Arab Insurance Group (B.S.C.)

Condensed consolidated interim financial statements for the three months ended 31 March 2019

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Independent auditors' report on review of condensed consolidated interim financial statements

The Board of Directors
Arab Insurance Group (B.S.C)
Kingdom of Bahrain

13 May 2019

Introduction

We have reviewed the accompanying 31 March 2019 condensed consolidated interim financial statements of Arab Insurance Group B.S.C (the "Company") and its subsidiaries (together the "Group"), which comprise:

- the condensed consolidated statement of financial position as at 31 March 2019;
- the condensed consolidated statement of profit or loss for the three-month period ended 31 March 2019;
- the condensed consolidated statement of comprehensive income for the three-month period ended 31 March 2019;
- the condensed consolidated statement of changes in equity for the three-month period ended 31 March 2019;
- the condensed consolidated statement of cash flows for the three-month period ended 31 March 2019; and
- notes to the condensed consolidated interim financial statements.

The Board of Directors of the Company is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of condensed consolidated 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 31 March 2019 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

Emphasis Matter

We draw attention to note 23 to the condensed consolidated interim financial statements, which discusses the Board of Directors' decision in its meeting held on 13 May 2019 to cease the underwriting activities of the Group subject to regulatory authorities and shareholders' approval. Our conclusion is not modified in respect of this matter.

Other Matter

The consolidated financial statements of the Group as at and for the year ended 31 December 2018, and the condensed consolidated interim financial statements for the period ended 31 March 2018, from which the corresponding figures of consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows have been derived, were audited and reviewed by another auditor who issued an unmodified audit opinion and review conclusion on those consolidated financial statements and condensed consolidated interim financial statements respectively.

KPMG

ARAB INSURANCE GROUP (B.S.C.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019

(In thousands of U.S. Dollars)

	Note	31 March 2019 (reviewed)	31 December 2018 (audited)	31 March 2018 (reviewed)
ASSETS				
Cash and bank balances		**111,869**	115,935	90,869
Investments	5	**513,203**	495,678	569,286
Accrued income	6	**160,978**	86,585	178,044
Insurance receivables		**120,803**	127,373	112,045
Insurance deposits		**27,317**	27,603	26,708
Deferred policy acquisition costs		**34,454**	25,433	36,542
Reinsurers' share of technical provisions	7	**148,742**	110,629	117,988
Other assets	8	**44,774**	44,078	34,781
Property and equipment	9	**19,084**	19,245	19,905
TOTAL ASSETS		**1,181,224**	1,052,559	1,186,168
LIABILITIES AND EQUITY				
LIABILITIES				
Technical provisions	10	**811,635**	684,569	773,897
Insurance payables		**70,744**	69,305	52,456
Borrowings		**7,000**	7,000	39,000
Other liabilities	11	**58,441**	66,811	40,803
TOTAL LIABILITIES		**947,820**	827,685	906,156
EQUITY				
Attributable to shareholders of parent company				
Share capital		**220,000**	220,000	220,000
Treasury stock		**(14,793)**	(14,793)	(14,793)
Reserves		**42,238**	35,670	37,628
(Accumulated losses) retained earnings		**(42,706)**	(44,507)	11,099
		204,739	196,370	253,934
Non-controlling interests		**28,665**	28,504	26,078
TOTAL EQUITY		**233,404**	224,874	280,012
TOTAL LIABILITIES AND EQUITY		**1,181,224**	1,052,559	1,186,168

These condensed consolidated interim financial statements were approved by the Board of Directors on 13 May 2019 and signed on its behalf by:

Saeed Mohammed AlBahhar
Chairman

Ahmed Saeed Almahri
Director

Samuel Verghese
Acting Chief Executive Officer

The accompanying notes 1 to 23 are an integral part of these condensed consolidated interim financial statements.

ARAB INSURANCE GROUP (B.S.C.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE THREE MONTHS ENDED 31 MARCH 2019

(In thousands of U.S. Dollars)

	Note	For the financial year-to-date 31 March 2019 (reviewed)	For the financial year-to-date 31 March 2018 (reviewed)	For the year ended 31 December 2018 (audited)
Gross premiums written	12	**173,131**	169,138	262,791
Outward reinsurance premiums	12	**(38,983)**	(35,722)	(64,398)
Change in unearned premiums	12	**(78,410)**	(79,444)	15,559
Net earned premiums	12	**55,738**	53,972	213,952
Claims and related expenses	12	**(44,177)**	(40,856)	(175,226)
Policy acquisition costs	12	**(15,296)**	(12,406)	(58,089)
Investment income attributable to insurance funds	13	**7,000**	2,854	5,963
Operating expenses	14	**(2,774)**	(3,531)	(13,263)
Underwriting result	12	**491**	33	(26,663)
Investment income attributable to shareholders' funds	13	**3,359**	2,254	4,086
Operating expenses - non underwriting activities	14	**(1,483)**	(2,133)	(9,281)
Borrowing cost		**(75)**	(251)	(808)
Other income	15	**160**	1,825	5,165
Other expenses and provisions	16	**(534)**	(448)	(24,701)
Profit (loss) for the period		**1,918**	1,280	(52,202)
Attributable to:				
Non-controlling interests		**165**	778	3,049
Shareholders of parent company		**1,753**	502	(55,251)
		1,918	1,280	(52,202)
Earnings (losses) per share attributable to shareholders (basic and diluted):	17 (US cents)	**0.9**	0.3	(27.9)

Saeed Mohammed AlBahhar
Chairman

Ahmed Saeed Almahri
Director

Samuel Verghese
Acting Chief Executive Officer

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ARAB INSURANCE GROUP (B.S.C.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH 2019

(In thousands of U.S. Dollars)

