

INTERIM STATEMENT OF FINANCIAL POSITION AT 30 September 2009			
	Unaudited 30 September 2009 BD	Audited 31 December 2008 BD	Unaudited 30 September 2008 BD
ASSETS			
Cash and cash equivalents	20,793,135	21,444,166	19,876,618
Statutory deposits	2,268,374	2,732,658	2,807,159
Receivables	22,038,305	22,465,890	21,168,012
Deferred acquisition costs	764,968	899,704	852,750
Reinsurers' share of insurance reserves	22,423,628	29,775,655	24,421,937
Investments	13,901,694	13,860,848	16,368,198
Property and equipment	855,029	967,943	893,045
TOTAL ASSETS	83,045,133	92,146,864	86,387,719
LIABILITIES AND EQUITY			
Liabilities			
Insurance reserves	35,210,363	42,485,347	37,729,532
Unearned commissions	1,404,169	1,645,942	1,458,530
Payables and accrued liabilities			
Insurance and reinsurance companies	8,049,804	8,988,874	11,703,921
Policyholders	1,962,140	3,310,805	2,546,394
Others	12,039,390	11,665,235	6,916,905
Total liabilities	58,665,866	68,096,203	60,355,282
Equity			
Share capital	6,063,750	6,063,750	6,063,750
Treasury shares	(2,477)	(2,477)	(2,477)
Share premium	4,361,700	4,361,700	4,361,700
Statutory reserve	3,781,000	3,406,000	3,406,000
General reserve	2,001,250	1,601,250	1,601,250
Investment fair value reserve	2,603,475	3,147,495	5,179,518
Currency translation reserve	105,584	371,741	416,235
Retained earnings	5,464,985	5,101,202	5,006,461
Total equity	24,379,267	24,050,661	26,032,437
TOTAL LIABILITIES AND EQUITY	83,045,133	92,146,864	86,387,719

INTERIM STATEMENT OF INCOME Nine - month period ended 30 September 2009				
	Unaudited Three months ended 30 September 2009 BD		Unaudited Nine months ended 30 September 2008 BD	
Gross premiums	6,379,394	9,491,200	24,740,924	25,129,560
Reinsurers' share of gross premiums	(4,448,306)	(7,231,462)	(15,963,378)	(17,407,423)
Retained premiums	1,931,088	2,259,738	8,777,546	7,722,137
Unearned premiums adjustment - gross	2,675,237	19,745	1,354,688	(1,683,195)
Unearned premiums adjustment - reinsurance	(1,999,337)	94,841	(2,058,339)	746,522
Net premiums	2,606,988	2,374,324	8,073,895	6,785,464
Gross claims paid	(3,777,765)	(3,030,500)	(10,751,829)	(9,271,674)
Reinsurers' share of claims paid	2,472,299	1,845,862	6,439,748	5,968,576
Outstanding claims adjustment - gross	845,455	(2,754,281)	4,986,342	(3,971,054)
Outstanding claims adjustment - reinsurance	(730,000)	2,508,539	(4,603,122)	3,274,807
Net claims	(1,190,011)	(1,430,380)	(3,928,861)	(3,999,345)
General and administrative expenses	(675,030)	(669,893)	(2,091,426)	(2,033,902)
Acquisition costs	(435,094)	(406,377)	(1,413,076)	(1,360,252)
Fee and commission income	840,383	884,792	2,760,126	2,907,664
	(269,741)	(191,478)	(744,376)	(486,490)
Underwriting profit	1,147,236	752,466	3,400,658	2,299,629
Investment income - net	98,702	312,576	916,861	1,549,687
Corporate expenses	(62,686)	(65,520)	(253,337)	(225,000)
Other income	26,168	(2,769)	36,878	246,295
Other expenses	(83,311)	(75,361)	(365,777)	(244,755)
	(21,127)	168,926	334,625	1,326,227
PROFIT FOR THE PERIOD	1,126,109	921,392	3,735,283	3,625,856
Basic and diluted earnings per share	19 fils	15 fils	62 fils	60 fils

INTERIM STATEMENT OF COMPREHENSIVE INCOME Nine - month period ended 30 September 2009				
	Unaudited Three months ended 30 September 2009 BD		Unaudited Nine months ended 30 September 2008 BD	
Profit for the period	1,126,109	921,392	3,735,283	3,625,856
Available-for-sale investments:				
Fair value changes arising during the period	(48,127)	(1,784,291)	(469,095)	(728,225)
Transfer to interim statement of income on disposal of available-for-sale investments	1,602	(6,456)	(206,003)	(334,211)
Transfer to interim statement of income on impairment of available-for-sale investments	-	-	131,078	-
	(46,525)	(1,790,747)	(544,020)	(1,062,436)
Currency translation differences during the period	45,726	(1,703)	(266,157)	5,058
Directors' remuneration	-	-	(121,000)	(121,000)
Donations paid	-	-	(50,000)	(50,000)
Other comprehensive income (loss) for the period	(799)	(1,792,450)	(981,177)	(1,228,378)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	1,125,310	(871,058)	2,754,106	2,397,478

