

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

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

**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED
30 SEPTEMBER 2021**

AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

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INDEPENDENT AUDITORS' REVIEW REPORT ON INTERIM CONDENSED FINANCIAL INFORMATION

The Shareholders
Amana 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 **Amana Cooperative Insurance Company** (the "Company") as at 30 September 2021 and the related interim condensed statements of income and comprehensive income for the three-month and nine-month periods then ended and interim condensed statements of changes in equity and cashflows for the nine-month period then ended and other explanatory notes (the "interim condensed financial information"). Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of interim financial information performed by the independent auditor of the entity", that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed 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, that are endorsed in the Kingdom of Saudi Arabia 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 information is not prepared, in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

We draw attention to Note 2 to the accompanying interim condensed financial information, which indicates, among other things, that as of 30 September 2021, the accumulated losses represent 95.04% (31 December 2020: 61.46%) of the Company's share capital. As of the same date, the Company's solvency has reached -37.78% (31 December 2020: 45%). These events and conditions indicate a material uncertainty on the Company's ability to continue as a going concern. However, the board of directors considered various strategic options, including capital restructuring, to ensure the Company's going concern. Among such strategic options, on 15 November 2020, the Company signed a Non-Binding Memorandum with Saudi Enaya Cooperative Insurance Co. ("Enaya") to assess the merger's feasibility and has signed a binding merger agreement with Enaya on 29 April 2021 to take the necessary steps to implement the merger under relevant applicable laws and regulations, subject to obtaining the required approvals and completion of regulatory formalities.

INDEPENDENT AUDITORS' REVIEW REPORT ON INTERIM CONDENSED FINANCIAL INFORMATION (continued)

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN (continued)

Based on the above, the Company's management has assessed its ability to continue as a going concern considering the completion of merger activities and capital restructuring options thereafter and is satisfied that the Company's operations shall continue for the foreseeable future under the normal course of business. Accordingly, the interim condensed financial information has been prepared on the going concern basis.

Our conclusion is not qualified in respect of this matter.

For Al-Bassam & Co.

P.O. Box 69658
Riyadh 11457
Kingdom of Saudi Arabia

Ibrahim A. Al-Bassam
Certified Public Accountant
License No. 520/11/323

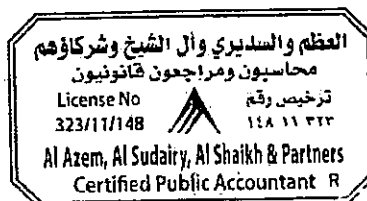


Al Azem & Al Sudairy, Al Shaikh & Partners
Certified Public Accountants
P.O. Box 10504
Riyadh 11443
Kingdom of Saudi Arabia

Abdullah M. Al Azem
Certified Public Accountant
License No. 335

Date: 09 November 2021

Corresponding to: 04 Rabi ul Thani 1443H

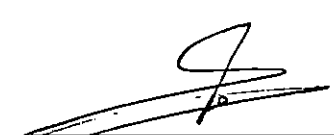


**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**

	Note	As at 30 September 2021 (Unaudited)	As at 31 December 2020 (Audited)
		SR '000	SR '000
ASSETS			
Cash and cash equivalents	4	79,609	133,983
Short term deposits	5	40,000	40,000
Premiums and reinsurers' receivable - net	6	104,869	129,207
Reinsurers' share of unearned premiums	9(b)	1,653	2,056
Reinsurers' share of outstanding claims	9(a)	2,513	11,763
Reinsurers' share of claims incurred but not reported	9(a)	2,277	2,701
Deferred policy acquisition costs	9(d)	9,817	11,010
Available-for-sale investments	7	15,260	12,872
Held-to-maturity investments	7	49,347	49,045
Prepayments and other assets		18,744	21,511
Property and equipment		6,540	5,976
Intangible assets		671	900
Statutory deposit	13	19,500	36,000
Accrued commission income on statutory deposit	13	2,968	2,876
TOTAL ASSETS		353,768	459,900
LIABILITIES			
Policyholders claims payable		1,430	1,284
Accrued expenses and other liabilities		51,890	73,081
Reinsurance balances payable		15,839	22,550
Unearned premiums	9(b)	139,933	141,100
Unearned reinsurance commission	9(c)	267	456
Outstanding claims	9(a)	25,162	35,661
Claims incurred but not reported	9(a)	68,963	58,148
Premium deficiency reserve	9(a)	22,822	15,712
Other technical reserve	9(a)	5,655	4,795
Employees' end-of-service benefits		6,206	4,546
Surplus distribution payable		779	779
Provision for zakat and income tax	10	3,272	6,673
Accrued commission income payable to SAMA	13	2,968	2,876
TOTAL LIABILITIES		345,186	367,661
EQUITY			
Share capital	11	130,000	240,000
Accumulated losses		(123,548)	(147,503)
Actuarial loss on end-of-service benefits		(1,743)	(1,743)
Fair value reserve for available-for-sale investments		3,873	1,485
TOTAL EQUITY		8,582	92,239
TOTAL LIABILITIES AND EQUITY		353,768	459,900
Commitments and contingencies	12		

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


Finance Manager

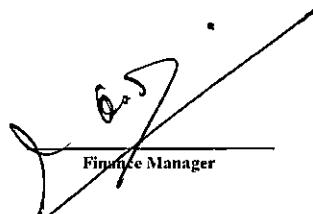

Board Member

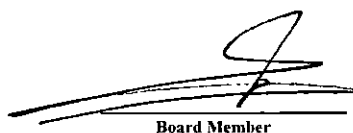

Chief Executive Officer

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF INCOME**

		For the three-month period ended		For the nine-month period ended	
	Note	30 September 2021 (Unaudited)	30 September 2020 (Unaudited)	30 September 2021 (Unaudited)	30 September 2020 (Unaudited)
		SR '000	SR '000	SR '000	SR '000
REVENUES					
Gross premiums written	9(b)	64,854	103,720	231,761	272,608
Reinsurance premiums ceded	9(b)	(938)	(714)	(3,599)	(4,985)
Excess of loss expenses	9(b)	(11,940)	(15,368)	(38,715)	(27,346)
Net premiums written		51,976	87,638	189,447	240,277
Changes in unearned premiums - net		10,689	(24,825)	764	(68,830)
Net premiums earned		62,665	62,813	190,211	171,447
Reinsurance commissions	9(c)	232	394	854	1,626
Other underwriting income		10	1,354	706	10,671
NET REVENUES		62,907	64,561	191,771	183,744
UNDERWRITING COSTS AND EXPENSES					
Gross claims paid		(78,086)	(60,742)	(234,169)	(156,567)
Reinsurers' share of claims paid		17,214	(6,393)	47,945	28,076
Net claims paid		(60,872)	(67,135)	(186,224)	(128,491)
Changes in outstanding claims		6,253	(438)	10,499	(1,296)
Changes in reinsurers' share of outstanding claims		(9,520)	(713)	(9,250)	(187)
Changes in claims incurred but not reported		1,081	(4,658)	(10,815)	(16,710)
Changes in reinsurers' share of claims incurred but not reported		245	422	(424)	(1,006)
Net claims incurred		(62,813)	(72,522)	(196,214)	(147,690)
Changes in premium deficiency reserve		457	(9,754)	(7,110)	(6,324)
Changes in other technical reserves		(603)	7,307	(860)	7,104
Policy acquisition costs	9(d)	(5,615)	(6,640)	(17,896)	(17,816)
Inspection and supervision fees		(4,324)	(3,045)	(15,575)	(9,967)
TOTAL UNDERWRITING COSTS AND EXPENSES		(72,898)	(84,654)	(237,655)	(174,695)
NET UNDERWRITING (LOSS) / INCOME		(9,991)	(20,093)	(45,884)	9,051
OTHER OPERATING EXPENSES					
Allowance for doubtful debts	6	117	(1,969)	308	(3,532)
General and administrative expenses		(16,538)	(10,035)	(46,790)	(33,726)
Dividends and investment income		1,298	1,409	4,352	4,704
TOTAL OTHER OPERATING EXPENSES - NET		(15,123)	(10,595)	(42,130)	(32,554)
Total loss for the period before zakat		(25,114)	(30,688)	(88,014)	(23,503)
Zakat (charge) / reversal	10	(397)	(293)	2,557	(1,149)
Total loss for the period after zakat		(25,511)	(30,981)	(85,457)	(24,652)
Income attributed to the insurance operations		-	-	-	-
Net loss attributable to the shareholders after zakat		(25,511)	(30,981)	(85,457)	(24,652)
		(Restated)		(Restated)	
Loss per share - basic and diluted for the period - adjusted (SR)	14	(1.96)	(2.38)	(6.57)	(1.90)
Weighted average number of shares in issue throughout the period - adjusted	14	13,000	13,000	13,000	13,000