	For the financial year-to-date 31 March 2019 (reviewed)	For the financial year-to-date 31 March 2018 (reviewed)	For the year ended 31 December 2018 (audited)
Profit (loss) for the period	**1,918**	1,280	(52,202)
Other comprehensive income			
Items that will be reclassified to profit or loss:			
Changes on remeasurement of available for sale investments	**7,015**	(3,259)	(4,994)
Transfers for recognition of gains on disposal of available for sale investments	**(626)**	(391)	(518)
Transfers for impairment loss recognised on available for sale investments	**223**	-	206
Other comprehensive income for the period	**6,612**	(3,650)	(5,306)
Total comprehensive income for the period	**8,530**	(2,370)	(57,508)
Attributable to:			
Non-controlling interests	**161**	630	3,056
Shareholders of parent company	**8,369**	(3,000)	(60,564)
	8,530	(2,370)	(57,508)

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Director

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ARAB INSURANCE GROUP (B.S.C.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2019
(In thousands of U.S. Dollars)

	Share capital	Treasury stock	Reserves				Accumulated losses	Attributable to shareholders of parent company	Non-controlling interests	Total equity (reviewed)
			Legal	Investment revaluation	Property revaluation	Total				
Balances at 31 December 2018	220,000	(14,793)	34,816	(3,451)	4,305	35,670	(44,507)	196,370	28,504	224,874
Net profit for the period	-	-	-	-	-	-	1,753	1,753	165	1,918
Changes on remeasurement of available for sale investments	-	-	-	7,019	-	7,019	-	7,019	(4)	7,015
Transfers for recognition of gains on disposal of available for sale investments	-	-	-	(626)	-	(626)	-	(626)	-	(626)
Transfers for impairment loss recognised on available for sale investments	-	-	-	223	-	223	-	223	-	223
Total comprehensive income for the period	-	-	-	6,616	-	6,616	1,753	8,369	161	8,530
Transfer of net depreciation on revalued property	-	-	-	-	(48)	(48)	48	-	-	-
Balances at 31 March 2019	220,000	(14,793)	34,816	3,165	4,257	42,238	(42,706)	204,739	28,665	233,404

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ARAB INSURANCE GROUP (B.S.C.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2018

(In thousands of U.S. Dollars)

	Share Capital	Treasury stock	Reserves				Retained earnings (accumulated losses)	Attributable to shareholders of parent company	Non-controlling interests	Total Equity (audited)
			Legal	Investment revaluation	Property revaluation	Total				
Balances at 31 December 2017	220,000	(14,793)	34,816	1,862	4,500	41,178	10,549	256,934	25,448	282,382
Net (loss) profit for the year	-	-	-	-	-	-	(55,251)	(55,251)	3,049	(52,202)
Changes on remeasurement of available for sale investments	-	-	-	(4,850)	-	(4,850)	-	(4,850)	(144)	(4,994)
Transfers for recognition of (gains) losses on disposal of available for sale investments	-	-	-	(669)	-	(669)	-	(669)	151	(518)
Transfers for impairment loss recognised on available for sale investments	-	-	-	206	-	206	-	206	-	206
Total comprehensive (loss) income for the year	-	-	-	(5,313)	-	(5,313)	(55,251)	(60,564)	3,056	(57,508)
Transfer of net depreciation on revalued property	-	-	-	-	(195)	(195)	195	-	-	-
Balances at 31 December 2018	220,000	(14,793)	34,816	(3,451)	4,305	35,670	(44,507)	196,370	28,504	224,874

The accompanying notes 1 to 23 are an integral part of these condensed consolidated interim financial statements.

ARAB INSURANCE GROUP (B.S.C.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2018

(In thousands of U.S. Dollars)

	Share Capital	Treasury stock	Reserves				Retained earnings	Attributable to shareholders of parent company	Non-controlling interests	Total equity (reviewed)
			Legal	Investment revaluation	Property revaluation	Total				
Balances at 31 December 2017	220,000	(14,793)	34,816	1,862	4,500	41,178	10,549	256,934	25,448	282,382
Net profit for the period	-	-	-	-	-	-	502	502	778	1,280
Changes on remeasurement of available for sale investments	-	-	-	(3,227)	-	(3,227)	-	(3,227)	(32)	(3,259)
Transfers for recognition of gains on disposal of available for sale investments	-	-	-	(275)	-	(275)	-	(275)	(116)	(391)
Total comprehensive income for the period	-	-	-	(3,502)	-	(3,502)	502	(3,000)	630	(2,370)
Transfer of net depreciation on revalued property	-	-	-	-	(48)	(48)	48	-	-	-
Balances at 31 March 2018	220,000	(14,793)	34,816	(1,640)	4,452	37,628	11,099	253,934	26,078	280,012

The accompanying notes 1 to 23 are an integral part of these condensed consolidated interim financial statements.

ARAB INSURANCE GROUP (B.S.C.)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2019

(In thousands of U.S. Dollars)

