



**Board of Directors Report**  
**For the period ended 31 March 2016**

Peace be upon you,

It gives us great pleasure to present our report on the activities of the company for the period ended 31 March 2016, and interim condensed financial statements for the period.

The following are the highlights of the company activities for the 1<sup>st</sup> quarter 2016.

- Total assets of the company amount of AED 730.0 million comparing to AED 697.1 million for the end of last year.
- Total cash and bank balances amount of AED 256.4 million comparing to AED 252.6 million for the end of last year, all of which are deposited with UAE banks.
- Company investments include AED 41.5 million invested in securities outside UAE.
- Shareholder's equity by the end of 1<sup>st</sup> quarter 2016 reached AED 260.3 million comparing to AED 241.0 million for the end of last year.
- The total gross takaful contributions written during the reported period reached AED 93.4 million comparing to AED 78.7 million for the same period last year,
- Technical results for the period reached to AED 24.6 million comparing to AED 18.5 million for the same period last year, achieving 33% increase.
- Net investment and other income reached AED 2.7 million comparing to AED 1.6 million for the same period last year.
- Net profit for the reported period is AED 18.1 million comparing to AED 12.0 million for the same period last year, achieving 51% increase.
- Basic and diluted earnings per share for the reported period is AED 0.18 comparing to AED 0.12 for the same period last year.

With regards,

**Chairman of the Board**

**Abu Dhabi National Takaful  
Company PSC**

REVIEW REPORT AND  
INTERIM CONDENSED FINANCIAL STATEMENTS

PERIOD ENDED 31 MARCH 2016 (UNAUDITED)

## **REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF ABU DHABI NATIONAL TAKAFUL COMPANY PSC**

### *Introduction*

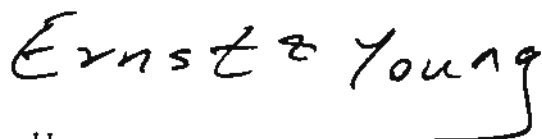
We have reviewed the accompanying interim condensed financial statements of Abu Dhabi National Takaful Company PSC (the "Company") as at 31 March 2016, comprising of the interim statement of financial position as at 31 March 2016 and the related interim income statement and interim statement of comprehensive income, interim statement of changes in equity and interim statement of cash flows for the three-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard IAS 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed financial statements 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 statements are not prepared, in all material respects, in accordance with IAS 34.



Signed by:  
Andre Kasparian  
Partner  
Ernst & Young  
Registration No 365

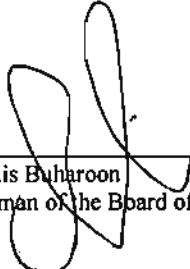
11 May 2016  
Abu Dhabi


# Abu Dhabi National Takaful Company PSC

## INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2016

		<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
	<i>Notes</i>		
<b>ASSETS</b>			
Cash and bank balances	3	256,429,097	252,642,134
Statutory deposit	4	10,000,000	10,000,000
Investments	5	104,089,871	103,096,360
Retakaful contract assets		263,893,124	249,603,181
Takaful and other receivables		46,801,581	34,981,107
Other assets		4,881,289	2,743,486
Property and equipment		23,524,609	23,789,230
Investment properties	7	<u>20,260,028</u>	<u>20,260,028</u>
<b>TOTAL ASSETS</b>		<b><u>729,879,599</u></b>	<b><u>697,115,526</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>			
Share capital		100,000,000	100,000,000
Legal reserve		24,209,407	24,209,407
General reserve		42,500,000	42,500,000
Investment revaluation reserve		9,591,463	7,842,492
Retained earnings		<u>83,976,291</u>	<u>66,395,373</u>
<b>Total shareholders' equity</b>		<b><u>260,277,161</u></b>	<b><u>240,947,272</u></b>
<b>Policyholders' fund</b>			
Deficit of policyholders' fund	9	(12,917,208)	(15,033,820)
Loan from shareholders	9	<u>12,917,208</u>	<u>15,033,820</u>
<b>Total policyholders' fund</b>		<b><u>-</u></b>	<b><u>-</u></b>
<b>Liabilities</b>			
Provision for end of service benefits		6,241,997	5,951,639
Takaful contract liabilities		364,477,381	344,444,574
Retakaful and other liabilities		70,700,873	77,781,065
Retakaful deposits retained		<u>28,182,187</u>	<u>27,990,976</u>
<b>Total liabilities</b>		<b><u>469,602,438</u></b>	<b><u>456,168,254</u></b>
<b>TOTAL SHAREHOLDERS' EQUITY, POLICYHOLDERS' FUND AND LIABILITIES</b>		<b><u>729,879,599</u></b>	<b><u>697,115,526</u></b>

