TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

REVIEW REPORT AND
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2012

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

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Review Report on
Condensed Interim Financial Statements

1013301310

The Board of Directors
Takaful Emarat – Insurance (PJSC)
Public Joint Stock Company
Dubai - United Arab Emirates

Introduction
We have reviewed the accompanying condensed interim statement of financial position of **TAKAFUL EMARAT – INSURANCE (PJSC) "the company"** as at 30 September 2012 and the condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the nine month period then ended, and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed interim financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

Scope of review
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review on Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements 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 condensed interim financial statements as at 30 September 2012 is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

TALAL ABU-GHAZALEH & CO. INTERNATIONAL

Ali Hasan Shalabi
Licensed Auditor No. 34
Sharjah, 14 November 2012.

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2012

EXHIBIT A

	Note	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
ASSETS			
Cash and bank balances	3	**24,473,793**	58,248,209
Post-dated cheques received		**1,934,546**	363,609
Takaful and other receivables	4	**47,441,048**	9,787,817
Due from a related party	5	**388**	42,939
Retakaful Contract Assets	6	**29,114,166**	2,356,852
Investments at fair value through profit or loss	7	**30,480,966**	11,031,197
Investments carried at amortized cost	8	**20,015,939**	19,619,644
Investment property	9	**10,500,000**	10,500,000
Property and equipment	10	**9,018,481**	5,552,950
TOTAL ASSETS		**172,979,327**	117,503,217
LIABILITIES, POLICY HOLDERS' FUND AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Post dated cheques issued	11	**1,116,306**	1,732,335
Retakaful and other payables	12	**40,298,284**	7,329,956
Takaful contract liabilities	6	**47,703,032**	7,407,893
End of service benefits obligation	13	**441,942**	359,674
TOTAL LIABILITIES		**89,559,564**	16,829,858
POLICY HOLDERS' FUND			
Deficit in policy holders' fund	14	**(7,453,751)**	(2,970,418)
Qard Hassan from shareholders	14	**2,970,418**	2,970,418
NET POLICY HOLDERS' FUND		**(4,483,333)**	--
SHAREHOLDERS' EQUITY			
Share capital	15	**150,000,000**	150,000,000
Accumulated losses		**(62,096,904)**	(49,326,641)
NET SHAREHOLDERS' EQUITY - EXHIBIT C		**87,903,096**	100,673,359
TOTAL LIABILITIES, POLICY HOLDERS' FUND AND SHAREHOLDERS' EQUITY		**172,979,327**	117,503,217

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements have been authorized for issue by the Board of Directors on 11 November 2012 and signed on its behalf by :

Mohammed Ali Al Sari
Chairman

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2012(UNAUDITED)

EXHIBIT B

	Note	Nine months period ended 30 September		Three months period ended 30 September	
		2012	2011	**2012**	2011
		AED	AED	**AED**	AED
ATTRIBUTABLE TO POLICYHOLDER					
Takaful Contributions earned	16	**23,993,707**	8,646,063	**14,037,701**	2,568,583
Retakaful Contributions ceded	16	**(13,327,867)**	(3,356,949)	**(8,115,086)**	(1,195,291)
Net earned contributions	16	**10,665,840**	5,289,114	**5,922,615**	1,373,292
Gross claims incurred		**(13,388,444)**	(7,266,801)	**(5,846,503)**	(595,738)
Retakaful share of claims incurred		**7,499,227**	2,866,066	**2,944,862**	(229,565)
Net claims incurred		**(5,889,217)**	(4,400,735)	**(2,901,641)**	(825,303)
Takaful income		**4,776,623**	888,379	**3,020,974**	547,989
Takaful expenses	17	**(3,310,751)**	(677,288)	**(1,790,571)**	(474,696)
Takaful Operating Profit		**1,465,872**	211,091	**1,230,403**	73,293
Wakalah fees	18	**(5,949,205)**	(1,410,290)	**(3,167,996)**	(969,621)
Deficit of takaful for the period		**(4,483,333)**	(1,199,199)	**(1,937,593)**	(896,328)
Attributable to shareholders :					
Shareholders' investment income, net	19	**1,436,247**	3,272,800	**576,523**	683,582
Other income/(loss)	20	**2,287,765**	(725,066)	**1,093,243**	(753,767)
Wakalah fees from policy holders		**5,949,205**	1,410,290	**3,167,996**	969,621
General and administrative expenses	21	**(22,443,480)**	(16,726,589)	**(8,008,069)**	(5,319,152)
Loss for the period - **Exhibit D**		**(12,770,263)**	(12,768,565)	**(3,170,307)**	(4,419,716)
Other comprehensive income		**--**	--	--	--
Total comprehensive loss for the period - **Exhibit C**		**(12,770,263)**	(12,768,565)	**(3,170,307)**	(4,419,716)
Basic loss per share	22	**(0.085)**	(0.085)	**(0.021)**	(0.029)