	Note	For the financial year-to-date 31 March 2019 (reviewed)	For the financial year-to-date 31 March 2018 (reviewed)	For the year ended 31 December 2018 (audited)
CASH FLOWS FROM OPERATING ACTIVITIES				
Premiums received		63,749	87,413	233,874
Reinsurance premiums paid		(13,978)	(38,518)	(54,829)
Claims and acquisition costs paid		(63,163)	(59,349)	(193,960)
Reinsurance receipts in respect of claims		13,032	3,629	26,685
Investment income		129	455	37
Interest received		767	877	2,820
Dividends received		285	413	1,300
Operating expenses paid		(4,693)	(6,238)	(21,162)
Other income (expenses), net		408	1,932	(3,055)
Insurance deposits paid, net		(97)	(815)	(1,928)
Purchase of trading investments		(2,815)	(3,775)	(14,355)
Sale of trading investments		1,730	1,474	19,127
Net cash used in operating activities	18	(4,646)	(12,502)	(5,446)
CASH FLOWS FROM INVESTING ACTIVITIES				
Maturity/sale of investments		38,747	50,018	178,798
Purchase of investments		(40,748)	(31,445)	(110,110)
Term deposits with bank		(16,025)	(12,121)	13,708
Interest received		2,290	2,512	10,223
Investment income		53	836	135
Collateralised cash deposits		385	(5,256)	(11,201)
Purchase of property and equipment		-	(25)	(103)
Purchase of intangible assets		-	(62)	(211)
Investment in associate		-	-	(100)
Net cash (used in) provided by investing activities		(15,298)	4,457	81,139
CASH FLOWS FROM FINANCING ACTIVITIES				
Borrowings	19	-	5,000	(27,000)
Borrowing cost	19	(132)	(749)	(1,338)
Dividends paid	19	(14)	(133)	(374)
Net cash (used in) provided by financing activities		(146)	4,118	(28,712)
Net (decrease) increase in cash and cash equivalents		(20,090)	(3,927)	46,981
Effect of exchange rate on cash and cash equivalents		(1)	2	(11)
Cash and cash equivalents, beginning of period		109,908	62,938	62,938
Cash and cash equivalents, end of period		89,817	59,013	109,908
Term deposits with bank		22,052	31,856	6,027
Cash and bank balances, end of period		111,869	90,869	115,935

The accompanying notes 1 to 23 are an integral part of these condensed consolidated interim financial statements.

ARAB INSURANCE GROUP (B.S.C.)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2019

1. INCORPORATION AND PRINCIPAL ACTIVITY

Arab Insurance Group (B.S.C.) (the "Company", "parent company") is an international insurance company registered as a Bahraini Shareholding Company having its registered office at Arig House, Manama, Kingdom of Bahrain. The parent company and its subsidiaries (the "Group") are involved in provision of general (non-life) and life reinsurance and related service activities.

2. SIGNIFICANT ACCOUNTING POLICIES

These condensed consolidated interim financial statements of the Group has been prepared in accordance with International Accounting Standard 34 (Interim Financial Reporting) which allows the interim financial information to be prepared in condensed form. The condensed consolidated interim financial information does not include all of the information required for full annual consolidated financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2018.

The Group's condensed consolidated interim financial statements are presented in U.S. Dollars, which is its functional currency as its share capital and a significant proportion of its business, assets and liabilities are denominated in that currency.

The accounting policies and methods of computation are consistent with the most recent consolidated financial statements of the Group at 31 December 2018 that were prepared in accordance with International Financial Reporting Standards (IFRS). Comparative figures have been reclassified, where necessary, to conform to the current period's presentation.

The Group has adopted all new and revised IFRS and interpretations applicable for accounting periods beginning on or after 1 January 2019 except IFRS 9 Financial Instruments, for which the Group has applied the temporary exemption available under IFRS 4 Insurance Contracts. Accordingly, the Group will apply this standard for annual period beginning 1 January 2021.
The impact of adopting these standards and interprations is not significant on the Group's condensed consolidated interm financial statements.

3. SEASONALITY OF INTERIM OPERATIONS

As a result of the seasonality associated with the insurance business, the Group registers approximately 75% of its gross premiums during the first quarter of every year. Gross premiums written over the remainder of the financial year are almost evenly spread out. This seasonality does not however, have any material impact on the Group's underwriting result as the premiums are taken to income over the terms of the related contracts or policies.

4. MANAGEMENT OF RISKS

The Group's activities expose it to a variety of financial and other risks: market risk (including foreign exchange risk, price risk and interest rate risk), credit risk, underwriting risk and liquidity risk.

These condensed consolidated interim financial statements do not include all financial risk management information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's consolidated financial statements as at 31 December 2018.

There have been no changes in the risk management function since the year end or in any risk management policies.

5 A. INVESTMENTS

	US$ '000		
	31 March 2019	31 December 2018	31 March 2018
At fair value through profit or loss			
Held for trading			
Common stock of listed companies	**64,275**	56,709	59,352
	64,275	56,709	59,352
Designated at fair value on initial recognition			
Debt securities			
- Other investment grade	**87,161**	83,763	68,936
- Other	**11,373**	11,112	18,466
	98,534	94,875	87,402
Held to maturity			
Debt securities			
- Supra-nationals and OECD country Governments	**500**	500	1,000
- Other investment grade	**3,910**	3,904	4,886
- Other	**3,944**	3,941	3,930
	8,354	8,345	9,816
Available for sale			
Debt securities			
- Supra-nationals and OECD country Governments	**30,953**	25,819	30,699
- Other investment grade	**247,741**	241,411	265,047
- Other	**34,171**	39,205	84,557
Common stock of listed companies	**6,512**	7,226	9,815
Common stock of unlisted companies	**3,906**	3,872	4,280
Other equity type investment	**18,429**	17,774	17,983
	341,712	335,307	412,381
Investment in associate	**328**	442	335
	513,203	495,678	569,286

Debt securities amounting to US$ 115.5 million (31 December 2018: US$ 101.8 million; 31 March 2018: US$ 163.8 million) have been pledged as security for reinsurance trust agreements, letters of credit and guarantees and borrowings.

B. COMMITMENTS OUTSTANDING

The Group has commitments for uncalled capital in available for sale investments amounting to US$ 7.8 million (31 December 2018: US$ 8.1 million; 31 March 2018: US$ 9.1 million).

