

**AL SAGR COOPERATIVE INSURANCE COMPANY  
(A Saudi Joint Stock Company)**

**INTERIM CONDENSED FINANCIAL INFORMATION  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020  
(UNAUDITED)  
AND REPORT ON REVIEW OF INTERIM FINANCIAL  
INFORMATION**

**AL SAGR COOPERATIVE INSURANCE COMPANY  
(A Saudi Joint Stock Company)  
INTERIM CONDENSED FINANCIAL INFORMATION  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020**

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## Report on review of interim financial information

To the shareholders of Al Sagr Cooperative Insurance Company:  
(A Saudi Joint Stock Company)

### Introduction

We have reviewed the accompanying interim condensed statement of financial position of Al Sagr Cooperative Insurance Company (a Saudi Joint Stock Company) (the "Company") as of March 31, 2020 and the related interim condensed statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended and notes, comprising a summary of significant accounting policies and other explanatory notes. 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"), as 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 Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of 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, as 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, as endorsed in the Kingdom of Saudi Arabia.

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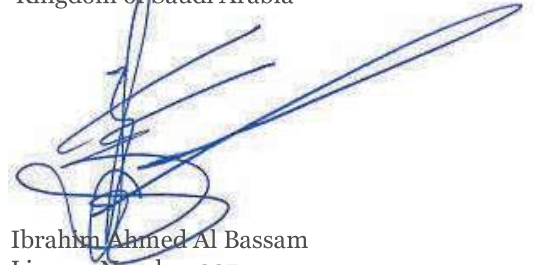


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June 21, 2020  
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**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

		<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
	<b>Note</b>		
<b>ASSETS</b>			
Cash and cash equivalents	5	<b>261,613,914</b>	255,104,408
Short-term deposits	6	<b>100,000,000</b>	120,130,556
Premiums and insurers' balances receivable - net	7	<b>86,922,508</b>	94,924,166
Reinsurers' share of unearned premiums	8	<b>13,817,390</b>	15,100,022
Reinsurers' share of outstanding claims	8	<b>41,416,972</b>	70,047,887
Reinsurers' share of claims incurred but not reported	8	<b>13,620,975</b>	13,902,786
Deferred policy acquisition costs		<b>10,302,912</b>	11,860,665
Investments			
Held-to-maturity investments	9	<b>110,000,000</b>	110,000,000
Financial assets at fair value through profit or loss	9	<b>93,004,094</b>	98,111,866
Available-for-sale investments	9	<b>33,746,158</b>	39,093,682
Prepaid expenses and other assets		<b>27,351,613</b>	24,058,296
Long-term deposits	6	<b>101,250,000</b>	101,250,000
Property and equipment		<b>4,173,757</b>	4,143,639
Intangible assets		<b>1,801,733</b>	1,596,438
Goodwill	10	<b>25,513,750</b>	25,513,750
Statutory deposit	11	<b>40,000,000</b>	40,000,000
Accrued income on statutory deposit	11	<b>5,038,900</b>	4,753,639
<b>TOTAL ASSETS</b>		<b>969,574,676</b>	1,029,591,800
<b>LIABILITIES</b>			
Accounts payable		<b>7,803,231</b>	5,417,406
Accrued and other liabilities		<b>21,948,127</b>	32,154,043
Reinsurers' balances payable		<b>6,811,503</b>	5,333,811
Unearned premiums	8	<b>214,179,548</b>	230,733,866
Unearned reinsurance commission		<b>1,912,033</b>	2,197,204
Outstanding claims	8	<b>174,182,679</b>	169,692,335
Claims incurred but not reported	8	<b>83,292,822</b>	63,180,565
Additional premium reserves	8	<b>18,909,396</b>	17,314,969
Other technical reserves	8	<b>2,616,557</b>	2,045,033
Due to a related party	12	<b>1,123,750</b>	1,123,750
Employee benefit obligations		<b>10,017,525</b>	9,664,194
Zakat payable	13	<b>47,730,348</b>	45,730,348
Accrued commission income payable to SAMA	11	<b>5,038,900</b>	4,753,639
Dividend payable		<b>370,743</b>	370,743
Surplus distribution payable		<b>44,432,361</b>	44,432,361
<b>TOTAL LIABILITIES</b>		<b>640,369,523</b>	634,144,267
<b>EQUITY</b>			
Share capital	14	<b>400,000,000</b>	400,000,000
Statutory reserve	15	<b>47,342,202</b>	47,342,202
Accumulated losses		<b>(117,858,544)</b>	(57,434,850)
Remeasurement reserve of employee benefit obligations		<b>471,446</b>	471,446
Fair value reserve on investments		<b>(749,951)</b>	5,068,735
<b>TOTAL EQUITY</b>		<b>329,205,153</b>	395,447,533
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>969,574,676</b>	1,029,591,800

The accompanying notes from 1 to 22 form an integral part of this interim condensed financial information.

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF INCOME**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

		<b>Three-month period ended March 31, 2020 (Unaudited)</b>	<b>Three-month period ended March 31, 2019 (Unaudited) (Restated - Note 2)</b>
	<b>Note</b>		
<b>REVENUES</b>			
Gross premiums written	22	<b>97,507,564</b>	105,276,673
Reinsurance premiums ceded:			
- Foreign		<b>(6,647,083)</b>	(6,304,033)
- Local		<b>(364,851)</b>	(397,965)
Excess of loss premiums:			
- Foreign		<b>(921,175)</b>	(8,084,992)
- Local		<b>(1,313,805)</b>	(385,200)
<b>Net premiums written</b>		<b>88,260,650</b>	90,104,483
Changes in unearned premiums	8	<b>16,554,318</b>	(14,773,059)
Changes in reinsurers' share of unearned premiums	8	<b>(1,282,632)</b>	(745,699)
<b>Net premiums earned</b>		<b>103,532,336</b>	74,585,725
Reinsurance commissions		<b>1,315,332</b>	1,081,207
<b>Total revenues</b>		<b>104,847,668</b>	75,666,932
<b>UNDERWRITING COSTS AND EXPENSES</b>			
Gross claims paid	22	<b>(104,856,702)</b>	(48,751,314)
Reinsurers' share of claims paid		<b>29,581,846</b>	6,913,257
Claims handling expenses		<b>(3,641,866)</b>	(3,322,172)
<b>Net claims and other benefits paid</b>		<b>(78,916,722)</b>	(45,160,229)
Changes in outstanding claims	8	<b>(4,490,344)</b>	(26,035,660)
Changes in reinsurers' share of outstanding claims	8	<b>(28,630,915)</b>	(2,369,646)
Changes in claims incurred but not reported	8	<b>(20,112,257)</b>	14,696,117
Changes in reinsurers' share of claims incurred but not reported	8	<b>(281,811)</b>	(5,551,455)
<b>Net claims and other benefits incurred</b>		<b>(132,432,049)</b>	(64,420,873)
Policy acquisition costs		<b>(6,285,284)</b>	(6,036,064)
Changes in additional premium reserves	8	<b>(1,594,427)</b>	3,912,695
Changes in other technical reserves	8	<b>(571,524)</b>	551,533
Other underwriting expenses		<b>(1,693,653)</b>	(559,555)
<b>Total underwriting costs and expenses, net</b>		<b>(142,576,937)</b>	(66,552,264)
<b>NET UNDERWRITING (LOSS) INCOME</b>		<b>(37,729,269)</b>	9,114,668

The accompanying notes from 1 to 22 form an integral part of this interim condensed financial information.

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF INCOME** (continued)  
(All amounts expressed in Saudi Riyals unless otherwise stated)

		<b>Three-month period ended March 31, 2020 (Unaudited)</b>	<b>Three-month period ended March 31, 2019 (Unaudited) (Restated - Note 2)</b>
	<b>Note</b>		
<b>OTHER OPERATING (EXPENSES) INCOME</b>			
Allowance for doubtful debts	7	<b>(4,655,528)</b>	(3,565,718)
General and administrative expenses		<b>(15,484,789)</b>	(14,520,511)
Investment and commission income		<b>4,633,943</b>	9,691,983
Changes in fair value of financial assets at fair value through profit or loss - net	9	<b>(5,107,772)</b>	225,033
Realized loss on available-for-sale investments	9	<b>(110,042)</b>	(1,604,548)
Other income		<b>29,763</b>	339,886
<b>Total other operating expenses, net</b>		<b>(20,694,425)</b>	(9,433,875)
<b>Total loss for the period before surplus attribution and zakat</b>		<b>(58,423,694)</b>	(319,207)
<b>Surplus attributed to the insurance operations</b>		-	-
<b>Total loss for the period before zakat</b>		<b>(58,423,694)</b>	(319,207)
Zakat expense		<b>(2,000,000)</b>	(2,200,000)
<b>Total loss for the period attributable to the shareholders</b>		<b>(60,423,694)</b>	(2,519,207)
<b>Weighted average number of outstanding shares</b>	16	<b>40,000,000</b>	40,000,000
<b>Loss per share (expressed in Saudi Riyals per share)</b>			
Basic loss per share	16	<b>(1.51)</b>	(0.06)
Diluted loss per share	16	<b>(1.51)</b>	(0.06)

The accompanying notes from 1 to 22 form an integral part of this interim condensed financial information.

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

	<b>Three-month period ended March 31, 2020 (Unaudited)</b>	<b>Three-month period ended March 31, 2019 (Unaudited) (Restated - Note 2)</b>
Total loss for the period attributable to the shareholders	<b>(60,423,694)</b>	(2,519,207)
<b>Other comprehensive (loss) income:</b>		
<i>Items that will be reclassified to the interim condensed statement of income in subsequent period</i>		
Net change in fair value of available-for-sale investments	<u>(5,818,686)</u>	<u>3,758,770</u>
<b>TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD</b>	<b><u>(66,242,380)</u></b>	<b><u>1,239,563</u></b>

The accompanying notes from 1 to 22 form an integral part of this interim condensed financial information.

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

	Note	Share capital	Statutory reserve	Accumulated losses	Remeasurement reserve of employee benefit obligations	Fair value reserve on investments	Total
<b>At January 1, 2020 (Audited)</b>		<b>400,000,000</b>	<b>47,342,202</b>	<b>(57,434,850)</b>	<b>471,446</b>	<b>5,068,735</b>	<b>395,447,533</b>
<b>Total comprehensive loss for the period</b>							
Total loss for the period attributable to the shareholders		-	-	(60,423,694)	-	-	(60,423,694)
Net change in fair value of available-for-sale investments	9	-	-	-	-	(5,818,686)	(5,818,686)
Total comprehensive loss for the period		-	-	(60,423,694)	-	(5,818,686)	(66,242,380)
<b>At March 31, 2020 (Unaudited)</b>		<b>400,000,000</b>	<b>47,342,202</b>	<b>(117,858,544)</b>	<b>471,446</b>	<b>(749,951)</b>	<b>329,205,153</b>
<b>(Restated - Note 2)</b>							
At January 1, 2019 (Audited)		400,000,000	47,342,202	(9,173,544)	561,191	3,164,117	441,893,966
<b>Total comprehensive (loss) income for the period</b>							
Total loss for the period attributable to the shareholders		-	-	(2,519,207)	-	-	(2,519,207)
Net change in fair value of available-for-sale investments		-	-	-	-	3,758,770	3,758,770
Total comprehensive (loss) income for the period		-	-	(2,519,207)	-	3,758,770	1,239,563
At March 31, 2019 (Unaudited)		400,000,000	47,342,202	(11,692,751)	561,191	6,922,887	443,133,529

The accompanying notes from 1 to 22 form an integral part of this interim condensed financial information.



