



Board of Directors Report
For the period ended 30 June 2016

Peace be upon you,

It gives us great pleasure to present our report on the activities of the company for the period ended 30 June 2016, and interim condensed financial statements for the period.

The following are the highlights of the company activities for the 2nd quarter 2016.

- Total assets of the company amount of AED 767.7 million comparing to AED 697.1 million for the end of last year.
- Total cash and bank balances amount of AED 263.2 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 2nd quarter 2016 reached AED 256.2 million after considering AED 16.0 million as cash dividend for year 2015 comparing to AED 241.0 million for the end of last year.
- The total gross takaful contributions written during the reported period reached AED 168.5 million comparing to AED 138.7 million for the same period last year, achieving 21% increase.
- Technical results for the period reached AED 42.3 million comparing to AED 31.4 million for the same period last year, achieving 35% increase.
- Net investment and other income reached AED 7.5 million comparing to AED 3.6 million for the same period last year.
- Net profit for the reported period is AED 30.3 million comparing to AED 17.8 million for the same period last year, achieving 70% increase.
- Basic and diluted earnings per share for the reported period is AED 0.30 comparing to AED 0.18 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 30 JUNE 2016 (UNAUDITED)

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

Introduction

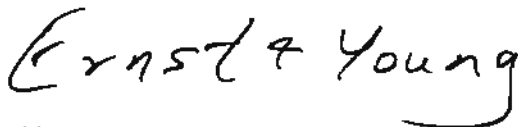
We have reviewed the accompanying interim condensed financial statements of Abu Dhabi National Takaful Company PSC (the “Company”) as at 30 June 2016, comprising of the interim statement of financial position as at 30 June 2016 and the related interim income statement and interim statement of comprehensive income for the three-month and six-month periods then ended and interim statements of changes in equity and cash flows for the six-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


4 August 2016
Abu Dhabi

Abu Dhabi National Takaful Company PSC

INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 June 2016

		30 June 2016 (Unaudited) AED	31 December 2015 (Audited) AED
ASSETS			
Cash and bank balances	3	263,193,070	252,642,134
Statutory deposit	4	10,000,000	10,000,000
Investments	5	102,999,967	103,096,360
Retakaful contract assets		290,189,398	249,603,181
Takaful and other receivables		53,879,245	34,981,107
Other assets		4,225,331	2,743,486
Property and equipment		22,952,184	23,789,230
Investment properties	7	<u>20,260,028</u>	<u>20,260,028</u>
TOTAL ASSETS		<u>767,699,223</u>	<u>697,115,526</u>
EQUITY AND LIABILITIES			
Shareholders' equity			
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		9,266,479	7,842,492
Retained earnings		<u>80,260,194</u>	<u>66,395,373</u>
Total shareholders' equity		<u>256,236,080</u>	<u>240,947,272</u>
Policyholders' fund			
Deficit of policyholders' fund	9	(14,986,874)	(15,033,820)
Loan from shareholders	9	<u>14,986,874</u>	<u>15,033,820</u>
Total policyholders' fund		<u>-</u>	<u>-</u>
Liabilities			
Provision for end of service benefits		6,468,734	5,951,639
Takaful contract liabilities		397,830,370	344,444,574
Retakaful and other liabilities		78,355,796	77,781,065
Retakaful deposits retained		<u>28,808,243</u>	<u>27,990,976</u>
Total liabilities		<u>511,463,143</u>	<u>456,168,254</u>
TOTAL SHAREHOLDERS' EQUITY, POLICYHOLDERS' FUND AND LIABILITIES		<u>767,699,223</u>	<u>697,115,526</u>


