

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 June 2021

	30 June 2021 (reviewed)	31 December 2020 (audited)
ASSETS		
Cash and cash equivalents	5,545	5,991
Placements with banks	12,925	12,962
Insurance receivables	10,662	7,914
Financial investments	38,015	35,967
Equity accounted investees	19,219	18,885
Reinsurers' share of insurance technical reserves	18,546	19,399
Deferred acquisition cost	964	814
Other assets	1,978	1,965
Investment properties	2,482	2,564
Intangible assets	285	271
Property and equipment	3,675	3,825
Statutory deposits	130	129
Total assets	114,426	110,686
LIABILITIES		
Insurance technical reserves	39,358	37,508
Insurance payables	8,204	6,608
Other provisions and liabilities	4,959	6,101
Total liabilities	52,521	50,217
Net assets	61,905	60,469
EQUITY		
Share capital	11,918	11,918
Treasury shares	(1,868)	(1,868)
Share premium	3,990	3,990
Statutory reserve	5,959	5,959
General reserve	13,585	13,585
Investment fair value reserve	6,219	5,596
Retained earnings	18,666	18,071
Equity attributable to shareholders of the Parent company	58,469	57,251
Non-controlling interest	3,436	3,218
Total equity	61,905	60,469

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the six months ended 30 June 2021

	30 June 2021 (reviewed)	30 June 2020 (reviewed)
OPERATING ACTIVITIES		
Insurance operations		
Premiums and commissions received, net of acquisition costs	18,461	17,856
Payments to insurance and reinsurance companies	(8,263)	(10,019)
Claims paid to policyholders	(10,298)	(11,058)
Claims recovered from reinsurers and salvage recoveries	4,146	6,552
Cash flows from insurance operations	4,046	3,331
Investment operations		
Proceeds from sale and redemptions of financial investments	5,948	11,372
Purchases at advances of investments	(6,625)	(12,319)
Bank deposits with maturities of more than three months	(12,537)	(4,403)
Proceeds from redemptions of placements with banks	12,573	9,721
Dividends and interests received	1,048	1,021
Dividends received from equity accounted investees	526	789
Capitalized expense on investment property	(2)	-
Rent received	181	149
Cash flows from investment operations	1,112	6,330
Expenses paid	(2,987)	(2,779)
Cash flows from operating activities	2,171	6,882
FINANCING ACTIVITIES		
INVESTMENT ACTIVITIES		
Purchase of equipment and intangible assets	(92)	(93)
Cash flows used in investment activities	(92)	(93)
FINANCING ACTIVITIES		
Dividends paid to shareholders	(2,478)	(1,981)
Donations paid	(5)	(80)
Payment of lease liabilities	(42)	(40)
Cash flows used in financing activities	(2,525)	(2,101)
Net change in cash and cash equivalents	(446)	4,688
Cash and cash equivalents at 1 January	5,991	4,254
Cash and cash equivalents at 30 June	5,545	8,942

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
for the six months ended 30 June 2021

	Six months ended 30 June 2021 (reviewed)	Six months ended 30 June 2020 (reviewed)	Three months ended 30 June 2021 (reviewed)	Three months ended 30 June 2020 (unreviewed)
Gross insurance premiums	20,519	18,539	9,851	8,610
Reinsurers' share of gross insurance premiums	(10,471)	(9,628)	(5,724)	(4,758)
Retained premiums	10,048	8,911	4,127	3,852
Net change in reserve for unearned premiums	(1,266)	(504)	253	280
Net premium earned	8,782	8,407	4,380	4,132
Gross claims paid	(9,486)	(11,529)	(5,075)	(5,655)
Claims recoveries	5,668	5,913	2,837	2,937
Outstanding claims adjustment - Gross	12	(1,144)	93	(1,772)
Outstanding claims adjustment - Recoveries	(1,306)	1,771	(400)	1,958
Net claims incurred	(4,842)	(4,989)	(2,545)	(2,532)
Gross underwriting profit	3,940	3,418	1,835	1,600
Net commission and fee income	274	210	117	93
Impairment losses on insurance receivables	(219)	(97)	(154)	(46)
General and administration expenses - underwriting	(2,189)	(1,925)	(1,068)	(905)
Other underwriting income	239	331	238	323
Net underwriting profit	2,045	1,937	968	1,065
Net investment income	1,580	1,372	541	587
Impairment losses on investments	(108)	(138)	(48)	(16)
Share of profit / (loss) of equity accounted investees	734	253	349	(30)
Net income from road assist services	143	153	75	88
General and administration expenses - non-underwriting	(1,128)	(1,140)	(607)	(527)
Other income	-	117	-	116
Profit for the period	3,266	2,554	1,278	1,283
Profit attributable to:				
Parent company	3,142	2,410	1,257	1,237
Non-controlling interest	124	144	21	46
Profit for the period	3,266	2,554	1,278	1,283
Basic and diluted earnings per share	27.9 fils	21.4 fils	11.2 fils	11.0 fils

