390
Mathematical reserve	7	<b>2,660,386</b>	2,470,951
Claims incurred but not reported	7	<b>51,105,574</b>	49,954,086
Unallocated loss adjustment expenses	7	<b>3,828,171</b>	3,673,555
Unit linked liabilities	7	<b>840,647,859</b>	863,256,172
Murabaha payable	30	<b>15,228,543</b>	15,228,543
Deferred discount	33	<b>5,595,529</b>	5,744,747
Amounts held under retakaful treaties		<b>6,914,059</b>	6,753,321
Liabilities directly associated with assets under discontinued operations	24	<b>12,947,356</b>	12,947,356
<b>Total liabilities before takaful operations' surplus</b>		<b><u>1,222,110,195</u></b>	<b><u>1,250,626,645</u></b>
Surplus in takaful operations' fund	28	<b>-</b>	4,931,803
<b>TOTAL LIABILITIES</b>		<b><u>1,222,110,195</u></b>	<b><u>1,255,558,448</u></b>


The attached notes 1 to 34 form part of these consolidated financial statements.

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**  
 As at 31 March 2022 (Un-audited)

	<i>Notes</i>	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (continued)</b>			
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	15	225,750,000	225,750,000
Legal reserve	30	6,309,669	6,309,669
General reserve	30	6,309,669	6,309,669
Accumulated losses	30	(78,874,773)	(78,961,422)
Investments revaluation reserve – FVOCI		(69,543,715)	(74,975,644)
Retakaful placement provision	16	2,275,260	2,106,721
Equity attributable to shareholders of the parent		92,226,110	86,538,993
Non-controlling interest		(1,327,090)	(1,327,090)
<b>Total equity</b>		<b>90,899,020</b>	<b>85,211,903</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY*</b>		<b>1,313,009,215</b>	<b>1,340,770,351</b>

The breakdown of the assets and liabilities between the takaful operations and the shareholders is shown in Note 30.

These consolidated financial statements were authorised for issue on 16 May 2022 by the Board of Directors and signed on its behalf by:

  
 \_\_\_\_\_  
 Rached Diab  
 Acting Chief Executive Officer

\_\_\_\_\_  
 Dr. Saleh Hashem Sayed Al Hashimi  
 Chairman of the Board of Directors

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## CONSOLIDATED STATEMENT OF INCOME

For the three months ended 31 March 2022

	Notes	Three-month period ended 31 March	
		2022 AED (Un-audited)	2021 AED (Audited)
<b>Takaful income</b>			
Gross takaful contributions	17	63,324,865	60,337,778
Retakaful share of gross takaful contributions	17	(33,707,589)	(32,088,978)
<b>Net takaful contributions written</b>		<b>29,617,276</b>	<b>28,248,800</b>
Change in unearned contributions and unexpired risk reserves – net		(529,905)	(3,927,113)
<b>Net takaful contributions earned</b>		<b>29,087,371</b>	<b>24,321,687</b>
Policy fees		190,457	2,767,665
Discount received on ceded retakaful		4,108,157	3,479,874
<b>Total takaful income</b>		<b>33,385,985</b>	<b>30,569,226</b>
<b>Takaful expenses</b>			
Gross claims paid	18	(33,340,051)	(32,426,743)
Retakaful share of gross claims paid	18	9,715,036	16,114,757
<b>Net takaful claims paid</b>		<b>(23,625,015)</b>	<b>(16,311,986)</b>
Change in provision for claims reported unsettled – net		1,297,258	(202,678)
Change in incurred but not reported claims – net		(2,201,167)	1,665,069
Change in unallocated loss adjustment expenses reserve		(154,616)	100,912
Change in mathematical reserve - net		(58,857)	(160,553)
<b>Net claims incurred</b>		<b>(24,742,397)</b>	<b>(14,909,236)</b>
Policy acquisition cost		(7,788,774)	(4,709,277)
<b>Total takaful expenses</b>		<b>(32,531,171)</b>	<b>(19,618,513)</b>
<b>Net takaful income</b>		<b>854,814</b>	<b>10,950,713</b>
Investment income	20	1,581,475	156,666
General and administrative expenses		(7,112,904)	(7,404,084)
Other operating income		-	(3,320)
<b>Profit for the period from continuing operations</b>		<b>(4,676,615)</b>	<b>3,699,975</b>
<b>Profit for the period before attribution</b>		<b>(4,676,615)</b>	<b>3,699,975</b>
Deficit from takaful operations for the period	31	7,762,875	2,701,297
Contribution from Qard Hassan to takaful operations	28	(2,999,611)	-
<b>PROFIT FOR THE PERIOD</b>		<b>86,649</b>	<b>6,401,272</b>
<b>Attributable to:</b>			
Shareholders of the parent		86,649	6,401,272
Non-controlling interest		-	-
		<b>86,649</b>	<b>6,401,272</b>
Earnings per share	21	0.0004	0.0284

The attached notes 1 to 34 form part of these consolidated financial statements.

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months ended 31 March 2022

**Consolidated statement of comprehensive income**

	<i>Notes</i>	<i>Three-month period ended 31 March</i>	
		<i>2022 AED (Un-audited)</i>	<i>2021 AED (Audited)</i>
Profit for the period		86,649	6,401,272
<b>Other comprehensive income / (loss)</b>			
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
Changes in fair value of financial assets carried at fair value through other comprehensive income		5,431,929	(254,500)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>5,518,578</b>	<b>6,146,772</b>
<b>Attributable to:</b>			
Shareholders of the parent		5,518,578	6,146,772
Non-controlling interest		-	-
		<b>5,518,578</b>	<b>6,146,772</b>

The separate consolidated statements of income and comprehensive income for the takaful operations and the shareholders is shown in note 31 and 32.



Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 March 2022

	Share capital AED	Legal reserve AED	General reserve AED	Accumulated losses AED	Investments Revaluation reserve – FVOCI AED	Retakaful placement provision AED	Equity attributable to shareholders of the parent of the parent AED	Non- controlling interest AED	Total AED
Balance at 1 January 2021	225,750,000	5,080,128	5,080,128	(88,293,501)	(83,479,100)	1,311,762	65,449,417	(1,326,522)	64,122,895
Profit for the period	-	-	-	6,401,272	-	-	6,401,272	-	6,401,272
Other comprehensive income for the period	-	-	-	-	(254,500)	-	(254,500)	-	(254,500)
Total comprehensive income / (loss) for the period	-	-	-	6,401,272	(254,500)	-	6,146,772	-	6,146,772
Adjustment on retakaful placement provision	-	-	-	-	-	54,302	54,302	-	54,302
Transfer during the period	-	-	-	-	-	227,077	227,077	-	227,077
Balance at 31 March 2021	225,750,000	5,080,128	5,080,128	(81,892,229)	(83,733,600)	1,593,141	71,877,568	(1,326,522)	70,551,046
Balance at 1 January 2022	225,750,000	6,309,669	6,309,669	(78,961,422)	(74,975,644)	2,106,721	86,538,993	(1,327,090)	85,211,903
Profit for the period	-	-	-	86,649	-	-	86,649	-	86,649
Other comprehensive income for the period	-	-	-	-	5,431,929	-	5,431,929	-	5,431,929
Total comprehensive income for the period	-	-	-	86,649	5,431,929	-	5,518,578	-	5,518,578
Transfer during the period from takaful operations' surplus	-	-	-	-	-	168,539	168,539	-	168,539
Balance at 31 March 2022	225,750,000	6,309,669	6,309,669	(78,874,773)	(69,543,715)	2,275,260	92,226,110	(1,327,090)	90,899,020

The attached notes 1 to 34 form part of these consolidated financial statements.

