

NATIONAL GENERAL INSURANCE CO. (P.S.C)
BALANCE SHEET AS AT 30TH JUNE 2003

	Unaudited 30.06.2003 AED	Audited 31.12.2002 AED
<u>ASSETS EMPLOYED:</u>		
PROPERTY & EQUIPMENT	649,808	786,987
INVESTMENT PROPERTIES	56,187,700	56,187,700
INVESTMENTS AVAILABLE FOR SALE	10,817,067	10,130,356
ORIGINATED DEBT SECURITIES	12,938,982	10,496,332
CURRENT ASSETS		
Trade accounts receivable	17,966,465	10,201,160
Other receivables	1,615,157	800,950
Cash & bank balances	<u>21,757,602</u>	<u>17,079,121</u>
	41,339,224	28,081,231
CURRENT LIABILITIES		
Accounts payable & accruals	26,605,643	16,269,329
Unearned premium reserve	11,697,215	8,913,510
Outstanding claims reserve (net)	<u>6,564,077</u>	<u>6,397,307</u>
	44,866,935	31,580,146
NET CURRENT ASSETS (LIABILITIES)	-3,527,711	-3,498,915
ASSETS EMPLOYED	<u>77,065,846</u>	<u>74,102,460</u>
<u>FINANCED BY:</u>		
SHAREHOLDER'S EQUITY		
Share capital	60,000,000	60,000,000
Legal reserve	2,198,326	2,198,326
General reserve	1,582,340	1,582,340
Proposed dividends	-	4,200,000
Retained earnings	6,121,794	6,121,794
Profit for the period	7,163,386	-
	<u>77,065,846</u>	<u>74,102,460</u>

NATIONAL GENERAL INSURANCE CO. (P.S.C)
INCOME STATEMENT FOR THE SIX MONTHS ENDED 30.06.2003

	Unaudited 30.06.2003 AED	Unaudited 30.06.2002 AED
NET UNDERWRITING RESULTS FROM INSURANCE OPERATIONS:		
FIRE	181,414	116,391
MARINE CARGO & HULL	198,717	216,112
ACCIDENT	3,305,792	2,264,622
LIFE	320,227	-
NET UNDERWRITING PROFIT	<u>4,006,150</u>	<u>2,597,125</u>
INVESTMENT & OTHER INCOME	3,657,368	2,499,642
LESS : UNALLOCATED ADMN. EXPENSES	(500,132)	(574,614)
NET PROFIT FOR THE PERIOD	<u>7,163,386</u>	<u>4,522,153</u>

NATIONAL GENERAL INSURANCE CO. (P.S.C)
CONSOLIDATED REVENUE ACCOUNT FOR ALL CLASSES OF INSURANCE
FOR THE SIX MONTHS ENDED 30.06.2003

	Unaudited 30.06.2003 AED	Unaudited 30.06.2002 AED
WRITTEN PREMIUMS	40,254,211	33,327,552
LESS: RE-INSURANCE SHARE	<u>(24,804,702)</u>	<u>(21,110,097)</u>
RETAINED PREMIUMS	15,449,509	12,217,455
UNEARNED PREMIUM RESERVE :		
AT 31ST DEC. 2002	8,913,510	6,752,527
AT 30TH JUNE 2003	<u>(11,697,216)</u>	<u>(8,988,680)</u>
NET EARNED PREMIUMS	12,665,803	9,981,302
NET COMMISSION INCOME	3,600,457	3,195,108
TOTAL INCOME	<u>16,266,260</u>	<u>13,176,410</u>
GROSS CLAIMS PAID	(18,675,184)	(15,507,045)
LESS : REINSURANCE	<u>10,838,042</u>	<u>9,627,993</u>
NET CLAIMS PAID	(7,837,142)	(5,879,052)
NET OUTSTANDING CLAIMS:		
AT 31ST DEC. 2002	6,397,307	4,765,040
AT 30TH JUNE 2003	<u>(6,564,077)</u>	<u>(6,088,514)</u>
NET CLAIMS INCURRED	<u>(8,003,912)</u>	<u>(7,202,526)</u>
GROSS UNDERWRITING PROFIT	8,262,348	5,973,884
GENERAL & ADMN. EXPENSES	(4,256,198)	(3,376,759)
NET UNDERWRITNG PROFIT	<u>4,006,150</u>	<u>2,597,125</u>