6. ACCRUED INCOME

	US$ '000		
	31 March 2019	31 December 2018	31 March 2018
Accrued insurance premiums	**158,718**	84,327	175,398
Accrued interest	**2,260**	2,258	2,646
	160,978	86,585	178,044

7. REINSURERS' SHARE OF TECHNICAL PROVISIONS

	US$ '000		
	31 March 2019	31 December 2018	31 March 2018
General insurance business			
- Claims outstanding	**48,838**	44,903	32,171
- Unreported claims	**44,280**	32,389	37,441
- Deferred retrocession premium reserve	**55,580**	33,293	48,294
	148,698	110,585	117,906
Life insurance business			
- Claims outstanding	**13**	13	11
- Unreported claims	**31**	31	71
	44	44	82
	148,742	110,629	117,988

8. OTHER ASSETS

	US$ '000		
	31 March 2019	31 December 2018	31 March 2018
Intangible assets :			
- Computer software	**10,083**	10,083	9,934
	10,083	10,083	9,934
Less: Accumulated amortisation	**(9,578)**	(9,570)	(9,435)
Net intangible assets	**505**	513	499
Other assets:			
- Collateralised cash deposits	**31,157**	31,542	25,597
- Other receivables	**12,309**	11,266	7,607
- Prepayments	**803**	757	1,078
	44,269	43,565	34,282
	44,774	44,078	34,781

Collateralised cash deposits have been pledged as security for reinsurance letters of credit and guarantees.

9. PROPERTY AND EQUIPMENT

	US$ '000		
	31 March 2019	31 December 2018	31 March 2018
Land	**2,080**	2,080	2,080
Building	**18,718**	18,718	18,718
Information systems hardware, furniture, equipment and other	**10,645**	10,646	10,685
	31,443	31,444	31,483
Less: Accumulated depreciation			
Building	**(2,215)**	(2,083)	(1,685)
Information systems hardware, furniture, equipment and other	**(10,144)**	(10,116)	(9,893)
	(12,359)	(12,199)	(11,578)
	19,084	19,245	19,905

Land and Building comprise the head office property owned and occupied by the Company since 1984, and office premises of the subsidiary Takaful Re Limited in Dubai, U.A.E.

10. TECHNICAL PROVISIONS

	US$ '000		
	31 March 2019	31 December 2018	31 March 2018
General insurance business			
- Claims outstanding	**271,870**	264,588	251,612
- Unreported losses	**224,295**	206,884	191,320
- Unearned premiums	**262,617**	162,427	274,342
	758,782	633,899	717,274
Life insurance business			
- Claims outstanding	**14,909**	13,671	14,373
- Unreported losses	**27,448**	27,973	31,511
- Unearned premiums	**10,496**	9,026	10,739
	52,853	50,670	56,623
	811,635	684,569	773,897

11. OTHER LIABILITIES

	US$ '000		
	31 March 2019	31 December 2018	31 March 2018
Provision for probable loss estimates in subsidiary (note 21 (iii))	**21,462**	21,462	-
Post-employment benefits	**11,624**	12,606	12,003
Accrued expense	**3,933**	9,495	3,254
Dividends payable	**2,776**	2,790	3,031
Reinsurance premiums accrued	**1,986**	1,465	1,560
Employee long-term incentives	**896**	1,460	1,460
Other	**15,764**	17,533	19,495
	58,441	66,811	40,803

12. SEGMENT INFORMATION - ANALYSIS OF REVENUE BY PRIMARY BUSINESS SEGMENT:

The Group's reinsurance business consists of two main business segments, Non-life and Life. Non-life business primarily consists of Property, Engineering, Marine, Accident, Whole Account & other classes. Life business mainly involves short term group life policies and long term life policies. Life portfolio does not contain investment linked policies.

	US$ '000								
	Period ended 31 March 2019								
	Non-life						Life		Total
	Property	Engineering	Marine	Accident	Whole account	Others	Short term	Long term	
REVENUES :									
Gross premiums written	28,044	9,059	6,906	4,221	102,089	16,562	6,092	158	173,131
Outward reinsurance premiums	(1,851)	(976)	(372)	(112)	(35,594)	(26)	(50)	(2)	(38,983)
Change in unearned premiums - gross	(15,421)	(4,156)	(3,419)	(2,046)	(64,233)	(9,314)	(1,413)	(56)	(100,058)
Change in unearned premiums - reinsurance	(154)	(75)	44	32	21,816	(15)	-	-	21,648
Net earned premiums	10,618	3,852	3,159	2,095	24,078	7,207	4,629	100	55,738
Investment income attributable to insurance funds	2,783	511	525	513	11	1,203	1,156	298	7,000
	13,401	4,363	3,684	2,608	24,089	8,410	5,785	398	62,738
COSTS AND EXPENSES :									
Gross claims paid	(7,998)	(2,901)	(1,453)	(950)	(25,434)	(6,592)	(3,168)	(1)	(48,497)
Claims recovered from reinsurers	600	391	165	343	7,312	30	-	-	8,841
Change in provision for outstanding claims - gross	3,920	(4)	(658)	353	(9,081)	603	(1,240)	2	(6,105)
Change in provision for outstanding claims - reinsurance	668	(130)	(219)	(270)	3,133	(13)	-	-	3,169
Change in provision for unreported losses - gross	(5,201)	(1,317)	(569)	(52)	(4,380)	(1,331)	559	(37)	(12,328)
Change in provision for unreported losses - reinsurance	349	137	45	(225)	10,351	84	2	-	10,743
Claims and related expenses	(7,662)	(3,824)	(2,689)	(801)	(18,099)	(7,219)	(3,847)	(36)	(44,177)
Policy acquisition costs	(8,300)	(2,434)	(1,901)	(1,349)	(10,694)	(1,196)	298	179	(25,397)
Policy acquisition costs recovered from reinsurers	134	183	111	84	-	2	-	-	514
Change in deferred policy acquisition costs - gross	5,251	1,342	1,114	718	542	696	(131)	2	9,534
Change in deferred policy acquisition costs – reinsurance	36	40	(29)	(9)	10	5	-	-	53
Policy acquisition costs	(2,879)	(869)	(705)	(556)	(10,142)	(493)	167	181	(15,296)
Operating expenses	(800)	(446)	(273)	(177)	(24)	(522)	(462)	(70)	(2,774)
Underwriting result	2,060	(776)	17	1,074	(4,176)	176	1,643	473	491