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


Finance Manager

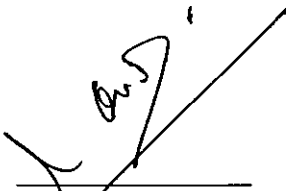

Board Member



Chief Executive Officer

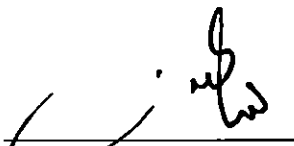
AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

Note	For the three-month period ended		For the nine-month period ended	
	30 September 2021 (Unaudited)	30 September 2020 (Unaudited)	30 September 2021 (Unaudited)	30 September 2020 (Unaudited)
	SR '000		SR '000	
Net loss after zakat	(25,511)	(30,981)	(85,457)	(24,652)
Other comprehensive income:				
<i>Items that may be reclassified to statements of income in subsequent years</i>				
- Change in fair value of available-for-sale investments	221	529	2,388	1,451
Total comprehensive loss	(25,290)	(30,452)	(83,069)	(23,201)
Total comprehensive loss attributable to the insurance operations	-	-	-	-
Net comprehensive loss attributable to the shareholders	(25,290)	(30,452)	(83,069)	(23,201)

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


Finance Manager

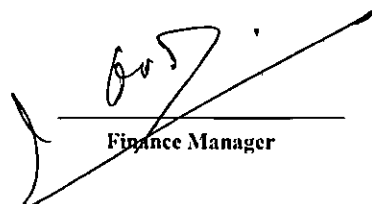

Board Member

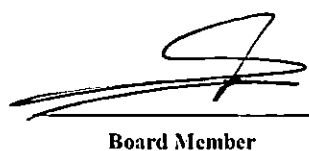

Chief Executive Officer

AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

Note	Share capital	Accumulated losses	Actuarial loss on end-of-service benefits	Fair value reserve for available-for-sale investments	Total
			SR '000		
Balance as at 01 January 2021 (Audited)	240,000	(147,503)	(1,743)	1,485	92,239
Comprehensive income for the period:					
Change in fair value of available-for-sale investments	7	-	-	2,388	2,388
Total loss for the period attributable to the shareholders	-	(85,457)	-	-	(85,457)
Total comprehensive loss for the period	-	(85,457)	-	2,388	(83,069)
Capital Reduction	(110,000)	110,000	-	-	-
Transaction cost for Capital Reduction	-	(588)	-	-	(588)
Balance as at 30 September 2021 (Unaudited)	130,000	(123,548)	(1,743)	3,873	8,582

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


Finance Manager

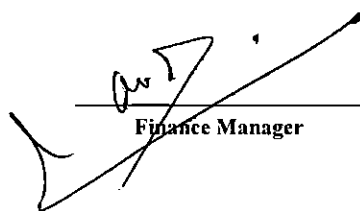

Board Member

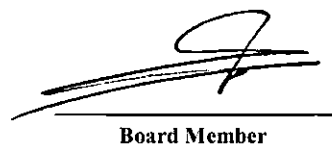

Chief Executive Officer

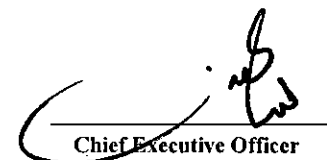
**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021**

Note	Share capital	Accumulated losses	Actuarial loss on end-of-service benefits	Fair value reserve for available-for-sale	Total
	SR '000				
Balance as at 01 January 2020 (Audited)	240,000	(85,666)	(539)	3,060	156,855
Comprehensive income for the period:					
Change in fair value of available-for-sale investments	-	-	-	1,451	1,451
Total loss for the period attributable to the shareholders	-	(24,652)	-	-	(24,652)
Total comprehensive loss for the period	-	(24,652)	-	1,451	(23,201)
Balance as at 30 September 2020 (Unaudited)	240,000	(110,318)	(539)	4,511	133,654

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


Finance Manager


Board Member


Chief Executive Officer

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS**

		For the nine-month period ended	
	Note	30 September 2021 (Unaudited) SR '000	30 September 2020 (Unaudited) SR '000
CASH FLOWS FROM OPERATING ACTIVITIES			
Total loss before zakat and income tax		(88,014)	(23,503)
Adjustments for non-cash items:			
Depreciation		1,104	1,005
Amortization		280	254
(Reversal of) / allowance for doubtful debts	6	(308)	3,532
Amortization of held-to-maturity investments	7	(302)	(303)
Provision for employees' end-of-service benefits		2,028	1,379
		(85,212)	(17,636)
Changes in operating assets and liabilities:			
Premiums and reinsurers' receivable		24,646	(84,330)
Reinsurers' share of unearned premiums		403	1,842
Reinsurers' share of outstanding claims		9,250	187
Reinsurers' share of claims incurred but not reported		424	1,006
Deferred policy acquisition costs		1,193	(5,800)
Prepayment and other assets		2,767	(2,066)
Policyholders claims payable		146	(211)
Accrued expenses and other liabilities		(21,191)	17,210
Reinsurers' balances payable		(6,711)	(7,986)
Unearned premiums		(1,167)	66,988
Unearned reinsurance commission		(189)	(340)
Outstanding claims		(10,499)	1,296
Claims incurred but not reported		10,815	16,710
Premium deficiency reserve		7,110	6,324
Other technical reserves		860	(7,104)
		(67,355)	(13,910)
Employees' end-of-service benefits paid		(368)	(1,518)
Zakat and income tax paid	10	(844)	-
Net cash used in operating activities		(68,567)	(15,428)
CASH FLOWS FROM INVESTING ACTIVITIES			
Short term deposits		-	35,619
Purchase of property and equipment		(1,719)	(2,560)
Purchase of intangibles		-	(161)
Purchase of long term deposit		-	(10,000)
Change in statutory deposit		16,500	-
Net cash generated from investing activities		14,781	22,898
CASH FLOWS FROM FINANCING ACTIVITIES			
Transaction cost for capital reduction		(588)	-
Net cash used in financing activities		(588)	-
Net change in cash and cash equivalents		(54,374)	7,470
Cash and cash equivalents at the beginning of the period		133,983	44,515
Cash and cash equivalents at the end of the period		79,609	51,985
Supplemental non-cash information:			
Transfer from capital work in progress to property and equipment		-	480
Changes in fair values of available-for-sale investments - net	7	2,388	1,451
		2,388	1,931

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


Finance Manager


Board Member


Chief Executive Officer

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021**

1 ORGANIZATION AND PRINCIPAL ACTIVITIES

Amana Cooperative Insurance Company (the "Company") is a Saudi joint stock company established in Riyadh, Kingdom of Saudi Arabia by Royal Decree Number M/35 dated Jumada Al-Akher 3, 1431 H (corresponding to May 17, 2010), and registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010288711 dated Jumada Al-Akher 10, 1431 H (corresponding to May 24, 2010). The Company's head office is at Salah-uddin Al-Ayubi Street P.O. Box 27986, Riyadh 11427, Kingdom of Saudi Arabia.

The objective of the Company is to engage in providing insurance services in accordance with its Articles of Association and By-laws and the applicable regulations in the Kingdom of Saudi Arabia.

On 31 July 2003, corresponding to 2 Jumada II 1424H, the Law on the Supervision of Cooperative Insurance Companies ("Insurance Law") was promulgated by Royal Decree Number (M/32). During March 2008, the Saudi Central Bank ("SAMA"), as the principal authority responsible for the application and administration of the Insurance Law and its Implementing Regulations, granted the Company a license to transact insurance activities in the Kingdom of Saudi Arabia.

It was approved to update the Company's by-laws to comply with the new companies' regulations, issued by royal decree no.m/3 on 28/01/1437 H and this is as per the extraordinary general assembly meeting on 23/09/1438 H, corresponding June 18, 2017.

2 BASIS OF PREPARATION

(a) Basis of presentation and measurement

The interim condensed financial information (interim condensed financial statements) of the Company as at and for the period ended 30 September 2021 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" (IAS 34) as endorsed in Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization of Chartered and Professional Accountants ("SOCPA").

The interim condensed financial statements 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 employees end-of-service benefits at present value.

The Company presents its interim condensed statement of financial position in order of liquidity. As required by the Saudi Arabian Insurance Regulations, the Company maintains separate books of accounts for Insurance Operations and Shareholders' Operations and presents the interim condensed financial statements accordingly (note 18). Assets, liabilities, revenues and expenses clearly attributable to either activity are recorded in the respective accounts. The basis of allocation of expenses from joint operations is determined and approved by the management and the Board of Directors.

The interim condensed statements of financial position, income, other comprehensive income and cash flows of the insurance operations and shareholders operations which are presented in note 18 of these interim condensed financial statements have been provided as supplementary interim condensed financial information to comply with the requirements of the guidelines issued by SAMA implementing regulations and is not required under IFRSs. SAMA implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders operations. Accordingly, the interim condensed statement of financial position, interim condensed statement of income, interim condensed statement of comprehensive income and interim condensed statement of cash flows prepared for the insurance operations and shareholders operations as referred to above, reflect only the assets, liabilities, income, expenses and comprehensive gains or losses of the respective operations.