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2022

	<i>Three-month period ended</i> <i>31 March</i>	
	<i>2022</i> <i>AED</i>	<i>2021</i> <i>AED</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the period	86,649	6,401,272
Adjustments for:		
Depreciation of property and equipment	34,270	35,338
Unrealised gain/(loss) on investments measured at FVTPL	(400,834)	10,557,670
Provision for employees' end of service benefits	279,240	158,040
Profit on deposits	(14,219)	(114,276)
Dividend income	(1,066,692)	(10,516,561)
	<b>(1,081,586)</b>	<b>6,521,483</b>
Changes in operating assets and liabilities:		
Retakaful contract assets	(1,000,169)	(6,882,105)
Takaful receivables	(8,624,042)	(8,162,683)
Prepayments and other receivables	2,260,918	(81,208)
Takaful contract liabilities	(19,960,857)	26,940,249
Amounts held under Retakaful treaties	160,738	147,918
Takaful payables	(13,163,619)	3,998,411
Trade and other Payables & Accruals	4,596,506	(31,241,302)
Due from related parties	-	717
Due to related parties	-	(11,708)
Deferred discount	(149,218)	(47,822)
Deferred policy acquisition costs	83,613	(1,387,682)
Policyholders' reserve	(4,931,802)	(2,583,950)
<b>Cash used in operations</b>	<b>(41,809,518)</b>	<b>(12,789,682)</b>
Employees' end of service benefits paid	(6,567)	(4,764)
<b>Net cash used in operating activities</b>	<b>(41,816,085)</b>	<b>(12,794,446)</b>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(11,244)	(66,862)
Net increase/(increase) in unit linked investments	22,608,313	(17,533,781)
Dividend income received	1,066,692	10,516,561
Profit income received	14,219	114,276
<b>Net cash from/(used in) investing activities</b>	<b>23,677,980</b>	<b>(6,969,806)</b>
<b>Cash flows from financing activity</b>		
Due to bank	-	-
<b>Net cash generated from financing activity</b>	<b>-</b>	<b>-</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(18,138,105)</b>	<b>(19,764,252)</b>
Cash and cash equivalents at the beginning of the period	88,056,744	115,567,060
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (NOTE 5)</b>	<b>69,918,639</b>	<b>95,802,808</b>

The attached notes 1 to 34 form part of these consolidated financial statements.

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 1 GENERAL INFORMATION

Dubai Islamic Insurance & Reinsurance Company (Aman) (P.J.S.C.) (the “Company”) is registered as a public shareholding company in Dubai, United Arab Emirates. The Company carries out general takaful, retakaful and life takaful business in accordance with the teachings of Islamic Sharia’a. The Company is also licensed to engage in retakaful and life Takaful business. The registered address of the Company is P.O. Box 157, Dubai, United Arab Emirates (UAE) and operates through its branches in Dubai, Abu Dhabi and Sharjah. The Company’s ordinary shares are listed on the Dubai Financial Market, United Arab Emirates.

The Company obtained its commercial license on 12 March 2003 and commenced operations on 8 April 2003. The Company issues short term takaful contracts in connection with motor, marine, fire and engineering, general accident and medical risks and life takaful risks. The Company also invests in investment securities and properties.

The Company’s business activities are subject to the supervision of its Fatwa and Sharia’a Board (the “Board”) consisting of three members appointed by the shareholders. The Board performs a supervisory role in order to determine whether the operations of the Company are conducted in accordance with Sharia’a rules and principles.

The Company with its subsidiaries are together referred to as the “Group” in this consolidated financial statements. At 31 March 2022 and 2021, the Company had the following subsidiaries:

Name of subsidiary	Place of incorporation (or registration) and operation	Proportion of ownership profit %	Proportion of voting power held %	Principal activity	Status
Nawat Investments L.L.C.	United Arab Emirates	100.00	100.00	Investment in commercial, industrial and agricultural enterprises and management	Active
Technik Auto Service Centre Co. L.L.C	United Arab Emirates	100.00	100.00	Vehicles’ repair services	Under liquidation
Amity Health L.L.C.	United Arab Emirates	90.00	90.00	Medical billing services	Under liquidation

The ex-Vice Chairman of the Group holds 1% of Nawat Investments L.L.C. and 1% of Technik Auto Service Centre Co. L.L.C on behalf and for the benefit of the Group.

The Group did not make social contributions during the year ended 31 December 2021.

The Company is registered under the UAE Federal Law No. (2) of 2015, as amended relating to commercial companies. The Company is subject to the regulations of the U.A.E. Federal Law No. 6 of 2007 on Establishment of Insurance Authority and Organization of its Operations and is registered in the Insurance Companies Register of the Central Bank of the United Arab Emirates (“CBUAE”) (formerly, the UAE Insurance Authority (“IA”)) under registration number 070.

On 20 September 2021, the UAE Federal Decree Law No. 32 of 2021 (“Companies Law”) was issued and came into effect on 2 January 2022 which repealed the UAE Federal Law No. 2 of 2015. The Company has 12 months from 2 January 2022 to comply with the provisions of the Companies Law.

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 1 GENERAL INFORMATION (continued)

Federal Decree Law No. (24) of 2020 which amends certain provisions of the U.A.E. Federal Law No. 6 of 2007 on Establishment of Insurance Authority and Organization of its Operations was issued on 27 September 2020 and the amendments came into effect on 2 January 2021. Effective 2 January 2021, the Insurance Sector became under the supervision and authority of the Central Bank of the United Arab Emirates (“CBUAE”).

As of the date of approval of these consolidated financial statements, the Group is not in compliance with the solvency requirements as well as the single counter-party exposure limits as stipulated in Article 8 of Section 2 and Article 3 of Section 1 of the Financial Regulations respectively. However, the Group continues to prepare these consolidated financial statements on a going concern basis. Refer note 33 for details.

### 2 APPLICATION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRSs)

#### 2.1 New and revised IFRSs applied with no material effect on the condensed consolidated interim financial information

The Group has applied the following amendments to published standards for the first time for the annual reporting period commencing 1 January 2022:

- Reference to the Conceptual Framework – Amendments to IFRS 3
- Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16
- Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37
- IFRS 1 First-time Adoption of International Financial Reporting Standards – Subsidiary as a first-time adopter
- IFRS 9 Financial Instruments – Fees in the ‘10 per cent’ test for derecognition of financial liabilities

The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

#### 2.2 New and revised IFRS standards and interpretations but not yet effective

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

- IFRS 17 Insurance Contracts (effective for reporting periods beginning on or after 1 January 2023). Management of the Branch is assessing the impact of the above standard on the Branch’s financial statements and does not intend to adopt the above standard before its effective date.
- Amendments to IAS 1: Classification of Liabilities as Current or Non-current (effective for annual reporting periods beginning on or after 1 January 2023)
- Definition of Accounting Estimates - Amendments to IAS 8 (effective for annual reporting periods beginning on or after 1 January 2023)
- Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2 (applicable for annual periods beginning on or after 1 January 2023)

There are no other relevant applicable new standards and amendments to published standards that have been issued but are not effective for the first time for the Group’s financial period beginning on 1 January 2022 that would be expected to have a material impact on the financial statements of the Group.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group’s financial statements as and when they are applicable and the adoption of these new standards, interpretations and amendments, except for IFRS 17, mentioned above, is not expected to have a material impact on the financial statements of the Group in the period of initial application.

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of preparation

The condensed interim consolidated financial information of the Group is prepared in accordance with International Accounting Standard 34, Interim Financial Reporting, issued by the International Accounting Standard Board and also complies with the applicable requirements of the laws in the UAE. The condensed interim consolidated financial information has been prepared on the going concern basis applying the historical cost convention, except for financial assets measured at fair value through profit or loss, financial assets measured at fair value through other comprehensive income and investment property, which are carried at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

The condensed interim consolidated financial information is presented in U.A.E. Dirhams (AED) since that is the currency in which the majority of the Group's transactions are denominated.

The Group's condensed interim consolidated statement of financial position is not presented using a current / non-current classification. However, the following balances would generally be classified as current: Cash and cash equivalents, financial assets measured at FVTPL, prepayments and other receivables, due from related parties, takaful receivables, wakala deposits with banks with original maturities of more than three months, assets under discontinued operations, due to bank, murabaha payable, due to related parties, Trade and other Payables & Accruals, takaful payables, amounts held under retakaful treaties and liabilities directly associated with assets under discontinued operations. The following balances would generally be classified as non-current: statutory deposit, investment property, and property and equipment. The following balances are of mixed nature (including both current and non-current portions): financial assets measured at FVTOCI, retakaful contract assets, deferred policy acquisition costs, takaful contract liabilities and deferred discount.

