

Al Khaleej Takaful Group

**Consolidated Financial Statements
30 September 2013**

CONSOLIDATED STATEMENT OF INCOME (POLICYHOLDERS)
ended 30 September 2013

	<i>30 September 2013 QR Un-audited</i>	<i>30 September 2012 QR Un-audited</i>
POLICYHOLDERS' REVENUES AND EXPENSES		
Gross contributions	229,761,078	213,403,619
Retakaful share	(139,202,126)	(134,493,931)
Retained contributions	90,558,952	78,909,688
Movement in unearned contributions	(4,195,926)	(1,506,747)
Net retained contributions	86,363,026	77,402,941
Retakaful commission and other takaful income	18,303,740	20,515,686
Total takaful revenues	104,666,766	97,918,627
Claims paid	93,936,714	79,574,677
Retakaful share of claims paid	(29,602,008)	(25,103,298)
Net claims paid	64,334,706	54,471,379
Movement in outstanding claims	(449,522)	6,508,101
Commission and other takaful expenses	17,278,418	18,648,968
Total takaful expenses	81,163,602	79,628,448
SURPLUS FROM TAKAFUL OPERATIONS	23,503,164	18,290,179
Investment profit of takaful policyholders	570,030	1,165,252
	24,073,194	19,455,431
OTHER EXPENSES		
Wakala fees	(29,538,859)	(29,676,814)
Depreciation	(123,839)	(498,498)
Finance cost	(2,990,681)	(1,119,164)
	(32,653,379)	(31,294,476)
SURPLUS FOR THE YEAR TRANSFERRED TO PARTICIPANTS' FUND	(8,580,185)	(11,839,045)

CONSOLIDATED STATEMENT OF INCOME (SHAREHOLDERS)
ended 30 September 2013

	<i>30 September 2013 QR Un-audited</i>	<i>30 September 2012 QR Un-audited</i>
SHAREHOLDERS' REVENUES AND EXPENSES		
Wakala income	29,538,859	29,676,814
Mudarib income	328,037	-
Dividend income & net realised gains on sale of available- for-sale investments	24,477,832	56,877,052
Rental income	4,265,070	4,670,737
Gain on disposal of property and equipment	813,618	55,913
Income from bank	9,802	30,811
Other income	1,717,184	717,597
TOTAL INVESTMENT AND OTHER INCOME	61,150,402	92,028,924
General and administrative expenses	(25,616,201)	(26,177,232)
Depreciation	(2,022,988)	(1,997,027)
Movement in compensation for years before turn into activity		
Takaful	(221,883)	(166,058)
Finance cost	(344,485)	(424,777)
TOTAL EXPENSES	(28,205,557)	(28,765,094)
SHAREHOLDERS' PROFIT FOR THE YEAR	32,944,845	63,263,830
Basic/Diluted Earnings Per Share	1,93	4,45

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
ended 30 September 2013

	<i>30 September 2013 QR Un-audited</i>	<i>31 December 2012 QR Audited</i>
ASSETS		
Policyholders' assets		
Bank balances and cash	53,687,266	28,327,117
Investments securities	5,737,911	4,506,604
Takaful balances receivable	86,633,619	51,396,175
Retakaful balances receivable	19,032,425	20,820,168
Retakaful share of unearned contribution	63,992,702	62,294,172
Retakaful share of gross outstanding claims	54,519,195	55,659,687
Other receivables and prepayments	14,894,992	31,059,885
Investment properties	44,003,472	117,022,018
Property and equipment	476,227	548,596
Total policyholders' assets	342,977,809	371,634,422
Shareholders' assets		
Bank balances and cash	24,612,698	17,230,746
Time deposits	100,000	100,000
Investments securities	393,910,210	374,421,731
Asset held for sale	21,454,007	21,454,007
Takaful balances receivable	340,792	2,796,270
Retakaful balances receivable	3,533,682	3,956,972
Retakaful share of gross outstanding claims	4,674,791	6,047,390
Other receivables and prepayments	15,986,497	9,808,069
Investment properties	163,066,522	164,261,786
Property and equipment	9,029,703	11,606,992
Property under development	17,107,720	14,856,533
Total shareholders' assets	653,816,622	626,540,496
TOTAL ASSETS	996,794,431	998,174,918

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
ended 30 September 2013

	<i>30 September 2013 QR Un-audited</i>	<i>31 December 2012 QR Audited</i>
SHAREHOLDERS' EQUITY, PARTICIPANTS' FUND AND LIABILITIES		
Shareholders' equity		
Share capital	170,755,200	142,296,000
Statutory reserve	74,384,459	74,384,459
General reserve	48,971	48,971
Proposed cash dividends	-	14,229,809
Fair values reserve	149,357,880	129,492,809
Retained earnings	<u>200,181,320</u>	<u>195,705,727</u>
Total shareholders' equity	<u>594,727,830</u>	<u>556,157,566</u>
Shareholders' Liabilities		
Liabilities arising from insurance contracts:		
Gross outstanding claims	6,204,887	8,467,880
Islamic bank facilities	-	20,863,045
Accounts payable and other liabilities	46,029,165	30,947,203
Retakaful and takaful balances payable	1,144,049	4,430,640
Employees' end of service benefits	<u>5,710,691</u>	<u>5,674,162</u>
	<u>52,883,905</u>	<u>61,915,050</u>
Total shareholders' liabilities	<u>59,088,792</u>	<u>70,382,930</u>
Shareholders' equity and liabilities	<u>653,816,622</u>	<u>626,540,496</u>
Participants' fund		
Deficit in participants' fund	(42,022,071)	(29,631,366)
Fair values reserve	<u>218,964</u>	<u>340,902</u>
	<u>(41,803,107)</u>	<u>(29,290,464)</u>
Policyholders' liabilities		
Liabilities arising from insurance contracts:		
Unearned contributions	128,074,510	123,114,132
Gross outstanding claims	76,745,411	78,335,428
Claims incurred but not reported	<u>5,726,634</u>	<u>5,778,676</u>
	<u>210,546,555</u>	<u>207,228,236</u>
Islamic bank facilities	70,849,378	106,689,966
Accounts payable and other liabilities	33,992,292	23,778,418
Retakaful and takaful balances payable	67,778,352	61,747,096
Employees' end of service benefits	<u>1,614,339</u>	<u>1,481,170</u>
	<u>174,234,361</u>	<u>193,696,650</u>
Policyholders' liabilities and Participants' Fund	<u>342,977,809</u>	<u>371,634,422</u>
TOTAL SHAREHOLDERS' EQUITY, PARTICIPANTS' FUND AND LIABILITIES	<u>996,794,431</u>	<u>998,174,918</u>

Saoud Bin Abdulla Mohd J. Al-Thani
Managing Director

Jassim Ali Abdul Rahman Al Moftah
Chief Executive Officer