

DUBAI INSURANCE CO.psc.

STATEMENT OF INCOME FOR 9 MONTHS AS AT SEPTEMBER 30, 2004

	30.09.2004 <u>AED.</u>	30.09.2003 <u>AED.</u>
Insurance division net profit:		
Marine	639,656	623,271
Fire	586,744	706,621
General accident	267,319	2,261,503
Total Insurance division net profit	<u>1,493,719</u>	<u>3,591,395</u>
 Operating income / (expenses):		
Interest income	753,627	928,296
Income from investments in securities	6,554,962	4,840,313
Increase in fair value in "available" held for trading investment	15,000,000	2,000,000
Net income from lease company's building	345,241	(20,213)
General and administrative expenses	(473,072)	(449,294)
Net operating income	23,674,477	10,890,497
 Other income	47,568	596,514
 Net income as at 30.09.2004	<u><u>23,722,045</u></u>	<u><u>11,487,011</u></u>
 Earnings per share	 <u><u>AED. 3.16</u></u>	 <u><u>AED. 22.97</u></u>

DUBAI INSURANCE CO.psc.

BALANCE SHEET FOR 9 MONTHS AS AT SEPTEMBER 30, 2004

	30.09.2004 <u>AED.</u>	31.12.2003 <u>AED.</u>
ASSETS		
Current assets		
Cash at bank	1,156,856	2,103,630
Fixed deposits with banks	65,420,428	66,557,278
Investment in securities	48,281,008	36,559,682
Accounts receivables	5,492,473	6,687,278
Other receivables	952,501	1,307,566
Total current assets	<u>121,303,266</u>	<u>113,215,434</u>
Non-current assets		
Investments in securities	146,296,638	129,570,458
Investment property	6,283,845	6,835,590
Property and equipment	95,999	112,464
Total non-current assets	<u>152,676,482</u>	<u>136,518,512</u>
TOTAL ASSETS	<u><u>273,979,748</u></u>	<u><u>249,733,946</u></u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current liabilities

Accounts payable	4,719,871	3,498,088
Accrued expenses	21,155	395,780
Unrealized premium revenue	528,133	1,108,171

Total current liabilities

5,269,159	5,002,039
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Non current liabilities

Technical reserves:-

Provision for unexpired risks	3,443,145	7,422,058
Additional Provision	2,200,000	2,200,000
Provision for outstanding claims	5,242,481	4,506,931

Total technical reserves

10,885,626	14,128,989
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Provision for employees' end of service indemnity

1,954,949	1,954,949
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Total non current liabilities

12,840,575	16,083,938
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TOTAL LIABILITIES

18,109,734	21,085,977
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Shareholders' Equity:

Subscribed and fully paid up capital	75,000,000	50,000,000
Statutory reserve	37,500,000	26,000,000
General reserve	3,500,000	40,000,000
Retained earnings	41,370,014	17,647,969
Cumulative effect of change in fair value of investment in securities	98,500,000	82,500,000
	255,870,014	216,147,969
Proposed dividend	--	12,500,000

TOTAL SHAREHOLDERS' EQUITY

255,870,014	228,647,969
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TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY

273,979,748	249,733,946
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