  
 Khamis Buharoon  
 Chairman of the Board of Directors

  
 Osama Abdeen  
 Chief Executive Officer

The attached notes 1 to 14 form part of these interim condensed financial statements.

# Abu Dhabi National Takaful Company PSC

## INTERIM INCOME STATEMENT (UNAUDITED)

For the period ended 31 March 2016

		<i>Three months ended 31 March 2016 (Unaudited) AED</i>	<i>Three months ended 31 March 2015 (Unaudited) AED</i>
	<i>Notes</i>		
<b>Attributable to policyholders</b>			
Gross takaful contributions revenue	10	70,092,203	69,143,522
Retakaful contributions	10	<u>(33,615,978)</u>	<u>(38,731,718)</u>
<b>Net earned contributions</b>	10	<u>36,476,225</u>	<u>30,411,804</u>
Gross claims incurred		<u>(30,645,210)</u>	<u>(19,718,052)</u>
Retakaful share of claims incurred		<u>17,371,129</u>	<u>10,907,893</u>
<b>Net claims incurred</b>		<u>(13,274,081)</u>	<u>(8,810,159)</u>
<b>Takaful income</b>		23,202,144	21,601,645
Takaful expenses		<u>(6,823,081)</u>	<u>(7,906,402)</u>
Retakaful and other income		<u>8,230,911</u>	<u>4,840,646</u>
<b>Takaful operating profit</b>		24,609,974	18,535,889
Policyholders' investment income		982,541	468,244
Mudareb share	11	<u>(294,764)</u>	<u>(140,473)</u>
Wakalah fees	11	<u>(23,181,139)</u>	<u>(16,600,602)</u>
<b>Surplus of takaful result for the period</b>		<u>2,116,612</u>	<u>2,263,058</u>
<b>Attributable to shareholders</b>			
Shareholders' investment and other income, net		1,739,191	1,126,745
Mudareb share from policyholders	11	294,764	140,473
Wakalah fees from policyholders	11	23,181,139	16,600,602
General and administrative expenses		<u>(9,229,135)</u>	<u>(8,108,292)</u>
Decrease in provision of loan to policyholders' fund	9	<u>2,116,612</u>	<u>2,263,058</u>
<b>Net profit for the period</b>		<u>18,102,571</u>	<u>12,022,586</u>
<b>Basic and diluted earnings per share</b>	12	<u>0.18</u>	<u>0.12</u>

The attached notes 1 to 14 form part of these interim condensed financial statements.

# Abu Dhabi National Takaful Company PSC

## INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 31 March 2016

	<i>Three months ended 31 March 2016 (Unaudited) AED</i>	<i>Three months ended 31 March 2015 (Unaudited) AED</i>
Net profit for the period	18,102,571	12,022,586
Other comprehensive income		
Items that will not be reclassified subsequently to statement of income:		
Increase in fair value of investments at fair value through other comprehensive income, net	<u>1,227,318</u>	<u>1,837,450</u>
Other comprehensive income for the period	<u>1,227,318</u>	<u>1,837,450</u>
Total comprehensive income for the period	<u>19,329,889</u>	<u>13,860,036</u>

The attached notes 1 to 14 form part of these interim condensed financial statements.