The accounting policies, presentation and methods in this condensed interim consolidated financial information are consistent with those used in the audited consolidated financial statements for the year ended 31 December 2021.

This condensed consolidated interim financial information does not include all the information required for full audited annual consolidated financial statements and should be read in conjunction with the Group's audited annual consolidated financial statements as at and for the year ended 31 December 2021. In addition, results for the three month period ended 31 March 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

### 4 CHANGES IN JUDGEMENTS AND ESTIMATION UNCERTAINTY

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2021.

### 5 CASH AND BANK BALANCES (EXCLUDING STATUTORY DEPOSIT)

#### 5.1 Cash and cash equivalents

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Cash in hand	33,025	10,252
Bank balances in current accounts	69,885,614	88,046,492
	<u>69,918,639</u>	<u>88,056,744</u>
Less: Provision for impairment	(17,074)	(17,622)
Total	<u>69,901,565</u>	<u>88,039,122</u>

Details of provision for impairment as per IFRS 9 are as follows:

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**5 CASH AND BANK BALANCES (EXCLUDING STATUTORY DEPOSIT) (continued)**

**5.1 Cash and cash equivalents (continued)**

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Balance as at 1 January	17,622	25,177
Charge for the period	(548)	(7,555)
<b>Balance as at period-end</b>	<b>17,074</b>	<b>17,622</b>

For the purpose of the consolidated statement of cash flows, the cash and cash equivalents are analysed as follows:

	<i>2022 AED</i>	<i>2021 AED</i>
Cash and cash equivalents - note 5.1	69,918,639	88,056,744
Cash and cash equivalents included in assets under discontinued operations	1,008,976	1,008,976
	<b>70,927,615</b>	<b>89,065,720</b>

**5.2 Wakala deposits with banks with original maturities of more than three months**

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Maturing within 1 year (current)	10,000,000	10,000,000

The profit rates on Wakala deposits with Banks ranges from 0.65% to 1.25% (2021: 065% to 1.25%).

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 6 STATUTORY DEPOSIT

A deposit of AED 10 million (2021: AED 10 million) has been placed with a bank, in accordance with Article (42) of the UAE Federal Law No. (6) of 2007. This deposit has been pledged to the bank as security against a guarantee issued by the bank in favour of the CBUAE for the same amount. This deposit cannot be withdrawn without prior approval of the CBUAE and bears a profit rate of 0.6% per annum (2021: 0.6% per annum).

### 7 RETAKAFUL CONTRACT ASSETS AND TAKAFUL CONTRACT LIABILITIES

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<b>Takaful contract liabilities – gross – (A)</b>		
Unearned contribution and unexpired risk reserves	90,648,065	89,999,681
Claims reported unsettled	84,658,923	84,155,390
Mathematical reserve	2,660,386	2,470,951
Claims incurred but not reported	51,105,574	49,954,086
Unallocated loss adjustment expenses	3,828,171	3,673,555
Unit linked liabilities	840,647,859	863,256,172
	<u>1,073,548,978</u>	<u>1,093,509,835</u>
 <b>Retakaful contract assets – (B)</b>		
Unearned contribution and unexpired risk reserves	27,655,282	27,536,803
Claims reported unsettled	65,605,772	63,804,981
Mathematical reserve	914,885	784,307
Claims incurred but not reported	30,946,438	31,996,117
	<u>125,122,377</u>	<u>124,122,208</u>
 <b>Takaful contract liabilities – net – (A-B)</b>		
Unearned contribution and unexpired risk reserves	62,992,783	62,462,878
Claims reported unsettled	19,053,151	20,350,409
Mathematical reserve	1,745,501	1,686,644
Claims incurred but not reported	20,159,136	17,957,969
Unallocated loss adjustment expenses	3,828,171	3,673,555
Unit linked liabilities	840,647,859	863,256,172
	<u>948,426,601</u>	<u>969,387,627</u>

As at 31 December 2021, the gross and net insurance contract liabilities as certified by the Company's appointed actuary, SHMA Consulting DMCC amounted to AED 1,074 million and AED 948 million respectively (31 December 2021: AED 1,094 million and AED 969 million respectively).

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

7 RETAKAFUL CONTRACT ASSETS AND TAKAFUL CONTRACT LIABILITIES (continued)

Takaful contract liabilities-gross, comprises of the following:

	<i>Unearned contribution and unexpired risk reserves</i>	<i>Claims reported unsettled</i>	<i>Mathematical reserve</i>	<i>Claims incurred but not reported</i>	<i>Unallocated loss adjustment expenses</i>	<i>Unit linked liabilities</i>	<i>Total</i>
	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
<b>At 31 March 2022 (Un-audited)</b>							
Motor	35,685,696	38,049,694	-	7,839,595	2,582,271	-	84,157,256
Engineering	4,456,274	6,972,296	-	1,569,219	34,461	-	13,032,250
Marine & aviation	707,980	5,665,074	-	610,835	33,570	-	7,017,459
Fire	10,932,720	3,731,796	-	10,463,626	86,741	-	25,214,883
General insurance & liabilities	7,905,844	24,026,829	-	22,676,109	695,786	-	55,304,568
Medical	25,844,733	2,288,656	-	4,931,581	332,486	-	33,397,456
Life	5,114,818	3,924,578	2,660,386	3,014,609	62,856	840,647,859	855,425,106
	<b>90,648,065</b>	<b>84,658,923</b>	<b>2,660,386</b>	<b>51,105,574</b>	<b>3,828,171</b>	<b>840,647,859</b>	<b>1,073,548,978</b>
<b>At 31 December 2021 (Audited)</b>							
Motor	39,150,981	38,445,994	-	5,313,583	2,317,547	-	85,228,105
Engineering	2,539,805	6,383,580	-	1,392,297	31,450	-	10,347,132
Marine & aviation	543,609	5,700,460	-	1,331,395	41,163	-	7,616,627
Fire	10,478,501	3,868,142	-	10,439,600	81,911	-	24,868,154
General insurance & liabilities	8,992,556	24,982,432	-	23,002,284	827,527	-	57,804,799
Medical	23,429,322	2,150,509	-	4,496,774	317,487	-	30,394,092
Life	4,864,907	2,624,273	2,470,951	3,978,153	56,470	863,256,172	877,250,926
	<b>89,999,681</b>	<b>84,155,390</b>	<b>2,470,951</b>	<b>49,954,086</b>	<b>3,673,555</b>	<b>863,256,172</b>	<b>1,093,509,835</b>



Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

7 RETAKAFUL CONTRACT ASSETS AND TAKAFUL CONTRACT LIABILITIES (continued)

Takaful contract liabilities-net, comprises of the following:

	<i>Unearned contribution and unexpired risk reserves</i>	<i>Claims reported unsettled</i>	<i>Mathematical reserve</i>	<i>Claims incurred but not reported</i>	<i>Unallocated loss adjustment expenses</i>	<i>Unit linked liabilities</i>	<i>Total</i>
	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
<b>At 31 March 2022 (Un-audited)</b>							
Motor	33,429,309	12,839,324	-	7,818,842	2,582,271	-	56,669,746
Engineering	325,116	272,183	-	158,583	34,461	-	790,343
Marine & aviation	140,963	286,817	-	132,808	33,570	-	594,158
Fire	1,031,882	273,507	-	810,750	86,741	-	2,202,880
General insurance & liabilities	2,672,610	2,950,596	-	5,746,733	695,786	-	12,065,725
Medical	24,197,946	1,718,146	-	4,931,581	332,486	-	31,180,159
Life	1,194,957	712,578	1,745,501	559,839	62,856	840,647,859	844,923,590
	<b>62,992,783</b>	<b>19,053,151</b>	<b>1,745,501</b>	<b>20,159,136</b>	<b>3,828,171</b>	<b>840,647,859</b>	<b>948,426,601</b>
<b>At 31 December 2021 (Audited)</b>							
Motor	35,951,676	13,316,714	-	5,223,654	2,317,547	-	56,809,591
Engineering	499,895	245,357	-	147,774	31,450	-	924,476
Marine & aviation	118,249	321,593	-	192,948	41,163	-	673,953
Fire	895,850	247,458	-	776,428	81,911	-	2,001,647
General insurance & liabilities	2,504,727	3,895,889	-	6,448,200	827,527	-	13,676,343
Medical	21,355,910	1,852,961	-	4,496,774	317,487	-	28,023,132
Life	1,136,571	470,437	1,686,644	672,191	56,470	863,256,172	867,278,485
	<b>62,462,878</b>	<b>20,350,409</b>	<b>1,686,644</b>	<b>17,957,969</b>	<b>3,673,555</b>	<b>863,256,172</b>	<b>969,387,627</b>

