

**AL-AHLEIA INSURANCE COMPANY S.A.K.**

**INTERIM CONDENSED FINANCIAL  
INFORMATION (UNAUDITED)**

**30 JUNE 2012**



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## **REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF AL-AHLEIA INSURANCE COMPANY S.A.K.**

### ***Introduction***

We have reviewed the accompanying interim condensed statement of financial position of Al-Ahleia Insurance Company S.A.K. (the "Company") as at 30 June 2012 and the related interim condensed statement of income and interim condensed statement of comprehensive income for the three months and six months period then ended and the related interim condensed statement of cash flows and interim condensed statement of changes in equity for the six months period then ended. The management of the Company 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"). 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". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### ***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information are not prepared, in all material respects, in accordance with IAS 34.

### ***Report on Other Legal and Regulatory Requirements***

Furthermore, based on our review, the interim condensed financial information is in agreement with the books of the Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Commercial Companies Law of 1960, as amended, nor of the articles of association of the Company during the six months period ended 30 June 2012 have occurred that might have had a material effect on the business of Company or on its financial position.

WALEED A. AL OSAIMI  
LICENCE NO. 68 A  
OF ERNST & YOUNG

ABDULATIF A. H. AL-MAJID  
LICENCE NO. 70 A  
OF ALLIED ACCOUNTANTS

8 August 2012  
Kuwait

Al-Ahleia Insurance Company S.A.K.

INTERIM CONDENSED STATEMENT OF INCOME (UNAUDITED)

Period ended 30 June 2012

	Notes	Three months ended 30 June		Six months ended 30 June	
		2012 KD	2011 KD	2012 KD	2011 KD
<b>Revenue:</b>					
Gross premiums		8,739,958	8,739,230	19,028,047	18,484,447
Premiums ceded to reinsurers		(4,820,070)	(4,978,538)	(11,846,563)	(10,992,254)
Net premiums		3,919,888	3,760,692	7,181,484	7,492,193
Movement in unearned premiums		(285,641)	(321,943)	(664,386)	(540,431)
Net premiums earned		3,634,247	3,438,749	6,517,098	6,951,762
Commission received on ceded reinsurance		1,358,892	1,126,196	3,219,662	2,700,354
Policy issuance fees		146,942	148,187	297,729	292,792
Net investment income	4	2,009,463	2,187,244	2,459,447	2,339,973
Other income		1,356	8,488	124,471	112,916
<b>Total Revenue</b>		<b>7,150,900</b>	<b>6,908,864</b>	<b>12,618,407</b>	<b>12,397,797</b>
<b>Expenses:</b>					
Net claims incurred		1,607,307	1,471,477	3,500,771	3,244,223
Commissions		767,237	518,190	1,501,338	1,042,448
Increase (decrease) in life mathematical reserve		122,100	(356,000)	583,100	405,500
Maturity and cancellations of life insurance policies		64,704	31,513	115,931	91,240
Administrative expenses		783,104	1,237,947	1,635,861	2,185,080
<b>Total Expenses</b>		<b>3,344,452</b>	<b>2,903,127</b>	<b>7,337,001</b>	<b>6,968,491</b>
<b>PROFIT BEFORE CONTRIBUTION TO KUWAIT FOUNDATION FOR THE ADVANCEMENT OF SCIENCES (KFAS), NATIONAL LABOUR SUPPORT TAX (NLST) AND ZAKAT</b>		<b>3,806,448</b>	<b>4,005,737</b>	<b>5,281,406</b>	<b>5,429,306</b>
Contribution to KFAS		(38,065)	(40,057)	(51,265)	(54,293)
NLST		(88,439)	(94,667)	(118,464)	(116,233)
Zakat		(35,376)	(37,891)	(47,386)	(46,518)
<b>PROFIT FOR THE PERIOD</b>		<b>3,644,568</b>	<b>3,833,122</b>	<b>5,064,291</b>	<b>5,212,262</b>
<b>BASIC AND DILUTED EARNINGS PER SHARE</b>	3	<b>19.65 fils</b>	<b>20.70 fils</b>	<b>27.32 fils</b>	<b>28.14 fils</b>

The attached notes 1 to 10 form part of this interim condensed financial information.

