

**AL-SAGR NATIONAL INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY) AND
ITS SUBSIDIARY
DUBAI - UNITED ARAB EMIRATES**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION AND REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED
MARCH 31, 2008**

**Al-Sagr National Insurance Company (Public Shareholding Company)
and its Subsidiary
Dubai - United Arab Emirates**

**Interim Condensed Consolidated Financial Information
and Review Report
For the Three-Month Period Ended March 31, 2008**

Table of Contents

	<u>Page</u>
Report on Review of Interim Condensed Consolidated Financial Information	1 & 2
Interim Condensed Consolidated Balance Sheet	3 & 4
Interim Condensed Consolidated Statement of Income	5
Interim Condensed Consolidated Statement of Changes in Equity	6
Interim Condensed Consolidated Cash Flow Statement	7
Notes to the Interim Condensed Consolidated Financial Information	8 -18

Report on Review of Interim Condensed Consolidated Financial Information

The Board of Directors
Al-Sagr National Insurance Company
(Public Shareholding Company)
Dubai- United Arab Emirates

Introduction

We have reviewed the accompanying interim condensed consolidated balance sheet of **Al-Sagr National Insurance Company (a Public Shareholding Company) - Dubai, United Arab Emirates and its subsidiary** (collectively “the Group”) as of March 31, 2008 and the related interim condensed consolidated statements of income, changes in equity and cash flow statement for the three month period then ended, and the explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, ‘Interim Financial Reporting (“IAS 34”)’. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review. The comparative figures in the interim condensed consolidated statement of income, changes in equity and cash flow statement for the three month period ended March 31, 2008 were extracted from the books of account without review, and presented for comparative purposes only.

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.

Emphasis of matter

We draw attention to Notes 1(b) and 15 with respect to the discontinued operations of the Company’s subsidiary Al Sagr Saudi Insurance Company. The subsidiary company’s operations were discontinued with effect from January 1, 2008, as resolved by the respective Board of Directors of the two companies. Consequently, the result of operations of Al Sagr Saudi Insurance Company for the period January 1, 2008 through March 31, 2008 is not included in these financial information. The assets and liabilities of Al Sagr Saudi Insurance Company will be transferred to the newly formed Company - Al-Sagr Company for Co-operative Insurance upon completion of the valuation procedures instructed by the Saudi Arabian Monetary Agency (“SAMA”).

Independent Report on Review of Interim Condensed Consolidated Financial Information of
Al-Sagr National Insurance Company (a Public Shareholding Company) – Dubai, United
Arab Emirates and its subsidiary – continued (page 2 of 2)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34, "Interim Financial Reporting".

Dubai
May 14, 2008

Deloitte & Touche



Saba Y. Sindaha
Partner
(Registration No. 410)

**Interim Condensed Consolidated Balance Sheet
At March 31, 2008
(In Arab Emirates Dirhams)**

	<u>Note</u>	March 31, 2008 (Un-audited)	December 31, 2007 (Audited)
ASSETS			
Non-current assets			
Property and equipment		1,659,270	2,263,145
Investment property	5	35,346,220	29,144,519
Investment in associates	6	52,920,000	54,862,034
Investment in Subsidiary			
– discontinued operations	15	18,445,607	-
Investment in joint venture		18,522,360	-
Held-to-maturity investments	7	4,500,000	26,924,816
Available-for-sale investments	7	2,550,000	3,100,000
Total non-current assets		133,943,457	116,294,514
Current assets			
Reinsurance contract assets	8	338,521,603	394,963,592
Insurance and other receivables		256,783,703	229,066,625
Investments held for trading	7	225,179,820	183,776,329
Bank balances and cash	9	215,032,103	241,381,955
Total current assets		1,035,517,229	1,049,188,501
Total Assets		1,169,460,686 =====	1,165,483,015 =====

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Balance Sheet (continued)
At March 31, 2008
(In Arab Emirates Dirhams)

