

STATEMENT OF FINANCIAL POSITION as at 31 December 2009
STATEMENT OF INCOME for the year ended 31 December 2009
STATEMENT OF CASH FLOWS - year ended 31 December 2009

	2009 BD	2008 BD		2009 BD	2008 BD		2009 BD	2008 BD
ASSETS						OPERATING ACTIVITIES		
Cash and cash equivalents	22,772,615	21,444,166	Gross premiums	31,842,487	35,981,230	Premiums received net of commission	25,214,082	34,675,478
Statutory deposits	2,277,388	2,732,658	Reinsurer's share of gross premiums	(21,006,305)	(26,498,851)	Paid to insurance and reinsurance companies	(13,669,886)	(23,090,686)
Insurance receivables	14,542,403	22,465,890	Retained premiums	10,836,182	9,482,379	Claims paid	(14,265,498)	(14,863,678)
Deferred acquisition costs	764,565	899,704	Unearned premiums adjustment - gross	1,698,836	(4,163,919)	Claims recovered	8,258,693	10,822,846
Reinsurers' share of insurance reserves	23,903,262	29,775,655	Unearned premiums adjustment - reinsurance	(2,030,584)	3,408,769	General and administrative expenses paid	(2,698,433)	(2,388,920)
Investments	13,449,966	13,860,848	Net premiums	10,504,434	8,727,229	Interest and other payments	(538,651)	(279,959)
Property and equipment	816,462	967,943	Gross claims paid	(13,432,622)	(15,143,855)	Receipts from statutory deposits	455,270	(47,540)
			Reinsurer's share of claims paid	7,704,633	10,675,652	Net cash from operating activities	2,755,577	4,827,541
TOTAL ASSETS	78,526,661	92,146,864	Outstanding claims adjustment - gross	3,387,301	(6,826,452)			
			Outstanding claims adjustment - reinsurance	(3,207,741)	6,376,683	INVESTING ACTIVITIES		
LIABILITIES AND EQUITY			Net claims	(5,548,429)	(4,917,972)	Dividends and interest received	1,517,957	1,667,038
Liabilities			General and administrative expenses	(2,788,332)	(2,764,081)	Proceeds from sale of available-for-sale investments	1,919,119	1,407,936
Insurance Liabilities	36,542,374	42,485,347	Acquisition costs	(1,795,292)	(1,784,471)	Payments for available-for-sale investments purchased	(2,460,281)	(1,880,906)
Unearned commissions	1,415,164	1,645,942	Fees and commission income	3,473,194	3,778,260	Rent received	96,849	117,036
Payables and accrued liabilities:				(1,110,430)	(770,292)	Proceeds from sale of property and equipment	16,491	43,270
Insurance and reinsurance companies	9,295,078	8,988,874	Underwriting profit	3,845,575	3,038,965	Purchase of property and equipment	(132,410)	(250,461)
Policyholders	1,891,111	3,310,805	Investment income - net	963,425	1,234,551	Net cash from investing activities	957,725	1,103,913
Others	4,990,882	11,665,235	Corporate expenses	(360,119)	(300,000)			
Total liabilities	54,134,609	68,096,203	Other income	37,011	48,764	FINANCING ACTIVITY		
			Other expenses	(456,669)	(301,683)	Dividends paid	(2,384,853)	(2,709,438)
Equity				183,648	681,632	Cash used in financing activity	(2,384,853)	(2,709,438)
Share capital	6,063,750	6,063,750	PROFIT FOR THE YEAR	4,029,223	3,720,597			
Treasury shares	(2,477)	(2,477)	Basic and diluted earnings per share	66 fils	61 fils	TOTAL CASH FLOWS DURING THE YEAR	1,328,449	3,222,016
Share premium	4,361,700	4,361,700				Cash and cash equivalents at beginning of the year	21,444,166	18,222,150
Statutory reserve	3,781,000	3,406,000				CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	22,772,615	21,444,166
General reserve	2,001,250	1,601,250				CASH AND CASH EQUIVALENTS		
Investments fair value reserve	2,298,264	3,147,495				Cash and bank current accounts	4,549,321	5,745,735
Currency translation reserve	129,640	371,741				Short-term deposits	18,223,294	15,698,431
Retained earnings	5,758,925	5,101,202				As per the statement of financial position	22,772,615	21,444,166
Total equity	24,392,052	24,050,661						
TOTAL LIABILITIES AND EQUITY	78,526,661	92,146,864						

**STATEMENT OF COMPREHENSIVE INCOME
Year ended 31 December 2009**

Profit for the year	4,029,223	3,720,597
Other comprehensive income (loss)		
Available-for-sale investments:		
Fair value changes arising during the year	(952,044)	(3,421,121)
Reclassification adjustment to statement of income on disposal / impairment	102,813	326,662
	(849,231)	(3,094,459)
Currency translation differences during the year	(242,101)	(39,434)
Directors' remuneration	(121,000)	(121,000)
Donations paid	(50,000)	(50,000)
Other comprehensive loss for the year	(1,262,332)	(3,304,893)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	2,766,891	415,704

STATEMENT OF CHANGES IN EQUITY - Year ended 31 December 2009

	Share capital BD	Treasury shares BD	Share premium BD	Statutory reserve BD	General reserve BD	Investments fair value reserve BD	Currency translation reserve BD	Retained earnings BD	Total BD
Balance at 1 January 2009	6,063,750	(2,477)	4,361,700	3,406,000	1,601,250	3,147,495	371,741	5,101,202	24,050,661
Profit for the year	-	-	-	-	-	(849,231)	(242,101)	4,029,223	4,029,223
Other comprehensive loss	-	-	-	-	-	(849,231)	(242,101)	(171,000)	(1,262,332)
Total comprehensive (loss) income	-	-	-	-	-	(849,231)	(242,101)	3,858,223	2,766,891
Transfer to statutory reserve - 2008	-	-	-	375,000	-	-	-	(375,000)	-
Transfer to general reserve - 2008	-	-	-	-	400,000	-	-	(400,000)	-
Dividend paid during the year	-	-	-	-	-	-	-	(2,425,500)	(2,425,500)
Balance as at 31 December 2009	6,063,750	(2,477)	4,361,700	3,781,000	2,001,250	2,298,264	129,640	5,758,925	24,392,052
Balance at 1 January 2008	6,063,750	(2,477)	4,361,700	3,001,000	1,251,250	6,241,954	411,175	5,035,293	26,363,645
Profit for the year	-	-	-	-	-	-	-	3,720,597	3,720,597
Other comprehensive loss	-	-	-	-	-	(3,094,459)	(39,434)	(171,000)	(3,304,893)
Total comprehensive (loss) income	-	-	-	-	-	(3,094,459)	(39,434)	3,549,597	415,704
Transfer to statutory reserve - 2007	-	-	-	405,000	-	-	-	(405,000)	-
Transfer to general reserve - 2007	-	-	-	-	350,000	-	-	(350,000)	-
Dividend paid during the year	-	-	-	-	-	-	-	(2,728,688)	(2,728,688)
Balance at 31 December 2008	6,063,750	(2,477)	4,361,700	3,406,000	1,601,250	3,147,495	371,741	5,101,202	24,050,661

The above information has been extracted from the financial statements on which Ernst & Young has issued an unqualified opinion dated 01 February, 2010. The Financial Statements have been approved by the Board of Directors at its meeting held on Monday, 01 February 2010. These are subject to approval by members at the Annual General Meeting scheduled to be held on 1 March 2010

Abdulla Hassan Buhindi
Chairman

Hassan Mohammed Zainalabedin
Director

Ebrahim Al-Rayes
Chief Executive Officer