**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF CASH FLOWS**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

		<b>Three-month period ended March 31, 2020 (Unaudited)</b>	<b>Three-month period ended March 31, 2019 (Unaudited)</b>
	<b>Note</b>		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Total loss for the period before surplus attribution and zakat		<b>(58,423,694)</b>	(319,207)
<u>Adjustments for non-cash items:</u>			
Depreciation of property and equipment		<b>277,490</b>	264,112
Amortization of intangible assets		<b>151,205</b>	59,167
Provision for employee benefit obligations		<b>618,167</b>	586,478
Changes in fair value on financial assets at fair value through profit or loss	9	<b>5,107,772</b>	(225,033)
Realized loss on available-for-sale investments	9	<b>110,042</b>	1,604,548
Allowance for doubtful debts	7	<b>4,655,528</b>	3,565,718
<u>Changes in operating assets and liabilities:</u>			
Unearned premiums	8	<b>(16,554,318)</b>	14,773,059
Premiums and insurance balances receivable - net	7	<b>3,346,130</b>	(9,581,751)
Reinsurers' share of unearned premiums	8	<b>1,282,632</b>	745,699
Reinsurers' share of outstanding claims	8	<b>28,630,915</b>	2,369,646
Reinsurers' share of claims incurred but not reported	8	<b>281,811</b>	5,551,455
Deferred policy acquisition costs		<b>1,557,753</b>	(27,714)
Prepaid expenses and other assets		<b>(3,293,317)</b>	(3,604,193)
Accounts payable		<b>2,385,825</b>	(711,543)
Accrued and other liabilities		<b>(10,205,916)</b>	2,342,651
Reinsurers' balances payable		<b>1,477,692</b>	(1,116,677)
Unearned reinsurance commission		<b>(285,171)</b>	147,755
Outstanding claims	8	<b>4,490,344</b>	26,035,660
Claims incurred but not reported	8	<b>20,112,257</b>	(14,696,117)
Additional premium reserves	8	<b>1,594,427</b>	(3,912,695)
Other technical reserves	8	<b>571,524</b>	(551,533)
Employee benefit obligations paid		<b>(264,836)</b>	(580,502)
Accrued commission income payable to SAMA		<b>285,261</b>	335,117
<b>Net cash (utilized in) generated from operating activities</b>		<b>(12,090,477)</b>	23,054,100
			(Continued)

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF CASH FLOWS** (continued)  
(All amounts expressed in Saudi Riyals unless otherwise stated)

	<b>Three-month period ended March 31, 2020 (Unaudited)</b>	<b>Three-month period ended March 31, 2019 (Unaudited)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Liquidation of short-term deposits	<b>70,130,556</b>	33,256,071
Placement in short term deposits	<b>(50,000,000)</b>	(148,320,800)
Statutory deposit commission income	<b>(285,261)</b>	(335,117)
Purchase of available-for-sale investments	<b>(15,607,345)</b>	(7,317,577)
Purchase of property and equipment	<b>(307,608)</b>	(168,140)
Purchase of intangible assets	<b>(356,500)</b>	-
Proceeds from disposal of available-for-sale investments	<b>15,026,141</b>	5,266,331
<b>Net cash generated from (utilized in) investing activities</b>	<b>18,599,983</b>	(117,619,232)
<b>Net change in cash and cash equivalents</b>	<b>6,509,506</b>	(94,565,132)
Cash and cash equivalents, beginning of the period	<b>255,104,408</b>	286,496,819
Cash and cash equivalents, end of the period	<b>261,613,914</b>	191,931,687
<b><u>Supplemental non-cash information:</u></b>		
Net change in fair value reserve for available-for-sale investments	<b>(5,818,686)</b>	3,758,770
Surplus distribution payable adjusted against:		
- Insurance premium receivable from policyholders	-	363,277
- VAT receivable on unearned premium	-	862,600

The accompanying notes from 1 to 22 form an integral part of this interim condensed financial information.

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

**1. General - Legal status and principal activities**

Al SAGR Cooperative Insurance Company (the "Company") is a Saudi Joint Stock Company established in Dammam, Kingdom of Saudi Arabia and incorporated on 26 Muharram 1429H (corresponding to February 4, 2008) under commercial registration ("CR") number 1010243765 which was later amended to 2051036871 dated 22 Rabi' I 1429H (corresponding to March 30, 2008). The Company has been licensed to conduct cooperative insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree number 60/M dated 18 Ramadan 1427H (corresponding to October 11, 2006), pursuant to Council of Ministers resolution number 233 dated 16 Ramadan 1427H (corresponding to October 9, 2006). The Company's registered address is P.O. Box 3501, Dammam 32241, Kingdom of Saudi Arabia.

The purpose of the Company is to transact in cooperative insurance and reinsurance operations and all related activities in accordance with the Law on Supervision of Cooperative Insurance Companies in the Kingdom of Saudi Arabia (the "Law") and its implementing regulations. The Company obtained license from the Saudi Arabian Monetary Authority ("SAMA") to practice general and health insurance and reinsurance business in the Kingdom of Saudi Arabia vide license number TMN/13/20083, dated 23 Rabi' I 1429H (corresponding to March 31, 2008). The Company commenced insurance operations on 4 Muharram 1430H (corresponding to January 1, 2009). On 11 Ramadan 1436H (corresponding to June 28, 2015), the Company received approval from SAMA to cancel its reinsurance license.

The loss for the period is mainly attributable to the substantial increase in the medical claims. Management is in the process of formulating corrective measures to be implemented at the earliest, which are expected to reflect positive results before the end of this year, provided the underlying projections of business and economic conditions are realized.

The Company operates through three main branches and various point of sale stores located in the Kingdom of Saudi Arabia. Following are the commercial registration numbers of three main branches:

<b>Branch Type</b>	<b>Location</b>	<b>CR number</b>
Regional branch	Dammam	2051036871
Regional branch	Jeddah	4030182618
Regional branch	Riyadh	1010243765

**2. Basis of preparation**

*(a) Statement of compliance*

The interim condensed financial information of the Company has been prepared in accordance with 'International Accounting Standard 34 - Interim Financial Reporting' ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organization for Certified Public Accountants ("SOCPA").

The interim condensed financial information of the Company as at and for the three-month period ended March 31, 2019 was prepared in compliance with the IAS 34, as modified by SAMA for the accounting of zakat and income tax (relating to the application of IAS 12 - "Income Taxes" and IFRIC 21 - "Levies" so far as these relate to zakat and income tax).

During July 2019, SAMA instructed insurance companies in the Kingdom of Saudi Arabia to account for zakat and income taxes in the interim condensed statement of income. This aligns with the IFRS and its interpretations as issued by the International Accounting Standards Board ("IASB") and as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by SOCPA (collectively referred to as "IFRS as endorsed in the Kingdom of Saudi Arabia").

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

**2. Basis of preparation** (continued)

*(a) Statement of compliance (continued)*

Accordingly, the Company changed its accounting treatment for zakat by retrospectively adjusting the impact in line with International Accounting Standard 8 - Accounting Policies, Changes in Accounting Estimates and Errors, and the effects of this change are disclosed in Note 13 (e) to the interim condensed financial information.

The interim condensed statements of financial position, income, comprehensive income and cash flows of the insurance operations and shareholders' operations which are presented on pages 37 to 45 of the financial information have been provided as supplementary financial information and to comply with the requirements of the guidelines issued by SAMA implementing regulations. SAMA implementing regulations requires clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders' operations. Accordingly, the interim condensed statements of financial position, income, comprehensive income and 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.

In preparing the Company's financial information in compliance with IAS 34 as endorsed in the Kingdom of Saudi Arabia, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Interoperation balances, transactions and unrealized gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

As required by the Saudi Arabian Insurance Regulations, the Company maintains separate books of accounts for insurance operations and shareholders' operations and presents the financial information accordingly. 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 management of the Company and the Board of Directors.

In accordance with the requirements of Implementing Regulation for Co-operative Insurance Companies (the "Regulations") issued by SAMA and as per by-laws of the Company, shareholders of the Company are to receive 90% of the annual surplus from insurance operations and the policyholders are to receive the remaining 10%. Any deficit arising from insurance operations is transferred to the shareholders' operations in full.

*(b) Basis of measurement*

The interim condensed financial information is prepared under the going concern basis and the historical cost convention, except for the measurement of employee benefit obligations, financial asset at fair value through profit or loss and available-for-sale investments.

**AL SAGR COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

**2. Basis of preparation (continued)**

*(c) Basis of presentation*

The Company's interim condensed 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, short-term deposits, premiums and insurers' balances receivable - net, prepaid expenses and other assets, available-for-sale investments, financial assets at fair value through profit or loss, accrued income on statutory deposit, accounts payable, accrued and other liabilities, reinsurers' balances payable, due to a related party, unearned premiums, unearned reinsurance commission, outstanding claims, claims incurred but not reported ("IBNR"), additional premium reserves, other technical reserves, reinsurers' share of unearned premiums, outstanding claims and claims incurred but not reported, zakat payable, accrued commission income payable to SAMA and dividend payable. The following balances would generally be classified as non-current: long-term deposits, deferred policy acquisition costs, held-to-maturity investments, property and equipment, intangible assets, goodwill, statutory deposit, employee benefit obligations and surplus distribution payable.

The inclusion of separate information of the insurance operations with the interim condensed financial information of the Company in the interim condensed statements of financial position, income, comprehensive income and cash flows as well as certain relevant notes to the financial information represents additional supplementary information as required by the Implementing Regulations.

The interim condensed financial information does not include all the information required for the annual financial statements and should be read in conjunction with the annual financial statements as of and for the year ended December 31, 2019.

*(d) Functional and presentation currency*

This interim condensed financial information is expressed in Saudi Arabian Riyals ("Saudi Riyals") which is the functional and presentation currency of the Company.

*(e) Critical accounting judgments, estimates and assumptions*

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

In preparing this interim condensed financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied to the annual financial statements as of and for the year ended December 31, 2019.

On March 11, 2020, the World Health Organization ("WHO") declared the Coronavirus ("Covid-19") outbreak as a pandemic in recognition of its rapid spread globally. This outbreak has also affected the GCC region including the Kingdom of Saudi Arabia. Governments all over the world have taken steps to contain the spread of Covid-19. The Kingdom of Saudi Arabia has implemented closure of borders, released social distancing guidelines and enforced country-wide lockdowns and curfews.

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**2. Basis of preparation** (continued)

*(e) Critical accounting judgments, estimates and assumptions (continued)*

In response to the spread of Covid-19 in the Kingdom of Saudi Arabia and its consequential disruption to social and economic activities, the Company's management has assessed its impact on the Company's operations and has taken a series of proactive and preventive measures to ensure:

- the health and safety of its employees and the wider community where it is operating; and
- the continuity of its business throughout the Kingdom of Saudi Arabia is protected and remains intact.

