

**Al Khaleej Insurance & Reinsurance****UNAUDITED BALANCE SHEET**

3. September 2007

	<b>30 September 2007</b>	<b>30 December 2006</b>
	<b>QR</b>	<b>QR</b>
<b>ASSETS</b>		
<b>Cash and investments</b>		
Cash and bank balance	17,774,169	36,750,283
Demand deposits	23,226,722	6,374,196
Investment securities	<u>446,921,587</u>	<u>491,662,621</u>
	<u>487,922,478</u>	<u>534,787,100</u>
Accounts receivable	69,393,927	39,395,730
Reinsurance balance receivable	5,830,238	5,206,023
Other receivable and prepayments	11,795,570	3,072,138
Investment properties	74,970,356	63,865,742
Property and equipment	<u>8,867,682</u>	<u>9,470,096</u>
	<u>171,857,773</u>	<u>121,009,729</u>
<b>TOTAL ASSETS</b>	<u><b>659,780,251</b></u>	<u><b>655,796,829</b></u>
<b>EQUITY AND LIABILITIES</b>		
Capital and reserves :		
Share Capital	101,640,000	101,640,000
Statutory reserve	26,404,018	26,404,018
Proposed dividends	----	30,492,000
General reserve	24,000,000	24,000,000
Cumulative changes in fair values	297,922,333	346,672,601
Retained earnings	<u>81,157,454</u>	<u>27,859,239</u>
<b>Total equity</b>	<u><b>531,123,805</b></u>	<u><b>557,067,858</b></u>
<b>LIABILITIES</b>		
Insurance funds:		
Reserve for unexpired risks	49,154,369	28,519,994
Net outstanding claims	38,778,163	35,403,725
Technical reserve	<u>3,915,577</u>	<u>3,879,984</u>
	<u>91,848,109</u>	<u>67,803,703</u>
Net Surplus attributable to Takaful policyholders	<u>3,422,175</u>	<u>1,687,818</u>
Account Payable and other liabilities	19,768,735	19,788,707
Reinsurance balance Payable	9,596,698	7,593,566
Provision for employees end of services benefits	<u>2,545,996</u>	<u>1,855,177</u>
	<u>31,911,429</u>	<u>29,237,450</u>
<b>Total Liabilities</b>	<u><b>128,656,446</b></u>	<u><b>98,728,971</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>659,780,251</b></u>	<u><b>655,796,829</b></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 2007

	<b>30 September 2007 QR</b>	30 September 2006 QR
Gross written premium	<b>191,475,614</b>	161,953,845
Movement in unearned premium	<b><u>(105,297,628)</u></b>	<b><u>(101,659,611)</u></b>
	<b><u>86,177,986</u></b>	<b><u>60,264,234</u></b>
Reinsurance premiums ceded	<b>17,782,415</b>	12,717,423
Movement in unearned premium	<b><u>(24,284,507)</u></b>	<b><u>(18,336,061)</u></b>
	<b><u>(6,502,092)</u></b>	<b><u>(5,618,638)</u></b>
Net insurance premium revenue	<b><u>79,675,894</u></b>	<b><u>54,645,596</u></b>
Claims incurred	<b>(48,211,735)</b>	(35,005,594)
Commission paid	<b><u>(4,480,165)</u></b>	<b><u>(1,887,680)</u></b>
	<b><u>(52,691,900)</u></b>	<b><u>(36,893,274)</u></b>
<b>NET INSURANCE REVENUE</b>	<b><u>26,983,994</u></b>	<b><u>17,782,322</u></b>
Interest income	<b>966,978</b>	447,404
Investment income	<b>43,401,705</b>	38,767,784
Rental income	<b>3,591,500</b>	2,919,967
Other income	<b><u>549,385</u></b>	<b><u>910,779</u></b>
<b>Total investment and other income</b>	<b><u>48,509,568</u></b>	<b><u>43,045,934</u></b>
General and administrative Expenses	<b>(15,394,502)</b>	(26,535,533)
Depreciation	<b><u>(1,007,231)</u></b>	<b><u>(969,567)</u></b>
	<b><u>(16,401,733)</u></b>	<b><u>(27,505,100)</u></b>
<b>PROFIT FOR THE PERIOD BEFORE ALLOCATION TO TAKAFUL POLICYHOLDERS</b>	<b>59,091,829</b>	33,323,156
Net surplus attributable to Takaful Policyholders	<b><u>(3,209,090)</u></b>	<b><u>(1,472,034)</u></b>
	<b><u>55,882,739</u></b>	<b><u>31,851,122</u></b>
<b>PROFIT ATTRIBUTABLE TO SHARHOLDERS</b>		
<b>EARNINGS PER SHARE</b>	<b><u>5.50</u></b>	<b><u>3.13</u></b>