

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2023

(In thousands of Bahraini Dinars)

| | 31 March 2023 (reviewed) | 31 December 2022 (restated) | 1 January 2022 (restated) |
|--|--------------------------------|-----------------------------------|---------------------------------|
| ASSETS | | | |
| Cash and bank balances | 17,050 | 20,065 | 26,686 |
| Financial investments | 55,625 | 55,487 | 37,817 |
| Insurance contract assets | 8,799 | 124 | 1,081 |
| Reinsurance contract assets | 19,147 | 16,240 | 13,489 |
| Equity accounted investees | 10,807 | 11,090 | 19,825 |
| Investment properties | 2,199 | 2,235 | 2,397 |
| Property and equipment | 3,339 | 3,360 | 3,539 |
| Other assets | 3,264 | 2,885 | 2,496 |
| Total assets | 120,230 | 111,486 | 107,330 |
| LIABILITIES | | | |
| Insurance contract liabilities | 37,262 | 29,773 | 29,920 |
| Reinsurance contract liabilities | 11,035 | 6,355 | 4,933 |
| Investment contract liabilities | 1,540 | 1,487 | 1,553 |
| Other provisions and liabilities | 3,618 | 4,251 | 4,231 |
| Total liabilities | 53,455 | 41,866 | 40,637 |
| Net assets | 66,775 | 69,620 | 66,693 |
| EQUITY | | | |
| Share capital | 11,918 | 11,918 | 11,918 |
| Treasury shares | - | - | (1,868) |
| Share premium | 3,990 | 3,990 | 3,990 |
| Statutory reserve | 5,959 | 5,959 | 5,959 |
| Other reserves | 10,337 | 10,529 | 17,403 |
| Retained earnings | 31,078 | 33,512 | 25,585 |
| Equity attributable to shareholders of the Parent company | 63,282 | 65,908 | 62,987 |
| Non-controlling interest | 3,493 | 3,712 | 3,706 |
| Total equity | 66,775 | 69,620 | 66,693 |

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the three months ended 31 March 2023

(In thousands of Bahraini Dinars)

| | 31 March 2023 (reviewed) | 31 March 2022 (restated) |
|---|--------------------------------|--------------------------------|
| OPERATING ACTIVITIES | | |
| Insurance operations | | |
| Premiums and commission received, net of acquisition costs | 10,766 | 9,975 |
| Payments to insurance and reinsurance companies | (4,083) | (5,139) |
| Claims paid to policyholders | (6,215) | (4,332) |
| Claims recovered from reinsurers and salvage recoveries | 2,396 | 1,398 |
| Cash flows from insurance operations | 2,864 | 1,902 |
| Investment operations | | |
| Proceeds from sale and redemptions of financial investments | 3,825 | 3,462 |
| Purchases and advances of investments | (3,886) | (4,662) |
| Placements with banks with maturities of more than three months | (1,094) | (1,564) |
| Proceeds from redemptions of placements with banks | 5,788 | 7,029 |
| Dividends and interests received | 479 | 483 |
| Dividends received from equity accounted investees | 810 | 485 |
| Loan recovered from equity accounted investee | - | 75 |
| Rent received | 48 | 159 |
| Cash flows from / (used in) investment operations | 5,970 | 5,467 |
| Expenses paid | (3,080) | (2,535) |
| Cash flows from operating activities | 5,754 | 4,834 |
| INVESTMENT ACTIVITIES | | |
| Purchase of equipment and intangible assets | (52) | (69) |
| Cashflows used in investing activities | (52) | (69) |
| FINANCING ACTIVITIES | | |
| Dividends paid to shareholders | (4,171) | - |
| Payment of lease liabilities | (22) | (16) |
| Cashflows used in financing activities | (4,193) | (16) |
| Net change in cash and cash equivalents | 1,509 | 4,749 |
| Cash and cash equivalents as at 1 January | 5,833 | 4,962 |
| Cash and cash equivalents as at 31 March | 7,342 | 9,711 |

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

for the three months ended 31 March 2023

(In thousands of Bahraini Dinars)

| | Three months ended 31 March 2023 (reviewed) | Three months ended 31 March 2022 (reviewed) (restated) |
|--|--|--|
| Insurance revenue | 10,643 | 10,474 |
| Insurance service expenses | (5,598) | (5,704) |
| Net expenses from reinsurance contracts | (3,781) | (3,735) |
| Insurance service result | 1,264 | 1,035 |
| Interest income | 407 | 301 |
| Other investment income | 513 | (447) |
| Investment return | 920 | (146) |
| Net finance expenses from insurance contracts | (401) | (39) |
| Net finance income from reinsurance contracts | 289 | 122 |
| Net financial result | 808 | (63) |
| Share of profit of equity accounted investees | 379 | 384 |
| Net income from road assist services | 86 | 91 |
| Other income | 96 | 49 |
| Corporate expenses | (568) | (572) |
| Other expenses | (260) | (264) |
| Gain on reclassification of equity accounted investee to financial asset | - | 5,872 |
| Profit for the period | 1,805 | 6,532 |
| Profit attributable to: | | |
| Parent company | 1,744 | 6,628 |
| Non-controlling interest | 61 | (96) |
| | 1,805 | 6,532 |
| Basic and diluted earnings per share | 15 fils | 59 fils |