12. SEGMENT INFORMATION - ANALYSIS OF REVENUE BY PRIMARY BUSINESS SEGMENT (CONTD.) :

	US$ '000								
	Year ended 31 December 2018								
	Non-life						Life		Total
	Property	Engineering	Marine	Accident	Whole account	Others	Short term	Long term	
REVENUES :									
Gross premiums written	50,267	22,159	12,562	9,193	128,752	21,213	18,528	117	262,791
Outward reinsurance premiums	(7,507)	(3,491)	(473)	(702)	(50,893)	(1,070)	(206)	(56)	(64,398)
Change in unearned premiums - gross	122	(4,679)	(1,177)	110	(2,554)	9,981	(286)	69	1,586
Change in unearned premiums - reinsurance	(394)	452	1	(11)	13,925	-	-	-	13,973
Net earned premiums	42,488	14,441	10,913	8,590	89,230	30,124	18,036	130	213,952
Investment income attributable to insurance funds	2,567	392	461	467	(20)	756	1,069	271	5,963
	45,055	14,833	11,374	9,057	89,210	30,880	19,105	401	219,915
COSTS AND EXPENSES :									
Gross claims paid	(30,125)	(15,644)	(8,833)	(3,764)	(75,106)	(27,982)	(15,239)	(894)	(177,587)
Claims recovered from reinsurers	962	734	913	87	21,460	94	-	7	24,257
Change in provision for outstanding claims - gross	(17,289)	(804)	(2,368)	1,747	(19,949)	466	(390)	249	(38,338)
Change in provision for outstanding claims - reinsurance	9,256	1,680	1,925	45	11,118	(210)	1	2	23,817
Change in provision for unreported losses - gross	(4,475)	5,964	1,178	2,551	2,706	2,499	(728)	6,249	15,944
Change in provision for unreported losses - reinsurance	179	533	65	186	(24,788)	546	(40)	-	(23,319)
Claims and related expenses	(41,492)	(7,537)	(7,120)	852	(84,559)	(24,587)	(16,396)	5,613	(175,226)
Policy acquisition costs	(13,427)	(6,640)	(3,374)	(2,704)	(33,046)	(1,174)	(1,419)	(325)	(62,109)
Policy acquisition costs recovered from reinsurers	1,339	893	384	295	65	24	-	-	3,000
Change in deferred policy acquisition costs - gross	(55)	1,402	246	(35)	(38)	(495)	68	(11)	1,082
Change in deferred policy acquisition costs - reinsurance	76	(126)	4	4	(20)	-	-	-	(62)
Policy acquisition costs	(12,067)	(4,471)	(2,740)	(2,440)	(33,039)	(1,645)	(1,351)	(336)	(58,089)
Operating expenses	(3,717)	(2,218)	(1,326)	(873)	(122)	(2,512)	(2,119)	(376)	(13,263)
Underwriting result	(12,221)	607	188	6,596	(28,510)	2,136	(761)	5,302	(26,663)

12. SEGMENT INFORMATION - ANALYSIS OF REVENUE BY PRIMARY BUSINESS SEGMENT (CONTD.) :

	US$ '000								
	Period ended 31 March 2018								
	Non-life						Life		Total
	Property	Engineering	Marine	Accident	Whole account	Others	Short term	Long term	
REVENUES :									
Gross premiums written	35,756	11,522	7,633	6,285	86,253	14,665	6,657	367	169,138
Outward reinsurance premiums	(2,117)	(937)	(246)	(528)	(31,889)	(5)	-	-	(35,722)
Change in unearned premiums - gross	(23,915)	(7,996)	(5,155)	(3,498)	(59,504)	(4,926)	(1,669)	(245)	(106,908)
Change in unearned premiums - reinsurance	464	503	155	352	26,011	(21)	-	-	27,464
Net earned premiums	10,188	3,092	2,387	2,611	20,871	9,713	4,988	122	53,972
Investment income attributable to insurance funds	982	341	226	248	27	414	365	251	2,854
	11,170	3,433	2,613	2,859	20,898	10,127	5,353	373	56,826
COSTS AND EXPENSES :									
Gross claims paid	(4,534)	(4,069)	(3,321)	(1,208)	(19,736)	(3,907)	(3,892)	(20)	(40,687)
Claims recovered from reinsurers	(536)	197	655	(75)	3,362	25	-	-	3,628
Change in provision for outstanding claims - gross	(8,990)	597	(1,258)	539	(16,372)	(1,317)	(771)	(72)	(27,644)
Change in provision for outstanding claims - reinsurance	2,798	63	(105)	42	9,807	1	-	-	12,606
Change in provision for unreported losses - gross	902	2,424	2,112	1,630	23,805	(1,371)	(231)	2,214	31,485
Change in provision for unreported losses - reinsurance	571	(29)	(192)	(103)	(20,645)	154	-	-	(20,244)
Claims and related expenses	(9,789)	(817)	(2,109)	825	(19,779)	(6,415)	(4,894)	2,122	(40,856)
Policy acquisition costs	(10,441)	(3,662)	(1,979)	(2,000)	(8,272)	(564)	337	(231)	(26,812)
Policy acquisition costs recovered from reinsurers	455	309	89	194	-	-	-	-	1,047
Change in deferred policy acquisition costs - gross	7,729	2,633	1,580	1,303	485	71	31	30	13,862
Change in deferred policy acquisition costs - reinsurance	(173)	(155)	(67)	(115)	-	7	-	-	(503)
Policy acquisition costs	(2,430)	(875)	(377)	(618)	(7,787)	(486)	368	(201)	(12,406)
Operating expenses	(991)	(597)	(354)	(232)	(30)	(695)	(538)	(94)	(3,531)
Underwriting result	(2,040)	1,144	(227)	2,834	(6,698)	2,531	289	2,200	33