	Note	March 31, 2008 (un-audited)	December 31, 2007 (audited)
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	10	100,000,000	100,000,000
Statutory reserve		37,099,907	37,099,907
General reserve		100,000,000	100,000,000
Investments revaluation reserve		2,035,000	2,585,000
Retained earnings		259,259,645	214,246,333
Equity attributable to equity holders of the parent		498,394,552	453,931,240
Minority interest		-	18,445,607
Total Equity		498,394,552	472,376,847
Non-current liabilities			
Due to related parties		11,760,000	11,760,000
Provision for employees' end of service indemnity		6,087,230	7,924,083
Total non-current liabilities		17,847,230	19,684,083
Current liabilities			
Insurance contract liabilities	8	474,187,087	550,342,456
Insurance and other payables		120,269,664	114,271,647
Bank overdrafts		58,762,153	8,807,982
Total current liabilities		653,218,904	673,422,085
Total Liabilities		671,066,134	693,106,168
Total Equity and Liabilities		1,169,460,686	1,165,483,015

The accompanying notes form an integral part of this interim condensed consolidated financial information.

The interim condensed consolidated financial information on pages 3 to 18 were approved by the Board of Directors and authorized for issue on May 14, 2008.

Chairman

Vice Chairman

Managing Director



**Interim Condensed Consolidated Statement of Income
For the Three-Month Period Ended March 31, 2008
(In Arab Emirates Dirhams)**

	Three-month period ended March 31,	
	2008	2007
	(un-audited)	(un-audited)
Continuing operations		
Gross insurance premium revenue	144,644,461	105,530,283
Less: Insurance premium ceded to reinsurers	(75,382,306)	(58,366,901)
Net retained premium revenue	69,262,155	47,163,382
Net change in unearned premium	(15,572,139)	(9,315,835)
Net insurance premium revenue	53,690,016	37,847,547
Gross claims settled	(97,303,191)	(85,172,721)
Insurance claims recovered from reinsurers	65,779,961	59,201,237
Net claims settled	(31,523,230)	(25,971,484)
Net change in outstanding claims	(8,871,452)	(6,102,099)
Net claims incurred	(40,394,682)	(32,073,583)
Gross commission earned and documentation fees	25,800,820	19,757,662
Less: Commission incurred	(12,121,067)	(7,790,688)
Net commission and documentation fees earned	13,679,753	11,966,974
Underwriting profit	26,975,087	17,740,938
General and administrative expenses relating to underwriting activities	(4,802,169)	(3,419,158)
Net underwriting profit	22,172,918	14,321,780
Investment revenue	26,562,158	5,074,708
Loss from joint venture	-	(533,226)
Finance costs	(891,969)	(506,651)
Other expenses	(1,629,253)	(114,627)
Unallocated general and administrative expenses	(1,200,542)	(714,048)
Profit for the period from continuing operations	45,013,312	17,527,936
Discontinuing operations		
Profit for the period from discontinued operations (Note 15)	-	1,395,756
Profit for the period	45,013,312	18,923,692
	=====	=====
Attributable to:		
Equity holders of the parent	45,013,312	18,225,814
Minority interest	-	(697,878)
	45,013,312	18,923,692
	=====	=====
Basic earnings per share (Note 11)	0.45	0.18
	=====	=====

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Al-Sagr National Insurance Company (Public Shareholding Company)
and its Subsidiary
Dubai - United Arab Emirates**

6

**Interim Condensed Consolidated Statement of Changes in Equity
For the Three-Month Period Ended March 31, 2008
(In Arab Emirates Dirhams)**

