

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2022
(In thousands of Bahraini Dinars)

	31 December 2022	31 December 2021
ASSETS		
Cash and cash equivalents	5,833	4,962
Placements with banks	14,401	21,919
Insurance receivables	8,277	7,896
Other assets	2,275	1,991
Reinsurers' share of insurance technical reserves	22,207	17,551
Deferred acquisition cost	1,045	979
Financial investments	55,129	37,743
Equity accounted investees	11,090	19,825
Investment properties	2,235	2,397
Intangible assets	445	348
Property and equipment	3,360	3,539
Statutory deposits	133	13
Total assets	126,430	119,281
LIABILITIES		
Insurance technical reserves	43,670	38,670
Insurance payables	8,580	8,821
Other provisions and liabilities	6,298	5,940
Total liabilities	58,548	53,431
Net assets	67,882	65,850
EQUITY		
Share capital	11,918	11,918
Treasury shares	-	(1,868)
Share premium	3,990	3,990
Statutory reserve	5,959	5,959
General reserve	13,585	13,585
Fair value reserve	3,163	6,721
Retained earnings	25,726	21,912
Equity attributable to shareholders of the Parent Company	64,341	62,217
Non-controlling interest	3,541	3,633
Total equity	67,882	65,850

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2022
(In thousands of Bahraini Dinars)

	2022	2021
OPERATING ACTIVITIES		
Insurance operations		
Premiums and service fees received, net of acquisition costs	42,508	40,714
Payments to insurance and reinsurance companies	(23,356)	(18,126)
Claims paid to policyholders	(21,816)	(21,284)
Claims recovered from reinsurers and insurance companies	11,740	11,725
Donations paid	(50)	(43)
Cash flows from insurance operations	9,026	12,986
Investment operations		
Dividends and interest received	1,952	1,686
Proceeds from sale and redemptions of financial investments	15,298	12,687
Payments for purchases of financial investments	(25,495)	(11,591)
Bank deposits with maturities of more than three months	(12,917)	(22,050)
Redemption proceeds from bank deposits	20,492	13,090
Dividends received from equity accounted investees	550	651
Payment for investment in equity accounted investee	-	(15)
Loans paid	(12)	(75)
Loans recovered	75	-
Payment for investment properties	(4)	(2)
Rent received	338	311
Cash flows from / (used in) investment operations	217	(5,308)
Expenses paid	(7,027)	(5,911)
Cash flows from operating activities	2,216	1,767
INVESTMENT ACTIVITIES		
Purchase of equipment and intangible assets	(249)	(162)
Cash flows used in investment activities	(249)	(162)
FINANCING ACTIVITIES		
Dividends paid to shareholders	(3,379)	(2,553)
Dividends paid to non-controlling interest	(175)	-
Proceeds from sales of treasury shares	2,554	-
Payments of lease liabilities	(96)	(81)
Cash flows used in financing activities	(1,096)	(2,634)
Net increase in cash and cash equivalents	871	(1,029)
Cash and cash equivalents at 1 January	4,962	5,991
Cash and cash equivalents at 31 December	5,833	4,962

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2022
(In thousands of Bahraini Dinars)

	2022	2021
Gross insurance premiums	41,964	39,864
Reinsurers' share of gross insurance premiums	(22,894)	(21,346)
Retained premiums	19,070	18,518
Net change in reserve for unearned premiums	(231)	(540)
Net premiums earned	18,839	17,978
Gross claims paid	(22,697)	(20,409)
Claims recoveries	12,292	12,110
Outstanding claims adjustment – gross	(4,785)	259
Outstanding claims adjustment – reinsurance	4,507	(2,193)
Net claims incurred	(10,683)	(10,233)
Gross underwriting profit	8,156	7,745
Net commission and fee income	879	511
Impairment losses on insurance receivables	(587)	(423)
General and administration expenses – underwriting	(4,611)	(4,238)
Other underwriting income	279	544
Net underwriting profit	4,116	4,139
Net investment income	3,857	3,337
Gains on reclassification of equity accounted investee to financial asset	5,872	-
Impairment losses on investment	(5,715)	(326)
Share of profit of equity accounted investees	1,142	1,485
Net income from road assist services	238	257
General and administration expenses - non-underwriting	(2,515)	(2,401)
Other income	8	188
Profit for the year	7,003	6,679
Profit attributable to:		
Parent company	6,547	6,388
Non-controlling interest	456	291
7,003	6,679	
Basic and diluted earnings per share (per 100 fils)	55.8 fils	56.7 fils