13. INVESTMENT INCOME

	US$ '000				
	Financial year-to-date 31 March 2019			Financial year-to-date 31 March 2018	Year ended 31 December 2018
	Insurance funds	Shareholders' funds	Total		
Interest income					
- Investments designated at fair value through profit or loss	**242**	**106**	**348**	296	1,291
- Others	**1,687**	**1,024**	**2,711**	3,005	11,276
Dividends	**198**	**87**	**285**	413	1,300
Realised gains (loss)					
- Held for trading investments	**201**	**95**	**296**	1,012	2,111
- Investment designated at fair value through profit or loss	**193**	**85**	**278**	(726)	125
- Available for sale	**435**	**191**	**626**	391	518
Gain (loss) on remeasurement of investments at fair value through profit or loss					
- Held for trading investments	**4,157**	**1,822**	**5,979**	684	(4,735)
- Investments designated at fair value through profit or loss	**341**	**263**	**604**	259	(661)
Impairment loss - available for sale	**(155)**	**(68)**	**(223)**	-	(206)
(Loss) income from associates	**-**	**(114)**	**(114)**	14	22
Other	**(299)**	**(132)**	**(431)**	(240)	(992)
	7,000	**3,359**	**10,359**	5,108	10,049

14. OPERATING EXPENSES

	US$ '000				
	Financial year-to-date 31 March 2019			Financial year-to-date 31 March 2018	Year ended 31 December 2018
	Underwriting	Non-Underwriting	Total		
Salaries and benefits	**1,739**	**917**	**2,656**	3,657	14,620
General and administration	**1,035**	**566**	**1,601**	2,007	7,924
	2,774	**1,483**	**4,257**	5,664	22,544

15. OTHER INCOME

	US$ '000		
	Financial year-to-date 31 March 2019	Financial year-to-date 31 March 2018	Year ended 31 December 2018
Third party administration services	**71**	357	2,502
Foreign exchange gain	**-**	1,200	-
Other	**89**	268	2,663
	160	1,825	5,165

16. OTHER EXPENSES AND PROVISIONS

	US$ '000		
	Financial year-to-date 31 March 2019	Financial year-to-date 31 March 2018	Year ended 31 December 2018
Provision for probable loss estimates in subsidiary (note 21 (iii))	**-**	-	21,462
Foreign exchange loss	**114**	-	1,385
Provision for (reversal of) doubtful receivable & deposits	**-**	8	(251)
Other, net	**420**	440	2,105
	534	448	24,701

17. EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS

Basic and diluted earnings per share has been computed as follows:

		Financial year-to-date 31 March 2019	Financial year-to-date 31 March 2018	Year ended 31 December 2018
Weighted average number of shares Outstanding	'000	**198,032**	198,032	198,032
Net profit (loss)	US$'000	**1,753**	502	(55,251)
Earnings (losses) per share	US cents	**0.9**	0.3	(27.9)

18. RECONCILIATION OF NET RESULT TO CASH FLOWS FROM OPERATING ACTIVITIES

	US$ '000		
	Financial year-to-date 31 March 2019	Financial year-to-date 31 March 2018	Year ended 31 December 2018
Profit (loss) for the period	**1,918**	1,280	(52,202)
Change in insurance funds	**80,218**	73,068	1,313
Change in insurance receivable/payable, net	**8,009**	(2,003)	(482)
Change in accrued income	**(74,393)**	(74,948)	16,511
Change in other assets/liabilities, net	**(20,398)**	(9,899)	29,414
Net cash used in operating activities	**(4,646)**	(12,502)	(5,446)

19. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

	US$ '000			
	Borrowings	**Borrowing cost**	**Dividends**	**Non-controlling interests**
Balances at 31 December 2018	**7,000**	**101**	**2,790**	**28,504**
Share of comprehensive income	**-**	**-**	**-**	**161**
Interest paid during the period	**-**	**(132)**	**-**	**-**
Interest expense for the period	**-**	**75**	**-**	**-**
Dividends paid during the period	**-**	**-**	**(14)**	**-**
Balances at 31 March 2019	**7,000**	**44**	**2,776**	**28,665**
Balances at 31 December 2017	34,000	631	3,164	25,448
Share of comprehensive income	-	-	-	630
Additional borrowings	5,000	-	-	-
Interest paid during the period	-	(749)	-	-
Interest expense for the period	-	251	-	-
Dividends paid during the period	-	-	(133)	-
Balances at 31 March 2018	39,000	133	3,031	26,078
Balances at 31 December 2017	34,000	631	3,164	25,448
Share of comprehensive income	-	-	-	3,056
Repayment of borrowings	(32,000)	-	-	-
Additional borrowings	5,000	-	-	-
Interest paid during the year	-	(1,338)	-	-
Interest expense for the year	-	808	-	-
Dividends paid during the year	-	-	(374)	-
Balances at 31 December 2018	7,000	101	2,790	28,504

20. FAIR VALUE DISCLOSURE

The following table presents the fair values of the Group's financial instruments:

	US$ '000						
	31 March 2019						
	Book Value						Fair value
	At fair value through profit or loss	Loans and receivables	Held to maturity	Available for sale	Amortised cost	Total	
ASSETS							
Cash and bank balances	-	111,869	-	-	-	111,869	111,869
Investments	162,809	-	8,354	341,712	-	512,875	513,078
Accrued income	-	160,978	-	-	-	160,978	160,978
Insurance receivables	-	120,803	-	-	-	120,803	120,803
Insurance deposits	-	27,317	-	-	-	27,317	27,317
Other assets	-	43,466	-	-	-	43,466	43,466
LIABILITIES							
Insurance payables	-	-	-	-	70,744	70,744	70,744
Borrowings	-	-	-	-	7,000	7,000	7,000
Other liabilities	-	-	-	-	54,508	54,508	54,508