 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 30 June 2016

		<i>Three months ended 30 June 2016 (Unaudited) AED</i>	<i>Three months ended 30 June 2015 (Unaudited) AED</i>	<i>Six months ended 30 June 2016 (Unaudited) AED</i>	<i>Six months ended 30 June 2015 (Unaudited) AED</i>
	<i>Notes</i>				
Attributable to policyholders					
Gross takaful contributions revenue	10	67,348,812	63,904,688	137,441,015	133,048,210
Retakaful contributions	10	(30,685,809)	(34,970,393)	(64,301,787)	(73,702,111)
Net earned contributions	10	<u>36,663,003</u>	<u>28,934,295</u>	<u>73,139,228</u>	<u>59,346,099</u>
Gross claims incurred		(47,028,034)	(46,210,162)	(77,673,244)	(65,928,214)
Retakaful share of claims incurred		<u>33,374,721</u>	<u>35,498,266</u>	<u>50,745,850</u>	<u>46,406,159</u>
Net claims incurred		<u>(13,653,313)</u>	<u>(10,711,896)</u>	<u>(26,927,394)</u>	<u>(19,522,055)</u>
Takaful income		23,009,690	18,222,399	46,211,834	39,824,044
Takaful expenses		(7,860,153)	(7,116,870)	(14,683,234)	(15,023,272)
Retakaful and other income		<u>2,569,193</u>	<u>1,755,667</u>	<u>10,800,104</u>	<u>6,596,313</u>
Takaful operating profit		17,718,730	12,861,196	42,328,704	31,397,085
Policyholders' investment income		934,164	320,592	1,916,705	788,836
Mudareb share	11	(280,249)	(96,178)	(575,013)	(236,651)
Wakalah fees	11	(20,442,311)	(13,643,728)	(43,623,450)	(30,244,330)
(Deficit) surplus of takaful result for the period		<u>(2,069,666)</u>	<u>(558,118)</u>	<u>46,946</u>	<u>1,704,940</u>
Attributable to shareholders					
Shareholders' investment and other income, net		3,808,113	1,734,027	5,547,304	2,860,772
Mudareb share from policyholders	11	280,249	96,178	575,013	236,651
Wakalah fees from policyholders	11	20,442,311	13,643,728	43,623,450	30,244,330
General and administrative expenses		(10,246,720)	(9,140,540)	(19,475,855)	(17,248,832)
(Increase) decrease in provision of loan to policyholders' fund	9	<u>(2,069,666)</u>	<u>(558,118)</u>	<u>46,946</u>	<u>1,704,940</u>
Net profit for the period		<u>12,214,287</u>	<u>5,775,275</u>	<u>30,316,858</u>	<u>17,797,861</u>
Basic and diluted earnings per share	12	<u>0.12</u>	<u>0.06</u>	<u>0.30</u>	<u>0.18</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 30 June 2016

	<i>Three months ended 30 June 2016 (Unaudited) AED</i>	<i>Three months ended 30 June 2015 (Unaudited) AED</i>	<i>Six months ended 30 June 2016 (Unaudited) AED</i>	<i>Six months ended 30 June 2015 (Unaudited) AED</i>
Net profit for the period	12,214,287	5,775,275	30,316,858	17,797,861
Other comprehensive income				
Items that will not be reclassified subsequently to statement of income:				
(Decrease) increase in fair value of investments at fair value through other comprehensive income, net	<u>(255,368)</u>	<u>2,853,948</u>	<u>971,950</u>	<u>4,691,398</u>
<i>Items that may be reclassified subsequently to statement of income</i>	-	-	-	-
Other comprehensive (loss) income for the period	<u>(255,368)</u>	<u>2,853,948</u>	<u>971,950</u>	<u>4,691,398</u>
Total comprehensive income for the period	<u>11,958,919</u>	<u>8,629,223</u>	<u>31,288,808</u>	<u>22,489,259</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 30 June 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	-	-	-	347,976	(347,976)	-
Net profit for the period	-	-	-	-	17,797,861	17,797,861
Other comprehensive income	-	-	-	4,691,398	-	4,691,398
Total comprehensive income for the period	-	-	-	4,691,398	17,797,861	22,489,259
Dividends paid (notes 8)	-	-	-	-	(16,000,000)	(16,000,000)
Balance at 30 June 2015	<u>100,000,000</u>	<u>20,050,427</u>	<u>42,500,000</u>	<u>9,259,806</u>	<u>47,142,117</u>	<u>218,952,350</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	-	-	-	452,037	(452,037)	-
Net profit for the period	-	-	-	-	30,316,858	30,316,858
Other comprehensive income	-	-	-	971,950	-	971,950
Total comprehensive income for the period	-	-	-	971,950	30,316,858	31,288,808
Dividends paid (notes 8)	-	-	-	-	(16,000,000)	(16,000,000)
Balance at 30 June 2016	<u>100,000,000</u>	<u>24,209,407</u>	<u>42,500,000</u>	<u>9,266,479</u>	<u>80,260,194</u>	<u>256,236,080</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 30 June 2016