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021**

2 BASIS OF PREPARATION (CONTINUED)

(a) Basis of presentation and measurement (continued)

In preparing the Company-level financial statements in compliance with IFRSs, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Inter-operation balances and transactions 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 statements 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

(b) Functional and presentation currency

The interim condensed financial statements have been prepared in Saudi Arabian Riyals (SR), which is also the functional currency of the Company. All financial information presented in SR has been rounded off to the nearest thousand, unless otherwise stated.

(c) Critical accounting judgments, estimates and assumptions

The preparation of interim condensed financial statements 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 interim condensed financial statements, 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 31 December 2020.

Going concern

The Company's accumulated losses as of 30 September 2021 are 95.04% (31 December 2020: 61.46%) of the Company's share capital, and as of the same date, the Company's solvency has reached -37.78% (31 December 2020: 45%). These events and conditions indicate a material uncertainty on the Company's ability to continue as a going concern. However, the board of directors considered various strategic options, including capital restructuring, to ensure the Company's going concern. Among such strategic options, on 15 November 2020, the Company has signed a Non-Binding Memorandum with Saudi Enaya Cooperative Insurance Co. ("Enaya") to assess the merger's feasibility. It has signed a binding merger agreement with Enaya on 29 April 2021 to take the necessary steps to implement the merger under relevant applicable laws and regulations and has obtained the no-objection certificate for merger with Enaya Cooperative Insurance Co. from the General Authority of Competition "GAC" on 14 July 2021. The approval from SAMA, the Capital Market Authority ("CMA"), the Saudi Stock Exchange Company ("Tadawul"), and approvals from the extraordinary general meeting of both the Companies are in process.

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021**

2 BASIS OF PREPARATION (CONTINUED)

(c) Critical accounting judgments, estimates and assumptions (continued)

Going concern (continued)

Further, on 23 May 2021, the Company reduced its share capital from SR 240 million to SR 130 million to absorb the accumulated losses after completing the regulatory requirements as per the Capital Market Law and its Implementing Regulations. Based on the above, the management is satisfied that the Company will continue as a going concern in the foreseeable future.

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

(a) Significant accounting policies

The significant accounting 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 2020.

(b) 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 2022 for companies whose activities are predominantly connected with insurance. In line with other insurance companies in the Kingdom of Saudi Arabia, the Company deferred the application of IFRS 9 till 1 January 2023 to match with the adoption of IFRS 17.

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 2023. 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. The Company is in the process of assessing the impact of IFRS 17.

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4 CASH AND CASH EQUIVALENTS

	30 September 2021 (Unaudited)			31 December 2020 (Audited)		
	Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
	SR '000			SR '000		
Cash at bank	60,490	19,098	79,588	35,591	17,755	53,346
Cash in hand	21	-	21	76	-	76
Deposits maturing within 3 months from acquisition	-	-	-	-	80,561	80,561
	60,511	19,098	79,609	35,667	98,316	133,983

All bank balances and deposits are placed with SAMA regulated local banks with sound credit ratings under Standard and Poor's and Moody's rating methodology. The deposits earn commission at an average rate of 0.55% per annum as at 30 September 2021 (31 December 2020: 0.78%)

5 SHORT TERM DEPOSITS

Short term deposits are placed with local banks with an original maturity of more than three months from the date of acquisition and earning profit at an average rate 4.98% per annum (31 December 2020: 4.22% per annum). Further, these deposits have maturities maximum up to 16 November 2021. The carrying amounts of short term deposits reasonably approximate their fair values at the reporting date.

Short term deposits are placed with counterparties with sound credit ratings under Standard and Poor's and Moody's ratings methodology.

6 PREMIUMS AND REINSURERS' RECEIVABLE - NET

	Note	30 September 2021 (Unaudited) SR '000	31 December 2020 (Audited) SR '000
Receivables comprise of the amounts due from the following:			
Policyholders		51,766	56,484
Brokers and agents		57,740	76,641
Related parties	16	2,398	3,746
Receivables from reinsurers		42,775	42,454
		154,679	179,325
Less: provision for doubtful receivables		(49,810)	(50,118)
Premiums and reinsurers' receivable – net		104,869	129,207

The movement in the provision for doubtful receivables is as follows:

Opening balance	50,118	26,938
(Reversal) / charge made during the period / year	(308)	23,180
Closing balance	49,810	50,118

7 INVESTMENTS

Investments are classified as follows:

	30 September 2021 (Unaudited)			31 December 2020 (Audited)		
	Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
	SR '000			SR '000		
Available-for-sale investments	1,923	13,337	15,260	1,923	10,949	12,872
Held-to-maturity investments	-	49,347	49,347	-	49,045	49,045
	1,923	62,684	64,607	1,923	59,994	61,917

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7 INVESTMENTS (CONTINUED)

7.1 Available-for-sale investment in insurance operation represents the Company's shareholding in Najm for insurance services company ("Najm") which is 3.85% (31 December 2020: 3.85%) of Najm's capital amounting to SR 1.92 million (31 December 2020: SR 1.92 million).

7.2 Investments for shareholders' operations comprised as follows:

		30 September 2021 (Unaudited)	31 December 2020 (Audited)
	Note	SR '000	SR '000
Available-for-sale investments - Listed shares and REIT Funds (Domestic)	7.4	13,337	10,949
Held-to-maturity investments - Debt instruments (Domestic)	7.3	44,150	44,035
Held-to-maturity investments - Debt instruments (International)	7.3	5,197	5,010
		62,684	59,994

7.3 The investment represents sukuks earning average profit at a rate of 4.13% per annum (31 December 2020: 3.40% per annum) having maturities up to 20 April 2027.

7.4 The movements in available-for-sale investments for shareholders' operations are as follows:

	30 September 2021 (Unaudited)	31 December 2020 (Audited)
	SR '000	SR '000
Opening balance	10,949	17,375
Disposals at cost	-	(4,851)
Change in fair value of available-for-sale investments	2,388	648
Transferred from fair value reserve to income for the period / year	-	(2,223)
Closing balance	13,337	10,949

7.5 The movements in held-to-maturity investments for shareholders' operations are as follows:

	30 September 2021 (Unaudited)	31 December 2020 (Audited)
	SR '000	SR '000
Opening balance	49,045	48,640
Amortization for the period / year	302	405
Closing balance	49,347	49,045

7.6 There was no movement in the investments pertaining to insurance operations.

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 the 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

(a) Determination of fair value and fair value hierarchy

The Company uses the following hierarchy for determining 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 the similar assets and liabilities or other valuation techniques for which all significant inputs are based on the observable market data; and
- Level 3 - valuation techniques for which any significant input is not based on the observable market data.

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8 FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

(b) Carrying amounts and fair value

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for the financial instruments measured at fair value. It does not include fair value information for the financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value.

30 September 2021 (Unaudited)				
Carrying value	Level 1	Level 2	Level 3	Total
SR '000	SR '000	SR '000	SR '000	SR '000
<u>Available for sale investments</u>				
- Shares and REIT Funds	15,260	13,337	-	1,923
	15,260	13,337	-	1,923
31 December 2020 (Audited)				
Carrying value	Level 1	Level 2	Level 3	Total
SR '000	SR '000	SR '000	SR '000	SR '000
<u>Available for sale investments</u>				
- Shares and REIT Funds	12,872	10,949	-	1,923
	12,872	10,949	-	1,923

There were no transfers between the Levels during the nine-month period ended 30 September 2021 and the year ended 31 December 2020.

(c) Measurement of fair value

Available-for-sale investment at level 3 represents unquoted securities amounted to SR 1.92 million in respect of the Company's share in the capital of Najm. As at 30 September 2021 and 31 December 2020, the investment has not been measured at fair value in the absence of active market or other means of measuring their fair value reliably. However, the management believes that there is no major difference between the carrying value and fair value of the investment.