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2012(UNAUDITED)

EXHIBIT C

	Share capital AED	Accumulated losses AED	Total AED
Balance at 1 January 2011	150,000,000	(29,347,325)	120,652,675
Total Comprehensive loss for the nine months period ended 30 September 2011 – Exhibit B	--	(12,768,565)	(12,768,565)
Balance at 30 September 2011	150,000,000	(42,115,890)	107,884,110
Balance at 1 January 2012	**150,000,000**	**(49,326,641)**	**100,673,359**
Total Comprehensive loss for the nine months period ended 30 September 2012 – Exhibit B	**--**	**(12,770,263)**	**(12,770,263)**
Balance at 30 September 2012 - Exhibit A	**150,000,000**	**(62,096,904)**	**87,903,096**

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2012(UNAUDITED)

EXHIBIT D

	Nine months period ended 30 September	
	2012	2011
OPERATING ACTIVITIES	**AED**	AED
Loss for the period - Exhibit B	**(12,770,263)**	(12,768,565)
Adjustments for:		
Net retakaful contract assets and takaful contract liabilities	**13,537,825**	1,176,334
Depreciation	**1,416,054**	1,137,546
Loss on disposals of property and equipment	**--**	1,060,536
Unrealized loss/(gain) on revaluation of investment at FVTPL	**310,509**	(405,980)
Realized gain on investment carried at amortization cost	**(811,356)**	(336,354)
End of service benefits obligation	**157,351**	47,051
Operating profit/(loss) Before Working Capital Changes	**1,840,120**	(10,089,432)
Working Capital Changes :		
Post dated cheques received	**(1,570,937)**	253,019
Takaful and other receivables	**(37,653,231)**	(4,533,897)
Post dated cheques issued	**(616,029)**	1,442,845
Due to a related party	**42,551**	(29,290)
Retakaful and other payables	**32,968,328**	2,517,794
Settlement of end of service benefits obligation	**(75,083)**	(69,572)
Net Cash Used in Operating Activities	**(5,064,281)**	(10,508,533)
INVESTING ACTIVITIES		
Investment deposits	**--**	35,000,000
Purchases of property and equipment	**(4,881,585)**	(2,163,294)
Purchase of investment at fair value through profit or loss	**(19,760,278)**	(10,592,849)
Dividends income received	**415,061**	173,641
Net Cash (Used in)/Provided by Investing Activities	**(24,226,802)**	22,417,498
FINANCING ACTIVITIES		
Credit bank	**--**	266,617
Deficit of policy holders' fund	**(4,483,333)**	(1,199,199)
Net Cash Used in Financing Activities	**(4,483,333)**	(932,582)
Net (decrease)/increase in cash & cash equivalents	**(33,774,416)**	10,976,383
Cash & cash equivalents at beginning of period	**44,248,209**	19,804,270
Cash & Cash Equivalents at end of Period - Note 24	**10,473,793**	30,780,653

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS

1. STATUS AND ACTIVITIES

Takaful Emarat – Insurance (PJSC) – Dubai – United Arab Emirates (hereinafter referred to as the **"Company"**) incorporated as a public joint stock company in accordance with the U.A.E. Federal Law No. 8 of 1984 (as amended) and with U.A.E. Federal Law No. 6 of 2007 with the matter of establishing Insurance Authority and organizing its working in United Arab Emirates.

The company carry out Takaful Insurance Activities in Health Insurance and Life Insurance and Credit & Saving Insurance in accordance with the Islamic Sharia'a and within the provisions of the Articles of Association of the company.

The company is domiciled in Dubai City – Emirate of Dubai - and its registered address is P.O. Box 64341, Dubai, United Arab Emirates.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

The condensed interim financial statements have been prepared in accordance with International Accounting Standard No. 34, "Interim Financial Reporting" issued by the International Accounting Standards Board and comply with the applicable requirements of laws in the United Arab Emirates.