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**8 TAKAFUL RECEIVABLES**

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Due from policyholders	28,834,390	24,173,025
Less: Provision for impairment	(3,993,347)	(4,330,886)
	<u>24,841,043</u>	<u>19,842,139</u>
Due from takaful / retakaful companies	21,422,704	21,962,614
Due from brokers / agents	18,781,975	14,279,388
Less: Provision for impairment	(6,445,735)	(5,980,760)
	<u>58,599,987</u>	<u>50,103,381</u>

Movement in provision for impairment is as follows:

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Balance at the beginning of the period	10,311,646	10,960,666
Provision / (Reversal) for impairment	127,436	(1,834,183)
Transferred from due from related parties	-	2,163,139
Written off during the period	-	(977,976)
<b>Balance at the end of the period</b>	<u>10,439,082</u>	<u>10,311,646</u>

**9 INVESTMENT IN FINANCIAL ASSETS**

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<b>Financial assets measured at fair value through other comprehensive income (FVOCI) (A)</b>		
- Listed	41,359,755	35,927,826
- Unlisted	34,313,277	34,313,278
	<u>75,673,032</u>	<u>70,241,104</u>
<b>Financial assets measured at fair value through profit and loss (FVTPL) (B)</b>		
- Listed	5,828,432	5,427,599
- Unlisted	41,229,534	41,229,534
- Unit linked investments	840,647,859	863,256,172
	<u>887,705,825</u>	<u>909,913,305</u>
<b>Total investment in financial assets measured at fair value (A+B)</b>	<u>963,378,857</u>	<u>980,154,409</u>

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 9 INVESTMENT IN FINANCIAL ASSETS (continued)

Investments by geographical concentration are as follows:

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
- Within U.A.E.	86,925,265	81,165,205
- Outside U.A.E.	876,453,592	898,989,204
	<u>963,378,857</u>	<u>980,154,409</u>

### 10 PREPAYMENTS AND OTHER RECEIVABLES

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Prepayments	2,590,397	2,515,182
Receivables from employees	607,206	561,359
Advance to suppliers	1,065,000	1,015,000
Refundable deposits	258,169	258,169
Other receivables	2,342,985	4,752,210
	<u>6,863,757</u>	<u>9,101,920</u>

### 11 PROPERTY AND EQUIPMENT

	<i>Motor vehicles AED</i>	<i>Furniture and fixtures AED</i>	<i>Office equipment AED</i>	<i>Total AED</i>
Cost				
At 31 December 2021	227,290	5,404,991	5,877,134	11,509,415
Additions	980	575	9,689	11,244
Disposals	-	-	-	-
At 31 March 2022	<u>228,270</u>	<u>5,405,566</u>	<u>5,886,823</u>	<u>11,520,659</u>
Accumulated depreciation				
At 31 December 2021	218,668	5,380,034	5,673,289	11,271,991
Charge for the period – note 25	2,779	7,618	23,873	34,270
Disposals	-	-	-	-
At 31 March 2022	<u>221,447</u>	<u>5,387,652</u>	<u>5,697,162</u>	<u>11,306,261</u>
Net carrying amount				
At 31 March 2022	<u>6,823</u>	<u>17,914</u>	<u>189,661</u>	<u>214,398</u>
At 31 December 2021	<u>8,622</u>	<u>24,957</u>	<u>203,845</u>	<u>237,424</u>

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 12 MURABAHA PAYABLE

The Group have a Murabaha finance from an Islamic bank in the UAE which carries a profit rate of 6 months EIBOR + 2.5% per annum and is secured by a pledge / electronic custody with the bank's brokerage entity for the eligible shares (category A and B) – refer note 9.

In addition, the murabaha payable is subject to covenants, and the Group is in line and comply with these covenants.

### 13 OTHER PAYABLES & ACCRUALS

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Other payables and accruals	37,110,983	50,547,275
Employees' end of service benefits (i)	6,472,106	6,199,433
Zakat payable	628,807	628,807
	<u>44,211,896</u>	<u>57,375,515</u>

(i) Movements in the provision for employees' end of service benefits during the period were as follows:

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
Balance at beginning of the period	6,199,433	5,897,839
Amounts charged during the period	279,240	721,555
Amounts paid during the period	(6,567)	(419,961)
Balance at end of the period	<u>6,472,106</u>	<u>6,199,433</u>

### 14 CONTINGENCIES

At the reporting date, the Group has contingent liabilities in respect of bank and other guarantees arising in the ordinary course of business amounting to AED 0.4 million (2021: AED 0.4 million).

The Group is involved as a defendant in a number of legal cases with other insurance and reinsurance companies and customers. A provision is made in respect of each individual case where it is probable that the outcome would result in a loss to the Group in terms of an outflow of economic resources and a reliable estimate of the amount of outflow can be made. The expected outcome of the cases is dependent on future legal proceedings.

### 15 SHARE CAPITAL

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<i>Issued and fully paid:</i>		
225,750,000 ordinary shares of AED 1 each ((2021: 225,750,000 ordinary shares of AED 1 each)	<u>225,750,000</u>	<u>225,750,000</u>

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 16 RETAKAFUL PLACEMENT PROVISION

In accordance with Article 34 of the Insurance Authority's Board of Directors Decision No. (23) of 2019 effective eighteen months from 15 May 2019, the Group created a retakaful placement provision amounting to AED 2,275,261 as at 31 March 2022 (2021: AED 2,106,721), being 0.5% of the total retakaful contributions ceded by the Group in the United Arab Emirates in all classes of business. The Group shall accumulate such provision year on year and not dispose of the provision without the written approval of the Director General of the CBUAE (formerly, the UAE Insurance Authority).

### 17 NET TAKAFUL CONTRIBUTIONS

	<i>Gross takaful contribution AED</i>	<i>Retakaful share of gross takaful contribution AED</i>	<i>Net takaful contribution AED</i>
<b>Three-month period ended 31 March 2022 (Un-audited)</b>			
Motor	11,569,659	898,340	10,671,319
Engineering	3,233,500	3,087,030	146,470
Marine & aviation	604,479	516,922	87,557
Fire	6,303,570	5,820,856	482,714
General insurance & liabilities	13,565,089	11,640,183	1,924,906
Medical	14,284,474	366,816	13,917,658
Life	13,764,094	11,377,442	2,386,652
Total	<u>63,324,865</u>	<u>33,707,589</u>	<u>29,617,276</u>
<b>Three-month period ended 31 March 2021 (Un-audited)</b>			
Motor	18,842,688	1,630,931	17,211,757
Engineering	864,500	779,751	84,749
Marine & aviation	514,866	437,972	76,894
Fire	5,608,129	5,139,015	469,114
General insurance & liabilities	12,046,225	10,165,192	1,881,033
Medical	6,623,454	434,971	6,188,483
Life	15,837,916	13,501,146	2,336,770
Total	<u>60,337,778</u>	<u>32,088,978</u>	<u>28,248,800</u>

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 18 NET TAKAFUL CLAIMS

	<i>Gross claims settled AED</i>	<i>Retakaful share of gross claims settled AED</i>	<i>Net takaful claims settled AED</i>
<b>Three-month period ended 31 March 2022 (Un-audited)</b>			
Motor	18,428,259	3,116,369	15,311,890
Engineering	27,968	26,399	1,569
Marine & aviation	58,805	45,301	13,504
Fire	1,119,159	1,049,963	69,196
General insurance & liabilities	2,491,820	1,545,847	945,973
Medical	9,401,695	2,487,464	6,914,231
Life	1,812,345	1,443,693	368,652
<b>Total</b>	<b>33,340,051</b>	<b>9,715,036</b>	<b>23,625,015</b>
<b>Three-month period ended 31 March 2021 (Un-audited)</b>			
Motor	10,637,556	2,333,718	8,303,838
Engineering	625,235	567,254	57,981
Marine & aviation	1,172,331	1,137,702	34,629
Fire	1,344,183	1,294,969	49,214
General insurance & liabilities	5,830,073	5,294,836	535,237
Medical	7,240,223	933,650	6,306,573
Life	5,577,142	4,552,628	1,024,514
<b>Total</b>	<b>32,426,743</b>	<b>16,114,757</b>	<b>16,311,986</b>

### 19 WAKALA FEES AND MUDARIB'S SHARE

The Group manages the Takaful operations for the Policyholders and charges 33% (31 March 2021: 33%) of the gross takaful contributions net of fronting contribution as Wakala fees. In addition, the Group charges 2% (31 March 2021: 2%) on fronting contribution as Wakala fees and 100% (31 March 2021: 100%) on certain unit linked takaful contracts. These Wakala fees rates were approved by the Group's Fatwa and Sharia'a Supervisory Board.