9 TECHNICAL RESERVES

(a) Net Outstanding Claims and Reserves

	30 September 2021 (Unaudited)	31 December 2020 (Audited)
	SR '000	SR '000
Outstanding claims	25,162	35,661
Claims incurred but not reported	68,963	58,148
Premium deficiency reserve	22,822	15,712
Other technical reserves	5,655	4,795
	122,602	114,316
Less:		
Reinsurers' share of outstanding claims	(2,513)	(11,763)
Reinsurers' share of claims incurred but not reported	(2,277)	(2,701)
	(4,790)	(14,464)
Net outstanding claims and other reserves	117,812	99,852

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9 TECHNICAL RESERVES (CONTINUED)

(b) Movement in unearned premiums	30 September 2021 (Unaudited)			31 December 2020 (Audited)		
	Gross	Reinsurance	Net	Gross	Reinsurance	Net
	SR '000			SR '000		
Opening balance	141,100	(2,056)	139,044	100,911	(4,866)	96,045
Premiums written during the period / year	231,761	(3,599)	228,162	329,519	(5,361)	324,158
Excess of loss expense	-	(38,715)	(38,715)	-	(44,637)	(44,637)
Premiums earned during the period / year	(232,928)	42,717	(190,211)	(289,330)	52,808	(236,522)
Closing balance	139,933	(1,653)	138,280	141,100	(2,056)	139,044

(c) Unearned reinsurance commission	30 September 2021 (Unaudited)	31 December 2020 (Audited)
	SR '000	SR '000
Opening balance	456	1,057
Reinsurance commission received during the period / year	665	1,391
Reinsurance commission earned during the period / year	(854)	(1,992)
Closing balance	267	456

(d) Movement in deferred policy acquisition costs

Opening balance	11,010	8,328
Incurred during the period / year	16,703	27,523
Amortized during the period / year	(17,896)	(24,841)
Closing balance	9,817	11,010

10 PROVISION FOR ZAKAT AND INCOME TAX

Opening balance	6,673	2,859
Charge for the period / year	204	822
(Reversal) / charge for prior periods / year	(2,761)	3,742
	(2,557)	4,564
Paid during the period / year	(844)	(750)
Closing balance	3,272	6,673

The Company has filed its zakat return to Zakat, Tax and Customs Authority upto the year 2020. All the assessments up to the year 2016 have been settled, and a final certificate has been obtained. During the year 2020, Zakat, Tax and Customs Authority issued zakat assessment for the years 2017 and 2018, amounting to SR 6.2 million. The Company has filed objection against the assessment and the management believes that there is a high probability that the liability can be reduced to SR 3.7 million. On 4 May 2020, the Company also received assessments along with penalties in respect of Value Added Tax ("VAT") for the years 2018 and 2019 amounting to SR 1.6 million. The Company objected to the penalties which have been reversed by them and are under process for refund.

11 SHARE CAPITAL

As at 31 December 2020, the authorized, subscribed and paid up share capital of the Company was SR 240 million, divided into 24 million shares of SR 10 each. On 07 December 2020, the Board of Directors had recommended reducing the Company's share capital from SR 240 million to SR 130 million divided into 13 million shares by off-setting with accumulated losses. In an extra-ordinary general meeting (second meeting) held on 11th Shawwal, 1442H corresponding to 23 May 2021, the shareholders' of the Company approved the reduction and the required changes in the Company by-laws relating to this reduction. Accordingly, the share capital and accumulated losses have been reduced by SR 110 million. The purpose of capital reduction is to restructure the capital position of the Company in order to meet the compliance with the Companies Law. There was no impact of capital reduction on the Company's financial obligations.

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12 COMMITMENTS AND CONTINGENCIES

(a) The Company's commitments and contingencies are as follows:

	30 September 2021 (Unaudited) SR '000	31 December 2020 (Audited) SR '000
Capital work in progress	2,702	3,829

(b) The Company operates in insurance industry and is subject to legal proceedings in the normal course of business. While it is not possible to forecast or determine the final results of all pending or threatened legal proceedings, the management does not believe that such proceedings (including litigations) will have a material effect on its results and financial position.

13 STATUTORY DEPOSIT

Statutory deposit represents 15% of the paid up capital of the Company which is maintained with local bank designated by SAMA in accordance with the Cooperative Insurance Companies Control Law for insurance companies. The Company, on 27 July 2021, obtained approval from SAMA to withdraw SR 16.50 million from the statutory deposit.

Accrued interest on the statutory deposits amounting to SR 2.97 million (31 December 2020: SR 2.88 million) has been presented in the interim condensed statement of financial position.

14 LOSS PER SHARE

Basic and diluted loss per share for the period have been calculated by dividing the total net loss for the period by the weighted average number of shares in issue throughout the period.

	Note	30 September 2021 (Unaudited) SR '000	30 September 2020 (Unaudited) (Restated) SR '000
Net loss for the period (SR '000)		(85,457)	(24,652)
Weighted average number of shares throughout the period (thousands)	14.2	13,000	13,000
Basic and diluted loss per share		(6.57)	(1.90)

14.1 The weighted average number of shares for the periods ended 30 September 2021 and 30 September 2020 have been arrived at by taking the effect of reduction in the share capital.

14.2 Movement during the period

	In thousands
Number of issued shares as at 01 January 2021	24,000
Number of shares cancelled during the period	(11,000)
Weighted average number of shares as at 30 September 2021	13,000

15 CAPITAL MANAGEMENT

The Company manages its capital to ensure that it is able to continue as going concern and comply with the SAMA's capital requirements while maximizing the return to stakeholders through the optimization of the debt and equity balance. The capital structure of the Company consists of equity attributable to shareholders comprising paid capital and accumulated deficit.

The Company maintains its capital as per guidelines laid out by SAMA in Article 66 table 3 and 4 of the Implementing Regulations detailing the solvency margin required to be maintained. According to the article, the Company shall maintain solvency margin equivalent to the highest of the following three methods as per SAMA Implementing Regulations:

- Minimum Capital Requirement of SAR 100 million
- Premium Solvency Margin
- Claims Solvency Margin

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

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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 year and the related balances:

DUE FROM RELATED PARTIES

	<i>Amounts of transactions</i>		<i>Balances as at</i>	
	30 September 2021 (Unaudited) SR '000	30 September 2020 (Unaudited) SR '000	30 September 2021 (Unaudited) SR '000	31 December 2020 (Audited) SR '000
<i>Entities controlled, jointly controlled or significantly influenced by related parties</i>				
El Seif companies group				
- Insurance premium written	5,139	27,494	2,022	3,304
- Paid claims	358	12,230	-	-
	<u>5,497</u>	<u>39,724</u>	<u>2,022</u>	<u>3,304</u>
El Tukhy companies group				
- Insurance premium written	-	-	356	356
- Paid claims	-	-	-	-
	<u>-</u>	<u>-</u>	<u>356</u>	<u>356</u>
Al Durra Al Raeda Co				
- Insurance premium written	44	-	20	71
- Paid claims	-	-	-	-
	<u>44</u>	<u>-</u>	<u>20</u>	<u>71</u>
Abdulrahman Al Sakran				
- Insurance premium written	15	-	-	-
- Paid claims	-	-	-	-
	<u>15</u>	<u>-</u>	<u>-</u>	<u>-</u>
Naif Al Sudairy				
- Insurance premium written	-	-	-	15
- Paid claims	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>15</u>
Globe-Med				
- Volume rebate	-	-	8,500	7,500
	<u>-</u>	<u>-</u>	<u>8,500</u>	<u>7,500</u>
Total	<u>5,556</u>	<u>39,724</u>	<u>10,898</u>	<u>11,246</u>
Less: provision for doubtful receivables			(492)	(304)
Due from related parties, net			<u>10,406</u>	<u>10,942</u>

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16 RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

The movement in the provision for doubtful receivables regarding related parties was as following:

	30 September 2021 (Unaudited) SR '000	31 December 2020 (Audited) SR '000
Opening balance	304	408
Charge / (reversal) during the period / year	188	(104)
Closing balance	<u>492</u>	<u>304</u>

DUE TO RELATED PARTIES

	Amounts of transactions		Balances as at	
	30 September 2021 (Unaudited) SR '000	30 September 2020 (Unaudited) SR '000	30 September 2021 (Unaudited) SR '000	31 December 2020 (Audited) SR '000
Board of Directors & related committee				
Bonus and other allowances	1,119	874	1,199	1,563
Globe-Med (Group entity)				
Administration fees for handling medical claims and others	4,666	8,665	1,685	356
	<u>5,785</u>	<u>9,539</u>	<u>2,884</u>	<u>1,919</u>

Key management personnel are persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly and comprise top management executives including the Chief Executive Officer, and the Chief Operating Officer of the Company.

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

	30 September 2021 (Unaudited) SR '000	30 September 2020 (Unaudited) SR '000
Salaries and other allowances	2,214	3,016
End of service indemnities	106	226
	<u>2,320</u>	<u>3,242</u>

17 SEGMENT INFORMATION

Consistent with the Company's internal reporting process, insurance operating segments have been approved by the 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. Accordingly, they are included in unallocated expenses or income.

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17 SEGMENT INFORMATION (CONTINUED)

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 employees' end-of-service benefits, and reinsurance balances payable, accrued expenses and other liabilities and surplus distribution payable to policyholders. Accordingly they are included in unallocated liabilities.