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the six months ended 30 June 2021

	Six months ended 30 June 2021 (reviewed)	Six months ended 30 June 2020 (reviewed)	Three months ended 30 June 2021 (reviewed)	Three months ended 30 June 2020 (unreviewed)
Profit for the period	3,266	2,554	1,278	1,283
Other comprehensive income				
Items that are or may be reclassified subsequently to profit or loss:				
Available-for-sale securities:				
- Net change in fair value	1,211	(1,191)	1,396	1,918
- Transfer to profit or loss on impairment of securities	108	138	48	16
- Transfer to profit or loss on disposal of securities	(636)	(438)	(324)	(333)
Share of other comprehensive income of equity accounted investee	34	(124)	119	(174)
Other comprehensive income	717	(1,615)	1,239	1,427
Total comprehensive income	3,983	939	2,517	2,710
Total comprehensive income attributable to:				
Parent company	3,765	898	2,391	2,490
Non-controlling interest	218	41	126	220
Total comprehensive income	3,983	939	2,517	2,710

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six months ended 30 June 2021

(In thousands of Bahraini Dinars)

2021 (reviewed)	Attributable to the shareholders of the parent company							Non-controlling interest	Total Equity	
	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings			
Balance as 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 period	-	-	-	-	-	-	3,142	3,142	124	3,266
Other comprehensive income	-	-	-	-	-	623	-	623	94	717
Total comprehensive income	-	-	-	-	-	623	3,142	3,765	218	3,983
Dividends declared for 2020	-	-	-	-	-	-	(2,477)	(2,477)	-	(2,477)
Donations for 2020	-	-	-	-	-	-	(70)	(70)	-	(70)
Appropriations approved by shareholders	-	-	-	-	-	-	(2,547)	(2,547)	-	(2,547)
Balance as at 30 June	11,918	(1,868)	3,990	5,959	13,585	6,219	18,666	58,469	3,436	61,905

2020 (reviewed)	Attributable to the shareholders of the parent company							Non-controlling interest	Total Equity	
	Share capital	Treasury shares	Share premium	Statutory reserve	General reserve	Investment fair value reserve	Retained earnings			
Balance as at 1 January	11,918	(1,868)	3,990	5,959	13,585	4,615	15,641	53,840	2,815	56,655
Profit for the period	-	-	-	-	-	-	2,410	2,410	144	2,554
Other comprehensive income	-	-	-	-	-	(1,512)	-	(1,512)	(103)	(1,615)
Total comprehensive income	-	-	-	-	-	(1,512)	2,410	898	41	939
Dividends declared for 2019	-	-	-	-	-	-	(2,477)	(2,477)	-	(2,477)
Donations for 2019	-	-	-	-	-	-	(30)	(30)	-	(30)
Appropriations approved by shareholders	-	-	-	-	-	-	(2,507)	(2,507)	-	(2,507)
Balance as at 30 June	11,918	(1,868)	3,990	5,959	13,585	3,103	15,544	52,231	2,856	55,087