Refer to Note 21 in relation to SAMA decree 189 issued on May 8, 2020 in response to the Covid-19 pandemic.

Following are the accounting judgments and estimates that are critical in preparation of this interim condensed financial information:

*(i) Impact of Covid-19*

Medical technical reserves

Notwithstanding the current challenges, the Company's management believes that the technical reserves for the medical business remain largely unaffected as the insurance industry is being facilitated by the Saudi Arabian government initiative of providing free healthcare to infected patients. Furthermore, the insurance industry has not experienced high numbers of reported claims in relation to the Covid-19 pandemic during the three-month period ended March 31, 2020. Based on these factors, the Company's management believes that the Covid-19 pandemic has had no material effect on the Company's reported results for the three-month period ended March 31, 2020. The Company continues to monitor the situation closely.

Financial assets - investments and loans and receivables

For held-to-maturity investments and financial assets designated as loans and receivables, the Company has performed an assessment in accordance with its accounting policy due to the Covid-19 pandemic to determine whether there is objective evidence that a financial asset or group of financial assets is impaired. These include factors such as significant financial difficulties of issuers or debtors, default or delinquency in payments, probability that the issuer or debtor will enter bankruptcy or other financial reorganization, etc. For available-for-sale investments and at fair value through profit or loss, the Company has performed an assessment to determine whether there is a significant decline in the fair value of these investments to below cost along with other qualitative factors such as prolonged decline in the value of investments for equity instruments and / or occurrence of a credit default event in case of debt instruments. Based on these assessments, the Company believes that the Covid-19 pandemic has had no material effect on the Company's reported results for the three-month period ended March 31, 2020. The Company continues to monitor the situation closely.

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**2. Basis of preparation** (continued)

*(e) Critical accounting judgments, estimates and assumptions (continued)*

*(ii) Liability arising from claims under insurance contracts*

Considerable judgement by management is required in the estimation of amounts due to policyholders arising from claims made under insurance policies. Such estimates are necessarily based on significant assumptions about several factors involving varying, and possible significant, degrees of judgement and uncertainty and actual results may differ from management's estimates resulting in future changes in estimated liabilities.

In particular, estimates have to be made both for the expected ultimate cost of claims reported at the date of statement of financial position and for the expected ultimate cost of IBNR claims at the reporting date. The primary technique adopted by management in estimating the cost of notified and IBNR claims, is that of using past claim settlement trends to predict future claims settlement trends.

Claims requiring court or arbitration decisions, if any, are estimated individually. Independent loss adjusters normally estimate property claims. Management reviews its provisions for claims incurred and claims incurred but not reported, on a quarterly basis.

The Company is exposed to disputes with, and possibility of defaults by, its reinsurers. The Company monitors on a quarterly basis the evolution of disputes with and the strength of its reinsurers.

*(iii) Impairment of premiums and insurance balances receivable and goodwill*

An estimate of the uncollectible amount of premiums receivable, if any, is made when collection of the full amount of the receivables as per the original terms of the insurance policy is no longer probable. For individually significant amounts, this estimation is performed on an individual basis. Amounts which are not individually significant, but which are past due, are assessed collectively and an allowance applied according to the length of time past due and Company's past experience.

The recoverable amount of goodwill is estimated based on the present value of the future cash flows expected to be derived from the asset. In case, the recoverable amount is less than carrying value, the difference is charged to statement of income as impairment loss.

*(iv) Impairment of investments*

The Company treats investments as impaired when there has been a significant or prolonged decline in the fair value below its cost or where other objective evidence of impairment exists. The determination of what is "significant" or "prolonged" requires considerable judgment. In addition, the Company evaluates other factors, including normal volatility in share price for quoted investments and the future cash flows and the discount factors for unquoted investments.

*(f) Seasonality of operations*

There are no seasonal changes that may affect the insurance operations of the Company.

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**3. Significant Accounting Policies**

The accounting policies, estimates and assumptions used in the preparation of this interim condensed financial information are consistent with those used in the preparation of the annual financial statements for the year ended December 31, 2019.

**3.1 New standards, amendments and interpretations not yet applied by the Company**

**- IFRS 9, 'Financial Instruments' (including amendments to IFRS 4, Insurance Contracts)**

In July 2014, the IASB published IFRS 9 Financial Instruments which will replace IAS 39 Financial Instruments: Recognition and Measurement. The standard incorporates new classification and measurements requirements for financial assets, the introduction of an expected credit loss impairment model which will replace the incurred loss model of IAS 39, and new hedge accounting requirements. IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost, fair value through other comprehensive income or fair value through profit or loss. A financial asset is measured at amortized or at fair value through other comprehensive income, if certain conditions are met. Assets not meeting either of the above categories are measured at fair value through profit or loss. Additionally, at initial recognition, an entity can use the option to designate a financial asset at fair value through profit or loss if doing so eliminates or significantly reduces an accounting mismatch. For equity instruments that are not held for trading, an entity can also make an irrevocable election to present in other comprehensive income subsequent changes in the fair value of the instruments (including realized gains and losses), dividends being recognized in profit or loss.

Additionally, for financial liabilities that are designated as at fair value through profit or loss, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that is recognized in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss. The impairment model under IFRS 9 reflects expected credit losses, as opposed to incurred credit losses under IAS 39. Under the IFRS 9 approach, it is no longer necessary for a credit event to have occurred before credit losses are recognized. Instead, an entity always accounts for expected credit losses and changes in those expected credit losses. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition. The hedge accounting requirements are more closely aligned with risk management practices and follow a more principle-based approach.

In September 2016, the IASB published amendments to IFRS 4 Insurance Contracts that address the accounting consequences of the application of IFRS 9 to insurers prior to the publication of the forthcoming accounting standard for insurance contracts. The amendments introduce two options for insurers: the deferral approach and the overlay approach. The deferral approach provides an entity, if eligible, with a temporary exemption from applying IFRS 9 until the earlier of the effective date of a new insurance contract standard or 2023. The overlay approach allows an entity to remove from profit or loss the effects of some of the accounting mismatches that may occur before the new insurance contracts standard is applied.

The Company is eligible and have chosen to apply the deferral approach under the amendments to IFRS 4. The impact of the adoption of IFRS 9 on the Company's financial information will, to a large extent, have to take into account the interaction with the forthcoming insurance contracts standard. As such, it is not possible to fully assess the effect of the adoption of IFRS 9.

For detailed impact assessment of IFRS 9 adoption, refer to Note 3.2 to the annual financial statements for the year ended December 31, 2019.



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**3. Significant Accounting Policies** (continued)

**3.1 New standards, amendments and interpretations not yet applied by the Company**  
(continued)

- **IFRS 17, 'Insurance Contracts'**

Applicable for the period beginning on or after January 1, 2023 and will supersede IFRS 4. Earlier adoption is permitted if IFRS 9 has also been applied. The Company expects a material impact on measurement and disclosure of insurance and reinsurance contracts that will affect the interim condensed statements of financial position, income and comprehensive income. The Company has decided not to early adopt this new standard.

For detailed impact assessment of IFRS 17 adoption, reference to the annual financial statements for the year ended December 31, 2019 should be made as mentioned above.

**3.2 Risk management**

The Company's activities expose it to variety of financial risks: market risk (including commission rate risk, currency risk and price risk), credit risk and liquidity risk.

The interim condensed financial information does not include all the financial risk management information and disclosures required in the annual financial statements and therefore should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2019. There have been no changes in any risk management policies since the year end except that the Company has strengthened its credit risk management policies to address the fast changing and evolving risks posed by the current circumstances. These include review of credit concentrations at granular economic sector, region, counterparty level and take appropriate action where required.

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**4. Segmental information**

Operating segments are identified on the basis of internal reports about components of the Company that are regularly reviewed by the Company's Board of Directors in their function as chief operating decision maker in order to allocate resources to the segments and to assess its performance.

There have been no changes to the basis of segmentation or the measurement basis for the segment profit or loss since December 31, 2019.

Segment results do not include general and administration expenses, allowances for doubtful debts, investment and commission income, changes in fair value on financial assets at fair value through profit or loss - net, realized gain (loss) on available-for-sale investments and other income.

Segment assets do not include cash and cash equivalents, term deposits, premiums and insurers' balances receivable - net, investments, prepaid expenses and other assets, property and equipment, intangible assets, goodwill, statutory deposits, accrued income on statutory deposit and, accordingly, they are included in unallocated assets.

Segment liabilities do not include accounts payable, accrued and other liabilities, reinsurer's balances payable, due to a related party, employee benefit obligations, zakat payable, accrued commission income payable to SAMA, dividend payable and surplus distribution payable and, accordingly, they are included in unallocated liabilities.

These unallocated assets and liabilities are not reported to chief operating decision maker under related segments and are monitored on a centralized basis.

For management purposes, the Company is organized into business units based on their products and services and has the following reportable segments:

- Medical
- Motor
- Property and casualty; and
- Protection and savings

Segment performance is evaluated based on profit or loss which, in certain respects, is measured differently from profit or loss in the financial statements.

Where intersegment transaction were to occur, transfer prices between operating segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment income, expense and results will then include those transfers between operating segments, which will then be eliminated at the level of financial statements of the Company.

The segment information provided to the Company's Board of Directors for the reportable segments for the Company's total assets and liabilities at March 31, 2020 and December 31, 2019, its total revenues, expenses, and net income for the three-month periods ended March 31, 2020 and March 31, 2019, is as follows:

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**4. Segmental information** (continued)

	Insurance operations				Shareholders' operations	Total
	Medical	Motor	Property and casualty	Protection and savings		
<b>For the three-month period ended March 31, 2020 (Unaudited)</b>						
<b>REVENUES</b>						
Gross premiums written	59,966,181	28,523,435	9,017,948	-	97,507,564	- 97,507,564
Reinsurance premiums ceded:						
- Foreign	(30,625)	-	(6,616,458)	-	(6,647,083)	- (6,647,083)
- Local	-	(70,473)	(294,378)	-	(364,851)	- (364,851)
Excess of loss premiums:						
- Foreign	(435,845)	(276,369)	(208,961)	-	(921,175)	- (921,175)
- Local	(1,265,155)	-	(48,650)	-	(1,313,805)	- (1,313,805)
<b>Net premiums written</b>	<b>58,234,556</b>	<b>28,176,593</b>	<b>1,849,501</b>	<b>-</b>	<b>88,260,650</b>	<b>- 88,260,650</b>
Changes in unearned premiums	29,470,948	(13,453,218)	536,588	-	16,554,318	- 16,554,318
Changes in reinsurers' share of unearned premiums	10,915	(69,951)	(1,223,596)	-	(1,282,632)	- (1,282,632)
<b>Net premiums earned</b>	<b>87,716,419</b>	<b>14,653,424</b>	<b>1,162,493</b>	<b>-</b>	<b>103,532,336</b>	<b>- 103,532,336</b>
Reinsurance commissions	7,834	28,085	1,279,413	-	1,315,332	- 1,315,332
<b>Total revenues</b>	<b>87,724,253</b>	<b>14,681,509</b>	<b>2,441,906</b>	<b>-</b>	<b>104,847,668</b>	<b>- 104,847,668</b>
<b>UNDERWRITING COSTS AND EXPENSES</b>						
Gross claims paid	(67,196,215)	(12,066,284)	(25,594,203)	-	(104,856,702)	- (104,856,702)
Reinsurers' share of claims paid	4,148,449	54,004	25,379,393	-	29,581,846	- 29,581,846
Claims handling expenses	(3,609,477)	(32,389)	-	-	(3,641,866)	- (3,641,866)
<b>Net claims and other benefits paid</b>	<b>(66,657,243)</b>	<b>(12,044,669)</b>	<b>(214,810)</b>	<b>-</b>	<b>(78,916,722)</b>	<b>- (78,916,722)</b>
Changes in outstanding claims	(31,734,982)	1,785,336	25,459,302	-	(4,490,344)	- (4,490,344)
Changes in reinsurers' share of outstanding claims	(2,820,332)	(13,881)	(25,796,702)	-	(28,630,915)	- (28,630,915)
Changes in claims incurred but not reported	(18,955,802)	(2,975,113)	1,818,658	-	(20,112,257)	- (20,112,257)
Changes in reinsurers' share of claims incurred but not reported	1,563,854	36,996	(1,882,661)	-	(281,811)	- (281,811)
<b>Net claims and other benefits incurred</b>	<b>(118,604,505)</b>	<b>(13,211,331)</b>	<b>(616,213)</b>	<b>-</b>	<b>(132,432,049)</b>	<b>- (132,432,049)</b>