	For the three-month period ended 30 September 2021 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Revenues							
Gross premiums written							
- Corporate	6,495	2,378	1,155	-	10,028	-	10,028
- Medium	6,355	164	240	-	6,759	-	6,759
- Small	7,874	385	96	-	8,355	-	8,355
- Very small	15,722	1,565	1	-	17,288	-	17,288
- Individual	1,750	20,674	-	-	22,424	-	22,424
	38,196	25,166	1,492	-	64,854	-	64,854
Reinsurance premiums ceded							
- Local	-	-	-	-	-	-	-
- International (includes premium ceded through local broker)	-	-	(938)	-	(938)	-	(938)
	-	-	(938)	-	(938)	-	(938)
Excess of loss expenses	(11,196)	(669)	(75)	-	(11,940)	-	(11,940)
Net premiums written	27,000	24,497	479	-	51,976	-	51,976
Changes in unearned premiums - net	7,022	3,710	(43)	-	10,689	-	10,689
Net premiums earned	34,022	28,207	436	-	62,665	-	62,665
Reinsurance commissions	-	-	232	-	232	-	232
Other underwriting income	5	-	5	-	10	-	10
Net revenues	34,027	28,207	673	-	62,907	-	62,907

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17 SEGMENT INFORMATION (CONTINUED)

	For the three-month period ended 30 September 2021 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Underwriting costs and expenses							
Gross claims paid	(42,701)	(26,207)	(9,178)	-	(78,086)	-	(78,086)
Reinsurers' share of claims paid	9,408	(45)	7,851	-	17,214	-	17,214
Net claims paid	(33,293)	(26,252)	(1,327)	-	(60,872)	-	(60,872)
Changes in outstanding claims	(2,636)	(4)	8,893	-	6,253	-	6,253
Changes in reinsurers' share of outstanding claims	122	(2,116)	(7,526)	-	(9,520)	-	(9,520)
Changes in claims incurred but not reported	4,501	(4,115)	695	-	1,081	-	1,081
Changes in reinsurers' share of claims incurred but not reported	(2)	85	162	-	245	-	245
Net claims incurred	(31,308)	(32,402)	897	-	(62,813)	-	(62,813)
Changes in premiums deficiency reserve	2,075	(1,618)	-	-	457	-	457
Changes in other technical reserves	16	(104)	(515)	-	(603)	-	(603)
Policy acquisition costs	(3,869)	(1,595)	(151)	-	(5,615)	-	(5,615)
Inspection and supervision fees	(2,116)	(2,146)	(62)	-	(4,324)	-	(4,324)
Total underwriting costs and expenses	(35,202)	(37,865)	169	-	(72,898)	-	(72,898)
Net underwriting (loss) / income	(1,175)	(9,658)	842	-	(9,991)	-	(9,991)

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17 SEGMENT INFORMATION (CONTINUED)

	For the three-month period ended 30 September 2021 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Other operating (expenses) / income							
Reversal of allowance for doubtful debts	-	-	-	117	117	-	117
General and administrative expenses	-	-	-	(15,244)	(15,244)	(1,294)	(16,538)
Investment income	-	-	-	-	-	1,298	1,298
Total other operating (expenses) / income	-	-	-	(15,127)	(15,127)	4	(15,123)
Total (loss) / income before zakat	(1,175)	(9,658)	842	(15,127)	(25,118)	4	(25,114)
Zakat charge	-	-	-	-	-	(397)	(397)
Net (loss) / income after zakat	(1,175)	(9,658)	842	(15,127)	(25,118)	(393)	(25,511)
Total income for the period attributed to the insurance operations	-	-	-	-	-	-	-
Deficit / (surplus) transferred to shareholders	1,175	9,658	(842)	15,127	25,118	(25,118)	-
Net loss attributable to the shareholders after zakat	-	-	-	-	-	(25,511)	(25,511)

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17 SEGMENT INFORMATION (CONTINUED)

	For the three-month period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Revenues							
Gross premiums written							
- Corporate	11,983	-	-	-	11,983	-	11,983
- Medium	14,024	350	452	-	14,826	-	14,826
- Small	3	2,477	233	-	2,713	-	2,713
- Very small	16,118	1,401	388	-	17,907	-	17,907
- Individual	55,883	408	-	-	56,291	-	56,291
Gross premiums written	98,011	4,636	1,073	-	103,720	-	103,720
Reinsurance premiums ceded							
- Local	-	-	(43)	-	(43)	-	(43)
- International (includes premium ceded through local broker)	-	-	(671)	-	(671)	-	(671)
Excess of loss expenses	(14,994)	(316)	(58)		(15,368)	-	(15,368)
Net premiums written	83,017	4,320	301	-	87,638	-	87,638
Changes in unearned premiums - net	(25,504)	(243)	922		(24,825)	-	(24,825)
Net premiums earned	57,513	4,077	1,223	-	62,813	-	62,813
Reinsurance commissions	-	-	394		394	-	394
Other underwriting income	1,332	-	22		1,354	-	1,354
Net revenues	58,845	4,077	1,639	-	64,561	-	64,561

AMANA COOPERATIVE INSURANCE COMPANY
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17 SEGMENT INFORMATION (CONTINUED)

	For the three-month period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Underwriting costs and expenses							
Gross claims paid	(59,158)	(1,596)	12	-	(60,742)	-	(60,742)
Reinsurers' share of claims paid	(6,470)	57	20	-	(6,393)	-	(6,393)
Net claims paid	(65,628)	(1,539)	32	-	(67,135)	-	(67,135)
Changes in outstanding claims	(726)	(511)	799	-	(438)	-	(438)
Changes in reinsurance share of outstanding claims	116	(107)	(722)	-	(713)	-	(713)
Changes in claims incurred but not reported	(3,511)	(392)	(755)	-	(4,658)	-	(4,658)
Changes in reinsurance share of claims incurred but not reported	(266)	(36)	724	-	422	-	422
Net claims incurred	(70,015)	(2,585)	78	-	(72,522)	-	(72,522)
Changes in premiums deficiency reserve	(9,804)	50	-	-	(9,754)	-	(9,754)
Changes in other technical reserves	7,232	(23)	98	-	7,307	-	7,307
Policy acquisition costs	(5,875)	(448)	(317)	-	(6,640)	-	(6,640)
Inspection and supervision fees	(2,722)	(277)	(46)	-	(3,045)	-	(3,045)
Total underwriting costs and expenses	(81,184)	(3,283)	(187)	-	(84,654)	-	(84,654)
Net underwriting (loss) / income	(22,339)	794	1,452	-	(20,093)	-	(20,093)

AMANA COOPERATIVE INSURANCE COMPANY
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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

17 SEGMENT INFORMATION (CONTINUED)

	For the three-month period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Other operating (expenses) / income							
Allowance for doubtful debts	-	-	-	(1,969)	(1,969)	-	(1,969)
General and administrative expenses	-	-	-	(9,749)	(9,749)	(286)	(10,035)
Dividends and investment income	-	-	-	-	-	1,409	1,409
Total other operating (expenses) / income	-	-	-	(11,718)	(11,718)	1,123	(10,595)
Total (loss) / income before zakat	(22,339)	794	1,452	(11,718)	(31,811)	1,123	(30,688)
Zakat charge	-	-	-	-	-	(293)	(293)
Total (loss) / income after zakat	(22,339)	794	1,452	(11,718)	(31,811)	830	(30,981)
Total income for the period attributed to the insurance operations	-	-	-	-	-	-	-
Deficit / (surplus) transferred to shareholders	22,339	(794)	(1,452)	11,718	31,811	(31,811)	-
Net loss attributable to the shareholders after zakat	-	-	-	-	-	(30,981)	(30,981)

AMANA COOPERATIVE INSURANCE COMPANY
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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

17 SEGMENT INFORMATION (CONTINUED)

	For the nine-month period ended 30 September 2021 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Revenues							
Gross premiums written							
- Corporate	26,021	5,079	4,023	-	35,123	-	35,123
- Medium	19,599	2,044	335	-	21,978	-	21,978
- Small	26,978	43,797	182	-	70,957	-	70,957
- Very small	46,111	4,608	20	-	50,739	-	50,739
- Individual	1,750	51,214	-	-	52,964	-	52,964
	120,459	106,742	4,560	-	231,761	-	231,761
Reinsurance premiums ceded							
- Local	-	-	(23)	-	(23)	-	(23)
- International (includes premium ceded through local broker)	-	-	(3,576)	-	(3,576)	-	(3,576)
	-	-	(3,599)	-	(3,599)	-	(3,599)
Excess of loss expenses	(37,224)	(1,300)	(191)	-	(38,715)	-	(38,715)
Net premiums written	83,235	105,442	770	-	189,447	-	189,447
Changes in unearned premiums - net	48,752	(47,788)	(200)	-	764	-	764
Net premiums earned	131,987	57,654	570	-	190,211	-	190,211
Reinsurance commissions	-	-	854	-	854	-	854
Other underwriting income	821	(281)	166	-	706	-	706
Net revenues	132,808	57,373	1,590	-	191,771	-	191,771