	<i>Six months ended 30 June 2016 (Unaudited) AED</i>	<i>Six months ended 30 June 2015 (Unaudited) AED</i>
OPERATING ACTIVITIES		
Net profit for the period	30,316,858	17,797,861
Adjustments for:		
Depreciation of property and equipment	1,403,448	1,015,511
Movement of unearned contributions	4,371,184	(1,801,841)
Fixed deposits and dividend income	(7,454,510)	(3,636,782)
Net movement in provision for end of service benefits	517,095	460,694
Movement in provision for loan to policyholders	(46,946)	(1,704,940)
Gain on disposal of property and equipment	<u>(9,499)</u>	<u>(12,826)</u>
Operating profit before movements in working capital:	29,097,630	12,117,677
Takaful and other receivables	(18,898,138)	(17,335,051)
Other assets	(1,481,845)	1,237,455
Movement of outstanding claims	8,428,395	(272,874)
Movement of policyholders' fund	46,946	1,704,940
Retakaful and other liabilities	3,774,731	(18,574,881)
Retakaful deposits retained	<u>817,267</u>	<u>1,989,120</u>
Cash from (used in) operations	21,784,986	(19,133,614)
Directors' remuneration paid	<u>(3,200,000)</u>	<u>(2,600,000)</u>
Net cash from (used in) operating activities	<u>18,584,986</u>	<u>(21,733,614)</u>
INVESTING ACTIVITIES		
Movement in investments	1,068,343	(12,779,917)
Purchase of property and equipment	(566,403)	(6,276,566)
Proceeds from disposal of property and equipment	9,500	13,499
Fixed deposits and dividend income received	7,454,510	3,636,782
Movements in term deposits	<u>(17,846,869)</u>	<u>14,574,891</u>
Net cash used in investing activities	<u>(9,880,919)</u>	<u>(831,311)</u>
FINANCING ACTIVITIES		
Dividends paid	<u>(16,000,000)</u>	<u>(16,000,000)</u>
Net cash used in financing activities	<u>(16,000,000)</u>	<u>(16,000,000)</u>
DECREASE IN CASH AND CASH EQUIVALENTS	(7,295,933)	(38,564,925)
Cash and cash equivalents at 1 January	<u>68,689,658</u>	<u>69,701,189</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD 3	<u>61,393,725</u>	<u>31,136,264</u>

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

Abu Dhabi National Takaful Company PSC

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 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 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 30 June 2016 have been authorised for issue in accordance with a resolution of the Board of Directors on 4 August 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 30 June 2015 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 Arrangements: Accounting for Acquisitions of Interests;
- Amendments to IAS 16 and IAS 38: Clarification of Acceptable Methods of Depreciation and Amortisation;
- Amendments to IAS 16 and IAS 41 Agriculture: Bearer Plants;
- Amendments to IAS 27: Equity Method in Separate Financial Statements;
- Annual Improvements 2012-2014 Cycle.
- Amendments to IAS 1 Disclosure Initiative; and
- Amendments to IFRS 10, IFRS 12 and IAS 28 Investment Entities: Applying the Consolidation Exception.