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2022
(In thousands of Bahraini Dinars)

	2022	2021
Profit for the year	7,003	6,679
Other comprehensive income:		
Items that may be reclassified to profit or loss:		
Available-for-sale securities:		
- Change in fair value	(7,284)	2,389
- Transfer to statement of profit or loss on impairment of securities	5,715	190
- Transfer to statement of profit or loss on disposal of securities	(2,157)	(1,344)
- Share of other comprehensive income of equity accounted investees	(231)	14
- Transfer to statement of profit or loss on reclassification of equity accounted investee to financial investment	(15)	-
Other comprehensive income	(3,972)	1,249
Total comprehensive income	3,031	7,928
Total comprehensive income attributable to:		
Parent company	2,948	7,513
Non-controlling interest	83	415
3,031	7,928	

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2022
(In thousands of Bahraini Dinars)

2022	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 at 1 January	11,918	(1,868)	3,990	5,959	13,585	6,721	21,912	62,217	3,633	65,850
Profit for the year	-	-	-	-	-	-	6,547	6,547	456	7,003
Other comprehensive income	-	-	-	-	-	(3,599)	-	(3,599)	(373)	(3,972)
Total comprehensive income	-	-	-	-	-	(3,599)	6,547	2,948	83	3,031
Dividends declared for 2021	-	-	-	-	-	-	(3,378)	(3,378)	(175)	(3,553)
Transfer on reclassification of equity accounted investee	-	-	-	-	-	41	(41)	-	-	-
Treasury shares sold	-	1,868	-	-	-	-	686	2,554	-	2,554
Balance at 31 December	11,918	-	3,990	5,959	13,585	3,163	25,726	64,341	3,541	67,882

2021	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 at 1 January	11,918	(1,868)	3,990	5,959	13,585	5,596	18,071	57,251	3,218	60,469
Profit for the year	-	-	-	-	-	-	6,388	6,388	291	6,679
Other comprehensive income	-	-	-	-	-	1,125	-	1,125	124	1,249
Total comprehensive income	-	-	-	-	-	1,125	6,388	7,513	415	7,928
Dividends declared for 2020	-	-	-	-	-	-	(2,477)	(2,477)	-	(2,477)
Donations declared for 2020	-	-	-	-	-	-	(70)	(70)	-	(70)
Balance at 31 December	11,918	(1,868)	3,990	5,959	13,585	6,721	21,912	62,217	3,633	65,850

The consolidated financial statements were approved by the Board of Directors on 21st of February 2023 and signed on its behalf by:

Farooq Yusuf Almoayyed - Chairman

Abdullhussain Khalil Dewani - Vice Chairman

Raed Fakhri - Group Chief Executive

Audited by KPMG Fakhro



Bahrain National Insurance

STATEMENT OF FINANCIAL POSITION

As at 31 December 2022
(In thousands of Bahraini Dinars)

	2022	2021
ASSETS		
Cash and cash equivalents	3,875	2,837
Placements with banks	10,403	17,899
Insurance receivables	4,797	5,237
Reinsurers' share of insurance technical reserves	19,545	14,526
Deferred acquisition cost	767	789
Other assets	1,325	1,113
Financial investments	32,398	25,618
Intangible assets	262	213
Property and equipment	1,639	1,751
Statutory deposits	80	78
Total assets	75,091	70,061
LIABILITIES		
Insurance technical reserves	34,179	29,110
Insurance payables	6,557	7,177
Other provisions and liabilities	4,787	4,498
Total liabilities	45,523	40,785
Net assets	29,568	29,276
EQUITY		
Share capital	6,500	6,500
Statutory reserve	3,250	3,250
General reserve	4,155	4,155
Investment fair value reserve	5,275	5,983
Retained earnings	10,388	9,388
Total equity	29,568	29,276