Al-Ahleia Insurance Company S.A.K.

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
(UNAUDITED)

Period ended 30 June 2012

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2012</i>	<i>2011</i>	<i>2012</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
<b>Profit for the period</b>	<b>3,644,568</b>	<b>3,833,122</b>	<b>5,064,291</b>	<b>5,212,262</b>
<b>Other comprehensive income:</b>				
<i>Financial assets available for sale:</i>				
- Net unrealised (loss) gain	(3,727,907)	1,073,621	(1,412,300)	1,082,703
- Recycled to interim condensed statement of income on sale (Note 4)	(457,628)	(2,024,599)	(473,914)	(2,024,158)
- Impairment loss transferred to interim condensed statement of income (Note 4)	183,634	642,382	503,028	847,412
	(4,001,901)	(308,596)	(1,383,186)	(94,043)
Share of other comprehensive (loss) income of associates	-	(49,931)	22,122	(101,671)
Foreign currency translation adjustment	18,169	(33,581)	10,707	(65,314)
<b>Total other comprehensive loss for the period</b>	<b>(3,983,732)</b>	<b>(392,108)</b>	<b>(1,350,357)</b>	<b>(261,028)</b>
<b>Total comprehensive (loss) income for the period</b>	<b>(339,164)</b>	<b>3,441,014</b>	<b>3,713,934</b>	<b>4,951,234</b>


The attached notes 1 to 10 form part of this interim condensed financial information.

Al-Ahleia Insurance Company S.A.K.

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION  
(UNAUDITED)

At 30 June 2012

		(Audited)	
	30 June 2012	31 December 2011	30 June 2011
	KD	KD	KD
<b>ASSETS</b>			
Property and equipment	3,017,865	3,011,871	3,067,663
Investment in associates	14,480,020	13,379,884	12,887,602
Financial assets available for sale	5 74,338,807	74,973,317	72,804,567
Loans secured by life insurance policyholders	153,832	193,532	103,872
Premiums and insurance balances receivable	12,611,425	10,597,015	10,342,800
Reinsurance recoverable on outstanding claims	24,696,256	25,150,734	24,336,988
Accounts receivable and other debit balances	1,975,827	2,199,206	1,969,680
Fixed deposits	15,281,393	15,431,394	17,013,048
Bank balances and cash	353,483	186,569	289,816
<b>TOTAL ASSETS</b>	<b>146,908,908</b>	<b>145,123,522</b>	<b>142,816,036</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	6 18,953,248	18,050,713	18,050,713
Statutory reserve	16,258,490	16,258,490	15,450,580
General reserve	16,018,965	16,018,965	15,211,055
Special voluntary reserve	10,000,000	10,000,000	9,500,000
Treasury shares	7 (1,601,458)	(1,642,331)	(1,691,065)
Treasury shares reserve	1,381,426	1,369,420	1,374,560
Cumulative changes in fair values	4,744,797	6,105,861	7,502,572
Foreign currency translation reserve	84,689	73,982	33,965
Retained earnings	13,963,399	14,217,231	13,972,297
<b>Total equity</b>	<b>79,803,556</b>	<b>80,452,331</b>	<b>79,404,677</b>
<b>Liabilities</b>			
<b>Liabilities arising from insurance contracts:</b>			
Outstanding claims reserve	33,369,771	33,738,713	32,547,255
Unearned premiums reserve	4,136,281	3,471,895	3,576,656
Life mathematical reserve	4,024,000	3,440,900	4,044,000
Incurred but not reported reserve	6,700,000	6,700,000	6,700,000
<b>Total liabilities arising from insurance contracts</b>	<b>48,230,052</b>	<b>47,351,508</b>	<b>46,867,911</b>
Insurance payables	7,763,177	6,032,535	5,565,426
Accounts payable and other credit balances	8,643,169	9,658,443	8,449,883
Premiums received in advance	1,131,024	1,628,705	1,863,898
Bank overdrafts	1,337,930	-	664,241
<b>Total liabilities</b>	<b>67,105,352</b>	<b>64,671,191</b>	<b>63,411,359</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>146,908,908</b>	<b>145,123,522</b>	<b>142,816,036</b>