The Group also manages the policyholders' investment funds and is entitled to 25% (31 March 2021: 25%) of net investment income earned by the takaful operations' investment funds as the Mudarib's share. The Mudarib's share amounted to AED 71,102 (31 March 2021: AED 54,378).

### 20 INVESTMENT INCOME, NET

	<i>2022 AED</i>	<i>2021 AED</i>
Unrealized gain/(loss) on investments in financial assets measured at FVTPL	400,834	(10,557,671)
Income from wakala deposits with banks	14,219	114,276
Dividend income	1,066,692	10,516,561
Rental income on investment property	125,000	100,000
Investment expenses	(25,270)	(16,500)
	<b>1,581,475</b>	<b>156,666</b>
<i>Allocated to:</i>		
Takaful operations	284,407	217,513
Shareholders	1,297,068	(60,847)
	<b>1,581,475</b>	<b>156,666</b>

Investment income and losses are allocated amongst the shareholders and the policyholders on a pro rata basis. This allocation to policyholders is approved by the Group's Fatwa and Sharia'a Supervisory Board on an annual basis.

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 21 BASIC AND DILUTED EARNINGS PER SHARE

Earnings per share are calculated by dividing profit attributable to the shareholders for the period, by weighted average number of shares outstanding during the period.

	<i>Three-month period ended</i>	
	<i>31 March</i>	
	<i>2022</i>	<i>2021</i>
	<i>AED</i>	<i>AED</i>
	<i>(Un-audited)</i>	<i>(Un-audited)</i>
Profit for the period attributable to shareholders of the parent (AED)	<b>86,649</b>	6,401,272
Weighted average number of shares outstanding during the period	<b>225,750,000</b>	225,750,000
Earnings per share (AED per share)	<b>0.0004</b>	0.0284

No figure for diluted earnings per share has been presented since the Group has not issued any instruments which would have an impact on earnings per share when exercised. Accordingly, diluted earnings per share is equivalent to basic earnings per share.

### 22 FATWA AND SHARIA'A SUPERVISORY BOARD

The Group's business activities are subject to the supervision of its Fatwa and Sharia'a Supervisory Board consisting of three members appointed by the shareholders. The Fatwa and Sharia'a Supervisory Board perform a supervisory role in order to determine whether the operations of the Group are conducted in accordance with Sharia'a rules and principles.

### 23 SEGMENTAL INFORMATION

Operating segments are identified on the basis of internal reports about the components of the Group that are regularly reviewed by the Group's management in order to allocate resources to the segment and to assess its performance. Information reported to the Group's Board of Directors for the purpose of resource allocation and assessment of performance is based on following strategic business activities:

- **Takaful activities** include the general, life and medical insurance business undertaken by the Group.
- **Investment activities** represent investment and cash management for the Group's own account.
- **Others** represent income and expense activities conducted by the subsidiaries and included in these consolidated financial statements.





## Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

#### 24 ASSETS AND LIABILITIES UNDER DISCONTINUED OPERATIONS

During the year ended 31 December 2018, the Board of Directors approved the liquidation and the disposal of Technik Auto Services Centre LLC and Amity Health L.L.C., subsidiaries of the Group.

	<i>31 March 2022 AED</i>	<i>31 December 2021 AED</i>
Assets under discontinued operations	<u>1,583,321</u>	<u>1,583,321</u>
Liabilities directly associated with assets under discontinued operations	<u>12,947,356</u>	<u>12,947,356</u>

Board of Directors approved the liquidation of two of the Group's subsidiaries. The Group is currently in the process of the liquidation, the carrying amount of the assets and liabilities have been written down to the fair value less cost to sell. The major class of assets and liabilities of the subsidiaries at the end of the reporting period are as follows:

	<i>31 March 2022 AED</i>	<i>31 December 2021 AED</i>
Cash and cash equivalents	1,008,976	1,008,976
Other receivables	<u>574,345</u>	<u>574,345</u>
Assets under discontinued operations	<u>1,583,321</u>	<u>1,583,321</u>
Trade and other payable	<u>12,947,356</u>	<u>12,947,356</u>
Liabilities associated with assets under discontinued operations	<u>12,947,356</u>	<u>12,947,356</u>
Net liabilities associated with assets under discontinued operations	<u>(11,364,035)</u>	<u>(11,364,035)</u>

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 25 CAPITAL MANAGEMENT

#### (i) Governance framework

The primary objective of the Group's risk and financial management framework is to protect the Group's shareholders from events that hinder the sustainable achievement of financial performance objectives, including failing to exploit opportunities. Key management recognises the critical importance of having efficient and effective risk management systems in place.

The Group's risk management function is carried out by the Board of Directors, with its associated committees. This is supplemented with a clear organisational structure with delegated authorities and responsibilities from the Board of Directors to the Chief Executive Officer and other senior managers.

The Board of Directors meets regularly to approve any commercial, regulatory and organisational decisions. The Board of Directors defines the Group's risk and its interpretation, limits structure to ensure the appropriate quality and diversification of assets, aligns underwriting and Retakaful strategy to the corporate goals, and specifies reporting requirements.

#### (ii) Capital management framework

The primary objective of the Group's capital management is to comply with the regulatory requirements in the UAE and to ensure that it maintains a healthy capital ratio in order to support its business and maximise shareholders value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

#### (iii) Regulatory framework

Regulators are primarily interested in protecting the rights of the policyholders and monitor them closely to ensure that the Group is satisfactorily managing affairs for their benefit. At the same time, the regulators are also interested in ensuring that the Group maintains an appropriate solvency position to meet unforeseen liabilities arising from economic shocks or natural disasters. The operations of the Group are also subject to regulatory requirements within the jurisdictions where it operates. Such regulations not only prescribe approval and monitoring of activities, but also impose certain restrictive provisions (e.g. capital adequacy) to minimise the risk of default and insolvency on the part of the insurance companies to meet unforeseen liabilities as these arise.

As per Article (8) of Section 2 of the Financial Regulations, the Group is required, at all times, to comply with the requirements of Solvency Margin. The solvency position of the Group as of 30 September 2021 and 31 December 2020 is presented below. The Group has presented the solvency position as of 30 September 2021 which is the latest available solvency position as of the date of approval of these consolidated financial statements.

	<i>As at 31 December 2021 (AED in 000's) (Un-audited)</i>	<i>As at 31 December 2020 (AED in 000's) (Un-audited)</i>
Minimum Capital Requirement (MCR)	<b>100,000</b>	100,000
Solvency Capital Requirement (SCR)	<b>49,838</b>	51,098
Minimum Guarantee Fund (MGF)	<b>34,588</b>	32,025
Own Funds		
Basic Own Funds	<b>(65,882)</b>	(50,201)
Ancillary Own Funds		
MCR Solvency Surplus	<b>(165,882)</b>	(150,201)
SCR Solvency Surplus / (Deficit)	<b>(115,720)</b>	(101,299)
MGF Solvency Surplus / (Deficit)	<b>(100,470)</b>	(82,226)

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 25 CAPITAL MANAGEMENT (continued)

As of 31 December 2021, the Group has a solvency deficit of AED (165,882) million which is mainly due to inadmissibility of certain assets as well as gap between the Group's takaful contract liabilities for its non- life business and the total invested assets allocated to its non-life business.

