

Al Kaheej Takaful Group

**Consolidated Financial Statements
30 June 2013**

CONSOLIDATED STATEMENT OF INCOME (POLICYHOLDERS)
ended 30 June 2013

	<i>30 June 2013 QR Un-audited</i>	<i>30 June 2012 QR Un-audited</i>
POLICYHOLDERS' REVENUES AND EXPENSES		
Gross contributions	158,686,945	145,362,260
Retakaful share	<u>(95,311,523)</u>	<u>(85,243,069)</u>
Retained contributions	63,375,422	60,119,191
Movement in unearned contributions	<u>(2,234,053)</u>	<u>(412,169)</u>
Net retained contributions	61,141,369	59,707,022
Retakaful commission and other takaful income	<u>13,180,967</u>	<u>14,431,169</u>
Total takaful revenues	<u>74,322,336</u>	<u>74,138,191</u>
Net claims paid	41,942,436	39,492,889
Movement in outstanding claims	(697,389)	1,884,199
Commission and other takaful expenses	<u>12,471,671</u>	<u>14,027,367</u>
Total takaful expenses	<u>53,716,718</u>	<u>55,404,455</u>
SURPLUS FROM TAKAFUL OPERATIONS	20,605,618	18,733,736
Investment profit of takaful policyholders	<u>90,818</u>	<u>561,089</u>
	<u>20,696,436</u>	<u>19,294,825</u>
OTHER EXPENSES		
Wakala fees	(20,233,831)	(20,012,708)
Finance cost	<u>(1,801,957)</u>	<u>(2,136,113)</u>
	<u>(22,035,788)</u>	<u>(22,148,821)</u>
SURPLUS FOR THE YEAR TRANSFERRED TO PARTICIPANTS' FUND	<u>(1,339,352)</u>	<u>(2,853,996)</u>

CONSOLIDATED STATEMENT OF INCOME (SHAREHOLDERS)
ended 30 June 2013

	<i>30 June</i> <i>2013</i> QR Un-audited	<i>30 June</i> <i>2012</i> <i>QR</i> Un-audited
SHAREHOLDERS' REVENUES AND EXPENSES		
Net claims paid	768,700	1,479,748
Movement in outstanding claims	(851,442)	(1,426,762)
Total takaful expenses	(82,742)	52,986
SURPLUS FROM TAKAFUL OPERATIONS		
	82,742	(52,986)
Wakala income	20,146,297	19,681,721
Mudarib income	42,105	34,443
Dividend income	21,963,011	18,674,913
Net realised gains on sale of available-for-sale investments	951,905	35,315,939
Rental income	2,742,130	3,149,047
Bank income	6,492	28,856
Other income	1,401,842	455,002
TOTAL INVESTMENT AND OTHER INCOME	47,253,782	77,639,921
General and administrative expenses	(17,456,054)	(17,097,875)
Depreciation	(1,376,482)	(1,303,009)
Finance cost	(161,457)	(162,479)
TOTAL EXPENSES	(18,993,993)	(18,563,363)
SHAREHOLDERS' PROFIT FOR THE YEAR	28,342,531	59,023,572
Basic/Diluted Earnings Per Share	1,66	4,15

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
ended 30 June 2013

	<i>30 June 2013 QR Un-audited</i>	<i>31 December 2012 QR Audited</i>
ASSETS		
Policyholders' assets		
Bank balances and cash	47,130,318	28,327,117
Investments securities	4,741,721	4,506,604
Takaful balances receivable	68,460,565	51,396,175
Retakaful balances receivable	18,614,865	20,820,168
Retakaful share of unearned contribution	65,225,124	62,294,172
Retakaful share of gross outstanding claims	48,448,574	55,659,687
Other receivables and prepayments	20,698,641	31,059,885
Investment properties	50,894,765	117,022,018
Property and equipment	507,384	548,596
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Total policyholders' assets	324,721,957	371,634,422
Shareholders' assets		
Bank balances and cash	14,899,353	17,230,746
Time deposits	100,000	100,000
Investments securities	383,670,982	374,421,731
Asset held for sale	21,454,007	21,454,007
Takaful balances receivable	354,295	2,796,270
Retakaful balances receivable	3,903,682	3,956,972
Retakaful share of gross outstanding claims	4,336,495	6,047,390
Other receivables and prepayments	11,683,746	9,808,069
Investment properties	163,194,216	164,261,786
Property and equipment	9,226,320	11,606,992
Property under development	17,048,320	14,856,533
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Total shareholders' assets	629,871,416	626,540,496
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TOTAL ASSETS	954,593,373	998,174,918

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
ended 30 June 2013

	<i>30 June</i> <i>2013</i> <i>QR</i> Un-audited	<i>31 December</i> <i>2012</i> <i>QR</i> Audited
SHAREHOLDERS' EQUITY, PARTICIPANTS' FUND AND LIABILITIES		
Shareholders' equity		
Share capital	170,755,200	142,296,000
Statutory reserve	75,029,571	74,074,531
General reserve	48,971	48,971
Proposed cash dividends	-	14,229,809
Fair values reserve	135,578,015	129,492,809
Retained earnings	<u>200,438,268</u>	<u>195,705,727</u>
Total shareholders' equity	<u>581,850,025</u>	<u>556,157,566</u>
Shareholders' Liabilities		
Liabilities arising from insurance contracts:		
Gross outstanding claims	5,905,543	8,467,880
Islamic bank facilities	2,638,621	20,863,045
Accounts payable and other liabilities	31,717,806	30,947,203
Retakaful and takaful balances payable	1,763,128	4,430,640
Employees' end of service benefits	<u>5,996,293</u>	<u>5,674,162</u>
	<u>42,115,848</u>	<u>61,915,050</u>
Total shareholders' liabilities	<u>48,021,391</u>	<u>70,382,930</u>
Shareholders' equity and liabilities	<u>629,871,416</u>	<u>626,540,496</u>
Participants' fund		
Deficit in participants' fund	(30,972,908)	(29,631,366)
Fair values reserve	<u>412,204</u>	<u>340,902</u>
	<u>(30,560,704)</u>	<u>(29,290,464)</u>
Policyholders' liabilities		
Liabilities arising from insurance contracts:		
Unearned contributions	127,384,756	123,114,132
Gross outstanding claims	70,426,904	78,335,428
Claims incurred but not reported	<u>5,725,130</u>	<u>5,778,676</u>
	<u>203,536,790</u>	<u>207,228,236</u>
Islamic bank facilities	73,849,379	106,689,966
Accounts payable and other liabilities	43,947,857	23,778,418
Retakaful and takaful balances payable	32,399,311	61,747,096
Employees' end of service benefits	<u>1,519,324</u>	<u>1,481,170</u>
	<u>151,745,871</u>	<u>193,696,650</u>
Policyholders' liabilities and Participants' Fund	<u>324,957</u>	<u>371,634,422</u>
TOTAL SHAREHOLDERS' EQUITY, PARTICIPANTS' FUND AND LIABILITIES	<u>954,593,373</u>	<u>998,174,918</u>

Saoud Bin Abdulla Mohd J. Al-Thani
Managing Director

Jassim Ali Abdul Rahman Al Moftah
Chief Executive Officer