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Basis of preparation

The condensed interim financial statements are prepared under the historical cost convention except for certain elements of which has been measured on the basis of fair value as set forth in the attached notes.

Condensed interim financial statements do not include all of the information and footnotes required for complete financial statements prepared in accordance with International Financial Reporting Standards and should read in conjunction with the company's annual audited financial statements as at and for the year ended 31 December 2011. In addition, results for the nine months period ended 30 September 2012 are not necessarily indicative of the results that may be expected for the financial year ended 31 December 2012.

The accounting policies used in the preparation of these condensed interim financial statements are consistent with those used in the company's audited annual financial statements for the year ended 31 December 2011.

3. **CASH AND BANK BALANCES**

a) This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Cash balance	**50,590**	13,574
Bank balances - current accounts	**6,602,472**	2,885,297
Investment deposits placed for three months or less from the original date of placement	**3,820,731**	41,349,338
Investment deposits placed for a period exceeding three months from the original date of placement	**14,000,000**	14,000,000
Total - Exhibit A	**24,473,793**	58,248,209

b) Investment deposits of AED. 3,820,731 and AED. 14,000,000 respectively mentioned above are deposited with local Islamic Banks and include an investment deposit of AED. 4,000,000 kept on the order of the Chairman of the Insurance Authority.

4. **TAKAFUL AND OTHER RECEIVABLES**

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Takaful receivables	**35,087,278**	4,274,322
Due from retakaful companies	**4,888,830**	886,283
Accrued income of investment deposits	**98,510**	59,398
Prepaid expenses	**2,574,728**	1,886,873
Advances to suppliers	**1,633,964**	1,653,359
Margin held against letter of guarantees	**512,000**	195,000
Refundable deposits	**560,768**	429,829
Staff receivables	**2,084,970**	202,753
Others	**--**	200,000
Total - Exhibit A	**47,441,048**	9,787,817

5. **TRANSACTIONS WITH RELATED PARTIES**

In the normal course of business, the company enters into various transactions with related parties. Related parties represent major shareholders, directors and key management personnel of the company, and entities controlled, jointly controlled or significantly influenced by such parties. The prices and terms of these transactions are agreed with the company's management.

- At the condensed interim statement of financial position date, balance due from a related party is as follows :

	30 September 2012 (Unaudited)	31 December 2011 (Audited)
	AED	**AED**
UNIQA International beteiligungs - verwaltungs GmbH - Austria - **Exhibit A**	**388**	42,939

- The following are the details of significant related parties transactions :

	30 September 2012 (Unaudited)	31 December 2011 (Audited)
	AED	AED
Expenses charged	**--**	42,939

- The remuneration of key management are as follows :

	30 September 2012 (Unaudited)	31 December 2011 (Audited)
	AED	AED
Compensation paid to key management	**2,441,000**	3,197,562

6. **TAKAFUL CONTRACT LIABILITIES AND RETAKAFUL CONTRACT ASSETS**

This item consists of the following :

	30 September 2012 (Unaudited)			31 December 2011(Audited)		
	Medical	**Life**	**Total**	Medical	Life	Total
	AED	**AED**	**AED**	AED	AED	AED
Takaful Contract Liabilities						
Reported claims	**2,339,439**	**--**	**2,339,439**	1,321,227	--	1,321,227
Claims incurred but not reported	**664,000**	**--**	**664,000**	409,020	--	409,020
Unearned premiums and payable to policy holder of investment linked contract	**39,296,111**	**5,403,482**	**44,699,593**	5,602,309	75,337	5,677,646
	42,299,550	**5,403,482**	**47,703,032**	7,332,556	75,337	7,407,893
Retakaful Contract Assets						
Reported claims	**1,393,720**	**--**	**1,393,720**	462,430	--	462,430
Claims incurred but not reported	**398,400**	**--**	**398,400**	143,157	--	143,157
Unearned premiums	**26,917,441**	**404,605**	**27,322,046**	1,698,416	52,849	1,751,265
	28,709,561	**404,605**	**29,114,166**	2,304,003	52,849	2,356,852
Takaful liabilities - net						
Reported claims	**945,719**	**--**	**945,719**	858,797	--	858,797
Claims incurred but not reported	**265,600**	**--**	**265,600**	265,863	--	265,863
Unearned premiums and payable to policy holder of investment linked contract	**12,378,670**	**4,998,877**	**17,377,547**	3,903,893	22,488	3,926,381
	13,589,989	**4,998,877**	**18,588,866**	5,028,553	22,488	5,051,041

7. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Fair value at 1 January	**11,031,197**	--
Purchase during the period/year	**19,760,278**	10,592,849
(Decrease)/increase in fair value	**(310,509)**	438,348
Fair value at end of the period/year - Exhibit A	**30,480,966**	11,031,197

8. INVESTMENTS CARRIED AT AMORTIZED COST

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Cost at 1 January	**19,619,644**	4,395,634
Purchase during the period/year	**--**	15,000,000
Realized gain during the period/year	**811,356**	451,184
Dividends income received	**(415,061)**	(227,174)
Cost at end of the period/year - Exhibit A	**20,015,939**	19,619,644

9. INVESTMENT PROPERTY

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Fair value at 1 January	**10,500,000**	10,700,000
Decrease in fair value	--	(200,000)
Fair value at end of period/year - Exhibit A	**10,500,000**	10,500,000

Investment property is a plot of land in Emirates of Dubai, represented at fair value at the review report date as per management estimate.

10. **PROPERTY AND EQUIPMENT**

This item consists of the following :

	Office equipments AED	Furniture & fixtures AED	Computer software AED	Motor vehicles AED	Total AED
Cost :					
At 1 January 2012	991,258	1,788,586	3,606,976	481,900	6,868,720
Additions	440,400	1,986,994	2,454,191	--	4,881,585
Balance at 30 September 2012	**1,431,658**	**3,775,580**	**6,061,167**	**481,900**	**11,750,305**
Accumulated Depreciation :					
At 1 January 2012	334,216	244,024	632,467	105,063	1,315,770
Charged for the period	192,069	472,695	679,005	72,285	1,416,054
Balance at 30 September 2012	**526,285**	**716,719**	**1,311,472**	**177,348**	**2,731,824**
Net Book Value :					
At 30 September 2012 (Unaudited) - Exhibit A	**905,373**	**3,058,861**	**4,749,695**	**304,552**	**9,018,481**
At 31 December 2011 (Audited) - Exhibit A	657,042	1,544,562	2,974,509	376,837	5,552,950

11. POST-DATED CHEQUES ISSUED

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Current portion	**977,652**	1,233,815
Non-current portion	**138,654**	498,520
Total - Exhibit A	**1,116,306**	1,732,335

12. RETAKAFUL AND OTHER PAYABLES

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Takaful payables	**3,904,907**	384,085
Retakaful payables	**28,557,360**	2,836,785
Advances received	**3,482,686**	566,939
Other payables	**2,909,961**	1,627,650
Provision for staff leave salaries	**638,303**	581,540
Accrued expenses	**805,067**	1,332,957
Total - Exhibit A	**40,298,284**	7,329,956

13. END OF SERVICE BENEFITS OBLIGATION

The movement in this item during the period are as follows :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Opening balance	**359,674**	359,675
Current service cost	**157,351**	258,354
Settlements during the period/year	**(75,083)**	(258,355)
Balance at the end of period/year -Exhibit A	**441,942**	359,674

14. **POLICY HOLDER'S FUND**

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Deficit in Policy Holder's Fund		
Balance at beginning of period/year	**(2,970,418)**	(2,880,865)
Net deficit for the period /year	**(4,483,333)**	(89,553)
Balance at the end of period/year - Exhibit A	**(7,453,751)**	(2,970,418)
Qard Hassan		
Balance at beginning of period/year	**2,970,418**	2,880,865
Addition during the period /year	**--**	89,553
Balance at the end of period/year - Exhibit A	**2,970,418**	2,970,418
Net balance at the end of period/year - Exhibit A	**(4,483,333)**	--

15. **SHARE CAPITAL**

This item consists of the following :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Authorised, issued and fully paid up share capital comprises : 150,000,000 ordinary shares of AED. 1 each – Exhibit A	**150,000,000**	150,000,000

16. NET EARNED CONTRIBUTIONS

This item consists of the following :