The Group's management submitted a recovery plan to CBUAE that address the solvency deficit and the Group's management is confident that the solvency position will be restored by 30 September 2022 and that the Group will continue to operate for at least 12 months from the date of approval of these consolidated financial statements and accordingly these consolidated financial statements have been prepared on a going concern basis.

### 26 FAIR VALUE 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 between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from 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 are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

Financial assets	Fair value as at		Fair value hierarchy	Valuation techniques and key inputs	Significant unobservable input	Relationship of unobservable inputs to fair value
	31 March 2021	31 March 2020				
	AED'000	AED'000				
<b>Financial assets at FVOCI</b>						
Quoted equity securities	41,360	35,928	Level 1	Quoted bid prices in an active market	None	Not applicable
Unquoted equity securities	34,313	34,313	Level 3	Net assets valuation method and comparable multiples approach	Net assets value	Higher the net assets value of the investees, higher the fair value
<b>Financial assets at FVTPL</b>						
Quoted equity securities	5,828	5,428	Level 1	Quoted bid prices in an active market	None	Not applicable
Unquoted equity securities	41,230	41,230	Level 3	Net assets valuation method	Net assets value	Higher the net assets value of the investees, higher the fair value
Unit linked investments	840,648	863,256	Level 3	Net assets valuation method	Net assets value	Higher the net assets value of the investees, higher the fair value

There were no transfers between each of the levels during the periods ended 31 March 2022 and 2021.

There were no changes in the valuation techniques and key inputs during the period ended 31 March 2022 and 2021.

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 26 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Reconciliation of level 3 fair value measurement of financial assets measured at FVOCI:

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
At 1 January	34,313	30,656
Additions	-	3,493
Changes in fair value	-	164
<b>For the period ending</b>	<b>34,313</b>	<b>34,313</b>

Reconciliation of Level 3 fair value measurement of financial assets measured at FVTPL:

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<i>Unit linked investments</i>		
At 1 January	863,256	839,411
Net change during the period (change in fair value and net investment/withdrawal)	(22,608)	23,845
<b>For the period ending</b>	<b>840,648</b>	<b>863,256</b>
<i>Unquoted equity securities</i>		
At 1 January	41,230	30,801
Purchases during the period	-	18,382
Change in fair value during the period	-	(7,953)
<b>For the period ending</b>	<b>41,230</b>	<b>41,230</b>

The investments classified under Level 3 category have been fair-valued based on information available for each investment. There are no financial liabilities which should be measured at fair value and accordingly no disclosure is made in the above table.

Although the Group believes that its estimates of fair value are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value. For fair value measurements in Level 3 (other than unit linked investments), changing one or more of the assumptions by 5% would have an impact of AED 3,777,150 (2021: AED 3,777,150).

### 27 SIGNIFICANT EVENTS

The former CEO of the Group resigned on 10 July 2013. The Group entered into an agreement with the former CEO on 9 July 2013 for the payment and / or transfer of certain investments that were held by him for the beneficial interest of the Group. As of 31 March 2022, investments with a total carrying value of AED 9.1 million (2021: AED 9.2 million) which are still in his name, have not yet been transferred to the legal ownership of the Group. The Group is currently in the process of selling the shares held by the former CEO for the beneficial interest of the Group with an undertaking from the former CEO that the proceeds from the sale of these shares will be transferred to the Group on completion of this transaction.

The Group also had other assets held by an entity controlled by the former CEO on behalf of the Group which have since been disposed of without the Group's approval. The total value of these assets on the date of purchase was approximately AED 11.3 million (2021: AED 11.3 million). The Group has initiated legal proceedings in regard to the recovery of the said amount. The assets have been fully provided for in the consolidated statement of financial position as of 31 March 2022 and 31 December 2021 and recognition of the contingent asset will only be made once the success of the legal action is certain.

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**28 SURPLUS IN TAKAFUL OPERATIONS' FUND**

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<b><u>(Deficit) / surplus in takaful operations' fund</u></b>		
Balance at 1 January	(10,172,557)	6,870,801
Deficit for the period attributable to takaful operations	(7,762,875)	(16,302,700)
Adjustment on retakaful placement provision	-	(66,631)
Transfer to retakaful placement provision during the period – note 16	(168,539)	(674,027)
Deficit in takaful operations' fund (Ending)	<b>(18,103,971)</b>	(10,172,557)
<b><u>Qard Hassan against deficit in takaful operations' fund</u></b>		
Balance at 1 January	<b>15,104,360</b>	-
Qard Hassan against deficit in takaful operations' fund	<b>2,999,611</b>	15,104,360
Qard Hassan against deficit in takaful operations' fund (Ending)	<b>18,103,971</b>	15,104,360
<b>Surplus in takaful operations' fund (NET)</b>	<b>-</b>	<b>4,931,803</b>

**29 COVID-19 IMPACT ON THE GROUP**

The existence of novel coronavirus (“COVID-19”) was confirmed in early 2020 and has spread across mainland China and beyond, causing disruptions to businesses and economic activity. There has been macro-economic uncertainty across all sectors of the economy due to the price and demand for oil, reduced economic activity, disruption to global supply chains and the potential postponement of large-scale events. The scale and duration of these developments remain uncertain but could impact the earnings, cash flow and financial condition of the Group and those of our counter parties. The Group is monitoring these metrics on a regular basis and will respond to any threats identified.

*COVID-19 impact on investment property*

The Group has an investment property which has been valued at AED 57 million (2021: AED 57 million). The Group has carried a valuation of the investment property by independent internationally qualified valuation firms. The fair value has been determined based on market comparable approach that reflects recent transaction prices for similar properties.

*COVID-19 impact on measurement of takaful contract liabilities*

At the consolidated statement of financial position date, the Group had 119 reported claims in relation to COVID-19 which have been fully reflected in the consolidated financial statements. As at the date of the consolidated statement of financial position, the Group have not been notified of any business interruption claims.

*COVID-19 impact on measurement of ECL*

IFRS 9 framework requires the estimation of Expected Credit Losses (“ECL”) based on current and forecast economic conditions. In order to assess ECL forecast under forecast economic conditions, the Group utilises a range of economic scenarios of varying severity, and with appropriate weightings, to ensure that ECL estimates are representative of a range of possible economic outcomes. The Group had reviewed the potential impact of COVID-19 outbreak on the inputs and assumptions for IFRS 9 ECL measurement in light of available information. Overall, the COVID-19 situation remains fluid and is rapidly evolving at this point, which makes it challenging to reliably reflect impacts on the ECL estimates. Notwithstanding this, recognising that the outbreak is expected to have an impact on the macro-economic environment beyond reasonable doubt.

*Liquidity management / Business continuity planning*

The management had taken prudent measures and controls to ensure adequate liquidity of the Group to meet its obligations. The Group has established remote working plans to ensure continuous services to its customers. The Group ensures that the outbreak of epidemic has not caused any significant distractions in policy issuance and claims processing. The Group will monitor the effects closely and will take all the adequate measures as required.