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**4. Segmental information** (continued)

	Insurance operations				Shareholders' operations	Total
	Medical	Motor	Property and Casualty	Protection and savings		
Policy acquisition costs	(4,974,543)	(648,211)	(662,530)	-	(6,285,284)	(6,285,284)
Changes in additional premium reserves	(462,599)	(1,281,119)	149,291	-	(1,594,427)	(1,594,427)
Changes in other technical reserves	(363,300)	(233,576)	25,352	-	(571,524)	(571,524)
Other underwriting expenses	(1,546,123)	(53,228)	(94,302)	-	(1,693,653)	(1,693,653)
<b>Total underwriting costs and expenses, net</b>	<b>(125,951,070)</b>	<b>(15,427,465)</b>	<b>(1,198,402)</b>	<b>-</b>	<b>(142,576,937)</b>	<b>(142,576,937)</b>
<b>NET UNDERWRITING (LOSS) INCOME</b>	<b>(38,226,817)</b>	<b>(745,956)</b>	<b>1,243,504</b>	<b>-</b>	<b>(37,729,269)</b>	<b>(37,729,269)</b>
<b>OTHER OPERATING (EXPENSES) INCOME</b>						
Allowance for doubtful debts					(4,655,528)	(4,655,528)
General and administrative expenses					(15,062,973)	(15,484,789)
Investment and commission income					1,823,403	4,633,943
Changes in fair value of financial assets at fair value through profit or loss - net					243,750	(5,107,772)
Realized (loss) income on available-for-sale investments					(455,009)	(110,042)
Other income					29,763	29,763
<b>Total other operating expenses, net</b>					<b>(18,076,594)</b>	<b>(20,694,425)</b>
<b>Total loss for the period before surplus attribution and zakat</b>					<b>(55,805,863)</b>	<b>(58,423,694)</b>
<b>Surplus attributed to the insurance operations</b>					<b>-</b>	<b>-</b>
Zakat expense					<b>-</b>	<b>(2,000,000)</b>
<b>Total loss for the period attributable to the shareholders</b>					<b>(55,805,863)</b>	<b>(60,423,694)</b>

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**4. Segmental information** (continued)

	Insurance operations				Shareholders' operations	Total
	Medical	Motor	Property and casualty	Protection and savings		
<b>(Restated - Note 2)</b>						
<b>For the three-month period ended</b>						
<b>March 31, 2019 (Unaudited)</b>						
<b>REVENUES</b>						
Gross premiums written	84,807,878	12,488,094	7,980,701	-	105,276,673	- 105,276,673
Reinsurance premiums ceded:						
- Foreign	(25,263)	-	(6,278,770)	-	(6,304,033)	- (6,304,033)
- Local	-	(159,828)	(238,137)	-	(397,965)	- (397,965)
Excess of loss premiums:						
- Foreign	(7,568,254)	(359,269)	(157,469)	-	(8,084,992)	- (8,084,992)
- Local	(337,500)	-	(47,700)	-	(385,200)	- (385,200)
<b>Net premiums written</b>	<b>76,876,861</b>	<b>11,968,997</b>	<b>1,258,625</b>	<b>-</b>	<b>90,104,483</b>	<b>- 90,104,483</b>
Changes in unearned premiums	(11,190,613)	(3,970,106)	387,660	-	(14,773,059)	- (14,773,059)
Changes in reinsurers' share of unearned premiums	19,451	(11,961)	(753,189)	-	(745,699)	- (745,699)
<b>Net premiums earned</b>	<b>65,705,699</b>	<b>7,986,930</b>	<b>893,096</b>	<b>-</b>	<b>74,585,725</b>	<b>- 74,585,725</b>
Reinsurance commissions	959	34,358	1,045,890	-	1,081,207	- 1,081,207
<b>Total revenues</b>	<b>65,706,658</b>	<b>8,021,288</b>	<b>1,938,986</b>	<b>-</b>	<b>75,666,932</b>	<b>- 75,666,932</b>
<b>UNDERWRITING COSTS AND EXPENSES</b>						
Gross claims paid	(42,259,479)	(5,274,204)	(1,217,631)	-	(48,751,314)	- (48,751,314)
Reinsurers' share of claims paid	5,686,108	105,586	1,121,563	-	6,913,257	- 6,913,257
Claims handling expenses	(3,303,370)	(18,802)	-	-	(3,322,172)	- (3,322,172)
<b>Net claims and other benefits paid</b>	<b>(39,876,741)</b>	<b>(5,187,420)</b>	<b>(96,068)</b>	<b>-</b>	<b>(45,160,229)</b>	<b>- (45,160,229)</b>
Changes in outstanding claims	(30,320,186)	2,008,216	2,276,310	-	(26,035,660)	- (26,035,660)
Changes in reinsurers' share of outstanding claims	1,411	(33,054)	(2,338,003)	-	(2,369,646)	- (2,369,646)
Changes in claims incurred but not reported	10,067,243	(1,057,487)	5,686,361	-	14,696,117	- 14,696,117
Changes in reinsurers' share of claims incurred but not reported	(4,467)	(511,284)	(5,035,704)	-	(5,551,455)	- (5,551,455)
<b>Net claims and other benefits incurred</b>	<b>(60,132,740)</b>	<b>(4,781,029)</b>	<b>492,896</b>	<b>-</b>	<b>(64,420,873)</b>	<b>- (64,420,873)</b>

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**4. Segmental information** (continued)

	Insurance operations				Shareholders' operations	Total
	Medical	Motor	Property and casualty	Protection and savings		
Policy acquisition costs	(5,149,673)	(338,770)	(547,621)	-	(6,036,064)	(6,036,064)
Changes in additional premium reserves	3,748,769	140,152	23,774	-	3,912,695	3,912,695
Changes in other technical reserves	86,876	(94,741)	559,398	-	551,533	551,533
Other underwriting expenses	(1,123,631)	(41,577)	605,653	-	(559,555)	(559,555)
<b>Total underwriting costs and expenses, net</b>	<b>(62,570,399)</b>	<b>(5,115,965)</b>	<b>1,134,100</b>	<b>-</b>	<b>(66,552,264)</b>	<b>(66,552,264)</b>
<b>NET UNDERWRITING INCOME</b>	<b>3,136,259</b>	<b>2,905,323</b>	<b>3,073,086</b>	<b>-</b>	<b>9,114,668</b>	<b>9,114,668</b>
<b>OTHER OPERATING (EXPENSES) INCOME</b>						
Allowance for doubtful debts					(3,565,718)	(3,565,718)
General and administrative expenses					(14,174,688)	(14,520,511)
Investment and commission income					2,510,838	9,691,983
Changes in fair value on financial assets at fair value through profit or loss - net					225,033	225,033
Realized loss on available-for-sale investments					(463,842)	(1,604,548)
Other income					339,886	339,886
<b>Total other operating expenses, net</b>					<b>(15,128,491)</b>	<b>(9,433,875)</b>
<b>Total (loss) income for the period before surplus attribution and zakat</b>					<b>(6,013,823)</b>	<b>(319,207)</b>
<b>Surplus attributed to the insurance operations</b>					<b>-</b>	<b>-</b>
Zakat expense					<b>-</b>	<b>(2,200,000)</b>
<b>Loss (income) for the period attributable to the shareholders</b>					<b>(6,013,823)</b>	<b>(2,519,207)</b>

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**4. Segmental information** (continued)

	Insurance operations				Shareholders' operations	Total
	Medical	Motor	Property and casualty	Protection and savings		
<b>March 31, 2020 (Unaudited)</b>						
<b>Assets</b>						
Reinsurers' share of unearned premiums	31,970	229,191	13,556,229	-	13,817,390	13,817,390
Reinsurers' share of outstanding claims	6,281,187	792,547	34,343,238	-	41,416,972	41,416,972
Reinsurers' share of claims incurred but not reported	5,519,023	36,996	8,064,956	-	13,620,975	13,620,975
Deferred policy acquisition costs	7,823,720	1,532,545	946,647	-	10,302,912	10,302,912
Segment assets	19,655,900	2,591,279	56,911,070	-	79,158,249	79,158,249
Unallocated assets					410,648,869	479,767,558
<b>Total assets</b>					<b>489,807,118</b>	<b>969,574,676</b>
<b>Total liabilities</b>						
Unearned premiums	156,176,773	41,704,888	16,297,887	-	214,179,548	214,179,548
Unearned reinsurance commission	7,852	45,838	1,858,343	-	1,912,033	1,912,033
Outstanding claims	128,299,313	7,659,933	38,223,433	-	174,182,679	174,182,679
Claims incurred but not reported	66,897,247	7,471,578	8,923,997	-	83,292,822	83,292,822
Additional premium reserves	16,149,401	2,748,063	11,932	-	18,909,396	18,909,396
Other technical reserves	1,282,129	1,030,379	304,049	-	2,616,557	2,616,557
Segmental liabilities	368,812,715	60,660,679	65,619,641	-	495,093,035	495,093,035
Unallocated liabilities and equity					88,009,115	386,472,526
<b>Total liabilities and equity</b>					<b>583,102,150</b>	<b>969,574,676</b>

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**4. Segmental information** (continued)