	Nine months period ended					
	30 September 2012 (Unaudited)			30 September 2011 (Unaudited)		
	Medical	**Life**	**Total**	Medical	Life	Total
	AED	AED	AED	AED	AED	AED
Gross contributions written						
Gross Contributions written	56,356,833	6,658,821	63,015,654	8,130,323	1,134,289	9,264,612
Change in unearned contributions provision and payable to policy holder of investment linked contract	(33,693,802)	(5,328,145)	(39,021,947)	(480,388)	(138,161)	(618,549)
Takaful Contributions earned	**22,663,031**	**1,330,676**	**23,993,707**	**7,649,935**	**996,128**	**8,646,063**
Retakaful Contributions						
Retakaful contributions	37,739,743	1,158,905	38,898,648	1,764,102	749,820	2,513,922
Change in unearned contributions provision	(25,219,025)	(351,756)	(25,570,781)	937,657	(94,630)	843,027
Retakaful contributions ceded	**12,520,718**	**807,149**	**13,327,867**	**2,701,759**	**655,190**	**3,356,949**
Net earned contributions - Exhibit B	**10,142,313**	**523,527**	**10,665,840**	**4,948,176**	**340,938**	**5,289,114**

17. TAKAFUL EXPENSES

This item consists of the following :

	Nine months period ended					
	30 September 2012 (Unaudited)			30 September 2011 (Unaudited)		
	Medical	**Life**	**Total**	**Medical**	**Life**	**Total**
	AED	AED	AED	AED	AED	AED
Commission and other expenses **- Exhibit B**	**2,678,722**	**632,029**	**3,310,751**	**526,909**	**150,379**	**677,288**

18. **WAKALAH FEES**

The shareholders manage the takaful operations for the policy holders and charge 15% - 35 % of gross takaful contributions as wakalah fees.

19. **SHAREHOLDERS' INVESTMENT INCOME, NET**

This item consists of the following :

	Nine months period ended 30 September		Three months period ended 30 September	
	2012 (Unaudited) AED	2011 (Unaudited) AED	**2012 (Unaudited) AED**	2011 (Unaudited) AED
Profit from investment in fixed deposits	**435,400**	2,530,466	**98,590**	550,672
Profit from investment carried at amortized cost	**811,356**	336,354	**238,328**	112,931
Fair value (loss)/gain on investment at fair value through profit or loss				
Fair value gain on investment held for trading	**(310,509)**	405,980	**239,605**	19,979
Dividends received from investments at fair value at fair value through profit or loss	**500,000**	--	--	--
Total – Exhibit B	**1,436,247**	3,272,800	**576,523**	683,582

20. **OTHER INCOME/(LOSS)**

This item consists of the following :

	Nine months period ended 30 September		Three months period ended 30 September	
	2012 (Unaudited) AED	2011 (Unaudited) AED	**2012 (Unaudited) AED**	2011 (Unaudited) AED
Loss on disposal of property and equipment	**--**	(1,060,536)	**--**	(1,060,536)
Net allocation charge of life insurance policies and other charge	**2,139,723**	**--**	**1,027,578**	**--**
Miscellaneous Income	**148,042**	335,470	**65,665**	306,769
Net amount – Exhibit B	**2,287,765**	(725,066)	**1,093,243**	(753,767)

21. GENERAL AND ADMINISTRATIVE EXPENSES

This item consists of the following :

	Nine months period ended 30 September		Three months period ended 30 September	
	2012	2011	**2012**	2011
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
	AED	AED	**AED**	AED
Salaries and other benefits	**12,984,045**	8,601,533	**4,864,549**	2,774,168
Advertisement expenses	**859,183**	899,741	**146,858**	100,662
Rent	**1,114,565**	2,205,182	**348,430**	934,157
Government expenses	**514,530**	283,211	**174,812**	45,781
Telephone, fax and postage	**579,154**	355,265	**187,893**	143,612
Legal fees	**1,006,315**	1,093,878	**116,533**	256,034
Remuneration of Sharia Supervisory Board	**108,463**	157,500	**27,870**	52,500
Depreciation	**1,416,054**	1,137,546	**536,029**	437,457
Consulting expenses & professional fees	**1,928,088**	408,411	**860,239**	87,660
Third party administration fee - TPA medical insurance	**801,525**	578,345	**537,857**	170,688
Insurance expenses	**588,429**	204,322	**179,845**	74,849
Maintenance expenses	**40,063**	95,327	**8,041**	65,600
Miscellaneous expenses	**503,066**	706,328	**19,113**	175,984
Total - Exhibit B	**22,443,480**	16,726,589	**8,008,069**	5,319,152

22. BASIC LOSS PER SHARE

This item consists of the following :

	Nine months period ended 30 September		Three months period ended 30 September	
	2012	2011	**2012**	2011
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
	AED	AED	**AED**	AED
Loss for the period (AED)	**(12,770,263)**	(12,768,565)	**(3,170,307)**	(4,419,716)
Weighted average number of shares(share)	**150,000,000**	150,000,000	**150,000,000**	150,000,000
Basic loss per share (AED) - Exhibit B	**(0.085)**	(0.085)	**(0.021)**	(0.029)

23. **SEGMENT INFORMATION**

Primary Segment information

The company is organized into two main business segments :

- Underwriting of takaful business insurance incorporating Health Insurance, Life Insurance and credit & saving insurance. This business is conducted fully within the U.A.E.
- Investments incorporating investments fixed deposits in local banks and investment in sukuk.