The condensed consolidated interim financial information was approved by the Board of Directors on 10 August 2021 and signed on its behalf by: **Farooq Yusuf Almoayyed - Chairman**, **Abdul Hussain Khalil Dawani - Vice Chairman**, **Sameer Al Wazzan - Chief Executive Officer**, Reviewed by **KPMG Fakhro**



Bahrain National Insurance

CONDENSED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

(In thousands of Bahraini Dinars)

	30 June 2021 (reviewed)	31 December 2020 (audited)
ASSETS		
Cash and cash equivalents	2,564	3,873
Placements with banks	10,904	11,149
Insurance receivables	6,795	6,547
Reinsurers' share of insurance technical reserves	15,077	17,099
Deferred acquisition costs	668	638
Other assets	1,035	986
Financial investments	25,545	23,918
Intangible assets	146	146
Property and equipment	1,839	1,938
Statutory deposits	78	77
Total assets	64,651	66,371
LIABILITIES		
Insurance technical reserves	28,901	29,649
Insurance payables	6,153	5,697
Provision and other liabilities	3,509	4,350
Total liabilities	38,563	39,696
Net assets	26,088	26,675
EQUITY		
Share capital	6,500	6,500
Statutory reserve	3,250	3,250
General reserve	4,155	4,155
Investment fair value reserve	5,545	5,188
Retained earnings	6,638	7,582
Total equity	26,088	26,675

CONDENSED STATEMENT OF CASH FLOWS

for the six months ended 30 June 2021

(In thousands of Bahraini Dinars)

	30 June 2021 (reviewed)	30 June 2020 (reviewed)
OPERATING ACTIVITIES		
Premiums and commissions received, net of acquisition costs	13,236	12,521
Payments to insurance and reinsurance companies	(5,395)	(6,902)
Claims paid to policyholders	(5,385)	(7,408)
Claims recovered from reinsurers and salvage recovered	2,029	4,007
Other operating expenses paid	(2,055)	(1,599)
Cash flows from operating activities	2,430	619
INVESTING ACTIVITIES		
Proceeds from sale and redemptions of financial investments	3,612	7,551
Payments for purchases of financial investments	(4,591)	(7,443)
Bank deposits with maturities of more than three months	(10,464)	(4,203)
Proceeds from redemption of placements with banks	10,709	7,307
Dividends and interest received	924	1,076
Purchase of equipment and intangible assets	(55)	(90)
Cash flows from investing activities	135	4,198
FINANCING ACTIVITIES		
Dividends paid	(3,780)	(3,150)
Donations paid	(5)	(29)
Payments of lease liabilities	(89)	(87)
Cash flows used in financing activities	(3,874)	(3,266)
Net change in cash and cash equivalents	(1,309)	1,551
Cash and cash equivalents as at 1 January	3,873	3,022
Cash and cash equivalents as at 30 June	2,564	4,573

CONDENSED STATEMENT OF PROFIT OR LOSS

for the six months ended 30 June 2021

(In thousands of Bahraini Dinars)

	30 June 2021 (reviewed)	30 June 2020 (reviewed)
Gross insurance premiums	12,830	13,169
Reinsurers' share of gross insurance premiums	(6,696)	(6,526)
Retained premiums	6,134	6,643
Net change in reserve for unearned premiums	(142)	(184)
Net premium earned	5,992	6,459
Gross claims paid	(4,509)	(7,287)
Claims recoveries	2,248	3,149
Outstanding claims adjustment - gross	701	(1,868)
Outstanding claims adjustment - Recoveries	(1,526)	2,179
Net claims incurred	(2,906)	(3,827)
Gross underwriting profit	3,086	2,632
Net commission and fee income	262	272
Impairment losses on insurance receivables	(176)	(93)
General and administration expenses - underwriting	(1,590)	(1,460)
Other underwriting income	239	263
Net underwriting profit	1,821	1,614
Net investment income	1,248	1,167
Impairment losses on investments	(63)	(55)
General and administration expenses - non-underwriting	(272)	(247)
Net income from road assist services	143	153
Other income	9	14
Profit for the period	2,886	2,646

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2021

(In thousands of Bahraini dinars)

	30 June 2021 (reviewed)	30 June 2020 (reviewed)
		