# Abu Dhabi National Takaful Company PSC

## INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2016

	<i>Share capital AED</i>	<i>Legal reserve AED</i>	<i>General reserve AED</i>	<i>Investment revaluation reserve AED</i>	<i>Retained earnings AED</i>	<i>Total AED</i>
Balance at 1 January 2015	100,000,000	20,050,427	42,500,000	4,220,432	45,692,232	212,463,091
Loss on disposal of investments at fair value through other comprehensive income	-	-	-	174,389	(174,389)	-
Net profit for the period	-	-	-	-	12,022,586	12,022,586
Other comprehensive income	-	-	-	<u>1,837,450</u>	-	<u>1,837,450</u>
Total comprehensive income for the period	-	-	-	1,837,450	12,022,586	13,860,036
Transfer to dividends payable (notes 8)	-	-	-	-	<u>(16,000,000)</u>	<u>(16,000,000)</u>
Balance at 31 March 2015	<u>100,000,000</u>	<u>20,050,427</u>	<u>42,500,000</u>	<u>6,232,271</u>	<u>41,540,429</u>	<u>210,323,127</u>
Balance at 1 January 2016	100,000,000	24,209,407	42,500,000	7,842,492	66,395,373	240,947,272
Loss on disposal of investments at fair value through other comprehensive income	-	-	-	521,653	(521,653)	-
Net profit for the period	-	-	-	-	18,102,571	18,102,571
Other comprehensive income	-	-	-	<u>1,227,318</u>	-	<u>1,227,318</u>
Total comprehensive income for the period	-	-	-	1,227,318	18,102,571	19,329,889
Balance at 31 March 2016	<u>100,000,000</u>	<u>24,209,407</u>	<u>42,500,000</u>	<u>9,591,463</u>	<u>83,976,291</u>	<u>260,277,161</u>

The attached notes 1 to 14 form part of these interim condensed financial statements.

# Abu Dhabi National Takaful Company PSC

## INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

For the period ended 31 March 2016

	<i>Three months ended 31 March (Unaudited) 2016 AED</i>	<i>Three months ended 31 March (Unaudited) 2015 AED</i>
	<i>Note</i>	
<b>OPERATING ACTIVITIES</b>		
Net profit for the period	18,102,571	12,022,586
Adjustments for:		
Depreciation of property and equipment	703,426	346,557
Movement of unearned contributions	2,311,350	(1,989,680)
Fixed deposits and dividend income	(1,843,377)	(1,595,373)
Loss on sale of property and equipment	-	383
Net movement in provision for end of service benefits	290,358	197,328
Movement in provision for loan to policyholders	<u>(2,116,612)</u>	<u>(2,263,058)</u>
Operating profit before movements in working capital:	17,447,716	6,718,743
Takaful and other receivables	(11,820,474)	(3,599,457)
Other assets	(2,137,803)	(3,917,184)
Movement of outstanding claims	3,431,514	(2,312,419)
Movement of policyholders' fund	2,116,612	2,263,058
Retakaful and other liabilities	(7,080,192)	(19,019,000)
Retakaful deposits retained	<u>191,211</u>	<u>763,155</u>
Cash from (used in) operations	2,148,584	(19,103,104)
Directors' remuneration paid	<u>-</u>	<u>(2,600,000)</u>
Net cash from (used in) operating activities	<u>2,148,584</u>	<u>(21,703,104)</u>
<b>INVESTING ACTIVITIES</b>		
Investments at fair value	233,807	(10,945,999)
Purchase of property and equipment	(438,805)	(36,774)
Fixed deposits and dividend income received	<u>1,843,377</u>	<u>1,595,373</u>
Net cash from (used in) investing activities	<u>1,638,379</u>	<u>(9,387,400)</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>3,786,963</b>	<b>(31,090,504)</b>
Cash and cash equivalents at 1 January	<u>68,689,658</u>	<u>69,701,189</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>3</b> <u>72,476,621</u>	<u>38,610,685</u>

The attached notes 1 to 14 form part of these interim condensed financial statements.



NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

**1 CORPORATE INFORMATION**

Abu Dhabi National Takaful Company PSC (the “Company”) is a public shareholding company which was incorporated in Abu Dhabi, United Arab Emirates (“UAE”) on 16 November 2003. The Company is registered in accordance with the UAE Federal Law No. (8) of 1984 (as amended). The Federal Law No. 2 of 2015, concerning Commercial Companies has come into effect from 1 July 2015, replacing the existing Federal Law No. 8 of 1984. The Company is currently assessing the impact of the new law and expects to be fully compliant on or before the end of grace period on 30 June 2016.

The Company carries out takaful and retakaful activities of all classes in accordance with the provisions of the UAE Federal Law No. (6) of 2007 regarding the Establishment of the Insurance Authority and Insurance Operations. The Company is domiciled and operates in the UAE and its registered address is P.O. Box 35335, Abu Dhabi, UAE.

The accompanying interim condensed financial statements of the Company for the period ended 31 March 2016 have been authorised for issue in accordance with a resolution of the Board of Directors on 11 May 2016.

**2 BASIS OF PREPARATION AND ACCOUNTING POLICIES**

*Basis of preparation*

The interim condensed financial statements of the Company have been prepared in accordance with IAS 34, Interim Financial Reporting.

The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Company’s annual financial statements as at 31 December 2015. In addition, results for the period ended 31 March 2016 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2016.

The interim condensed financial statements are presented in UAE Dirhams (AED) being the functional and presentation currency of the Company.

These interim condensed financial statements have been prepared on the historical cost convention as modified for re-measurement of investment securities at fair value.

*Significant accounting policies*

The accounting policies used in the preparation of the interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2015, except for the adoption of the following new interpretation and amendments to standards effective as of 1 January 2016:

*Amendments to standards and new standards effective 1 January 2016:*

- IFRS 14 Regulatory Deferral Accounts
- Amendments to IFRS 11 Joint Arrangement: Accounting for Acquisitions of interests
- Amendments to IAS 16 and IAS 38: Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to IAS 27: Equity Method in Separate Financial Statements
- Annual Improvement 2012 – 2014 cycle.

The amendments to standards and new standards listed above had no significant impact on the Company’s financial position or performance or disclosures.

Apart from IFRS 9 Financial Instruments, the Company has not early adopted any other standards, interpretations or amendments that have been issued but are not yet effective.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

**3 CASH AND CASH EQUIVALENTS**

	<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
Cash and bank accounts	47,588,406	22,839,487
Term deposits	<u>208,840,691</u>	<u>229,802,647</u>
Cash and bank balances	256,429,097	252,642,134
Less: term deposits with original maturity of more than three months	<u>(183,952,476)</u>	<u>(183,952,476)</u>
Cash and cash equivalents	<u>72,476,621</u>	<u>68,689,658</u>

Term deposits represent deposits held with financial institutions in the UAE, are denominated in UAE dirhams and carry profit at the prevailing market rates ranging from 0.5% to 2.6% per annum (2015: 1.17% to 2.6%).

**4 STATUTORY DEPOSIT**

In accordance with the requirements of the Federal Law No. (6) of 2007 regarding the Establishment of the Insurance Authority and Insurance Operations, the Company maintains a bank deposit of AED 10,000,000 which cannot be utilised without the consent of the UAE Insurance Authority. The statutory deposit is held with a commercial bank in the UAE, a related party (note 6).

**5 INVESTMENTS**

**5(a) Investments at fair value through other comprehensive income**

	<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
Quoted securities	18,551,252	18,461,535
Unquoted securities	<u>13,949,642</u>	<u>13,630,266</u>
	<u>32,500,894</u>	<u>32,091,801</u>

The geographical concentration of investments is as follows:

Within UAE	25,990,190	23,974,001
Outside UAE	<u>6,510,704</u>	<u>8,117,800</u>
	<u>32,500,894</u>	<u>32,091,801</u>

Unquoted equity securities are valued primarily based on net assets of the investees where there are no recent transactions that could provide evidence of the current fair value.