	<u>Share capital</u>	<u>Statutory reserve</u>	<u>General reserve</u>	<u>Investment revaluation reserve</u>	<u>Retained earnings</u>	<u>Attributable to equity holders of parent</u>	<u>Minority interest</u>	<u>Total</u>
Balance at December 31, 2006 (audited)	100,000,000	25,720,738	100,000,000	-	114,965,470	340,686,208	17,254,338	357,940,546
Recognised profit for the period	-	-	-	-	18,225,814	18,225,814	697,878	18,923,692
Board of Directors remuneration paid	-	-	-	-	(750,000)	(750,000)	-	(750,000)
Balance at March 31, 2007 (un-audited)	100,000,000	25,720,738	100,000,000	-	132,441,284	358,162,022	17,952,216	376,114,238
	=====	=====	=====	=====	=====	=====	=====	=====
Balance at December 31, 2007 (audited)	100,000,000	37,099,907	100,000,000	2,585,000	214,246,333	453,931,240	18,445,607	472,376,847
Profit for the period	-	-	-	-	45,013,312	45,013,312	-	45,013,312
Minority interest on discontinued operations	-	-	-	-	-	-	(18,445,607)	(18,445,607)
Loss on available-for-sale investments recognized directly in equity	-	-	-	(550,000)	-	(550,000)	-	(550,000)
Balance at March 31, 2008 (un-audited)	100,000,000	37,099,907	100,000,000	2,035,000	259,259,645	498,394,552	-	498,394,552
	=====	=====	=====	=====	=====	=====	=====	=====

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Cash Flow Statement
For the Three-Month Period Ended March 31, 2008
(In Arab Emirates Dirhams)

	Three-month period ended	
	March 31,	
	2008	2007
	(un-audited)	(un-audited)
Cash flows from operating activities		
Profit for the period	45,013,312	18,923,692
Adjustments for:		
Depreciation of property and equipment	72,826	127,000
Allowance for doubtful debts	-	250,000
Investment revenue	(12,279,720)	(6,256,794)
Decrease in reinsurance contract assets	9,540,803	33,870,508
Increase/(decrease) in insurance contract liabilities	14,902,786	(17,987,217)
Fair value adjustments - securities	(14,282,438)	1,561,424
Provision for employees' end of service indemnity	630,986	276,003
Finance costs	891,969	506,651
Operating cash flows before movements in working capital	44,490,524	31,271,267
Increase in fixed deposits with banks	64,669,275	(26,191,956)
Increase in insurance and other receivables	(80,612,793)	(34,101,176)
Increase in insurance and other payables	15,777,300	18,323,508
Cash from/(used in) operations	44,324,306	(10,698,357)
Interest paid	(891,969)	(506,651)
Employees' end of service indemnity paid	(70,993)	(16,533)
Net cash from/(used in) operating activities	43,361,344	(11,221,541)
Cash flows from investing activities		
Purchase of investment property	(6,201,701)	(2,307,010)
Proceeds from sale of investments in securities	102,710,332	34,175,549
Purchase of investments in securities	(121,261,126)	(12,447,379)
Proceeds from sale of investment in joint venture	-	4,958,049
Addition of investment in joint venture	(18,522,360)	(7,674,752)
Purchase of property and equipment	(286,133)	(490,104)
Interest received	2,777,453	1,069,575
Dividends received	816,826	3,321,882
Rent received net of expenses	-	147,000
Net cash (used in)/from investing activities	(39,966,709)	20,752,810
Cash flows from financing activities		
Directors' remuneration paid	-	(750,000)
Decrease in bank overdrafts	49,954,171	(5,810,714)
Net cash from/(used in) financing activities	49,954,171	(6,560,714)
Net increase in cash and cash equivalents	53,348,806	2,970,555
Cash and cash equivalents, at the beginning of the period	38,798,948	18,256,765
Adjustment for the cash and cash equivalent of discontinued operation included in the beginning balance	(4,188,133)	-
Cash and cash equivalents, at the end of the period	87,959,621	21,227,320
	=====	=====

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Notes to the Interim Condensed Consolidated Financial Information
For the Three-Month Period Ended March 31, 2008**

1. General information

- a) Al-Sagr National Insurance Company - Dubai (the “Company”) was incorporated on December 25, 1979 as a public shareholding company by an Emiri Decree from His Highness, The Ruler of Dubai, and is registered with the Ministry of Economy of the United Arab Emirates under registration No. (16). The Company’s address in Dubai is P.O. Box 14614, Dubai, UAE.

The principal activity of the Company is the writing of insurance of all types. The Company operates through its Head Office in Dubai and its branches in Dubai, Sharjah, Abu Dhabi and Ajman in the United Arab Emirates.