	<b>Insurance operations</b>				<b>Shareholders' operations</b>	<b>Total</b>
	<b>Medical</b>	<b>Motor</b>	<b>Property and casualty</b>	<b>Protection and savings</b>		
<b>December 31, 2019 (Audited)</b>						
<b>Assets</b>						
Reinsurers' share of unearned premiums	21,055	299,142	14,779,825	-	15,100,022	15,100,022
Reinsurers' share of outstanding claims	9,101,519	806,428	60,139,940	-	70,047,887	70,047,887
Reinsurers' share of claims incurred but not reported	3,955,169	-	9,947,617	-	13,902,786	13,902,786
Deferred policy acquisition costs	9,339,983	1,264,584	1,256,098	-	11,860,665	11,860,665
Segment assets	22,417,726	2,370,154	86,123,480	-	110,911,360	110,911,360
Unallocated assets					412,843,722	918,680,440
<b>Total assets</b>					<b>523,755,082</b>	<b>1,029,591,800</b>
<b>Total liabilities</b>						
Unearned premiums	185,647,721	28,251,670	16,834,475	-	230,733,866	230,733,866
Unearned reinsurance commission	3,474	59,828	2,133,902	-	2,197,204	2,197,204
Outstanding claims	96,564,331	9,445,269	63,682,735	-	169,692,335	169,692,335
Claims incurred but not reported	47,941,445	4,496,465	10,742,655	-	63,180,565	63,180,565
Additional premium reserves	15,686,802	1,466,944	161,223	-	17,314,969	17,314,969
Other technical reserves	918,829	796,803	329,401	-	2,045,033	2,045,033
Segmental liabilities	346,762,602	44,516,979	93,884,391	-	485,163,972	485,163,972
Unallocated liabilities and equity					96,070,537	544,427,828
<b>Total liabilities and equity</b>					<b>581,234,509</b>	<b>1,029,591,800</b>



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**4.1 Gross premiums written - categorization**

<b>Three-month period ended March 31, 2020</b>					
	<b>Medical</b>	<b>Motor</b>	<b>Property and casualty</b>	<b>Protection and savings</b>	<b>Total</b>
Large corporates	<b>9,032,440</b>	<b>4,023,099</b>	<b>7,326,600</b>	-	<b>20,382,139</b>
Medium corporates	<b>9,949,038</b>	<b>3,417,137</b>	<b>363,058</b>	-	<b>13,729,233</b>
Small enterprises	<b>23,099,548</b>	<b>2,082,536</b>	<b>486,323</b>	-	<b>25,668,407</b>
Micro enterprises	<b>15,811,421</b>	<b>279,913</b>	<b>345</b>	-	<b>16,091,679</b>
Retail	<b>2,073,734</b>	<b>18,720,750</b>	<b>841,622</b>	-	<b>21,636,106</b>
	<b>59,966,181</b>	<b>28,523,435</b>	<b>9,017,948</b>	-	<b>97,507,564</b>

<b>Three-month period ended March 31, 2019</b>					
	<b>Medical</b>	<b>Motor</b>	<b>Property and casualty</b>	<b>Protection and savings</b>	<b>Total</b>
Large corporates	28,160,982	6,573,748	3,482,566	-	38,217,296
Medium corporates	17,065,533	2,670,582	966,398	-	20,702,513
Small enterprises	25,414,547	1,379,259	392,686	-	27,186,492
Micro enterprises	9,940,046	113,194	-	-	10,053,240
Retail	4,226,770	1,751,311	3,139,051	-	9,117,132
	84,807,878	12,488,094	7,980,701	-	105,276,673

**5. Cash and cash equivalents**

	<b>Insurance operations</b>		<b>Shareholders' operations</b>	
	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Cash in hand	<b>30,000</b>	30,000	-	-
Cash at banks - current accounts	<b>30,376,707</b>	26,121,952	<b>405,671</b>	20,353
Time deposits	<b>120,043,536</b>	118,477,827	<b>110,758,000</b>	110,454,276
	<b>150,450,243</b>	144,629,779	<b>111,163,671</b>	110,474,629

Cash at banks is placed with counterparties that have investment grade credit ratings. As at March 31, 2020, time deposits are placed with local banks denominated in Saudi Riyals with original maturities of less than three months from the date of placement and earned commission income at an average rate of 1.90% to 2.15% per annum (December 31, 2019: 2.35% to 3.35% per annum).

**6. Short-term and long-term deposits**

Short-term deposits are placed with local banks and financial institutions with an original maturity of more than three months but less than or equal to twelve months from the date of placement. These deposits earn commission income at an average rate of 2.10% to 4.27% (December 31, 2019: 2.45% to 4.80%) per annum.

Long-term deposits represent deposits with maturity of more than one year from the date of placement and are placed with banks carrying commission income at an average rate of 2.70% to 2.90% (December 31, 2019: 2.79% to 2.98%) per annum.

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**7. Premiums and insurers' balances receivable - net**

	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Premiums receivable	<b>111,960,945</b>	107,387,793
Premiums receivable from related parties	<b>10,637,507</b>	13,634,740
Receivable from insurance and reinsurance companies	<b>5,171,694</b>	10,093,743
	<b>127,770,146</b>	131,116,276
Less: allowance for doubtful debts	<b>(40,847,638)</b>	(36,192,110)
	<b>86,922,508</b>	94,924,166

Movement in the allowance for doubtful debts is as follows:

	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
At the beginning of period / year	<b>36,192,110</b>	26,343,746
Charge for the period / year, net	<b>4,655,528</b>	9,848,364
At the end of period / year	<b>40,847,638</b>	36,192,110

**8. Technical reserves**

**8.1 Net outstanding claims and reserves**

Net outstanding claims and reserves comprise of the following:

	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Gross outstanding claims	<b>174,182,679</b>	169,692,335
Gross claims incurred but not reported	<b>83,292,822</b>	63,180,565
Less:		
Reinsurers' share of outstanding claims	<b>(41,416,972)</b>	(70,047,887)
Reinsurers' share of claims incurred but not reported	<b>(13,620,975)</b>	(13,902,786)
Net outstanding claims	<b>202,437,554</b>	148,922,227
Additional premium reserves:		
Premium deficiency reserve	<b>18,909,396</b>	17,314,969
Other technical reserves:		
Non-proportional reinsurance accrual reserve	<b>482,584</b>	482,584
Unallocated loss adjustment expense reserve	<b>2,133,973</b>	1,562,449
	<b>2,616,557</b>	2,045,033
Net outstanding claims and reserves	<b>223,963,507</b>	168,282,229

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**8. Technical reserves** (continued)

**8.2 Movement in net unearned premiums**

Movement in net unearned premiums comprise of the following:

	<b>Three-month period ended March 31, 2020</b>		
	<b>(Unaudited)</b>		
	<b>Gross</b>	<b>Reinsurance</b>	<b>Net</b>
Balance as at the beginning of the period	<b>230,733,866</b>	<b>(15,100,022)</b>	<b>215,633,844</b>
Balance as at the end of the period	<b>214,179,548</b>	<b>(13,817,390)</b>	<b>200,362,158</b>
Changes in unearned premiums	<b>16,554,318</b>	<b>(1,282,632)</b>	<b>15,271,686</b>
Premium written during the period	<b>97,507,564</b>	<b>(7,011,934)</b>	<b>90,495,630</b>
Excess of loss premiums			
- Foreign	-	<b>(921,175)</b>	<b>(921,175)</b>
- Local	-	<b>(1,313,805)</b>	<b>(1,313,805)</b>
Net premium earned	<b>114,061,882</b>	<b>(10,529,546)</b>	<b>103,532,336</b>

	<b>Year ended December 31, 2019</b>		
	<b>(Audited)</b>		
	<b>Gross</b>	<b>Reinsurance</b>	<b>Net</b>
Balance as at the beginning of the year	182,879,757	(12,851,688)	170,028,069
Balance as at the end of the year	230,733,866	(15,100,022)	215,633,844
Changes in unearned premiums	(47,854,109)	2,248,334	(45,605,775)
Premium written during the year	455,702,761	(32,475,269)	423,227,492
Excess of loss premiums	-	(31,154,557)	(31,154,557)
Net premium earned	<b>407,848,652</b>	<b>(61,381,492)</b>	<b>346,467,160</b>

**9. Investments**

a) Investments are classified as follows:

	<b>Insurance operations</b>		<b>Shareholders' operations</b>	
	<b>March 31, 2020</b>	<b>December 31, 2019</b>	<b>March 31, 2020</b>	<b>December 31, 2019</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
Held-to-maturity investments	<b>30,000,000</b>	30,000,000	<b>80,000,000</b>	80,000,000
Financial assets at fair value through profit or loss	<b>30,779,280</b>	30,535,530	<b>62,224,814</b>	67,576,336
Available-for-sale investments	<b>10,575,041</b>	12,608,045	<b>23,171,117</b>	26,485,637
	<b>71,354,321</b>	73,143,575	<b>165,395,931</b>	174,061,973

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**9. Investments** (continued)

b) Category wise investment analysis is as follows:

	<b>Insurance operations</b>		<b>Shareholders' operations</b>	
	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Quoted	<b>70,109,893</b>	71,899,147	<b>165,395,931</b>	174,061,973
Unquoted	<b>1,244,428</b>	1,244,428	-	-
	<b>71,354,321</b>	73,143,575	<b>165,395,931</b>	174,061,973

c) The analysis of the composition of investments is as follows:

	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Mutual funds	<b>93,004,094</b>	98,111,866
Ordinary shares	<b>33,746,158</b>	39,093,682
Sukuks	<b>110,000,000</b>	110,000,000
Total	<b>236,750,252</b>	247,205,548

Management has performed a review of the available-for-sale investments to assess whether impairment has occurred in the value of these investments. Based on specific information, management is of the view that no impairment is required in respect of the available-for-sale investments.

All investments are denominated in Saudi Riyals and United States Dollars. As at the reporting date investments amounting to Saudi Riyals 93 (December 31, 2019: Saudi Riyals 95.6 million) are denominated in United States Dollars.

d) Movement in financial assets at fair value through profit or loss is as follows:

	<b>Insurance operations</b>		<b>Shareholders' operations</b>	
	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
At the beginning of the period / year	<b>30,535,530</b>	22,483,264	<b>67,576,336</b>	15,866,224
Acquisitions during the period / year	-	18,750,000	-	49,875,000
Disposals during the period / year	-	(10,137,971)	-	(724,312)
Changes in fair value - net	<b>243,750</b>	(559,763)	<b>(5,351,522)</b>	2,559,424
At the end of period / year	<b>30,779,280</b>	30,535,530	<b>62,224,814</b>	67,576,336

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**9. Investments (continued)**

e) Movement in available-for-sale investments is as follows:

	<b>Insurance operations</b>		<b>Shareholders' operations</b>	
	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
At the beginning of the period / year	<b>12,608,045</b>	11,082,765	<b>26,485,637</b>	21,947,001
Acquisitions during the period / year	<b>12,031,095</b>	21,976,091	<b>3,576,250</b>	10,574,902
Disposals during the period / year	<b>(11,521,734)</b>	(21,529,506)	<b>(3,504,407)</b>	(10,037,156)
Unrealised (losses) gains	<b>(2,087,356)</b>	392,447	<b>(3,731,330)</b>	1,512,171
Realised (losses) gains on disposal	<b>(455,009)</b>	686,248	<b>344,967</b>	2,488,719
At the end of period / year	<b>10,575,041</b>	12,608,045	<b>23,171,117</b>	26,485,637

f) Held-to-maturity investments are as follows:

Insurance operations

<b>Security</b>	<b>Issuer</b>	<b>Maturity</b>	<b>Location</b>	<b>Profit margin</b>	<b>Amortised cost</b>	
					<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Sukuk	Financial institution	10 years	Saudi Arabia	6 months SIBOR plus 1.40%	<b>30,000,000</b>	30,000,000