# Abu Dhabi National Takaful Company PSC

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

### 5 INVESTMENTS continued

#### 5(b) Investments at fair value through profit or loss

	<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
Unquoted securities	<u>71,588,977</u>	<u>71,004,559</u>
The geographical concentration of investments is as follows:		
Within UAE	36,609,546	40,646,023
Outside UAE	<u>34,979,431</u>	<u>30,358,536</u>
	<u>71,588,977</u>	<u>71,004,559</u>
Total investments	<u>104,089,871</u>	<u>103,096,360</u>

### 6 RELATED PARTIES

Related parties comprise the shareholders, Directors and key management personnel of the Company and those entities in which they have a significant interest and the ability to control or exercise significant influence in financial and operational decisions. Details of significant transactions with related parties in the normal course of business are as follows:

	<i>Three months ended 31 March 2016 (Unaudited)</i>	<i>Three months ended 31 March 2015 (Unaudited)</i>
Gross contributions written	<u>5,295,910</u>	<u>4,081,714</u>
Takaful expenses	<u>5,815,403</u>	<u>6,061,742</u>
Profit on term deposits	<u>-</u>	<u>2,994</u>
	<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
Statutory deposit at period/year end (note 4)	<u>10,000,000</u>	<u>10,000,000</u>

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

**6 RELATED PARTIES** continued

The remuneration of key management personnel during the period was as follows:

	<i>Three months ended 31 March 2016 (Unaudited)</i>	<i>Three months ended 31 March 2015 (Unaudited)</i>
Short-term benefits	<u>1,246,078</u>	<u>1,143,557</u>
Long-term benefits	<u>141,346</u>	<u>42,198</u>

The remuneration of key management personnel is based on the remuneration agreed in their employment contracts as approved by the Board of Directors.

**7 INVESTMENT PROPERTIES**

	<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
At 1 January	20,260,028	20,704,286
Decrease in fair value	<u>-</u>	<u>(444,258)</u>
At 31 December	<u>20,260,028</u>	<u>20,260,028</u>

Investment properties are stated at fair value which represents the amount at which the assets could be exchanged between a knowledgeable, willing buyer and a knowledgeable, willing seller in an arm's length transaction at the date of valuation. The investment properties were valued as at 31 December 2015 by an independent valuer which valued the properties at AED 20,260,028 using the sales comparison method utilizing the evidence of transactions and/or current asking prices of similar sites and applying some adjustments based on market research. Management believes that there have been no significant changes during the period ended 31 March 2016.

**8 DIVIDENDS**

For the year ended 31 December 2015, cash dividend of AED 16,000,000 at a rate of AED 0.16 per share was approved by shareholders on 19 April 2016 and it was paid in May 2016.

For the year ended 31 December 2014, cash dividend of AED 16,000,000 at a rate of AED 0.16 per share was approved by shareholders on 22 March 2015 and it was paid in April 2015.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

**9 POLICYHOLDERS' FUND**

	<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
At 1 January	(15,033,820)	(21,013,736)
Net surplus for the period/ year	<u>2,116,612</u>	<u>5,979,916</u>
At end of the period/ year	<u>(12,917,208)</u>	<u>(15,033,820)</u>

**10 NET EARNED CONTRIBUTIONS**

	<i>Three months ended 31 March 2016 (Unaudited) AED</i>	<i>Three months ended 31 March 2015 (Unaudited) AED</i>
<b>Gross takaful contributions revenue</b>		
Gross contributions written	93,439,630	78,742,098
Change in unearned contributions provision	<u>(23,347,427)</u>	<u>(9,598,576)</u>
	<u>70,092,203</u>	<u>69,143,522</u>
<b>Retakaful contributions</b>		
Retakaful contributions	54,652,055	50,319,974
Change in unearned contributions provision	<u>(21,036,077)</u>	<u>(11,588,256)</u>
	<u>33,615,978</u>	<u>38,731,718</u>
<b>Net earned contributions</b>	<u>36,476,225</u>	<u>30,411,804</u>

**11 MUDAREB SHARE AND WAKALAH FEES**

The shareholders manage the policyholders' investment fund and charge 30% (2015: 30%) of investment income earned by policyholders' investment fund as mudareb share.

The shareholders manage the takaful operations for the policyholders and charge the following percentage of gross takaful contributions as wakalah fees.