INTERIM STATEMENT OF CHANGES IN EQUITY Nine - month period ended 30 September 2009 (unaudited)									
	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
Total comprehensive income for the period	-	-	-	-	-	(544,020)	(266,157)	3,564,283	2,754,106
Transfer to statutory reserve - 2008	-	-	-	375,000	-	-	-	(375,000)	-
Transfer to general reserve - 2008	-	-	-	-	400,000	-	-	(400,000)	-
Dividend declared - 2008	-	-	-	-	-	-	-	(2,425,500)	(2,425,500)
Balance as at 30 September 2009	6,063,750	(2,477)	4,361,700	3,781,000	2,001,250	2,603,475	105,584	5,464,985	24,379,267
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
Total comprehensive income for the period	-	-	-	-	-	(1,062,436)	5,060	3,454,856	2,397,480
Transfer to statutory reserve - 2007	-	-	-	405,000	-	-	-	(405,000)	-
Transfer to general reserve - 2007	-	-	-	-	350,000	-	-	(350,000)	-
Dividend declared - 2007	-	-	-	-	-	-	-	(2,728,688)	(2,728,688)
Balance as at 30 September 2008	6,063,750	(2,477)	4,361,700	3,406,000	1,601,250	5,179,518	416,235	5,006,461	26,032,437

INTERIM STATEMENT OF CASH FLOWS Nine - month period ended 30 September 2009				
	Unaudited nine months ended 30 September 2009 BD		Unaudited nine months ended 30 September 2008 BD	
OPERATING ACTIVITIES				
Premiums received net of commission		24,466,405	19,352,658	
Paid to insurance and reinsurance companies		(16,496,334)	(11,193,324)	
Claims paid		(11,693,479)	(8,806,628)	
Claims recovered		7,034,380	5,796,710	
General and administrative expenses paid		(2,319,602)	(1,535,253)	
Interest and other payments		(508,404)	(134,252)	
Receipts from statutory deposits		464,284	(122,041)	
Cash from operating activities		947,250	3,357,870	
INVESTING ACTIVITIES				
Dividends and interest received		1,311,527	1,276,278	
Proceeds from sale of available-for-sale investments		1,891,162	1,386,342	
Payments for available-for-sale investments purchased		(2,401,105)	(1,673,768)	
Rent received		66,532	86,699	
Proceeds from sale of property and equipment		16,407	11,818	
Purchase of property and equipment		(101,239)	(118,566)	
Cash from investing activities		783,284	968,803	
FINANCING ACTIVITY				
Dividends paid		(2,381,565)	(2,672,205)	
Cash used in financing activity		(2,381,565)	(2,672,205)	
NET CASH FLOWS DURING THE PERIOD		(651,031)	1,654,468	
Cash and cash equivalents at beginning of the period		21,444,166	18,222,150	
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		20,793,135	19,876,618	
CASH AND CASH EQUIVALENTS				
Cash and bank current accounts		4,686,526	4,717,947	
Short-term deposits		16,106,609	15,158,671	
As per balance sheet		20,793,135	19,876,618	
KEY FINANCIAL HIGHLIGHTS				
	30 September 2009	30 September 2008	Change %	
Gross premiums	24,740,924	25,129,560	(1.55)	
Underwriting profit	3,400,658	2,299,629	47.88	
Investment income - net	916,861	1,549,687	(40.84)	
Profit for the period	3,735,283	3,625,856	3.02	
Return on paid-up capital	61.60%	59.80%	3.02	
Return on shareholders' equity	15.32%	13.93%	10.00	
Earnings per 100 fils share	62 fils	60 fils		
	30 September 2009	31 December 2008	Change	
Cash and cash equivalents	20,793,135	21,444,166	(3.04)	
Technical reserves - net	12,786,735	12,709,692	0.61	

These Interim Condensed Financial Statements have been reviewed by Ernst & Young and approved by the Board of Directors in its meeting on Monday, 9th November 2009.

Abdulla Hassan Buhindi
Chairman

Hassan Mohammed Zainalabedin
Director

Ebrahim Al-Rayes
Chief Executive Officer