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
30 June 2016 (Unaudited)

3 CASH AND CASH EQUIVALENTS

	<i>30 June 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
Cash and bank accounts	33,445,576	22,839,487
Term deposits	<u>229,747,494</u>	<u>229,802,647</u>
Cash and bank balances	263,193,070	252,642,134
Less: term deposits with original maturity of more than three months	<u>(201,799,345)</u>	<u>(183,952,476)</u>
Cash and cash equivalents	<u>61,393,725</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 0.55% to 2.8% 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>30 June 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
Quoted securities	18,400,659	18,461,535
Unquoted securities	<u>13,198,284</u>	<u>13,630,266</u>
	<u>31,598,943</u>	<u>32,091,801</u>

The geographical concentration of investments is as follows:

Within UAE	26,206,041	23,974,001
Outside UAE	<u>5,392,902</u>	<u>8,117,800</u>
	<u>31,598,943</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.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2016 (Unaudited)

5 INVESTMENTS continued

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

	<i>30 June 2016 (Unaudited) AED</i>	<i>31 December 2015 (Audited) AED</i>
--	---	---

Unquoted securities	<u>71,401,024</u>	<u>71,004,559</u>
---------------------	-------------------	-------------------

The geographical concentration of investments is as follows:

Within UAE	35,251,241	40,646,023
Outside UAE	<u>36,149,783</u>	<u>30,358,536</u>

	<u>71,401,024</u>	<u>71,004,559</u>
--	-------------------	-------------------

Total investments	<u>102,999,967</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 30 June 2016 (Unaudited) AED</i>	<i>Three months ended 30 June 2015 (Unaudited) AED</i>	<i>Six months ended 30 June 2016 (Unaudited) AED</i>	<i>Six months ended 30 June 2015 (Unaudited) AED</i>
Gross contributions written	<u>1,269,577</u>	<u>1,165,743</u>	<u>6,565,487</u>	<u>5,247,457</u>
Takaful expenses	<u>3,701,761</u>	<u>2,895,840</u>	<u>9,517,164</u>	<u>8,957,582</u>
Profit on term deposits	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,994</u>

	<i>30 June 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

30 June 2016 (Unaudited)

6 RELATED PARTIES continued

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

	<i>Three months ended 30 June 2016 (Unaudited) AED</i>	<i>Three months ended 30 June 2015 (Unaudited) AED</i>	<i>Six months ended 30 June 2016 (Unaudited) AED</i>	<i>Six months ended 30 June 2015 (Unaudited) AED</i>
Short-term benefits	<u>1,277,348</u>	<u>1,124,084</u>	<u>2,523,426</u>	<u>2,267,641</u>
Long-term benefits	<u>54,862</u>	<u>42,667</u>	<u>196,208</u>	<u>84,865</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>30 June 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 period/ year end	<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 30 June 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

30 June 2016 (Unaudited)

9 POLICYHOLDERS' FUND

	<i>30 June 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>46,946</u>	<u>5,979,916</u>
At period / year end	<u>(14,986,874)</u>	<u>(15,033,820)</u>

10 NET EARNED CONTRIBUTIONS

	<i>Three months ended 30 June 2016 (Unaudited) AED</i>	<i>Three months ended 30 June 2015 (Unaudited) AED</i>	<i>Six months ended 30 June 2016 (Unaudited) AED</i>	<i>Six months ended 30 June 2015 (Unaudited) AED</i>
Gross takaful contributions revenue				
Gross contributions written	75,015,552	59,985,766	168,455,182	138,727,864
Change in unearned contributions provision	<u>(7,666,740)</u>	<u>3,918,922</u>	<u>(31,014,167)</u>	<u>(5,679,654)</u>
	<u>67,348,812</u>	<u>63,904,688</u>	<u>137,441,015</u>	<u>133,048,210</u>
Retakaful contributions				
Retakaful contributions	36,292,715	30,863,902	90,944,770	81,183,876
Change in unearned contributions provision	<u>(5,606,906)</u>	<u>4,106,491</u>	<u>(26,642,983)</u>	<u>(7,481,765)</u>
	<u>30,685,809</u>	<u>34,970,393</u>	<u>64,301,787</u>	<u>73,702,111</u>
Net earned contributions	<u>36,663,003</u>	<u>28,934,295</u>	<u>73,139,228</u>	<u>59,346,099</u>

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2016 (Unaudited)

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%)