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the three months ended 31 March 2023

(In thousands of Bahraini Dinars)

| | Three months ended 31 March 2023 (reviewed) | Three months ended 31 March 2022 (reviewed) (restated) |
|---|---|---|
| Profit for the period | 1,805 | 6,532 |
| Other comprehensive income | | |
| Items that are or may be reclassified to profit or loss: | | |
| - Equity investments at FVOCI – net change in fair value | (340) | (798) |
| Items that are or may be reclassified subsequently to profit or loss: | | |
| Share of other comprehensive income of equity accounted investee | 148 | (23) |
| Transfer to statement of profit or loss on reclassification of equity accounted investee to financial asset | - | (15) |
| Other comprehensive income | (192) | (836) |
| Total comprehensive income | 1,613 | 5,696 |
| Total comprehensive income attributable to: | | |
| Parent company | 1,557 | 5,693 |
| Non-controlling interest | 56 | 3 |
| | 1,613 | 5,696 |

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2023

(In thousands of Bahraini Dinars)

| Attributable to the shareholders of the parent company | | | | | | | | | | |
|--|----------------|-----------------|---------------|-------------------|-----------------|--------------------|-------------------|---------------|--------------------------|---------------|
| | Other reserves | | | | | | | Total | Non-controlling Interest | Total Equity |
| | Share capital | Treasury shares | Share premium | Statutory reserve | General reserve | fair value reserve | Retained earnings | | | |
| 2023 (reviewed) | | | | | | | | | | |
| Balance as at 1 January 2023 | 11,918 | - | 3,990 | 5,959 | 13,585 | (3,056) | 33,512 | 65,908 | 3,712 | 69,620 |
| Profit for the period | - | - | - | - | - | - | 1,744 | 1,744 | 61 | 1,805 |
| Other comprehensive income for the period | - | - | - | - | - | (187) | - | (187) | (5) | (205) |
| Total comprehensive income for the period | - | - | - | - | - | (187) | 1,744 | 1,557 | 56 | 1,613 |
| Dividends declared for 2022 | - | - | - | - | - | - | (4,171) | (4,171) | (274) | (4,445) |
| Transfer from fair value reserve on sale of equity investments | - | - | - | - | - | (5) | (7) | (12) | (1) | (13) |
| Balance as at 31 March 2023 | 11,918 | - | 3,990 | 5,959 | 13,585 | (3,248) | 31,078 | 63,282 | 3,493 | 66,775 |

| 2022 (reviewed) (restated) | Attributable to the shareholders of the parent company | | | | | | | | Non-controlling Interest | Total Equity |
|--|--|-----------------|---------------|-------------------|-----------------|--------------------|-------------------|---------------|--------------------------|---------------|
| | Share capital | Treasury shares | Share premium | Statutory reserve | General reserve | fair value reserve | Retained earnings | Total | | |
| Balance as at 1 January, as previously reported | 11,918 | (1,868) | 3,990 | 5,959 | 13,585 | 6,721 | 21,912 | 62,217 | 3,633 | 65,850 |
| Adjustment on initial application of IFRS 17 | - | - | - | - | - | - | 902 | 902 | 62 | 964 |
| Adjustment on initial application of IFRS 9 | - | - | - | - | - | (2,903) | 2,771 | (132) | 11 | (121) |
| Restated balance at 1 January 2022 | 11,918 | (1,868) | 3,990 | 5,959 | 13,585 | 3,818 | 25,585 | 62,987 | 3,706 | 66,693 |
| Profit for the period | - | - | - | - | - | - | 6,628 | 6,628 | (96) | 6,532 |
| Other comprehensive income for the period | - | - | - | - | - | (935) | - | (935) | 99 | (836) |
| Total comprehensive income for the period | - | - | - | - | - | (935) | 6,628 | 5,693 | 3 | 5,696 |
| Dividends declared for 2021 | - | - | - | - | - | - | (3,378) | (3,378) | (175) | (3,553) |
| Transfer from fair value reserve on sale of equity investments | - | - | - | - | - | (509) | 381 | (128) | (18) | (146) |
| Balance as at 31 March 2022 | 11,918 | (1,868) | 3,990 | 5,959 | 13,585 | 2,374 | 29,216 | 65,174 | 3,516 | 68,690 |

The condensed consolidated interim financial information was approved by Board of Directors on 5 June 2023 and signed on its behalf by:

Farooq Yusuf Almoayyed - *Chairman*

Abdulhussain Khalil Dewani - *Vice Chairman*

Raed Abdulla Fakhri - *Group Chief Executive Officer*

Reviewed by KPMG Fakhro