

**Al Khaleej Insurance & Reinsurance**  
**UNAUDITED BALANCE SHEET**  
30 September 2008

	<b>30 September 2008</b>	31 December 2007
	<b>QR</b>	<b>QR</b>
<b>ASSETS</b>		
<b>Cash and investments</b>		
Cash and bank balance	25,111,028	36,552,535
Demand deposits	2,428,867	67,903,641
Investment securities	<u>484,007,615</u>	<u>445,911,120</u>
	<u>511,547,510</u>	<u>550,367,296</u>
Accounts receivable	45,252,487	50,267,855
Reinsurance balance receivable	7,425,377	12,018,995
Other receivable and prepayments	4,780,888	2,400,300
Investment properties	132,669,595	101,659,391
Property and equipment	8,359,538	8,585,031
Capital work –in progress	<u>10,548,849</u>	<u>4,559,508</u>
	<u>209,036,734</u>	<u>179,491,080</u>
<b>TOTAL ASSETS</b>	<u>720,584,244</u>	<u>729,858,376</u>
<b>EQUITY AND LIABILITIES</b>		
Capital and reserves :		
Share Capital	142,296,000	101,640,000
Statutory reserve	71,200,000	71,200,000
Proposed bonus shares	----	40,656,000
Proposed cash dividends	----	26,328,000
General reserve	48,971	--
Cumulative changes in fair values	218,702,599	307,713,500
Retained earnings	<u>129,375,859</u>	<u>20,898,124</u>
<b>Total equity</b>	<u>561,623,429</u>	<u>568,435,624</u>
<b>LIABILITIES</b>		
Insurance funds:		
Reserve for unexpired risks	55,606,865	50,756,016
Net outstanding claims	32,282,214	30,177,926
Technical reserve	<u>8,926,824</u>	<u>8,751,809</u>
	<u>96,815,903</u>	<u>89,685,751</u>
Net Surplus attributable to Takaful policyholders	<u>8,492,763</u>	<u>5,767,333</u>
Account Payable and other liabilities	34,552,681	47,959,850
Reinsurance balance Payable	15,120,974	15,367,653
Provision for employees end of services benefits	<u>3,978,494</u>	<u>2,642,165</u>
	<u>53,652,149</u>	<u>65,969,668</u>
<b>Total Liabilities</b>	<u>158,960,815</u>	<u>161,422,752</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>720,584,244</u>	<u>729,858,376</u>

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Abdullah Bin Mohamed Jabor Al Thani  
Chairman

.....  
Abdullah Bin Ahmed Al Thani  
Deputy Chairman

.....  
Karam Ahmed Mahmoud  
Asst. General Manager

**Al Khaleej Insurance & Reinsurance**  
**INCOME STATEMENT**  
30 September 2008

	<b>30 September 2008 QR</b>	30 September 2007 QR
Gross written premium	<b>202,069,972</b>	191,475,614
Reinsurance premiums ceded	<b><u>(115,444,749)</u></b>	<b><u>(105,297,628)</u></b>
	<b><u>86,625,223</u></b>	<b><u>86,177,986</u></b>
Commissions Received on ceded Reinsurance	<b>19,108,372</b>	17,782,415
Movement in unearned premium	<b><u>(7,554,875)</u></b>	<b><u>(24,284,507)</u></b>
	<b><u>11,553,497</u></b>	<b><u>(6,502,092)</u></b>
Net insurance premium revenue	<b><u>98,178,720</u></b>	<b><u>79,675,894</u></b>
Claims incurred	<b>(61,488,880)</b>	(48,211,735)
Commission paid	<b><u>(6,267,612)</u></b>	<b><u>(4,480,165)</u></b>
	<b><u>(67,756,492)</u></b>	<b><u>(52,691,900)</u></b>
<b>NET INSURANCE REVENUE</b>	<b><u>30,422,228</u></b>	<b><u>26,983,994</u></b>
Interest income	<b>1,434,948</b>	966,978
Investment income	<b>81,584,330</b>	43,401,705
Rental income	<b>3,979,500</b>	3,591,500
Sale of real estat incme	<b>14,658,068</b>	-
Other income	<b><u>860,427</u></b>	<b><u>549,385</u></b>
<b>Total investment and other income</b>	<b><u>102,517,273</u></b>	<b><u>48,509,568</u></b>
General and administrative Expenses	<b>(21,010,684)</b>	(15,394,502)
Depreciation	<b><u>(636,713)</u></b>	<b><u>(1,007,231)</u></b>
	<b><u>(21,647,397)</u></b>	<b><u>(16,401,733)</u></b>
<b>PROFIT FOR THE PERIOD BEFORE ALLOCATION TO TAKAFUL POLICYHOLDERS</b>	<b>111,292,104</b>	59,091,829
Net surplus attributable to Takaful Policyholders	<b><u>(2,725,430)</u></b>	<b><u>(3,209,090)</u></b>
	<b><u>108,566,674</u></b>	<b><u>55,882,739</u></b>
<b>PROFIT ATTRIBUTABLE TO SHARHOLDERS</b>		
<b>EARNINGS PER SHARE</b>	<b><u>7.63</u></b>	<b><u>3.93</u></b>