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 30 June 2016 (Unaudited)</i>	<i>Three months ended 30 June 2015 (Unaudited)</i>	<i>Six months ended 30 June 2016 (Unaudited)</i>	<i>Six months ended 30 June 2015 (Unaudited)</i>
Net profit for the period (AED)	<u>12,214,287</u>	<u>5,775,275</u>	<u>30,316,858</u>	<u>17,797,861</u>
Ordinary shares in issue throughout the period	<u>100,000,000</u>	<u>100,000,000</u>	<u>100,000,000</u>	<u>100,000,000</u>
Basic and diluted earnings per share (AED)	<u>0.12</u>	<u>0.06</u>	<u>0.30</u>	<u>0.18</u>

Abu Dhabi National Takaful Company PSC

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the period ended 30 June 2016 (Unaudited)

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:

Segment revenue and results

	Three months ended 30 June 2016 (Unaudited)			Three months ended 30 June 2015 (Unaudited)			Six months ended 30 June 2016 (Unaudited)			Six months ended 30 June 2015 (Unaudited)		
	Underwriting AED	Investments AED	Total AED	Underwriting AED	Investments AED	Total AED	Underwriting AED	Investments AED	Total AED	Underwriting AED	Investments AED	Total AED
Direct revenue	69,918,005	4,742,277	74,660,282	65,660,355	2,054,236	67,714,591	148,241,119	7,464,009	155,705,128	139,644,323	3,649,608	143,294,131
Direct costs	(44,339,122)	-	(44,339,122)	(45,682,289)	-	(45,682,289)	(91,229,181)	-	(91,229,181)	(93,224,166)	-	(93,224,166)
Takaful expenses	(7,860,153)	-	(7,860,153)	(7,116,870)	-	(7,116,870)	(14,683,234)	-	(14,683,234)	(13,023,272)	-	(15,023,272)
Segment results	17,718,730	4,742,277	22,461,007	12,861,196	2,054,236	14,915,432	42,328,704	7,464,009	49,792,713	31,397,085	3,649,608	35,046,693
Unallocated costs			(10,246,720)			(9,140,157)			(19,475,855)			(17,248,832)
Net profit for the period			12,214,287			5,775,275			30,316,858			17,797,861

Revenue reported above represents revenue generated from external customers and third parties. There were no inter-segment revenues in the period (30 June 2015: AED nil).

Abu Dhabi National Takaful Company PSC

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS 30 June 2016 (Unaudited)

13 SEGMENT INFORMATION continued

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

	30 June 2016 (Unaudited)			31 December 2015 (Audited)		
	Underwriting AED	Investments AED	Total AED	Underwriting AED	Investments AED	Total AED
Segment assets	503,931,216	235,949,315	739,880,531	440,622,522	229,330,692	669,953,214
Unallocated assets			<u>27,818,692</u>			<u>27,162,312</u>
Total assets			<u>767,699,223</u>			<u>697,115,526</u>
Segment liabilities	497,479,547	-	497,479,547	437,944,967	-	437,944,967
Unallocated liabilities			<u>13,983,596</u>			<u>18,223,287</u>
Total liabilities			<u>511,463,143</u>			<u>456,168,254</u>
Capital expenditure		566,403	<u>566,403</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 30 June 2016 (Unaudited)	Three months ended 30 June 2015 (Unaudited)	Six months ended 30 June 2016 (Unaudited)	Six months ended 30 June 2015 (Unaudited)
Motor	6,081,919	9,015,320	12,353,143	21,937,046
Medical	23,220,643	20,216,495	46,375,301	39,856,600
Energy	2,582,244	2,828,728	6,106,189	8,088,733
Workmen's compensation and miscellaneous accidents	9,468,132	7,857,831	18,444,424	16,574,778
Fire	6,114,007	5,581,763	12,401,331	11,044,190
Engineering	2,127,522	1,878,050	4,257,786	3,586,801
Marine and aviation	407,619	405,733	1,003,152	720,569
Family takaful	<u>17,346,726</u>	<u>16,120,768</u>	<u>36,499,689</u>	<u>31,239,493</u>
	<u>67,348,812</u>	<u>63,904,688</u>	<u>137,441,015</u>	<u>133,048,210</u>

14 CONTINGENT LIABILITIES AND COMMITMENTS

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

Bank guarantees were issued in the normal course of business.