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

17 SEGMENT INFORMATION (CONTINUED)

	For the nine-month period ended 30 September 2021 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Underwriting costs and expenses							
Gross claims paid	(173,607)	(51,384)	(9,178)	-	(234,169)	-	(234,169)
Reinsurers' share of claims paid	39,918	176	7,851	-	47,945	-	47,945
Net claims paid	(133,689)	(51,208)	(1,327)	-	(186,224)	-	(186,224)
Changes in outstanding claims	14,283	(3,646)	(138)	-	10,499	-	10,499
Changes in reinsurers' share of outstanding claims	(9,092)	(331)	173	-	(9,250)	-	(9,250)
Changes in claims incurred but not reported	(5,103)	(7,084)	1,372	-	(10,815)	-	(10,815)
Changes in reinsurers' share of claims incurred but not reported	(43)	(117)	(264)	-	(424)	-	(424)
Net claims incurred	(133,644)	(62,386)	(184)	-	(196,214)	-	(196,214)
Changes in premiums deficiency reserve	6,645	(13,755)	-	-	(7,110)	-	(7,110)
Changes in other technical reserves	79	(269)	(670)	-	(860)	-	(860)
Policy acquisition costs	(14,128)	(3,254)	(514)	-	(17,896)	-	(17,896)
Inspection and supervision fees	(9,080)	(6,416)	(79)	-	(15,575)	-	(15,575)
Total underwriting costs and expenses	(150,128)	(86,080)	(1,447)	-	(237,655)	-	(237,655)
Net underwriting (loss) / income	(17,320)	(28,707)	143	-	(45,884)	-	(45,884)

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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

17 SEGMENT INFORMATION (CONTINUED)

	For the Nine-month period ended 30 September 2021 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Other operating (expenses) / income							
Allowance for doubtful debts	-	-	-	308	308	-	308
General and administrative expenses	-	-	-	(44,365)	(44,365)	(2,425)	(46,790)
Investment income	-	-	-	-	-	4,352	4,352
Total other operating (expenses) / income	-	-	-	(44,057)	(44,057)	1,927	(42,130)
Total (loss) / income before zakat	(17,320)	(28,707)	143	(44,057)	(89,941)	1,927	(88,014)
Zakat reversal	-	-	-	-	-	2,557	2,557
Net (loss) / income after zakat	(17,320)	(28,707)	143	(44,057)	(89,941)	4,484	(85,457)
Total income for the period attributed to the insurance operations	-	-	-	-	-	-	-
Deficit / (surplus) transferred to shareholders	17,320	28,707	(143)	44,057	89,941	(89,941)	-
Net loss attributable to the shareholders after zakat	-	-	-	-	-	(85,457)	(85,457)

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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

17 SEGMENT INFORMATION (CONTINUED)

	For the nine-month period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Revenues							
Gross premiums written							
- Corporate	69,663	7,930	6,278	-	83,871	-	83,871
- Medium	39,156	1,892	861	-	41,909	-	41,909
- Small	29,189	4,025	477	-	33,691	-	33,691
- Very small	53,444	1,443	402	-	55,289	-	55,289
- Individual	55,883	1,965	-	-	57,848	-	57,848
	247,335	17,255	8,018	-	272,608	-	272,608
Reinsurance premiums ceded							
- Local	-	-	(109)	-	(109)	-	(109)
- International (includes premium ceded through local broker)	-	-	(4,876)	-	(4,876)	-	(4,876)
Excess of loss expenses	(25,294)	(724)	(1,328)	-	(27,346)	-	(27,346)
Net premiums written	222,041	16,531	1,705	-	240,277	-	240,277
Changes in unearned premiums - net	(61,654)	(724)	(6,452)	-	(68,830)	-	(68,830)
Net premiums earned	160,387	15,807	(4,747)	-	171,447	-	171,447
Reinsurance commissions	-	-	1,626	-	1,626	-	1,626
Other underwriting income	8,260	390	2,021	-	10,671	-	10,671
Net revenues	168,647	16,197	(1,100)	-	183,744	-	183,744

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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

17 SEGMENT INFORMATION (CONTINUED)

	For the nine-month period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Underwriting costs and expenses							
Gross claims paid	(152,252)	(4,088)	(227)	-	(156,567)	-	(156,567)
Reinsurers' share of claims paid	27,679	162	235	-	28,076	-	28,076
Net claims paid	(124,573)	(3,926)	8	-	(128,491)	-	(128,491)
Changes in outstanding claims	(472)	(1,393)	569	-	(1,296)	-	(1,296)
Changes in reinsurance share of outstanding claims	418	(66)	(539)	-	(187)	-	(187)
Changes in claims incurred but not reported	(16,304)	159	(565)	-	(16,710)	-	(16,710)
Changes in reinsurance share of claims incurred but not reported	(1,576)	(248)	818	-	(1,006)	-	(1,006)
Net claims incurred	(142,507)	(5,474)	291	-	(147,690)	-	(147,690)
Changes in premiums deficiency reserve	(6,939)	518	97	-	(6,324)	-	(6,324)
Changes in other technical reserves	7,169	(31)	(34)	-	7,104	-	7,104
Policy acquisition costs	(15,634)	(1,049)	(1,133)	-	(17,816)	-	(17,816)
Inspection and supervision fees	(9,458)	(462)	(47)	-	(9,967)	-	(9,967)
Total underwriting costs and expenses	(167,369)	(6,498)	(826)	-	(174,693)	-	(174,693)
Net underwriting income / (loss)	1,278	9,699	(1,926)	-	9,051	-	9,051

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17 SEGMENT INFORMATION (CONTINUED)

	For the nine-month period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Other operating (expenses) / income							
Allowance for doubtful debts	-	-	-	(3,532)	(3,532)	-	(3,532)
General and administrative expenses	-	-	-	(32,718)	(32,718)	(1,008)	(33,726)
Dividends and investment income	-	-	-	-	-	4,704	4,704
Total other operating (expenses) / income	-	-	-	(36,250)	(36,250)	3,696	(32,554)
Total income / (loss) before zakat	1,278	9,699	(1,926)	(36,250)	(27,199)	3,696	(23,503)
Zakat charge	-	-	-	-	-	(1,149)	(1,149)
Net income / (loss) after zakat	1,278	9,699	(1,926)	(36,250)	(27,199)	2,547	(24,652)
Total income for the period attributed to the insurance operations	-	-	-	-	-	-	-
(Surplus) / deficit transferred to shareholders	(1,278)	(9,699)	1,926	36,250	27,199	(27,199)	-
Net loss attributable to the shareholders after zakat	-	-	-	-	-	(24,652)	(24,652)

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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

17 SEGMENT INFORMATION (CONTINUED)

	As at 30 September 2021 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Assets							
Cash and cash equivalents	-	-	-	60,511	60,511	19,098	79,609
Premiums and reinsurers' receivable - net	53,334	23,211	2,517	25,807	104,869	-	104,869
Reinsurers' share of unearned premiums	-	-	1,653	-	1,653	-	1,653
Reinsurers' share of outstanding claims	853	446	1,214	-	2,513	-	2,513
Reinsurers' share of claims incurred but not reported	-	126	2,151	-	2,277	-	2,277
Deferred policy acquisition costs	5,939	3,661	217	-	9,817	-	9,817
Investments	-	-	-	1,923	1,923	62,684	64,607
Unallocated assets	-	-	-	24,885	24,885	63,538	88,423
Total assets	60,126	27,444	7,752	113,126	208,448	145,320	353,768
Liabilities							
Policyholders claims payable	623	-	807	-	1,430	-	1,430
Reinsurers' balances payable	-	-	-	15,839	15,839	-	15,839
Unearned premiums	72,020	65,512	2,401	-	139,933	-	139,933
Unearned reinsurance commission	-	-	267	-	267	-	267
Outstanding claims	14,624	10,189	349	-	25,162	-	25,162
Claims incurred but not reported	56,389	10,751	1,823	-	68,963	-	68,963
Premium deficiency reserve	5,517	17,305	-	-	22,822	-	22,822
Other technical reserve	4,277	523	855	-	5,655	-	5,655
Unallocated liabilities	-	-	-	56,059	56,059	9,056	65,115
Total liabilities	153,450	104,280	6,502	71,898	336,130	9,056	345,186

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17 SEGMENT INFORMATION (CONTINUED)