Shareholders' operations

<b>Security</b>	<b>Issuer</b>	<b>Maturity</b>	<b>Location</b>	<b>Profit margin</b>	<b>Amortised cost</b>	
					<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Sukuk	Financial institution	10 years	Saudi Arabia	6 months SIBOR plus 1.15%	<b>30,000,000</b>	30,000,000
Sukuk	Financial institution	10 years	Saudi Arabia	6 months SIBOR plus 1.30%	<b>50,000,000</b>	50,000,000
					<b>80,000,000</b>	80,000,000

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**9. Investments (continued)**

g) Geographical concentration:

The maximum exposure to credit and price risk for financial assets at fair value through profit or loss, available-for-sale and held-to-maturity investments at the reporting date by geographic region is as follows:

	<b>Insurance operations</b>		<b>Shareholders' operations</b>	
	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Kingdom of Saudi Arabia	<b>59,568,791</b>	61,358,045	<b>103,171,117</b>	106,485,637
Singapore	<b>11,785,530</b>	11,785,530	-	-
United States of America	-	-	<b>17,838,190</b>	17,701,336
United Arab Emirates	-	-	<b>44,386,624</b>	49,875,000
	<b>71,354,321</b>	73,143,575	<b>165,395,931</b>	174,061,973

**10. Goodwill**

The Company commenced its insurance operations on January 1, 2009. The Company's General Assembly approved on February 1, 2009 for the Company to enter into an agreement whereby it acquired the insurance portfolio and net assets of Al Sagr Saudi Insurance Company with effect from January 1, 2009 at a goodwill of Saudi Riyals 39 million as set forth in SAMA's letter in this respect after completing the related procedures as required under SAMA's letter on November 10, 2008. The Company has later adjusted goodwill amount by reducing Saudi Riyals 13.5 million in line with SAMA correspondence in this respect bringing it to Saudi Riyals 25.5 million. The Company has paid Saudi Riyals 9.9 million during 2011 and Saudi Riyals 15.6 million in 2012 against goodwill to the shareholders of Al Sagr Saudi Insurance Company.

As at the reporting date, impairment testing, based on expected discounted cash flows was performed. The assumptions used involve a considerable degree of estimation on the part of management. Actual conditions may differ from assumptions and thus actual cash flows may be different to those expected with a potential material effect on the recoverability of amounts. The most significant assumptions used in the determination of expected discounted cash flows for the next 5 years are:

- Weighted average cost of capital of 9%; and
- Long-term growth rate of 2.2%.

Although management believes that the assumptions used to evaluate potential impairment are reasonable, with a significant portion based on the actual performance achieved in the past, such assumptions are inherently subjective.

Based on the assumptions made, the expected discounted future cash flows exceeded the carrying amount of goodwill and accordingly no impairment has been recognised.

A sensitivity analysis has been performed and an increase of 0.5% of the weighted average cost of capital and a decrease of 0.5% of the long term growth have no impact on the result of impairment tests.

**11. Statutory deposit**

The statutory deposit represents 10% of the paid up share capital which is maintained in accordance with the Law on Supervision of Cooperative Insurance Companies in the Kingdom of Saudi Arabia. SAMA is entitled to the earnings of this statutory deposit and it cannot be withdrawn without its consent.

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**12. 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.

- a) The following are the details of major related party transactions during the period and year ended, and the related balances at the end of the period/year:

	<b>Transactions for the three-month period ended</b>		<b>Balances receivable (payable) as at</b>	
	<b>March 31, 2020 (Unaudited)</b>	<b>March 31, 2019 (Unaudited)</b>	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
<b><u>Shareholders</u></b>				
Gross premium written	<b>7,887,550</b>	1,494,463	-	-
Premiums receivable from related parties	-	-	<b>13,634,744</b>	13,759,507
Rent expense	<b>(295,279)</b>	(248,697)	-	-
Consultancy services	<b>(220,911)</b>	(330,000)	-	-
Reinsurance commission income	<b>7,834</b>	959	-	-
Reinsurance share of gross claims paid	<b>14,642</b>	18,361	-	-
Reinsurance premium ceded	<b>(30,625)</b>	(23,563)	-	-
Claims incurred	<b>(1,815,253)</b>	(1,316,449)	-	-
Directors' remuneration and meeting fee	-	-	<b>(2,203,111)</b>	(2,203,111)
Gross outstanding claims	-	-	<b>(3,449,927)</b>	(3,449,927)
Reinsurance premium payable	-	-	<b>(390,273)</b>	(390,273)

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

	<b>Three-month period ended March 31, 2020 (Unaudited)</b>	<b>Three-month period ended March 31, 2019 (Unaudited)</b>
Salaries and benefits	<b>2,069,200</b>	2,395,147
Employee benefit obligations	<b>135,506</b>	140,820
	<b>2,204,706</b>	2,535,967

- c) Due to a related party

Due to a related party represents amounts payable to Al Sagr Saudi Insurance Company (B.S.C).

- d) The transactions with related parties are carried out at commercial terms and conditions. Compensation to key management personnel is on employment terms and as per the by-laws of the Company.

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**13. Zakat**

**a) Zakat charge for the period**

The charge for the period for zakat is as follows:

	<b>Three-month period ended March 31, 2020 (Unaudited)</b>	<b>Three-month period ended March 31, 2019 (Unaudited)</b>
Charge for the period	<b>2,000,000</b>	2,200,000

**b) Zakat base**

The principal elements of zakat base are as follows:

	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Opening shareholders' equity	<b>395,447,533</b>	441,893,966
Non-current assets	<b>152,264,390</b>	151,743,716
Held-to-maturity investments	<b>110,000,000</b>	110,000,000
Goodwill	<b>25,513,750</b>	25,513,750
Net loss for the period / year before zakat	<b>(58,423,694)</b>	(39,861,306)

The difference between the financial results and adjusted net income is mainly due to adjustments for certain costs based on relevant regulations.

**c) Movement in the provision for zakat during the period / year**

	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
At the beginning of the period / year	<b>45,730,348</b>	42,270,521
Provision for the period / year	<b>2,000,000</b>	8,400,000
Paid during the period / year	-	(4,940,173)
At the end of the period / year	<b>47,730,348</b>	45,730,348

**d) Shareholding subject to zakat**

The following is the shareholding percentage subject to zakat in the interim condensed financial information and financial statements as at the end of the period/year:

	<b>March 31, 2020 (Unaudited)</b>	<b>December 31, 2019 (Audited)</b>
Shareholding subject to zakat	<b>100%</b>	100%



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**13. Zakat** (Continued)

**e) Restatement**

As mentioned in Note 2(a), the basis of preparation of the interim condensed financial information has been changed for the three-month period ended March 31, 2019 based on the latest instructions from SAMA during July 2019. Previously, zakat was recognized in the statement of changes in equity as per SAMA circular number 381000074519 dated April 11, 2017. As per SAMA instructions received during July 2019, the zakat shall be recognized in the interim condensed statement of income. The Company has accounted for this change in the accounting for zakat retrospectively. The change has resulted in an increase in reported loss of the Company for the three-month period ended March 31, 2019 by Saudi Riyals 2.2 million. The change had no impact on the interim condensed statement of cash flows for the three-month period ended March 31, 2019. The impact of such change on the line items of the interim condensed statements of income and changes in equity is as follows:

**As at and for the three-month period ended March 31, 2019:**

<b>Financial statement impacted</b>	<b>Financial statement line item</b>	<b>Before the restatement as at and for the three-month period ended March 31, 2019</b>	<b>Effect of the restatement</b>	<b>As restated as at and for the three-month period ended March 31, 2019</b>
Interim condensed statement of changes in equity	Total loss for the period attributable to the shareholders	(319,207)	(2,200,000)	(2,519,207)
Interim condensed statement of changes in equity	Provision for zakat	(2,200,000)	2,200,000	-
Interim condensed statement of income	Zakat expense	-	(2,200,000)	(2,200,000)
Interim condensed statement of income	Basic and diluted earnings per share	(0.01)	(0.05)	(0.06)

**f) Zakat assessments**

During the three-month period ended March 31, 2020, the Company received final zakat assessments for the years from 2012 to 2018. Total additional zakat liability as per the assessments amounted to Saudi Riyals 36.2 million for such years. The Company has filed an appeal against the assessments and in-parallel has submitted a case with the General Secretariat of Zakat Committees (high committees). Management is of the view that GAZT will reconsider the assessments and will allow for certain deductions from the zakat base, and believes that the level of the existing provision for zakat maintained by the Company is presently sufficient to cover such uncertain zakat position.

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**14. Share capital**

The authorized, issued and paid up share capital of the Company was Saudi Riyals 400 million at March 31, 2020 consisting of 40 million shares (December 31, 2019: Saudi Riyals 400 million consisting of 40 million shares) of Saudi Riyals 10 each.

**15. Statutory reserve**

In accordance with By-laws of the Company and Article 70(2)(g) of the Insurance Implementing Regulations issued by SAMA, the Company is required to transfer not less than 20% of its annual profits, after adjusting accumulated losses, to a statutory reserve until such reserve amounts to 100% of the paid-up share capital of the Company. This reserve is not available for distribution to the shareholders until the liquidation of the Company.

**16. Basic and diluted loss per share**

Basic and diluted loss per share for the periods ended March 31, 2020 and 2019 is calculated by dividing total loss for the period attributable to the shareholders by the weighted average number of outstanding shares during the period.

	<b>For the three-month period ended March 31,</b>	
	<b>2020</b>	<b>2019</b>
Total loss for the period attributable to the shareholders	<b>(60,423,694)</b>	(2,519,207)
Weighted average number of ordinary shares for basic and diluted loss per share	<b>40,000,000</b>	40,000,000
Basic and diluted loss per share	<b>(1.51)</b>	(0.06)

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**17. Fair value of financial instruments**

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

- Level 1 - quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2 - valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- Level 3 - valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

<b>March 31, 2020</b>				
<b>(Unaudited)</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial assets measured at fair value</b>				
Mutual funds - financial assets at fair value through profit or loss	-	<b>93,004,094</b>	-	<b>93,004,094</b>
Ordinary shares - available-for-sale	<b>32,501,730</b>	-	<b>1,244,428</b>	<b>33,746,158</b>
	<b>32,501,730</b>	<b>93,004,094</b>	<b>1,244,428</b>	<b>126,750,252</b>
<b>Financial assets not measured at fair value</b>				
Sukuks - held-to-maturity	-	<b>110,000,000</b>	-	<b>110,000,000</b>
<b>Total investments</b>	<b>32,501,730</b>	<b>203,004,094</b>	<b>1,244,428</b>	<b>236,750,252</b>

<b>December 31, 2019</b>				
<b>(Audited)</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial assets measured at fair value</b>				
Mutual funds - financial assets at fair value through profit or loss	-	98,111,866	-	98,111,866
Ordinary shares - available-for-sale	37,849,254	-	1,244,428	39,093,682
	37,849,254	98,111,866	1,244,428	137,205,548
<b>Financial assets not measured at fair value</b>				
Sukuks - held-to-maturity	-	110,000,000	-	110,000,000
<b>Total investments</b>	37,849,254	208,111,866	1,244,428	247,205,548

During the period, there have been no transfers between level 1, level 2 and level 3.