STATEMENT OF CASH FLOWS

For the year ended 31 December 2022
(In thousands of Bahraini Dinars)

	2022	2021
OPERATING ACTIVITIES		
Premiums received, net of acquisition costs	29,423	28,703
Payments to insurance and reinsurance companies	(15,974)	(12,246)
Claims paid to policyholders	(11,085)	(10,258)
Claims recovered from reinsurers and insurance companies	4,810	5,517
Expenses paid	(3,848)	(3,195)
Donations paid	(27)	(25)
Cash flows from operating activities	3,299	8,496
INVESTMENT ACTIVITIES		
Dividends and interest received	1,479	1,461
Proceeds from sale and redemption of securities	8,169	7,471
Payments for purchase of securities	(14,680)	(7,630)
Payments for purchase of property & equipment and intangible assets	(25)	(128)
Bank deposits with maturities of more than three months	(9,463)	(17,977)
Proceeds from redemption of bank deposits with maturities of more than three months	16,957	11,226
Cash flows (used in) / from investment activities	2,437	(5,577)
FINANCING ACTIVITIES		
Dividend paid	(4,510)	(3,780)
Payments of lease liabilities	(188)	(175)
Cash flows used in financing activities	(4,698)	(3,955)
Net change in cash and cash equivalents	1,038	(1,036)
Cash and cash equivalents at 1 January	2,837	3,873
Cash and cash equivalents at 31 December	3,875	2,837

The financial statements were approved by the Board of Directors on 21st of February 2023 and signed on its behalf by:

Abdullhussain Khalil Dewani - Chairman

Sami Mohamed Zainal - Vice Chairman

Eman Salem Mujali - Chief Executive Officer

Audited by: KPMG Fakhro



Bahrain National Life Assurance

STATEMENT OF FINANCIAL POSITION

As at 31 December 2022
(In thousands of Bahraini Dinars)

	31 December 2022	31 December 2021
ASSETS		
Cash and cash equivalents	1,228	1,377
Placements with banks	2,638	4,021
Insurance receivables	3,480	2,658
Reinsurers' share of insurance technical reserves	2,662	3,025
Deferred acquisition costs	278	190
Other assets	576	509
Financial investments	15,275	14,402
Intangible assets	67	42
Property and equipment	142	159
Statutory deposits	53	52
Total assets	26,399	26,435
LIABILITIES		
Insurance technical reserves	9,589	9,630
Insurance payables	2,023	1,644
Other provisions and liabilities	699	707
Total liabilities	12,311	11,981
Net assets	14,088	14,454
EQUITY		
Share capital	5,000	5,000
Statutory reserve	1,216	1,033
General reserve	11	11
Investment fair value reserve	651	2,142
Retained earnings	7,210	6,268
Total equity	14,088	14,454

STATEMENT OF CASH FLOWS

For the year ended 31 December 2022
(In thousands of Bahraini Dinars)

	2022	2021
OPERATING ACTIVITIES		
Premiums received, net of acquisition costs	13,488	12,240
Payments to insurance and reinsurance companies	(7,644)	(5,925)
Claims and surrenders paid to policyholders	(10,997)	(11,173)
Claims recovered from reinsurers	6,987	6,266
Payments made for general and administration expenses	(1,325)	(1,180)
Donations paid	(9)	(18)
Cash flows from operating activities	500	210
INVESTMENT ACTIVITIES		
Dividends and interest received	629	603
Proceeds from sales and redemptions of financial investments	6,721	5,070
Payments for purchases of financial investments	(8,644)	(4,061)