	US$ '000						
	31 December 2018						
	Book Value						Fair value
	At fair value through profit or loss	Loans and receivables	Held to maturity	Available for sale	Amortised cost	Total	
ASSETS							
Cash and bank balances	-	115,935	-	-	-	115,935	115,935
Investments	151,584	-	8,345	335,307	-	495,236	495,248
Accrued income	-	86,585	-	-	-	86,585	86,585
Insurance receivables	-	127,373	-	-	-	127,373	127,373
Insurance deposits	-	27,603	-	-	-	27,603	27,603
Other assets	-	42,808	-	-	-	42,808	42,808
LIABILITIES							
Insurance payables	-	-	-	-	69,305	69,305	69,305
Borrowings	-	-	-	-	7,000	7,000	7,000
Other liabilities	-	-	-	-	57,316	57,316	57,316

20. FAIR VALUE DISCLOSURE (CONTD.)

	US$ '000						
	31 March 2018						
	Book Value						Fair value
	At fair value through profit or loss	Loans and receivables	Held to maturity	Available for sale	Amortised cost	Total	
ASSETS							
Cash and bank balances	-	90,869	-	-	-	90,869	90,869
Investments	146,754	-	9,816	412,381	-	568,951	569,068
Accrued income	-	178,044	-	-	-	178,044	178,044
Insurance receivables	-	112,045	-	-	-	112,045	112,045
Insurance deposits	-	26,708	-	-	-	26,708	26,708
Other assets	-	33,204	-	-	-	33,204	33,204
LIABILITIES							
Insurance payables	-	-	-	-	52,456	52,456	52,456
Borrowings	-	-	-	-	39,000	39,000	39,000
Other liabilities	-	-	-	-	37,549	37,549	37,549

The information disclosed in the table above is not indicative of the net worth of the Group.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Group has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Group measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

When there is no quoted price in an active market, the Group uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all the factors that market participants would take into account in pricing a transaction.

The following methods and assumptions were used to estimate the fair value of the financial instruments:

i. General:
The book values of the Group's financial instruments except investments and forward foreign exchange contracts were deemed to approximate fair value due to the immediate or short term maturity of these financial instruments.

Hence, the fair value measurement details are not disclosed.

ii. Investments:
The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. as derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

20. FAIR VALUE DISCLOSURE (CONTD.)

- Level 3: valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted market prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

  Valuation techniques include net present value and discounted cash flow models and other valuation models. Assumptions and inputs used in valuation includes risk free and benchmark interest rates, bond and equity prices, and foreign exchange rates. The objective of valuations technique is to arrive at fair value measurement that reflects the price that would be received on sale of the asset at the measurement date.

The table below analyses financial instruments, measured at fair value as at the end of the period, by level in the fair value hierarchy into which the fair value measurement is categorised:

	US$'000			
31 March 2019	**Level 1**	**Level 2**	**Level 3**	**Total**
At fair value through profit or loss				
Held for trading				
Common stock of listed companies	**64,275**	-	-	**64,275**
Designated at fair value on initial recognition				
Debt securities	**98,534**	-	-	**98,534**
Available for sale				
Debt securities	**312,865**	-	-	**312,865**
Common stock of listed companies	**6,512**	-	-	**6,512**
Common stock of unlisted companies	-	-	**3,906**	**3,906**
Other	-	-	**18,429**	**18,429**
Forward foreign exchange contracts	-	**139**	-	**139**
	482,186	**139**	**22,335**	**504,660**

	US$'000			
31 December 2018	Level 1	Level 2	Level 3	Total
At fair value through profit or loss				
Held for trading				
Common stock of listed companies	56,709	-	-	56,709
Designated at fair value on initial recognition				
Debt securities	94,875	-	-	94,875
Available for sale				
Debt securities	306,435	-	-	306,435
Common stock of listed companies	7,226	-	-	7,226
Common stock of unlisted companies	-	-	3,872	3,872
Other	-	-	17,774	17,774
Forward foreign exchange contracts	-	13	-	13
	465,245	13	21,646	486,904

20. FAIR VALUE DISCLOSURE (CONTD.)

31 March 2018	US$'000			
	Level 1	Level 2	Level 3	Total
At fair value through profit or loss				
Held for trading				
Common stock of listed companies	59,352	-	-	59,352
Designated at fair value on initial recognition				
Debt securities	87,402	-	-	87,402
Available for sale				
Debt securities	380,303	-	-	380,303
Common stock of listed companies	9,815	-	-	9,815
Common stock of unlisted companies	-	-	4,280	4,280
Other	-	-	17,983	17,983
Forward foreign exchange contracts	-	99	-	99
	536,872	99	22,263	559,234

The tables below show movements in the Level 3 financial assets measured at fair value:

31 March 2019	**US$ '000**		
	Unlisted equity	**Other**	**Total**
Balances at 1 January 2019	**3,872**	**17,774**	**21,646**
Gain (loss) recognised in:			
- Income statement	**-**	**-**	**-**
- Other comprehensive income	**25**	**(144)**	**(119)**
Investments made during the period	**9**	**1,526**	**1,535**
Investments redeemed during the period	**-**	**(727)**	**(727)**
Balances at 31 March 2019	**3,906**	**18,429**	**22,335**

31 December 2018	US$'000		
	Unlisted equity	Other	Total
Balances at 1 January 2018	4,279	18,389	22,668
Gain (loss) recognised in:			
- Income statement	73	-	73
- Other comprehensive income	(381)	162	(219)
Investments made during the year	105	2,481	2,586
Investments redeemed during the year	(204)	(3,258)	(3,462)
Balances at 31 December 2018	3,872	17,774	21,646

20. FAIR VALUE DISCLOSURE (CONTD.)

31 March 2018	US$ '000		
	Unlisted equity	Other	Total
Balances at 1 January 2018	4,165	18,389	22,554
Gain recognised in:			
- Income statement	-	-	-
- Other comprehensive income	78	295	373
Investments made during the year	37	329	366
Investments redeemed during the year	-	(1,030)	(1,030)
Balances at 31 March 2018	4,280	17,983	22,263