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**17. Fair value of financial instruments (continued)**

The valuation of publicly traded investments classified under level 1 is based upon the closing market price of that security as of the valuation date, less a discount if the security is restricted. Fair values of private mutual funds classified in Level 2 are determined based on the investees' latest reported net assets values as at the date of statement of financial position taking into account the fair value of underlying investments by the fund. The fair value of Level 2 fixed income investments and funds are taken from reliable and third-party sources including Reuters, Bloomberg, etc. Fair values of other investments classified in Level 3 are determined based on discounted cash flows, which incorporate assumptions regarding an appropriate credit spread. Level 3 available-for-sale investment also comprises equity investment of 4,444 shares of Najm for Insurance Services (Najm) (December 31, 2019: 4,444 shares) and 80,000 shares of Saudi NextCare (December 31, 2019: 80,000 shares), respectively. As at March 31, 2020 and December 31, 2019, the investment is carried at cost as management considers that the recent available information is insufficient to determine fair value and the cost represents the best estimate of fair value in the current circumstances.

Cash and cash equivalents, short-term deposits, premiums and insurers' balances receivable - net, reinsurers' share of outstanding claims, statutory deposit, accrued income on statutory deposits and the financial liabilities except employee benefit obligations are measured at amortized cost.

**18. Commitments and contingencies**

**a) Legal proceedings**

The Company operates in the insurance industry and is subject to legal proceedings in the normal course of business relating to policyholders' insurance claims. While it is not practicable to forecast or determine the final results of all pending or threatened legal proceedings, management does not believe that such proceedings (including litigations) will have material impact on the Company's results or financial position.

**b) Capital commitments**

At March 31, 2020, the Company had outstanding commitment of Saudi Riyals 3.5 million in respect of purchase of investments relating to a mutual fund (December 31, 2019: Saudi Riyals 2.88 million).

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**19. Capital risk management**

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

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

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

The Company's management, through various scenario analyses as required by SAMA, has assessed the potential impact of Covid-19 on the Company's solvency margin by performing stress testing for various variables such as gross premium growth, increase in employee cost, year-to-date loss ratios, outstanding premium provisions, etc. and the related impact on the revenue, profitability, loss ratios and solvency ratios. The Company's management has concluded that, based on the stress testing performed, the solvency margin of the Company has no material changes as at March 31, 2020. As the situation is fluid and rapidly evolving, the Company will continue to reassess its position and the related impact on a regular basis.

**20. Approval of the interim condensed financial information**

The interim condensed financial information has been approved by the Board of Directors on June 11, 2020 (corresponding to 19 Shawwal 1441H).

**21. Subsequent event**

In response to the Covid-19 pandemic, SAMA issued a decree 189 (the "Decree") dated May 8, 2020 to all insurance companies in the Kingdom of Saudi Arabia. Amongst other things, the Decree instructs insurance companies to extend the period of validity of all existing retail motor insurance policies by two months as well as providing two months of additional coverage for all new retail motor insurance policies written within one month of the date of the Decree. The Company's management believes the requirements as per the Decree to be a subsequent non-adjusting event, and therefore, no impact is considered in this interim condensed financial information.

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**22. Supplementary information**

As required by the SAMA Implementing Regulations, 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 are separately disclosed for both insurance operations and shareholders' operations as follows:

**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**

		March 31, 2020 (Unaudited)			December 31, 2019 (Audited)		
	Note	Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
ASSETS							
Cash and cash equivalents	5	150,450,243	111,163,671	261,613,914	144,629,779	110,474,629	255,104,408
Short-term deposits	6	50,000,000	50,000,000	100,000,000	50,030,556	70,100,000	120,130,556
Premiums and insurers' balances receivable - net	7	86,922,508	-	86,922,508	94,924,166	-	94,924,166
Reinsurers' share of unearned premiums	8	13,817,390	-	13,817,390	15,100,022	-	15,100,022
Reinsurers' share of outstanding claims	8	41,416,972	-	41,416,972	70,047,887	-	70,047,887
Reinsurers' share of claims incurred but not reported	8	13,620,975	-	13,620,975	13,902,786	-	13,902,786
Deferred policy acquisition costs		10,302,912	-	10,302,912	11,860,665	-	11,860,665
Held-to-maturity investments	9	30,000,000	80,000,000	110,000,000	30,000,000	80,000,000	110,000,000
Financial assets at fair value through profit or loss	9	30,779,280	62,224,814	93,004,094	30,535,530	67,576,336	98,111,866
Available-for-sale investments	9	10,575,041	23,171,117	33,746,158	12,608,045	26,485,637	39,093,682
Prepaid expenses and other assets		19,696,307	7,655,306	27,351,613	18,125,569	5,932,727	24,058,296
Long-term deposits	6	26,250,000	75,000,000	101,250,000	26,250,000	75,000,000	101,250,000
Property and equipment		4,173,757	-	4,173,757	4,143,639	-	4,143,639
Intangible assets		1,801,733	-	1,801,733	1,596,438	-	1,596,438
Goodwill	10	-	25,513,750	25,513,750	-	25,513,750	25,513,750
Statutory deposit	11	-	40,000,000	40,000,000	-	40,000,000	40,000,000
Accrued income on statutory deposit	11	-	5,038,900	5,038,900	-	4,753,639	4,753,639
Amounts due from shareholders		93,295,032	-	93,295,032	57,479,427	-	57,479,427
TOTAL ASSETS		583,102,150	479,767,558	1,062,869,708	581,234,509	505,836,718	1,087,071,227
Less: inter-operations elimination		(93,295,032)	-	(93,295,032)	(57,479,427)	-	(57,479,427)
TOTAL ASSETS		489,807,118	479,767,558	969,574,676	523,755,082	505,836,718	1,029,591,800

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**22. Supplementary information** (continued)

**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION** (continued)

		March 31, 2020 (Unaudited)			December 31, 2019 (Audited)		
	Note	Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
<b>LIABILITIES</b>							
Accounts payable		7,803,231	-	7,803,231	5,417,406	-	5,417,406
Accrued and other liabilities		19,733,890	2,214,237	21,948,127	29,924,804	2,229,239	32,154,043
Reinsurers' balances payable		6,811,503	-	6,811,503	5,333,811	-	5,333,811
Unearned premiums	8	214,179,548	-	214,179,548	230,733,866	-	230,733,866
Unearned reinsurance commission		1,912,033	-	1,912,033	2,197,204	-	2,197,204
Outstanding claims	8	174,182,679	-	174,182,679	169,692,335	-	169,692,335
Claims incurred but not reported	8	83,292,822	-	83,292,822	63,180,565	-	63,180,565
Additional premium reserves	8	18,909,396	-	18,909,396	17,314,969	-	17,314,969
Other technical reserves	8	2,616,557	-	2,616,557	2,045,033	-	2,045,033
Due to a related party	12	-	1,123,750	1,123,750	-	1,123,750	1,123,750
Employee benefit obligations		10,017,525	-	10,017,525	9,664,194	-	9,664,194
Zakat payable	13	-	47,730,348	47,730,348	-	45,730,348	45,730,348
Accrued commission income payable to SAMA	11	-	5,038,900	5,038,900	-	4,753,639	4,753,639
Dividend payable		-	370,743	370,743	-	370,743	370,743
Amounts due to insurance operations		-	93,295,032	93,295,032	-	57,479,427	57,479,427
Surplus distribution payable		44,432,361	-	44,432,361	44,432,361	-	44,432,361
<b>TOTAL LIABILITIES</b>		<b>583,891,545</b>	<b>149,773,010</b>	<b>733,664,555</b>	<b>579,936,548</b>	<b>111,687,146</b>	<b>691,623,694</b>
<b>Less: inter-operations elimination</b>		<b>-</b>	<b>(93,295,032)</b>	<b>(93,295,032)</b>	<b>-</b>	<b>(57,479,427)</b>	<b>(57,479,427)</b>
<b>TOTAL LIABILITIES</b>		<b>583,891,545</b>	<b>56,477,978</b>	<b>640,369,523</b>	<b>579,936,548</b>	<b>54,207,719</b>	<b>634,144,267</b>

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**22. Supplementary information** (continued)

**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION** (continued)

	Note	March 31, 2020 (Unaudited)			December 31, 2019 (Audited)		
		Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
<b>EQUITY</b>							
Share capital	14	-	400,000,000	400,000,000	-	400,000,000	400,000,000
Statutory reserve	15	-	47,342,202	47,342,202	-	47,342,202	47,342,202
Retained earnings		-	(117,858,544)	(117,858,544)	-	(57,434,850)	(57,434,850)
Re-measurement reserve of employee benefit obligations		471,446	-	471,446	471,446	-	471,446
Fair value reserve on investments		(1,260,841)	510,890	(749,951)	826,515	4,242,220	5,068,735
<b>TOTAL EQUITY</b>		<b>(789,395)</b>	<b>329,994,548</b>	<b>329,205,153</b>	<b>1,297,961</b>	<b>394,149,572</b>	<b>395,447,533</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>583,102,150</b>	<b>386,472,526</b>	<b>969,574,676</b>	<b>581,234,509</b>	<b>448,357,291</b>	<b>1,029,591,800</b>



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**22. Supplementary information** (continued)

**INTERIM CONDENSED STATEMENT OF INCOME FOR THE THREE-MONTH PERIOD ENDED MARCH 31,**

	Note	2020 (Unaudited)			2019 (Audited)		
		Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
<b>REVENUES</b>							
Gross written premiums		97,507,564	-	97,507,564	105,276,673	-	105,276,673
Reinsurance premiums ceded:							
- Foreign		(6,647,083)	-	(6,647,083)	(6,304,033)	-	(6,304,033)
- Local		(364,851)	-	(364,851)	(397,965)	-	(397,965)
Excess of loss expenses:							
- Foreign		(921,175)	-	(921,175)	(8,084,992)	-	(8,084,992)
- Local		(1,313,805)	-	(1,313,805)	(385,200)	-	(385,200)
<b>Net premiums written</b>		<b>88,260,650</b>	<b>-</b>	<b>88,260,650</b>	<b>90,104,483</b>	<b>-</b>	<b>90,104,483</b>
Changes in unearned premiums		16,554,318	-	16,554,318	(14,773,059)	-	(14,773,059)
Changes in reinsurers' share of unearned premiums		(1,282,632)	-	(1,282,632)	(745,699)	-	(745,699)
<b>Net premiums earned</b>	8	<b>103,532,336</b>	<b>-</b>	<b>103,532,336</b>	<b>74,585,725</b>	<b>-</b>	<b>74,585,725</b>
Reinsurance commissions		1,315,332	-	1,315,332	1,081,207	-	1,081,207
<b>Total revenues</b>		<b>104,847,668</b>	<b>-</b>	<b>104,847,668</b>	<b>75,666,932</b>	<b>-</b>	<b>75,666,932</b>
<b>UNDERWRITING COSTS AND EXPENSES</b>							
Gross claims paid		(104,856,702)	-	(104,856,702)	(48,751,314)	-	(48,751,314)
Reinsurers' share of gross claims paid		29,581,846	-	29,581,846	6,913,257	-	6,913,257
Claims handling expenses		(3,641,866)	-	(3,641,866)	(3,322,172)	-	(3,322,172)
<b>Net claims and other benefits paid</b>		<b>(78,916,722)</b>	<b>-</b>	<b>(78,916,722)</b>	<b>(45,160,229)</b>	<b>-</b>	<b>(45,160,229)</b>
Changes in outstanding claims	8	(4,490,344)	-	(4,490,344)	(26,035,660)	-	(26,035,660)
Changes in reinsurers' share of outstanding claims	8	(28,630,915)	-	(28,630,915)	(2,369,646)	-	(2,369,646)
Changes in claims incurred but not reported	8	(20,112,257)	-	(20,112,257)	14,696,117	-	14,696,117
Changes in reinsurers' share of claims incurred but not reported	8	(281,811)	-	(281,811)	(5,551,455)	-	(5,551,455)
<b>Net claims and other benefits incurred</b>		<b>(132,432,049)</b>	<b>-</b>	<b>(132,432,049)</b>	<b>(64,420,873)</b>	<b>-</b>	<b>(64,420,873)</b>