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**30 CONSOLIDATED STATEMENT OF FINANCIAL POSITION - SHAREHOLDERS AND TAKAFUL OPERATIONS' ASSETS AND LIABILITIES**

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<b>ASSETS</b>		
<b>Takaful operations assets</b>		
Cash and cash equivalents	37,109,971	63,475,541
Wakala deposits with banks with original maturities of more than three months	3,000,000	3,000,000
Retakaful contract assets:		
Unearned contribution and unexpired risk reserves	27,655,282	27,536,803
Claims reported unsettled	65,605,772	63,804,981
Mathematical reserve	914,885	784,307
Claims incurred but not reported	30,946,438	31,996,117
Takaful receivables	58,599,987	50,103,381
Financial assets measured at fair value through other comprehensive income (FVOCI)	14,905,670	13,705,475
Financial assets measured at fair value through profit and loss (FVTPL)	841,572,490	864,124,067
Investment property	10,642,270	10,642,270
Due from shareholders	66,516,630	47,058,083
<b>Total takaful operations' assets</b>	<b>1,157,469,395</b>	<b>1,176,231,025</b>
<b>Shareholders' assets</b>		
Cash and cash equivalents	32,791,594	24,563,581
Wakala deposits with banks with original maturities of more than three months	7,000,000	7,000,000
Statutory deposit	10,000,000	10,000,000
Financial assets measured at fair value through other comprehensive income (FVOCI)	60,767,362	56,535,629
Financial assets measured at fair value through profit and loss (FVTPL)	46,133,335	45,789,238
Prepayments and other receivables	6,863,757	9,101,920
Deferred policy acquisition costs	10,448,453	10,532,066
Investment property	46,254,230	46,254,230
Property and equipment	214,398	237,424
Assets under discontinued operations	1,583,321	1,583,321
<b>Total shareholders assets</b>	<b>222,056,450</b>	<b>211,597,409</b>
<b>Total assets</b>	<b>1,379,525,845</b>	<b>1,387,828,434</b>

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**30 CONSOLIDATED STATEMENT OF FINANCIAL POSITION - SHAREHOLDERS AND TAKAFUL OPERATIONS' ASSETS AND LIABILITIES (continued)**

	<i>31 March 2022 AED (Un-audited)</i>	<i>31 December 2021 AED (Audited)</i>
<b>TAKAFUL OPERATIONS' LIABILITIES AND DEFICIT</b>		
<b>Takaful operations liabilities</b>		
Trade and other Payables & Accruals	23,153,602	22,999,333
Takaful payables	63,663,834	59,067,328
Takaful contract liabilities:		
Unearned contribution and unexpired risk reserves	90,648,065	89,999,681
Claims reported unsettled	84,658,923	84,155,390
Mathematical reserve	2,660,386	2,470,951
Claims incurred but not reported	51,105,574	49,954,086
Unallocated loss adjustment expenses	3,828,171	3,673,555
Unit linked liabilities	840,647,859	863,256,172
Deferred discount	5,595,529	5,744,747
Amounts held under retakaful treaties	6,914,059	6,753,321
<b>Total takaful operations' liabilities</b>	<b>1,172,876,002</b>	<b>1,188,074,564</b>
<b>Takaful operations' deficit</b>		
(Deficit) / surplus in takaful operations' fund	(18,103,971)	(10,172,557)
Qard Hassan from shareholders	18,103,971	15,104,360
Retakaful placement provision	2,275,261	2,106,721
Takaful operations' investments revaluation reserve	(17,681,868)	(18,882,063)
<b>Total deficit from takaful operations</b>	<b>(15,406,607)</b>	<b>(11,843,539)</b>
<b>Total takaful operations' liabilities and surplus</b>	<b>1,157,469,395</b>	<b>1,176,231,025</b>
<b>SHAREHOLDERS' LIABILITIES AND EQUITY</b>		
<b>Shareholders liabilities</b>		
Trade and other Payables & Accruals	21,058,294	34,376,182
Murabaha payable	15,228,543	15,228,543
Due to takaful operations	66,516,630	47,058,083
Liabilities directly associated with assets under discontinued operations	12,947,356	12,947,356
<b>Total shareholders' liabilities</b>	<b>115,750,823</b>	<b>109,610,164</b>
<b>Shareholders' equity</b>		
Share capital	225,750,000	225,750,000
Legal reserve	6,309,669	6,309,669
General reserve	6,309,669	6,309,669
Investments revaluation reserve - FVOCI	(51,861,848)	(56,093,581)
Accumulated losses	(78,874,773)	(78,961,422)
<b>Equity attributable to shareholders of the Parent</b>	<b>107,632,717</b>	<b>103,314,335</b>
Non-controlling interest	(1,327,090)	(1,327,090)
<b>Total equity</b>	<b>106,305,627</b>	<b>101,987,245</b>
<b>Total shareholders' liabilities and equity</b>	<b>222,056,450</b>	<b>211,597,409</b>
<b>Total takaful operations liabilities and deficit, shareholders' liabilities and equity</b>	<b>1,379,525,845</b>	<b>1,387,828,434</b>

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**31 CONSOLIDATED STATEMENT OF INCOME – ATTRIBUTABLE TO SHAREHOLDERS AND TAKAFUL OPERATIONS**

	<i>Three-month period ended 31 March</i>	
	<i>2022 AED (Un-audited)</i>	<i>2021 AED (Un-audited)</i>
<b>Attributable to policyholders</b>		
<b><i>Takaful income</i></b>		
Gross takaful contribution	63,324,865	60,337,778
Retakaful share of gross takaful contribution	(33,707,589)	(32,088,978)
<b>Net takaful contributions</b>	<b>29,617,276</b>	<b>28,248,800</b>
Net transfer to unearned contribution reserve	(529,905)	(3,927,113)
Net change in mathematical reserve	(58,857)	(160,553)
<b>Net takaful contributions earned</b>	<b>29,028,514</b>	<b>24,161,134</b>
Discount received on ceded retakaful	4,108,157	3,479,874
Policy fees	190,457	2,767,665
	<b>33,327,128</b>	<b>30,408,673</b>
<b><i>Takaful expenses</i></b>		
Gross claims settled	(33,340,051)	(32,426,743)
Retakaful share of gross claims settled	9,715,036	16,114,757
<b>Net takaful claims</b>	<b>(23,625,015)</b>	<b>(16,311,986)</b>
Release of provision for claims reported unsettled	(503,533)	(7,921,151)
Retakaful share of claims reported unsettled	1,800,791	7,718,473
Net change in claims incurred but not reported	(2,201,167)	1,665,069
Net change in unallocated loss adjustment expenses	(154,616)	100,912
<b>Net claims incurred</b>	<b>(24,683,540)</b>	<b>(14,748,683)</b>
<b>Net takaful income</b>	<b>8,643,588</b>	<b>15,659,990</b>
Wakala fees	(16,619,768)	(18,524,422)
Investment income, net	284,407	217,513
Mudarib's share	(71,102)	(54,378)
<b>Net deficit from takaful operation for the period</b>	<b>(7,762,875)</b>	<b>(2,701,297)</b>



Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**31 CONSOLIDATED STATEMENT OF INCOME – ATTRIBUTABLE TO SHAREHOLDERS AND TAKAFUL OPERATIONS (continued)**

	<i>Three-month period ended 31 March</i>	
	<b>2022</b> <i>AED</i> <i>(Un-audited)</i>	<b>2021</b> <i>AED</i> <i>(Un-audited)</i>
<b>Attributable to shareholders</b>		
<b>Income</b>		
Investment income, net	1,297,068	(60,847)
Wakala fees from policyholders	16,619,768	18,524,422
Mudarib's share from policyholders	71,102	54,378
Other operating (expense) / income	-	(3,320)
	<u>17,987,938</u>	<u>18,514,633</u>
<b>Expenses</b>		
Policy acquisition cost	(7,788,774)	(4,709,277)
General and administrative expenses	(7,112,904)	(7,404,084)
Contribution from Qard Hassan to policyholders' fund	(2,999,611)	-
	<u>(17,901,289)</u>	<u>(12,113,361)</u>
Profit for the period for continuing operations	86,649	6,401,272
<b>Discontinued operations</b>		
Profit from discontinued operations	-	-
	<u>86,649</u>	<u>6,401,272</u>
<b>Profit for the period</b>	<b>86,649</b>	<b>6,401,272</b>
<b>Attributable to:</b>		
Shareholders of the parent	86,649	6,401,272
Non-controlling interests	-	-
	<u>86,649</u>	<u>6,401,272</u>
<b>Earnings per share</b>	<u><b>0.0004</b></u>	<u><b>0.0284</b></u>

Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

**32 CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME – ATTRIBUTABLE TO SHAREHOLDERS AND TAKAFUL OPERATIONS**

	<i>Three-month period ended 31 March</i>	
	<i>2022 AED (Un-audited)</i>	<i>2021 AED (Un-audited)</i>
<b>Attributable to policyholders:</b>		
Net deficit from takaful operation for the period	(7,762,875)	(2,701,297)
<b>Other comprehensive income</b>		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Changes in fair value of financial assets carried at fair value through other comprehensive income	1,200,195	(74,956)
<b>Total comprehensive loss for the period attributable to policyholders</b>	<b>(6,562,680)</b>	<b>(2,776,253)</b>
<b>Attributable to shareholders:</b>		
Profit for the period	86,649	6,401,272
<b>Other comprehensive income</b>		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Changes in fair value of financial assets carried at fair value through other comprehensive income	4,231,734	(179,544)
<b>Total comprehensive income for the period attributable to shareholders</b>	<b>4,318,383</b>	<b>6,221,728</b>
<b>Attributable to:</b>		
Shareholders of the parent	4,318,383	6,223,784
Non-controlling interests	-	(2,056)
	<b>4,318,383</b>	<b>6,221,728</b>

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 33 CONSOLIDATED STATEMENT OF FINANCIAL POSITION – TAKAFUL OPERATIONS’ ASSETS AND LIABILITIES (LIFE AND NON-LIFE)

	2022 Total	2022 Non-life	2022 Life	2021 Total	2021 Non-life	2021 Life
<b>TAKAFUL OPERATIONS’ ASSETS</b>						
Cash and cash equivalents	37,109,971	23,535,414	13,574,557	63,475,541	45,788,228	17,687,313
Wakala deposits with banks with original maturities of more than three months	3,000,000	3,000,000	-	63,475,541	45,788,228	17,687,313
Retakaful contract assets				3,000,000	3,000,000	-
Unearned contribution and unexpired risk reserves	27,655,282	23,735,421	3,919,861	27,536,803	23,808,467	3,728,336
Claims reported unsettled	65,605,772	62,393,772	3,212,000	63,804,981	61,651,145	2,153,836
Mathematical reserve	914,885	-	914,885	784,307	-	784,307
Claims incurred but not reported	30,946,438	28,491,668	2,454,770	31,996,117	28,690,155	3,305,962
Takaful receivables	58,599,987	52,993,772	5,606,215	50,103,381	47,584,214	2,519,167
Financial assets measured at fair value through other comprehensive income	14,905,670	14,905,670	-	13,705,475	13,705,475	-
Financial assets measured at fair value through profit and loss	841,572,490	924,631	840,647,859	864,124,067	867,895	863,256,172
Investment property	10,642,270	10,642,270	-	10,642,270	10,642,270	-
Due from shareholders						
<b>Total takaful operations’ assets</b>	<b>1,157,469,395</b>	<b>282,725,449</b>	<b>874,743,946</b>	<b>1,179,578,049</b>	<b>286,142,956</b>	<b>893,435,093</b>
<b>TAKAFUL OPERATIONS’ LIABILITIES</b>						
Trade and other Payables & Accruals	23,153,602	23,153,602	-	22,999,333	22,999,333	-
Takaful payables	63,663,834	45,291,978	18,371,856	59,067,328	47,056,612	12,010,716
Takaful contract liabilities:						
Unearned contribution and unexpired risk reserves	90,648,065	85,533,247	5,114,818	89,999,681	85,134,774	4,864,907
Claims reported unsettled	84,658,923	80,734,345	3,924,578	84,155,390	81,531,117	2,624,273
Mathematical reserve	2,660,386	-	2,660,386	2,470,951	-	2,470,951
Claims incurred but not reported	51,105,574	48,090,965	3,014,609	49,954,086	45,975,933	3,978,153
Unallocated loss adjustment expenses	3,828,171	3,765,315	62,856	3,673,555	3,617,085	56,470
Unit linked liabilities	840,647,859	-	840,647,859	863,256,172	-	863,256,172
Deferred discount	5,595,529	5,315,452	280,077	5,744,747	5,528,340	216,407
Amounts held under retakaful treaties	6,914,059	6,914,059	-	6,753,321	6,753,321	-
Due to shareholders	-	-	-	3,347,024	-	3,347,024
<b>Total takaful operations’ liabilities</b>	<b>1,172,876,002</b>	<b>298,798,963</b>	<b>874,077,039</b>	<b>1,191,421,588</b>	<b>298,596,515</b>	<b>892,825,073</b>
<b>TAKAFUL OPERATIONS’ DEFICIT</b>						
(Deficit) / surplus in takaful operations’ fund	(18,103,971)	(1,176,834)	(16,927,137)	(10,172,557)	4,931,803	(15,104,360)
Qard Hassan from shareholders	18,103,971	1,176,834	16,927,137	15,104,360	-	15,104,360
Retakaful placement provision	2,275,261	1,608,354	666,907	2,106,721	1,496,701	610,020
Takaful operations’ investments revaluation reserve	(17,681,868)	(17,681,868)	-	(18,882,063)	(18,882,063)	-
<b>Total (deficit) / surplus from takaful operations</b>	<b>(15,406,607)</b>	<b>(16,073,514)</b>	<b>666,907</b>	<b>(11,843,539)</b>	<b>(12,453,559)</b>	<b>610,020</b>
<b>Total takaful operations liabilities and deficit</b>	<b>1,157,469,395</b>	<b>282,725,449</b>	<b>874,743,946</b>	<b>1,179,578,049</b>	<b>286,142,956</b>	<b>893,435,093</b>

# Dubai Islamic Insurance & Reinsurance Company (AMAN) (P.J.S.C)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2022 ( Unaudited)

### 34 CONSOLIDATED STATEMENT OF INCOME - LIFE AND NON-LIFE

	Three month period ended 31 March 2022 (Un-audited)		Three month period ended 31 March 2021 (Un-audited)			
	TOTAL	NON-LIFE	LIFE	TOTAL	NON-LIFE	LIFE
Continuing operations						
Attributable to policyholders						
Takaful income	63,324,865	49,560,771	13,764,094	60,337,778	44,499,862	15,837,916
Gross takaful contributions	(33,707,589)	(22,330,147)	(11,377,442)	(32,088,978)	(18,587,832)	(13,501,146)
Retakaful share of gross takaful contributions						
Net takaful contributions	29,617,276	27,230,624	2,386,652	28,248,800	25,912,030	2,336,770
Net transfer to unearned contributions reserve	(529,905)	(471,519)	(58,386)	(3,927,113)	(3,436,127)	(490,986)
Net change in mathematical reserve	(58,857)	-	(58,857)	(160,553)	-	(160,553)
Net takaful contributions earned	29,028,514	26,759,105	2,269,409	24,161,134	22,475,903	1,685,231
Discount received on ceded retakaful	4,108,157	3,106,267	1,001,890	3,479,874	3,129,581	350,293
Policy fees	190,457	188,750	1,707	2,767,665	174,390	2,593,275
	33,327,128	30,054,122	3,273,006	30,408,673	25,779,874	4,628,799
Takaful expenses						
Gross claims settled	(33,340,051)	(31,527,707)	(1,812,344)	(32,426,743)	(26,849,601)	(5,577,142)
Retakaful share of gross claims settled	9,715,036	8,271,343	1,443,693	16,114,757	11,562,129	4,552,628
Net takaful claims	(23,625,015)	(23,256,364)	(368,651)	(16,311,986)	(15,287,472)	(1,024,514)
Change in provision for outstanding claims	(503,533)	796,772	(1,300,305)	(7,921,151)	(8,556,644)	635,493
Retakaful share of outstanding claims	1,800,791	742,627	1,058,164	7,718,473	8,060,352	(341,879)
Net change in incurred but not reported claims	(2,201,167)	(2,313,519)	112,352	1,665,069	1,776,941	(111,872)
Net change in unallocated loss adjustment expenses reserve	(154,616)	(148,230)	(6,386)	100,912	91,789	9,123
Net claims incurred	(24,683,540)	(24,178,714)	(504,826)	(14,748,683)	(13,915,034)	(833,649)
Net takaful income	8,643,588	5,875,408	2,768,180	15,659,990	11,864,840	3,795,150
Wakala fees	(16,619,768)	(12,085,699)	(4,534,069)	(18,524,422)	(12,012,051)	(6,512,371)
Investment income	284,407	284,407	-	217,513	217,513	-
Mudarib's share	(71,102)	(71,102)	-	(54,378)	(54,378)	-
Net (deficit) / surplus from takaful operation for the period	(7,762,875)	(5,996,986)	(1,765,889)	(2,701,297)	15,924	(2,717,221)