  
Sulaiman Hamad Al-Dalali  
Chairman and Managing Director

  
Ayman Abdullatif Al-Shayea  
Vice Chairman

The attached notes 1 to 10 form part of this interim condensed financial information.

Al-Ahleia Insurance Company S.A.K.

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

Period ended 30 June 2012

	Note	Six months ended 30 June	
		2012 KD	2011 KD
<b>OPERATING ACTIVITIES</b>			
Profit for the period		5,064,291	5,212,262
Non-cash adjustments to reconcile profit for the period to net cash flows:			
Depreciation		83,665	74,498
Share of results of associates	4	(1,042,831)	469,614
Gain on sale of financial assets available for sale	4	(473,914)	(2,024,158)
Impairment loss on financial assets available for sale	4	503,028	847,412
Interest income		(229,276)	(222,489)
Dividend income	4	(1,120,883)	(1,345,496)
Interest expense		14,616	15,276
Provision for employees' end of service benefits		70,841	45,437
		<u>2,869,537</u>	<u>3,072,356</u>
Changes in operating assets and liabilities:			
Premiums and insurance balances receivable		(2,014,410)	2,536,037
Reinsurance recoverable on outstanding claims		454,478	1,317,773
Accounts receivable and other debit balances		383,404	415,460
Liabilities arising from insurance contracts		878,544	(146,537)
Insurance payable		1,730,642	(861,803)
Account payable and other credit balances		(764,864)	(136,229)
Premiums received in advance		(497,682)	(239,790)
Cash from operations		<u>3,039,649</u>	<u>5,957,267</u>
Employees' end of service benefits paid		(18,987)	(21,278)
Paid to NLST		(181,557)	(181,516)
Paid to Zakat		(72,674)	(72,606)
Paid to directors		(172,500)	(135,000)
Net cash from operating activities		<u>2,593,931</u>	<u>5,546,867</u>
<b>INVESTING ACTIVITIES</b>			
Purchase of property and equipment		(89,659)	(5,883)
Purchase of investment in associates		(24,476)	-
Purchase of financial assets available for sale		(6,426,525)	(8,019,249)
Proceeds from sale of financial assets available for sale		5,648,735	5,695,101
Movement in loans secured by life insurance policyholders		39,700	(8,030)
Fixed deposits		150,001	(2,005,000)
Dividends received from associates		-	240,940
Dividend income received		1,120,883	1,309,540
Interest income received		69,251	29,988
Net cash from (used in) investing activities		<u>487,910</u>	<u>(2,762,593)</u>
<b>FINANCING ACTIVITIES</b>			
Dividends paid		(4,305,736)	(4,206,331)
Purchase of treasury shares		(16,578)	-
Sale of treasury shares		69,457	28,661
Net cash used in financing activities		<u>(4,252,857)</u>	<u>(4,177,670)</u>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at the beginning of the period		<u>186,569</u>	<u>1,018,971</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<u>(984,447)</u>	<u>(374,425)</u>

The attached notes 1 to 10 form part of this interim condensed financial information.

Al-Ahleia Insurance Company S.A.K.