The carrying values of the investment held in level 3 are based on unobservable inputs and reflects proportional share of the fair values of the respective companies and their underlying net assets. The Group does not expect the fair value of assets under level 2 & level 3 to change significantly on changing one or more of the unassumable inputs. The valuations of these investments are reviewed quarterly and updated as necessary on the basis of information received from investee and investment managers. For the period ended 31 March 2019, there were no transfers in and out of level 1, level 2 and level 3 (31 December 2018: nil; 31 March 2018: nil). The fair values are estimates and do not necessarily represent the price at which the investment would sell. As the determination of fair values involve subjective judgments, and given the inherent uncertainty of assumptions regarding capitalisation rates, discount rates, leasing and other factors, the amount which will be realized by the Group on the disposal of its investments may differ significantly from the values at which they are carried in the condensed consolidated interim financial statements, and the difference could be material.

The Group does not expect the fair value of assets under level 3 to change significantly on changing one or more of the measurable / observable inputs.

iii. Forward foreign exchange contracts:

The fair value of forward foreign exchange contracts, used for hedging purposes, is derived from quoted prices of the same currencies.

iv. Fair value less than carrying amounts:

The fair value of fixed interest debt securities fluctuates with changes in market interest rates. The book value of financial assets held to maturity has not been reduced to fair value where lower, because such market rate variations are considered temporary in nature and management intends, and has the financial resources and capacity, to generally hold such investments to maturity.

21. PRINCIPAL SUBSIDIARIES & ASSOCIATES

i) Subsidiaries and associates

At 31 March 2019, the principal subsidiaries of the Company were:

	Country of incorporation	Ownership	Non-controlling Interests	Principal Activities
Arig Capital Limited	United Kingdom	100%	Nil	Reinsurance
Gulf Warranties W.L.L. (under voluntary liquidation)	Kingdom of Bahrain	100%	Nil	Warranty
Takaful Re Limited (under run-off)	United Arab Emirates	54%	46%	Retakaful
Arig Insurance Management (DIFC) Ltd. (under voluntary liquidation)	United Arab Emirates	100%	Nil	Insurance Manager

All holdings are in the ordinary share capital of the subsidiaries concerned and are unchanged from 31 December 2018. The Company holds 49% and 25% of the equity shares in its associate companies Arima Insurance software W.L.L. and Globemed Bahrain W.L.L., Bahrain respectively.

ii) Interest in subsidiaries: Takaful Re Limited

	US$ '000		
	Financial year-to-date 31 March 2019	Financial year-to-date 31 March 2018	Year ended 31 December 2018
Non-controlling interests	**46%**	46%	46%
Total assets	**82,866**	91,290	83,697
Total liabilities	**20,897**	35,019	22,125
Net assets	**61,969**	56,271	61,572
Revenue	**(171)**	23	(216)
Profit for the period	**403**	1,778	6,742
Total comprehensive income	**395**	1,457	6,759
Comprehensive income attributable to non-controlling interests	**182**	670	3,109
Net cash used in operating activities	**(540)**	(253)	(8,759)
Net cash (used in) provided by Investing activities	**(4,993)**	(8,134)	44,128
Net (decrease) increase in cash and cash equivalents	**(5,533)**	(8,387)	35,369

The subsidiary's policyholders funds are consolidated as these funds are controlled and managed by the subsidiary which is in a position to direct activities and operations

21. PRINCIPAL SUBSIDIARIES & ASSOCIATES (CONTD.)

iii) Interest in subsidiaries: Gulf Warranties W.L.L.

In 2018 there has been fraud committed by employees of the Group's subsidiary, Gulf Warranties W.L.L.. Based on management's assessments, the entire probable loss estimates of US$ 21.5 million have been provided for in the books of the subsidiary and consequently in the consolidated financial statements of the Group. This does not constitute admission of any liability beyond the share capital of Gulf Warranties W.L.L.. The subsidiary was placed under voluntary liquidation by shareholders' resolution of 27 February 2019.

iv) Interest in subsidiaries: Arig Insurance Management (DIFC) Ltd.

The Group has not classified its subsidiary Arig Insurance Management (DIFC) Ltd. (under voluntary liquidation) as a discontinued operation as the subsidiary and the values involved are not material.

22. RELATED PARTY TRANSACTIONS

Related parties represent the Company's major shareholders, associate companies, directors and key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by such parties.

Government of UAE controls 31.3% of shares in the Group through major shareholders Emirates Investment Authority, General Pension and Social Security Authority and Emirates Development Bank while Government of Libya controls 14.4% of shares in the Group through Central Bank of Libya. The Group does not have any significant transactions with these governments and entities controlled, jointly controlled or significantly influenced by these governments.

The following is the summary of transactions with related parties:

i) Associate companies:

	US$ '000		
	Financial year-to-date 31 March 2019	Financial year-to-date 31 March 2018	Year ended 31 December 2018
a) Service fees for administration services provided by Arig	**38**	9	38
b) Service fees for administration services provided by associate	**175**	226	812
c) Balances outstanding - Payables	**137**	275	89

22. RELATED PARTY TRANSACTIONS (CONTD.)

ii) Compensation to directors and key management personnel:

	US$ '000		
	Financial year-to-date 31 March 2019	Financial year-to-date 31 March 2018	Year ended 31 December 2018
a) Directors			
- Attendance fees	**82**	19	79
- Travel expenses	**80**	44	144
b) Key management compensation			
- Salaries and other short-term employee benefits	**168**	395	1,710
- Post-employment benefits	**18**	75	318
- Employee long-term incentives	**76**	-	-
c) Balances payable to key			
- Management	**456**	4,649	631

23. EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

The Board in its meeting held on 13 May 2019 resolved to cease its underwriting activities after obtaining necessary approvals from the Central Bank of Bahrain and Shareholders in an Extraordinary General Meeting.