- b) During 2004, the shareholders of the Company have submitted an application for the insurance license with Saudi Arabian Monetary Agency (“SAMA”) under a new company namely “Al Sagr Company for Co-operative Insurance”. The new company obtained its license from the regulatory authorities in the Kingdom of Saudi Arabia during 2007 has been registered under commercial registration number 1010243765 dated Muharram 26, 1429 (February 04, 2008).

2. Basis of preparation

This interim condensed consolidated financial information is prepared in accordance with the International Accounting Standard No. 34 – *Interim Financial Reporting* issued by the International Accounting Standard Board and also comply with the applicable requirements of the laws in the U.A.E. The interim condensed consolidated financial information is prepared in accordance with the historical cost basis, except for the measurement at fair value of investment property and certain financial instruments. The consolidated interim financial information is presented in U.A.E. Dirhams (AED) since that is the currency in which the majority of the Group’s transactions are denominated. The interim financial information of the subsidiary company expressed in Saudi Riyals were translated for consolidation purposes to Arab Emirates Dirhams at the exchange rates prevailing at period end, as parity exchange rates are fixed.

**Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008**

2. Basis of preparation (continued)

This interim condensed consolidated financial information do not include all the information required for full annual consolidated financial statements and should be read in conjunction with the Group's annual audited consolidated financial statements as at and for the year ended December 31, 2007. In addition, results for the three-month period ended March 31, 2008 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2008.

(a) Estimates

The preparation of interim condensed consolidated financial information require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these interim condensed consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the annual audited consolidated financial statements as at and for the year ended December 31, 2007.

(b) Management of insurance and financial risk

The Group's insurance and financial risk management objectives and policies are consistent with those disclosed in the annual audited consolidated financial statements as at and for the year ended December 31, 2007.

3. Basis of consolidation

The interim condensed consolidated financial information incorporates the interim financial information of the Company. The financial statements have been prepared on the assumption that the subsidiary company, Al Sagr Saudi Insurance Company, discontinued its operations with effect from January 1, 2008 and accordingly, the net assets of the company is classified under Investment in subsidiary- discontinuing operations (Note 15). The comparative financial information for the previous period incorporated the financial information of the company and its 50% owned subsidiary, Al Sagr Saudi Insurance Company.

Where necessary, adjustments are made to the interim financial information of subsidiary to bring the accounting policies into line with those used by the Company.

All intra-group transactions, balances, income and expenses are eliminated on consolidation.

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

4. Accounting policies

The accounting policies used in the preparation of these interim condensed consolidated financial information are consistent with those used in the annual audited consolidated financial statements for the year ended December 31 2007.

5. Investment property

	<u>Building</u> AED	<u>Land</u> AED	<u>Total</u> AED
Fair value, at December 31, 2006 (audited)	46,514,251	13,905,548	60,419,799
Additions during the period	<u>2,247,010</u>	<u>60,000</u>	<u>2,307,010</u>
Fair value, at March 31, 2007 (un-audited)	48,761,261 =====	13,965,548 =====	62,726,809 =====
Fair value, at December 31, 2007 (audited)	29,144,519	-	29,144,519
Additions during the period	<u>6,201,701</u>	<u>-</u>	<u>6,201,701</u>
Fair value, at March 31, 2008 (un-audited)	35,346,220 =====	- =====	35,346,220 =====

6. Investments in associates

	<u>March 31,</u> <u>2008</u> (un-audited) AED	<u>December 31,</u> <u>2007</u> (audited) AED
Al Sagr Company for Co-operative Insurance (SCCI), Kingdom of Saudi Arabia	52,920,000	52,920,000
Najm Project for Motor Insurance Development, Kingdom of Saudi Arabia	<u>-</u>	<u>1,942,034</u>
	52,920,000 =====	54,862,034 =====

Investment in associates represents payments made against the share capital of Al-Sagr Company for Co-operative Insurance in the Kingdom of Saudi Arabia, which are under formation.