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

Period ended 30 June 2012

	Share capital KD	Statutory reserve KD	General reserve KD	Special voluntary reserve KD	Treasury shares KD	Treasury shares reserve KD	Cumulative changes in fair values KD	Foreign currency translation reserve KD	Retained earnings KD	Total equity KD
Balance at 1 January 2012	18,050,713	16,258,490	16,018,965	10,000,000	(1,642,331)	1,369,420	6,105,861	73,982	14,217,231	80,452,331
Profit for the period	-	-	-	-	-	-	-	-	5,064,291	5,064,291
Other comprehensive (loss) income	-	-	-	-	-	-	(1,361,064)	10,707	-	(1,350,357)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(1,361,064)	10,707	5,064,291	3,713,934
Issue of bounce shares (Note 6)	902,535	-	-	-	-	-	-	-	(902,535)	-
Cash dividends (Note 6)	-	-	-	-	-	-	-	-	(4,415,588)	(4,415,588)
Purchase of treasury shares	-	-	-	-	(16,578)	-	-	-	-	(16,578)
Sale of treasury shares	-	-	-	-	57,451	12,006	-	-	-	69,457
<b>Balance at 30 June 2012</b>	<b>18,953,248</b>	<b>16,258,490</b>	<b>16,018,965</b>	<b>10,000,000</b>	<b>(1,601,458)</b>	<b>1,381,426</b>	<b>4,744,797</b>	<b>84,689</b>	<b>13,963,399</b>	<b>79,803,556</b>
Balance at 1 January 2011	17,191,155	15,450,580	15,211,055	9,500,000	(1,715,677)	1,370,511	7,698,286	99,279	13,818,486	78,623,675
Profit for the period	-	-	-	-	-	-	-	-	5,212,262	5,212,262
Other comprehensive loss	-	-	-	-	-	-	(195,714)	(65,314)	-	(261,028)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(195,714)	(65,314)	5,212,262	4,951,234
Issue of bounce shares (Note 6)	859,558	-	-	-	-	-	-	-	(859,558)	-
Cash dividends (Note 6)	-	-	-	-	-	-	-	-	(4,198,893)	(4,198,893)
Sale of treasury shares	-	-	-	-	24,612	4,049	-	-	-	28,661
<b>Balance at 30 June 2011</b>	<b>18,050,713</b>	<b>15,450,580</b>	<b>15,211,055</b>	<b>9,500,000</b>	<b>(1,691,065)</b>	<b>1,374,560</b>	<b>7,502,572</b>	<b>33,965</b>	<b>13,972,297</b>	<b>79,404,677</b>

The attached notes 1 to 10 form part of this interim condensed financial information.

# Al-Ahleia Insurance Company S.A.K.

## NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2012

### 1 ACTIVITIES

The interim condensed financial information of Al-Ahleia Insurance Company S.A.K. (the "Company") for the six months period ended 30 June 2012 were authorised for issue by the Board of Directors on 8 August 2012.

Al-Ahleia Insurance Company S.A.K. is a Kuwaiti shareholding company registered under the Insurance Companies and Agents Law No. 24 of 1961 and its subsequent amendments. It is engaged in various insurance activities, including reinsurance. Its registered head office is at P.O. Box 1602, Safat 13017, Kuwait.

### 2 BASIS OF PREPARATION

(a) The interim condensed financial information of the Company has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting".

The accounting policies used in the preparation of the interim condensed financial information are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2011, except for the adoption of the following revised International Financial Reporting Standard ("IFRS") during the period:

*IFRS 7: Financial Instruments: Disclosures — Enhanced Derecognition Disclosure Requirements (Amendment) (effective 1 July 2011)*

The amendment requires additional disclosure about financial assets that have been transferred but not derecognised to enable the user of the Company's financial statements to understand the relationship with those assets that have not been derecognised and their associated liabilities. In addition, the amendment requires disclosures about continuing involvement in derecognised assets to enable the user to evaluate the nature of, and risks associated with, the entity's continuing involvement in those derecognised assets.

Application of the above standard did not have any impact on the interim condensed financial information of the company.

(b) The interim condensed financial information does not contain all information and disclosures required for full financial statements prepared in accordance with IFRSs and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2011. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included. Operating results for the period are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2012.

### 3 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares). Diluted earnings per share is calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares) plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. The Company did not have any diluted shares as at 30 June.