	As at 31 December 2020 (Audited)						
	SR '000						
Operating segment	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Assets							
Cash and cash equivalents	-	-	-	35,667	35,667	98,316	133,983
Premiums and reinsurers' receivable - net	84,247	16,332	3,831	24,797	129,207	-	129,207
Reinsurers' share of unearned premiums	-	-	2,056	-	2,056	-	2,056
Reinsurers' share of outstanding claims	9,944	1,658	161	-	11,763	-	11,763
Reinsurers' share of claims incurred but not reported	43	242	2,416	-	2,701	-	2,701
Deferred policy acquisition costs	9,649	1,123	238	-	11,010	-	11,010
Investments	-	-	-	1,923	1,923	59,994	61,917
Unallocated assets	-	-	-	28,305	28,305	78,958	107,263
Total assets	103,883	19,355	8,702	90,692	222,632	237,268	459,900
Liabilities							
Policyholders claims payable	412	-	872	-	1,284	-	1,284
Reinsurers' balances payable	-	-	-	22,550	22,550	-	22,550
Unearned premiums	120,771	17,727	2,602	-	141,100	-	141,100
Unearned reinsurance commission	-	-	456	-	456	-	456
Outstanding claims	28,907	6,543	211	-	35,661	-	35,661
Claims incurred but not reported	51,286	3,667	3,195	-	58,148	-	58,148
Premium deficiency reserve	12,163	3,549	-	-	15,712	-	15,712
Other technical reserves	4,355	255	185	-	4,795	-	4,795
Unallocated liabilities	-	-	-	76,232	76,232	11,723	87,955
Total liabilities	217,894	31,741	7,521	98,782	355,938	11,723	367,661

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18 SUPPLEMENTARY INFORMATION

18.1 Interim condensed statement of financial position

	As at 30 September 2021 (Unaudited)			As at 31 December 2020 (Audited)		
	Insurance	Shareholders'	Total	Insurance	Shareholders'	Total
	Operations	Operations		Operations	Operations	
	SR '000			SR '000		
ASSETS						
Cash and cash equivalents	60,511	19,098	79,609	35,667	98,316	133,983
Short term deposits	-	40,000	40,000	-	40,000	40,000
Premiums and reinsurers' receivable - net	104,869	-	104,869	129,207	-	129,207
Reinsurers' share of unearned premiums	1,653	-	1,653	2,056	-	2,056
Reinsurers' share of outstanding claims	2,513	-	2,513	11,763	-	11,763
Reinsurers' share of claims incurred but not reported	2,277	-	2,277	2,701	-	2,701
Deferred policy acquisition costs	9,817	-	9,817	11,010	-	11,010
Available-for-sale investments	1,923	13,337	15,260	1,923	10,949	12,872
Held-to-maturity investments	-	49,347	49,347	-	49,045	49,045
Due from shareholders' operations	125,939	-	125,939	131,563	-	131,563
Prepayments and other assets	17,674	1,070	18,744	21,429	82	21,511
Property and equipment	6,540	-	6,540	5,976	-	5,976
Intangible assets	671	-	671	900	-	900
Long term deposits	-	-	-	-	-	-
Statutory deposit	-	19,500	19,500	-	36,000	36,000
Accrued commission income on statutory deposit	-	2,968	2,968	-	2,876	2,876
TOTAL ASSETS	334,387	145,320	479,707	354,195	237,268	591,463

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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.1 Interim condensed statement of financial position (continued)

	As at 30 September 2021 (Unaudited)			As at 31 December 2020 (Audited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
LIABILITIES						
Policyholders claims payable	1,430	-	1,430	1,284	-	1,284
Accrued expenses and other liabilities	49,074	2,816	51,890	70,907	2,174	73,081
Reinsurance balances payable	15,839	-	15,839	22,550	-	22,550
Unearned premiums	139,933	-	139,933	141,100	-	141,100
Unearned reinsurance commission	267	-	267	456	-	456
Outstanding claims	25,162	-	25,162	35,661	-	35,661
Claims incurred but not reported	68,963	-	68,963	58,148	-	58,148
Premium deficiency reserve	22,822	-	22,822	15,712	-	15,712
Other technical reserve	5,655	-	5,655	4,795	-	4,795
Due to insurance operation	-	125,939	125,939	-	131,563	131,563
Employees' end-of-service benefits	6,206	-	6,206	4,546	-	4,546
Surplus distribution payable	779	-	779	779	-	779
Provision for zakat and income tax	-	3,272	3,272	-	6,673	6,673
Accrued commission income payable to SAMA	-	2,968	2,968	-	2,876	2,876
TOTAL LIABILITIES	336,130	134,995	471,125	355,938	143,286	499,224
EQUITY						
Share capital	-	130,000	130,000	-	240,000	240,000
Accumulated losses	-	(123,548)	(123,548)	-	(147,503)	(147,503)
Actuarial loss on end-of-service benefits	(1,743)	-	(1,743)	(1,743)	-	(1,743)
Fair value reserve for available-for-sale investments	-	3,873	3,873	-	1,485	1,485
TOTAL EQUITY	(1,743)	10,325	8,582	(1,743)	93,982	92,239
TOTAL LIABILITIES AND EQUITY	334,387	145,320	479,707	354,195	237,268	591,463

AMANA COOPERATIVE INSURANCE COMPANY

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FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.2 Interim condensed statement of income

	For the three-month period ended 30 September 2021 (Unaudited)			For the three-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
REVENUES						
Gross premiums written	64,854	-	64,854	103,720	-	103,720
Reinsurance premiums ceded						
- Local	-	-	-	(43)	-	(43)
- Foreign	(938)	-	(938)	(671)	-	(671)
Excess of loss expenses	(11,940)	-	(11,940)	(15,368)	-	(15,368)
Net premiums written	51,976	-	51,976	87,638	-	87,638
Changes in unearned premiums	10,689	-	10,689	(24,825)	-	(24,825)
Net premiums earned	62,665	-	62,665	62,813	-	62,813
Reinsurance commissions	232	-	232	394	-	394
Other underwriting income	10	-	10	1,354	-	1,354
NET REVENUES	62,907	-	62,907	64,561	-	64,561
UNDERWRITING COSTS AND EXPENSES						
Gross claims paid	(78,086)	-	(78,086)	(60,742)	-	(60,742)
Reinsurers' share of claims paid	17,214	-	17,214	(6,393)	-	(6,393)
Net claims paid	(60,872)	-	(60,872)	(67,135)	-	(67,135)
Changes in outstanding claims	6,253	-	6,253	(438)	-	(438)
Changes in reinsurers' share of outstanding claims	(9,520)	-	(9,520)	(713)	-	(713)
Changes in claims incurred but not reported	1,081	-	1,081	(4,658)	-	(4,658)
Changes in reinsurers' share of claims incurred but not reported	245	-	245	422	-	422
Net claims incurred	(62,813)	-	(62,813)	(72,522)	-	(72,522)

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18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.2 Interim condensed statement of income (continued)

	For the three-month period ended 30 September 2021 (Unaudited)			For the three-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Changes in premiums deficiency reserve.	457	-	457	(9,754)	-	(9,754)
Changes in other technical reserves	(603)	-	(603)	7,307	-	7,307
Policy acquisition costs	(5,615)	-	(5,615)	(6,640)	-	(6,640)
Inspection and supervision fees	(4,324)	-	(4,324)	(3,045)	-	(3,045)
TOTAL UNDERWRITING COSTS AND EXPENSES	(72,898)	-	(72,898)	(84,654)	-	(84,654)
NET UNDERWRITING LOSS	(9,991)	-	(9,991)	(20,093)	-	(20,093)
OTHER OPERATING (EXPENSES) / INCOME						
Reversal of allowance / (allowance) for doubtful debts	117	-	117	(1,969)	-	(1,969)
General and administrative expenses	(15,244)	(1,294)	(16,538)	(9,749)	(286)	(10,035)
Dividends and investment income	-	1,298	1,298	-	1,409	1,409
TOTAL OTHER OPERATING (EXPENSES) / INCOME	(15,127)	4	(15,123)	(11,718)	1,123	(10,595)
Total (loss) / income before zakat	(25,118)	4	(25,114)	(31,811)	1,123	(30,688)
Zakat charge	-	(397)	(397)	-	(293)	(293)
Net (loss) / income after zakat	(25,118)	(393)	(25,511)	(31,811)	830	(30,981)
Total income for the period attributed to the insurance operations	-	-	-	-	-	-
Deficit transferred to shareholders	25,118	(25,118)	-	31,811	(31,811)	-
Net loss attributable to the shareholders after zakat	-	(25,511)	(25,511)	-	(30,981)	(30,981)

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18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.2 Interim condensed statement of income