(Continued)

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**INTERIM CONDENSED STATEMENT OF INCOME FOR THE THREE-MONTH PERIOD ENDED MARCH 31, (continued)**

Note	2020 (Unaudited)			2019 (Audited)		
	Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
Policy acquisition costs	(6,285,284)	-	(6,285,284)	(6,036,064)	-	(6,036,064)
Changes in additional premium reserves	(1,594,427)	-	(1,594,427)	3,912,695	-	3,912,695
Changes in other technical reserves	(571,524)	-	(571,524)	551,533	-	551,533
Other underwriting expenses	(1,693,653)	-	(1,693,653)	(559,555)	-	(559,555)
<b>Total underwriting costs and expenses, net</b>	<b>(142,576,937)</b>	<b>-</b>	<b>(142,576,937)</b>	<b>(66,552,264)</b>	<b>-</b>	<b>(66,552,264)</b>
<b>NET UNDERWRITING (LOSS) INCOME</b>	<b>(37,729,269)</b>	<b>-</b>	<b>(37,729,269)</b>	<b>9,114,668</b>	<b>-</b>	<b>9,114,668</b>
<b>OTHER OPERATING (EXPENSES) INCOME</b>						
Allowance for doubtful debts	7 (4,655,528)	-	(4,655,528)	(3,565,718)	-	(3,565,718)
General and administration expenses	(15,062,973)	(421,816)	(15,484,789)	(14,174,688)	(345,823)	(14,520,511)
Investment and commission income	1,823,403	2,810,540	4,633,943	2,510,838	7,181,145	9,691,983
Changes in fair value of financial assets at fair value through profit or loss – net	9 243,750	(5,351,522)	(5,107,772)	225,033	-	225,033
Realized (loss) income on available-for-sale investments	9 (455,009)	344,967	(110,042)	(463,842)	(1,140,706)	(1,604,548)
Other income	29,763	-	29,763	339,886	-	339,886
<b>Total other operating expenses, net</b>	<b>(18,076,594)</b>	<b>(2,617,831)</b>	<b>(20,694,425)</b>	<b>(15,128,491)</b>	<b>5,694,616</b>	<b>(9,433,875)</b>
<b>Total (loss) income for the period before surplus attribution and zakat</b>	<b>(55,805,863)</b>	<b>(2,617,831)</b>	<b>(58,423,694)</b>	<b>(6,013,823)</b>	<b>5,694,616</b>	<b>(319,207)</b>
Zakat expense	-	(2,000,000)	(2,000,000)	-	(2,200,000)	(2,200,000)
<b>Total (loss) income for the period</b>	<b>(55,805,863)</b>	<b>(4,617,831)</b>	<b>(60,423,694)</b>	<b>(6,013,823)</b>	<b>3,494,616</b>	<b>(2,519,207)</b>
<b>Deficit transferred to the shareholders' operations</b>	<b>55,805,863</b>	<b>(55,805,863)</b>	<b>-</b>	<b>6,013,823</b>	<b>(6,013,823)</b>	<b>-</b>
<b>Total loss for the period after transfer of (deficit) surplus</b>	<b>-</b>	<b>(60,423,694)</b>	<b>(60,423,694)</b>	<b>-</b>	<b>(2,519,207)</b>	<b>(2,519,207)</b>
<b>Weighted average number of outstanding shares</b>	16		<b>40,000,000</b>	-	-	<b>40,000,000</b>
<b>Loss per share (expressed in Saudi Riyals per share)</b>						
Basic earnings per share	16		<b>(1.51)</b>	-	-	<b>(0.06)</b>
Diluted earnings per share	16		<b>(1.51)</b>	-	-	<b>(0.06)</b>

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**22. Supplementary information** (continued)

**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE-MONTH PERIOD ENDED MARCH 31, (continued)**

	<b>2020(Unaudited)</b>			<b>2019 (Audited)</b>		
	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>
Total loss for the period attributable to the shareholders	-	<b>(60,423,694)</b>	<b>(60,423,694)</b>	-	(2,519,207)	(2,519,207)
<b>Other comprehensive (loss) income</b>						
<i>Items that will be reclassified to interim condensed statement of income in subsequent periods</i>						
Net change in fair value of available-for-sale investments	<b>(2,087,356)</b>	<b>(3,731,330)</b>	<b>(5,818,686)</b>	996,283	2,762,487	3,758,770
<b>TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD</b>	<b>(2,087,356)</b>	<b>(64,155,024)</b>	<b>(66,242,380)</b>	996,283	243,280	1,239,563

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**22. Supplementary information (continued)**

**INTERIM CONDENSED STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED MARCH 31,**

	<b>2020 (Unaudited)</b>			<b>2019 (Audited)</b>		
	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Total loss for the period before surplus attribution and zakat	-	(58,423,694)	(58,423,694)	-	(319,207)	(319,207)
<u>Adjustments for non-cash items:</u>						
Depreciation of property and equipment	277,490	-	277,490	264,112	-	264,112
Amortization of intangible assets	151,205	-	151,205	59,167	-	59,167
Provision for employee benefit obligations	618,167	-	618,167	586,478	-	586,478
Changes in fair value of financial assets at fair value through profit or loss	(243,750)	5,351,522	5,107,772	(225,033)	-	(225,033)
Realized gain (loss) on available-for-sale investments	455,009	(344,967)	110,042	463,842	1,140,706	1,604,548
Allowance for doubtful debts	4,655,528	-	4,655,528	3,565,718	-	3,565,718
<b><u>Changes in operating assets and liabilities:</u></b>						
Unearned premiums	(16,554,318)	-	(16,554,318)	14,773,059	-	14,773,059
Premiums and insurance balances receivable - net	3,346,130	-	3,346,130	(9,581,751)	-	(9,581,751)
Reinsurers' share of unearned premiums	1,282,632	-	1,282,632	745,699	-	745,699
Reinsurers' share of outstanding claims	28,630,915	-	28,630,915	2,369,646	-	2,369,646
Reinsurers' share of claims Incurred but not reported	281,811	-	281,811	5,551,455	-	5,551,455
Amounts due from (to) insurance operations	72,801,640	(72,801,640)	-	2,122,731	(2,122,731)	-
Amounts due (from) to shareholders	(108,617,245)	108,617,245	-	(6,013,823)	6,013,823	-
Deferred policy acquisition costs	1,557,753	-	1,557,753	(27,714)	-	(27,714)
Prepaid expenses and other assets	(1,570,738)	(1,722,579)	(3,293,317)	(747,524)	(2,856,669)	(3,604,193)
Accrued and other liabilities	(10,190,914)	(15,002)	(10,205,916)	2,342,651	-	2,342,651
Reinsurance balances payable	1,477,692	-	1,477,692	(1,116,677)	-	(1,116,677)
Unearned reinsurance commission	(285,171)	-	(285,171)	147,755	-	147,755
Outstanding claims	4,490,344	-	4,490,344	26,035,660	-	26,035,660

(Continued)

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**22. Supplementary information** (continued)

**INTERIM CONDENSED STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED MARCH 31, (continued)**

	<b>2020 (Unaudited)</b>			<b>2019 (Audited)</b>		
	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>
Claims incurred but not reported	20,112,257	-	20,112,257	(14,696,117)	-	(14,696,117)
Accrued commission income payable to SAMA	-	285,261	285,261	-	335,117	335,117
Accounts payable	2,385,825	-	2,385,825	(711,543)	-	(711,543)
Additional premium reserves	1,594,427	-	1,594,427	(3,912,695)	-	(3,912,695)
Other technical reserves	571,524	-	571,524	(551,533)	-	(551,533)
Employee benefit obligations paid	(264,836)	-	(264,836)	(580,502)	-	(580,502)
<b>Net cash generated from (utilized in) operating activities</b>	<b>6,963,377</b>	<b>(19,053,854)</b>	<b>(12,090,477)</b>	<b>20,863,061</b>	<b>2,191,039</b>	<b>23,054,100</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Liquidation of short-term deposits	50,030,556	20,100,000	70,130,556	33,256,071	-	33,256,071
Placement in short-term deposits	(50,000,000)	-	(50,000,000)	(88,000,000)	(60,320,800)	(148,320,800)
Statutory deposit commission income		(285,261)	(285,261)	-	(335,117)	(335,117)
Purchase of available-for-sale investments	(12,031,095)	(3,576,250)	(15,607,345)	(5,053,640)	(2,263,937)	(7,317,577)
Purchase of property and equipment	(307,608)	-	(307,608)	(168,140)	-	(168,140)
Purchase of intangible assets	(356,500)	-	(356,500)	-	-	-
Proceeds from disposal of available-for-sale investments	11,521,734	3,504,407	15,026,141	4,377,845	888,486	5,266,331
<b>Net cash (utilized in) generated from investing activities</b>	<b>(1,142,913)</b>	<b>19,742,896</b>	<b>18,599,983</b>	<b>(55,587,864)</b>	<b>(62,031,368)</b>	<b>(117,619,232)</b>

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**22. Supplementary information** (continued)

**INTERIM CONDENSED STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED MARCH 31, (continued)**

	<b>2020 (Unaudited)</b>			<b>2019 (Unaudited)</b>		
	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>	<b>Insurance operations</b>	<b>Shareholders' operations</b>	<b>Total</b>
<b>Net change in cash and cash equivalents</b>	<b>5,820,464</b>	<b>689,042</b>	<b>6,509,506</b>	(34,724,803)	(59,840,329)	(94,565,132)
Cash and cash equivalents, beginning of the period	<b>144,629,779</b>	<b>110,474,629</b>	<b>255,104,408</b>	156,227,789	130,269,030	286,496,819
<b>Cash and cash equivalents, end of the period</b>	<b>150,450,243</b>	<b>111,163,671</b>	<b>261,613,914</b>	121,502,986	70,428,701	191,931,687
<b><u>Supplemental non-cash information:</u></b>						
Change in fair value reserve for available-for-sale investments	<b>(2,087,356)</b>	<b>(3,731,330)</b>	<b>(5,818,686)</b>	994,283	2,762,487	3,785,770
Surplus distribution payable adjusted against:						
- Insurance premium receivable from policyholders	-	-	-	363,277	-	363,277
- VAT receivable on unearned premium	-	-	-	862,600	-	862,600