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2012</i>	<i>2011</i>	<i>2012</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Profit for the period	<b>3,644,568</b>	3,833,122	<b>5,064,291</b>	5,212,262
	<b>Shares</b>	Shares	<b>Shares</b>	Shares
Weighted average number of ordinary shares outstanding during the period (excluding treasury shares)	<b>185,443,383</b>	185,205,658	<b>185,398,696</b>	185,195,221
Basic and diluted earnings per share	<b>19.65 fils</b>	20.70 fils	<b>27.32 fils</b>	28.14 fils



Al-Ahleia Insurance Company S.A.K.

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2012

3 BASIC AND DILUTED EARNINGS PER SHARE (continued)

The basic and diluted earnings per share have been adjusted for the current and previous period following the shareholders' approval of bonus shares at the Extraordinary General Assembly meeting held on 22 April 2012 (Note 6).

4 NET INVESTMENT INCOME

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2012</i>	<i>2011</i>	<i>2012</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Share of results of associates	928,401	(27,004)	1,042,831	(469,614)
Gain on sale of financial assets available for sale	457,628	2,024,599	473,914	2,024,158
Impairment loss on financial assets available for sale	(183,634)	(642,382)	(503,028)	(847,412)
Interest on bonds	4,364	-	21,129	-
Interest on fixed deposits	104,386	108,395	208,147	222,489
Dividend income	643,261	692,575	1,120,883	1,345,496
Other investment income	55,057	31,061	95,571	64,856
	<u>2,009,463</u>	<u>2,187,244</u>	<u>2,459,447</u>	<u>2,339,973</u>

5 FINANCIAL ASSETS AVAILABLE FOR SALE

	<i>(Audited)</i>		<i>30 June</i>
	<i>30 June</i>	<i>31 December</i>	
	<i>2012</i>	<i>2011</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Equity securities:			
Quoted	26,135,397	25,883,194	23,596,107
Unquoted	27,250,298	27,412,399	28,269,538
	<u>53,385,695</u>	<u>53,295,593</u>	<u>51,865,645</u>
Funds:			
Quoted	3,447,473	3,596,561	3,849,762
Unquoted	17,155,639	17,731,162	17,089,159
	<u>20,603,112</u>	<u>21,327,723</u>	<u>20,938,921</u>
Debt securities:			
Bonds	350,000	350,001	1
	<u>74,338,807</u>	<u>74,973,317</u>	<u>72,804,567</u>

Impairment loss of KD 252,683 (31 December 2011: KD 559,250 and 30 June 2011: KD 224,350) has been made against quoted financial assets available for sale on which there has been a significant or prolonged decline in fair value below cost.

Management has performed a review of its unquoted financial assets available for sale to assess whether impairment has occurred in the value of these investments and accordingly has recognised an impairment of KD 250,345 (31 December 2011: KD 1,563,657 and 30 June 2011: KD 623,062) in the interim condensed statement of income.

## NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2012

**6 SHARE CAPITAL**

Authorised, issued and fully paid-up share capital consists of 189,532,484 shares of 100 fils each (31 December 2011: 180,507,130 and 30 June 2011: 180,507,130 shares).

On 22 April 2012, the Ordinary Annual General Assembly of the Company's shareholders approved the payment of cash dividend of 25% for the year ended 31 December 2011 (2010: 25%), totaling KD 4,415,588 (2010: KD 4,198,892) and board of directors' remuneration of KD 172,500 (2010: KD 135,000).

On the same date, the Extraordinary General Assembly of the Company's shareholders approved the increase of share capital from KD 18,050,713 to KD 18,953,248 through issuance of 9,025,356 bonus shares of 100 fils each for the year ended 31 December 2011 (2010: 8,595,580 shares).