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

7. Investments in securities

	March 31, 2008	December 31, 2007
	(un-audited)	(audited)
	AED	AED
Held for trading investments	225,179,820	183,776,329
Available-for-sale investments	2,550,000	3,100,000
Held-to-maturity investments	4,500,000	26,924,816
	232,229,820	213,801,145
	=====	=====

Following are the movement of investments in securities during the period/year:

	March 31, 2008	December 31, 2007
	(un-audited)	(audited)
	AED	AED
a) Investments held for trading:		
Fair value, at the beginning of the period/year	183,776,329	214,644,509
Net additions/(disposals) during the period/year	27,121,053	(65,374,905)
Increase in fair value during the period/year	14,282,438	34,506,725
Fair value, at the end of the period/year	225,179,820	183,776,329
	=====	=====

	March 31, 2008	December 31, 2007
	(un-audited)	(audited)
	AED	AED
b) Available-for-sale investments :		
Fair value, at the beginning of the period/year	3,100,000	515,000
Additions during the period/year	-	-
(Decrease)/increase in fair value during the period/year	(550,000)	2,585,000
Fair value, at the end of the period/year	2,550,000	3,100,000
	=====	=====

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

7. Investments in securities (continued)

	March 31, 2008	December 31,
	(un-audited)	2007
	AED	(audited) AED
c) Held-to-maturity investments:		
Cost, at the beginning of the period/year	26,924,816	19,544,816
Less: Investments of discontinued subsidiary	(22,540,000)	-
Net additions during the period/year	<u>115,184</u>	<u>7,380,000</u>
Cost, at the end of the period/year	<u>4,500,000</u>	<u>26,924,816</u>
	=====	=====

8. Insurance contract liabilities and re-insurance contract assets

	March 31, 2008	December 31,
	(un-audited)	2007
	AED	(audited) AED
Gross		
Insurance contract liabilities		
Claims reported unsettled	297,743,704	366,359,570
Claims incurred but not reported	6,700,000	5,890,900
Unearned premiums	<u>169,743,383</u>	<u>178,091,986</u>
Total insurance contract liabilities, gross	<u>474,187,087</u>	<u>550,342,456</u>
Recoverable from reinsurers		
Claims reported unsettled	256,129,330	315,584,585
Unearned premiums	<u>82,392,273</u>	<u>79,379,007</u>
Total reinsurers' share of insurance liabilities	<u>338,521,603</u>	<u>394,963,592</u>
Net		
Claims reported unsettled	41,614,374	50,774,985
Claims incurred but not reported	6,700,000	5,890,900
Unearned premiums	<u>87,351,110</u>	<u>98,712,979</u>
	<u>135,665,484</u>	<u>155,378,864</u>
	=====	=====

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

9. Bank balances and cash

	March 31, 2008	December 31,
	(un-audited)	2007
	AED	(audited) AED
Cash on hand	22,000	61,200
Bank balances:		
Current accounts	4,038,539	16,644,614
Fixed deposits	<u>210,971,564</u>	<u>224,676,141</u>
	<u>215,032,103</u>	241,381,955
	=====	=====

Fixed deposits with banks as at March 31, 2008 include AED 7,500,000 (December 31, 2007: AED 7,500,000) deposited in the name of the Company to the order of the Minister of Economy of the United Arab Emirates as required by the Federal Law Number (9) of 1984, as amended, relating to Insurance Companies and Agents.

Fixed deposits with banks as at March 31, 2008 amounting to AED 127,072,482 are under lien (December 31, 2007: AED 65,920,722) against the bank facilities availed by the Company.

All fixed deposits with banks mature within different periods not exceeding one year from the balance sheet date.

10. Share capital

	March 31, 2008	December 31,
	(un-audited)	2007
	AED	(audited) AED
Issued and fully paid:		
100,000,000 ordinary shares of AED 1 each	100,000,000	100,000,000
	=====	=====

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

11. Basic earnings per share

		Three-month period ended	
		March 31,	
		2008	2007
		(un-audited)	(un-audited)
Net profit attributable to shareholders	AED	45,013,312	18,225,814
		=====	=====
Number of shares		100,000,000	100,000,000
		=====	=====
Basic earnings per share	AED	0.45	0.18
		=====	=====

Basic earnings per share is calculated by dividing the profit for the period by the number of shares outstanding as of the balance sheet date.