	For the nine-month period ended 30 September 2021 (Unaudited)			For the nine-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
REVENUES						
Gross premiums written	231,761	-	231,761	272,608	-	272,608
Reinsurance premiums ceded						
- Local	(23)	-	(23)	(109)	-	(109)
- Foreign	(3,576)	-	(3,576)	(4,876)	-	(4,876)
Excess of loss expenses	(38,715)	-	(38,715)	(27,346)	-	(27,346)
Net premiums written	189,447	-	189,447	240,277	-	240,277
Changes in unearned premiums	764	-	764	(68,830)	-	(68,830)
Net premiums earned	190,211	-	190,211	171,447	-	171,447
Reinsurance commissions	854	-	854	1,626	-	1,626
Other underwriting income	706	-	706	10,671	-	10,671
NET REVENUES	191,771	-	191,771	183,744	-	183,744
UNDERWRITING COSTS AND EXPENSES						
Gross claims paid	(234,169)	-	(234,169)	(156,567)	-	(156,567)
Reinsurers' share of claims paid	47,945	-	47,945	28,076	-	28,076
Net claims paid	(186,224)	-	(186,224)	(128,491)	-	(128,491)
Changes in outstanding claims	10,499	-	10,499	(1,296)	-	(1,296)
Changes in reinsurers' share of outstanding claims	(9,250)	-	(9,250)	(187)	-	(187)
Changes in claims incurred but not reported	(10,815)	-	(10,815)	(16,710)	-	(16,710)
Changes in reinsurers' share of claims incurred but not reported	(424)	-	(424)	(1,006)	-	(1,006)
Net claims incurred	(196,214)	-	(196,214)	(147,690)	-	(147,690)

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18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.2 Interim condensed statement of income (continued)

	For the nine-month period ended 30 September 2021 (Unaudited)			For the nine-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Changes in premiums deficiency reserve	(7,110)	-	(7,110)	(6,324)	-	(6,324)
Changes in other technical reserves	(860)	-	(860)	7,104	-	7,104
Policy acquisition costs	(17,896)	-	(17,896)	(17,816)	-	(17,816)
Inspection and supervision fees	(15,575)	-	(15,575)	(9,967)	-	(9,967)
TOTAL UNDERWRITING COSTS AND EXPENSES	(237,655)	-	(237,655)	(174,693)	-	(174,693)
NET UNDERWRITING (LOSS) / INCOME	(45,884)	-	(45,884)	9,051	-	9,051
OTHER OPERATING INCOME / (EXPENSES)						
Reversal of / (allowance) for doubtful debts	308	-	308	(3,532)	-	(3,532)
General and administrative expenses	(44,365)	(2,425)	(46,790)	(32,718)	(1,008)	(33,726)
Dividends and investment income	-	4,352	4,352	-	4,704	4,704
TOTAL OTHER OPERATING (EXPENSES) / INCOME	(44,057)	1,927	(42,130)	(36,250)	3,696	(32,554)
Total (loss) / income before zakat	(89,941)	1,927	(88,014)	(27,199)	3,696	(23,503)
Zakat reversal / (charge)	-	2,557	2,557	-	(1,149)	(1,149)
Net (loss) / income after zakat	(89,941)	4,484	(85,457)	(27,199)	2,547	(24,652)
Total income for the period attributed to the insurance operations	-	-	-	-	-	-
Deficit transferred to shareholders	89,941	(89,941)	-	27,199	(27,199)	-
Net loss attributable to the shareholders after zakat	-	(85,457)	(85,457)	-	(24,652)	(24,652)

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18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.3 Interim condensed statement of comprehensive income

	For the three-month period ended 30 September 2021 (Unaudited)			For the three-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Net loss after zakat	-	(25,511)	(25,511)	-	(30,981)	(30,981)
Other comprehensive income:						
<i>Items that may be reclassified to statement of insurance operations' surplus in subsequent years</i>						
- Change in fair value of available-for-sale investments	-	221	221	-	529	529
Total comprehensive loss for the period	-	(25,290)	(25,290)	-	(30,452)	(30,452)
Total comprehensive income attributable to the insurance operations	-	-	-	-	-	-
Net comprehensive loss attributable to the shareholders	-	(25,290)	(25,290)	-	(30,452)	(30,452)

18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.3 Interim condensed statement of comprehensive income (continued)

	For the nine-month period ended 30 September 2021 (Unaudited)			For the nine-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Net loss after zakat	-	(85,457)	(85,457)	-	(24,652)	(24,652)
Other comprehensive income:						
<i>Items that may be reclassified to statement of insurance operations' surplus in subsequent years</i>						
- Change in fair value of available-for-sale investments	-	2,388	2,388	-	1,451	1,451
Total comprehensive loss for the period	-	(83,069)	(83,069)	-	(23,201)	(23,201)
Total comprehensive income attributable to the insurance operations	-	-	-	-	-	-
Net comprehensive loss attributable to the shareholders	-	(83,069)	(83,069)	-	(23,201)	(23,201)

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18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.4 Interim condensed statement of cash flows

	For the nine-month period ended 30 September 2021 (Unaudited)			For the nine-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
CASH FLOWS FROM OPERATING ACTIVITIES						
Total loss before zakat	-	(88,014)	(88,014)	-	(23,503)	(23,503)
Adjustments for non-cash items:						
Depreciation	1,104	-	1,104	1,005	-	1,005
Amortization	280	-	280	254	-	254
(Reversal of) / allowance for doubtful debts	(308)	-	(308)	3,532	-	3,532
Amortization of held-to-maturity investments	-	(302)	(302)	-	(303)	(303)
Provision for employees' end-of-service benefits	2,028	-	2,028	1,379	-	1,379
	3,104	(88,316)	(85,212)	6,170	(23,806)	(17,636)
Changes in operating assets and liabilities:						
Premiums and reinsurers' receivable	24,646	-	24,646	(84,330)	-	(84,330)
Reinsurers' share of unearned premiums	403	-	403	1,842	-	1,842
Reinsurers' share of outstanding claims	9,250	-	9,250	187	-	187
Reinsurers' share of claims incurred but not reported	424	-	424	1,006	-	1,006
Deferred policy acquisition costs	1,193	-	1,193	(5,800)	-	(5,800)
Due from shareholders	5,624	-	5,624	16,713	-	16,713
Prepayment and other assets	3,755	(988)	2,767	(4,155)	2,089	(2,066)
Policyholders claims payable	146	-	146	(211)	-	(211)
Accrued expenses and other liabilities	(21,833)	642	(21,191)	17,255	(45)	17,210
Reinsurers' balances payable	(6,711)	-	(6,711)	(7,986)	-	(7,986)
Unearned premiums	(1,167)	-	(1,167)	66,988	-	66,988
Unearned reinsurance commission	(189)	-	(189)	(340)	-	(340)
Outstanding claims	(10,499)	-	(10,499)	1,296	-	1,296
Claims incurred but not reported	10,815	-	10,815	16,710	-	16,710
Premium deficiency reserve	7,110	-	7,110	6,324	-	6,324
Other technical reserves	860	-	860	(7,104)	-	(7,104)
Due to insurance operation	-	(5,624)	(5,624)	-	(16,713)	(16,713)
	26,931	(94,286)	(67,355)	24,565	(38,475)	(13,910)

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18 SUPPLEMENTARY INFORMATION (CONTINUED)

18.4 Interim condensed statement of cash flows

	For the nine-month period ended 30 September 2021 (Unaudited)			For the nine-month period ended 30 September 2020 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Employees' end-of-service benefits paid	(368)	-	(368)	(1,518)	-	(1,518)
Zakat and income tax paid	-	(844)	(844)	-	-	-
Net cash generated from / (used in) operating activities	26,563	(95,130)	(68,567)	23,047	(38,475)	(15,428)
CASH FLOWS FROM INVESTING ACTIVITIES						
Short term deposits	-	-	-	-	35,619	35,619
Purchase of property and equipment	(1,719)	-	(1,719)	(2,560)	-	(2,560)
Purchase of intangibles	-	-	-	(161)	-	(161)
Purchase of long term deposit	-	-	-	-	(10,000)	(10,000)
Change in statutory deposit	-	16,500	16,500	-	-	-
Net cash generated from investing activities	(1,719)	16,500	14,781	(2,721)	25,619	22,898
CASH FLOWS FROM FINANCING ACTIVITY						
Transaction cost for capital reduction	-	(588)	(588)	-	-	-
Net cash used in financing activities	-	(588)	(588)	-	-	-
Net change in cash and cash equivalents	24,844	(79,218)	(54,374)	20,326	(12,856)	7,470
Cash and cash equivalents at the beginning of the period	35,667	98,316	133,983	21,230	23,285	44,515
Cash and cash equivalents at the end of the period	60,511	19,098	79,609	41,556	10,429	51,985
Supplemental non-cash information:						
Transfer from capital work in progress to fixed asset	-	-	-	480	-	480
Changes in fair values of available-for-sale investments - net	-	2,388	2,388	-	1,451	1,451
	-	2,388	2,388	480	1,451	1,931

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19 EVENTS AFTER THE REPORTING DATE

There are no subsequent events to the period ended 30 September 2021.

20 APPROVAL OF FINANCIAL STATEMENTS

The interim condensed financial statements have been approved by the Board of Directors on 03 Nov 2021 (corresponding to 28th Rabi ul Awal 1443H).