**7 TREASURY SHARES**

	<i>30 June</i> <i>2012</i>	<i>(Audited)</i> <i>31 December</i> <i>2011</i>	<i>30 June</i> <i>2011</i>
Number of treasury shares (shares)	<u>4,097,140</u>	<u>4,003,634</u>	<u>4,093,634</u>
Percentage of issued shares (%)	<u>2.16</u>	<u>2.22</u>	<u>2.27</u>
Market value (KD)	<u>1,577,399</u>	<u>2,081,890</u>	<u>1,985,412</u>

**8 CAPITAL COMMITMENTS**

As at 30 June 2012, the Company had future capital commitments with respect to financial assets available for sale of KD 5,540,432 (31 December 2011: KD 5,297,020 and 30 June 2011: KD 6,226,674).

**9 RELATED PARTY TRANSACTIONS**

These represent i.e. major shareholders, directors and key management personnel of the company, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Company's management.

Transactions with related parties included in the interim condensed statement of income are as follows:

	<i>Associates</i> <i>KD</i>	<i>Major</i> <i>Shareholders</i> <i>KD</i>	<i>Six months ended 30 June</i>	
			<i>2012</i> <i>KD</i>	<i>2011</i> <i>KD</i>
Gross premiums	496,827	1,636,992	2,133,819	2,143,439
Claims incurred	126,779	373,582	500,361	587,439

Balances with related parties included in the interim condensed statement of financial position are as follows:

	<i>Associates</i> <i>KD</i>	<i>Major</i> <i>shareholders</i> <i>KD</i>	<i>30 June</i> <i>2012</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2011</i> <i>KD</i>	<i>30 June</i> <i>2011</i> <i>KD</i>
Premiums and insurance balances receivable	547,257	2,939,236	3,486,493	2,955,343	3,761,273
Accounts payable and other credit balances	88,090	19,971	108,061	68,973	281,159

## NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2012

## 9 RELATED PARTY TRANSACTIONS (continued)

Key management personnel compensation:

	<i>Six months ended 30 June</i>	
	<i>2012</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>
Salaries and other short term benefits	254,133	227,979
Employees' end of service benefits	133,311	101,065
	<u>387,444</u>	<u>329,044</u>

## 10 SEGMENT RESULTS

The Company operates in two segments, general risk insurance and life and health insurance; there are no inter-segment transactions. The following are the details of these two primary segments:

Six months ended 30 June 2012:

	<i>General risk insurance</i>			<i>Life and health insurance</i>	<i>Unallocated</i>	<i>Total</i>
	<i>Marine and aviation</i>	<i>Accident</i>	<i>Fire</i>			
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Segment revenue	<u>2,377,484</u>	<u>4,277,732</u>	<u>807,875</u>	<u>2,571,398</u>	<u>2,583,918</u>	<u>12,618,407</u>
Segment results (net underwriting income)	<u>1,493,783</u>	<u>810,942</u>	<u>407,327</u>	<u>453,122</u>	<u>2,116,232</u>	<u>5,281,406</u>
Assets				<i>General risk insurance</i>	<i>Life and health insurance</i>	<i>Total</i>
				<i>KD</i>	<i>KD</i>	<i>KD</i>
				<u>124,333,721</u>	<u>22,575,187</u>	<u>146,908,908</u>

Six months ended 30 June 2011:

	<i>General risk insurance</i>			<i>Life and health insurance</i>	<i>Unallocated</i>	<i>Total</i>
	<i>Marine and aviation</i>	<i>Accident</i>	<i>Fire</i>			
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Segment revenue	<u>1,888,057</u>	<u>3,918,464</u>	<u>584,214</u>	<u>3,554,173</u>	<u>2,452,889</u>	<u>12,397,797</u>
Segment results (net underwriting income)	<u>1,100,553</u>	<u>1,203,657</u>	<u>306,324</u>	<u>895,363</u>	<u>1,923,409</u>	<u>5,429,306</u>
Assets				<i>General risk insurance</i>	<i>Life and health insurance</i>	<i>Total</i>
				<i>KD</i>	<i>KD</i>	<i>KD</i>
				<u>120,365,314</u>	<u>22,450,722</u>	<u>142,816,036</u>