	Nine months ended 30 September 2012(Unaudited)						Nine months ended 30 September 2011(Unaudited)					
	Underwriting			Shareholders			Underwriting			Shareholders		
	Medical	**Life**	**Total**	**Investments**	**Others**	**Total**	Medical	Life	Total	Investments	Others	Total
	AED	AED	AED	AED	AED	AED	AED	AED	AED	AED	AED	AED
Segment revenue	**22,663,031**	**1,330,676**	**23,993,707**	**1,436,247**	**2,287,765**	**3,724,012**	7,649,935	996,128	8,646,063	3,272,800	(725,066)	2,547,734
Segment result	**1,763,380**	**(297,508)**	**1,465,872**	**1,436,247**	**2,287,765**	**3,724,012**	29,493	181,598	211,091	3,272,800	(725,066)	2,547,734
Wakalah fees	**(5,547,666)**	**(401,539)**	**(5,949,205)**		**--**	**5,949,205**	(1,342,829)	(67,461)	(1,410,290)	--	--	1,410,290
Loss attributable to policy holders			**(4,483,333)**						(1,199,199)			
Unallocated costs						**(22,443,480)**						(16,726,589)
Net loss for the period						**(12,770,263)**						(12,768,565)

SEGMENT INFORMATION (CONTINUED)

Other information

	Nine months ended 30 September 2012 (Unaudited)						Year ended 31 December 2011 (Audited)					
	Underwriting			Shareholders		TOTAL	Underwriting			Shareholders		TOTAL
	Medical	**Life**	**Total**	**Investments**	**Total**		Medical	Life	Total	Investments	Total	
	AED	**AED**	**AED**	**AED**	**AED**	**AED**	AED	AED	AED	AED	AED	AED
Segment assets	**71,044,643**	**7,361,279**	**78,405,922**	**70,125,917**	**70,125,917**	**148,531,839**	8,651,145	1,906,229	10,557,374	92,559,577	92,559,577	103,116,951
Unallocated assets			**--**		**--**	**24,447,488**			--		14,386,266	14,386,266
Total Assets			**78,405,922**		**70,125,917**	**172,979,327**			**10,557,374**		**106,945,843**	**117,503,217**
Segment liabilities	**77,969,407**	**7,890,266**	**85,859,673**	**--**	**--**	**85,859,673**	11,791,624	1,736,168	13,527,792		--	13,527,792
Unallocated liabilities			**(4,483,333)**		**8,183,224**	**3,699,891**			--		3,302,066	3,302,066
Total liabilities			**81,376,340**		**8,183,224**	**89,559,564**			**13,527,792**		**3,302,066**	**16,829,858**

24. CASH AND CASH EQUIVALENTS

This item consists of the following :

	30 September 2012 (Unaudited) AED	30 September 2011 (Unaudited) AED
Cash balance	**50,590**	12,446
Bank balances - current accounts	**6,602,472**	2,680,320
Investment deposits placed for a period of three months or less from the original date of placement	**3,820,731**	28,087,887
Total - Exhibit D	**10,473,793**	30,780,653

25. CONTINGENT LIABILITIES/COMMITMENTS

Contingent liabilities

Contingent liabilities of the company as at the condensed interim financial position date are as follows :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Letters of guarantee	**476,000**	241,272
Undated cheques issued	**223,400**	100,000

Commitments

- The company has lease agreements which expires in 30 June 2014 and are payable as follows :

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
Less than one year	**977,652**	1,233,815
Between one and five years	**138,654**	498,520
Total	**1,116,306**	1,732,335

	30 September 2012 (Unaudited) AED	31 December 2011 (Audited) AED
• Commitments towards purchase of property and equipments	**496,901**	867,762

26. GENERAL

The figures in the condensed interim financial statements are rounded to the nearest Arab Emirates Dirham (AED).