- Marine hull, aviation and energy 10% (2015: 10%)
- Family Takaful 30% (2015: 20%)
- All other takaful classes 20% (2015: 20%)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

**12 BASIC AND DILUTED EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of shares outstanding during the period as follows:

	<i>Three months ended 31 March 2016 (Unaudited)</i>	<i>Three months ended 31 March 2015 (Unaudited)</i>
Net profit for the period (AED)	<u>18,102,571</u>	<u>12,022,586</u>
Ordinary shares in issue throughout the period	<u>100,000,000</u>	<u>100,000,000</u>
Basic and diluted earnings per share (AED)	<u>0.18</u>	<u>0.12</u>

The Company has not issued any instruments which would have a dilutive impact on earnings per share when converted or exercised.

**13 SEGMENT INFORMATION**

For operating purposes, the Company is organised into two main business segments:

- Underwriting of takaful business incorporating all classes of takaful including fire, marine, motor, general accident, engineering, energy and family takaful. This business is conducted fully within the UAE.
- Investments incorporating investments in UAE marketable equity securities, short-term investments with banks and other securities.

Information regarding the Company's reportable segments is presented below:

# Abu Dhabi National Takaful Company PSC

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

### 13 SEGMENT INFORMATION continued

#### Segment revenue and results

	31 March 2016 (Unaudited)			31 March 2015 (Unaudited)		
	Underwriting AED	Investments AED	Total AED	Underwriting AED	Investments AED	Total AED
Direct revenue	78,323,114	2,721,732	81,044,846	73,984,168	1,595,372	75,579,540
Direct costs	(46,890,059)	-	(46,890,059)	(47,541,877)	-	(47,541,877)
Takaful expenses	<u>(6,823,081)</u>	-	<u>(6,823,081)</u>	<u>(7,906,402)</u>	-	<u>(7,906,402)</u>
Segment results	24,609,974	2,721,732	27,331,706	18,535,889	1,595,372	20,131,261
Unallocated costs			<u>(9,229,135)</u>			<u>(8,108,675)</u>
Net profit for the period			<u>18,102,571</u>			<u>12,022,586</u>

Revenue reported above represents revenue generated from external customers and third parties. There were no inter-segment revenues in the period (31 March 2015: AED nil).

The accounting policies of the reportable segments are the same as the Company's accounting policies used in the annual audited financial statements for the year ended 31 December 2015.

#### Segment assets and liabilities

	31 March 2016 (Unaudited)			31 December 2015 (Audited)		
	Underwriting AED	Investments AED	Total AED	Underwriting AED	Investments AED	Total AED
Segment assets	453,370,237	247,431,184	700,801,421	440,622,522	229,330,692	669,953,214
Unallocated assets			<u>29,078,178</u>			<u>27,162,312</u>
Total assets			<u>729,879,599</u>			<u>697,115,526</u>
Segment liabilities	444,861,138	-	444,861,138	437,944,967	-	437,944,967
Unallocated liabilities			<u>24,741,300</u>			<u>18,223,287</u>
Total liabilities			<u>469,602,438</u>			<u>456,168,254</u>
Capital expenditure		438,805	<u>438,805</u>		6,568,070	<u>6,568,070</u>

#### Gross takaful contributions revenue from underwriting departments

The following is an analysis of the Company's revenues classified by major underwriting departments.

	Three months ended 31 March 2016 (Unaudited) AED	Three months ended 31 March 2015 (Unaudited) AED
Motor	6,271,224	12,921,726
Medical	23,154,658	19,640,105
Energy	3,523,945	5,260,005
Workmen's compensation and miscellaneous accidents	8,976,292	8,716,947
Fire	6,287,324	5,462,427
Engineering	2,130,264	1,708,751
Marine and aviation	595,533	314,836
Family takaful	<u>19,152,963</u>	<u>15,118,725</u>
	<u>70,092,203</u>	<u>69,143,522</u>

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

31 March 2016 (Unaudited)

14 CONTINGENT LIABILITIES AND COMMITMENTS

	<i>31 March 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
Bank guarantees	<u>83,320</u>	<u>3,810,479</u>

Bank guarantees were issued in the normal course of business.