12. Related party transactions

At the balance sheet date, amounts due from/to related parties were as follows:

	March 31,	December 31,
	2008	2007
	(un-audited)	(audited)
	AED	AED
Due from policy holders	495,946	874,354
Due from shareholders	7,593,035	3,228,407
Due to shareholders	11,760,000	11,760,000
Gross outstanding claims	131,763,001	181,455,064

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

12. Related party transactions (continued)

Transactions:

During the period, the Company entered into the following transactions with related parties:

	Three-month period ended	
	March 31,	
	2008	2007
	(un-audited)	(un-audited)
	AED	AED
Gross premium	8,088,981	6,827,263
Claims paid	46,452,508	8,806,103

Premiums are charged to related parties at rates agreed with the management.

Compensation of key management personnel

	Three-month period ended	
	March 31,	
	2008	2007
	(un-audited)	(un-audited)
	AED	AED
Salaries and benefits	2,239,000	215,000
	=====	=====

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

13. Cash and cash equivalents

	March 31,	
	2008	2007
	(un-audited)	(un-audited)
	AED	AED
Bank balances and cash	215,032,103	106,350,501
Long term and fixed deposits under lien	(127,072,482)	(85,123,181)
	87,959,621	21,227,320
	=====	=====

14. Contingent liabilities

	March 31,	December 31,
	2008	2007
	(un-audited)	(audited)
	AED	AED
Letters of guarantees	16,291,361	12,228,837
	=====	=====

15. Discontinued operations

Discontinued operations of the Al Sagr Saudi Insurance Company

The operations of the Company's subsidiary Al Sagr Saudi Insurance Company were discontinued with effect from January 1, 2008 as resolved by the respective Board of Directors of the two companies. Consequently, the result of operations of Al Sagr Saudi Insurance Company for the period January 1, 2008 through March 31, 2008 is not included in these financial statements. The assets and liabilities of Al Sagr Saudi Insurance Company will be transferred to the newly formed Company - Al-Sagr Company for Co-operative Insurance upon completion of the valuation procedures instructed by the Saudi Arabian Monetary Agency ("SAMA").

The transfer of net assets from Al Sagr Saudi Insurance Company to the new company and the payment process not yet been announced by the SAMA. Al Sagr Saudi Insurance Company will transfer all the assets and liabilities to Al Sagr Company for Co-operative Insurance, once the valuation of the Company has been approved by the SAMA valuation committee. It is most probable that valuation process will be completed with in 2008 and the Company will cease its operations after that date.

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

15. Discontinued operations (continued)

The following are the book values of net assets, which is included in the December 31, 2007 consolidated balance sheet.

	March 31, 2008 (un-audited) AED	December 31, 2007 (audited) AED
Property and equipment	-	817,182
Investment in associate	-	1,942,034
Held-to-maturity investments	-	22,540,000
Reinsurance contract assets	-	46,901,186
Insurance and other receivables	-	52,895,715
Bank balances and cash	-	15,029,383
Provision for employees end of service indemnity	-	(2,396,846)
Insurance contract liabilities	-	(91,058,155)
Insurance and other payables	-	(9,779,285)
Net assets	-	36,891,214
Attributable to:		
Equity holders of the parent – Investment in subsidiary as at March 31, 2008	-	18,445,607
Minority interest	-	18,445,607
Net assets	-	36,891,214

Key operational results of the discontinued subsidiary included in the condensed consolidated statement of income is as follows:

	Three-month period ended March 31, 2008 (un-audited) AED	2007 (un-audited) AED
Net insurance premium revenue	-	10,193,864
Net claims incurred	-	(7,979,512)
Net commission earned and documentation fees	-	1,378,645
Underwriting profit	-	3,592,997
Profit for the period	-	1,395,753

Notes to the Interim Condensed Consolidated Financial Information (continued)
For the Three-Month Period Ended March 31, 2008

16. Comparative amounts

Certain amounts for the prior period were reclassified to conform to current period presentation. Moreover, previous period figures include the assets, liabilities and operational results of its discontinued subsidiary and was not included in the current period results. Accordingly, the current period figures will not be comparable with the previous period figures.