



شركة الاتحاد العربي للتأمين
Arab Union International Insurance Co.

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التاريخ: 2018/7/25

إشارتنا: 2018/901

السادة / هيئة الأوراق المالية المحترمين
عمان- الاردن

الموضوع : البيانات المالية للربع الثاني لعام 2018

تحية طيبة وبعد ...

نرفق لكم طيه البيانات المالية للربع الثاني عن عام 2018 باللغة العربية والانجليزية بعد المصادقه عليها من قبل مدققي الحسابات الخارجي واعتمادها من مجلس الاداره .

شاكرين لكم حسن تعاونكم ...
وتفضلوا بقبول فائق الاحترام ...



Arab Union International Insurance Co.
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan

The Interim condensed consolidated statement
For the Six Months Ended on June 30, 2018

Arab Union International Insurance Co.
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan

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Amman, on: 11/07/2018

No.: 60005/2018/224

**M/S Arab Union International Insurance Co.
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements Arab Union International Insurance " Public shareholding limited Co ", comprising the interim condensed consolidated statement of financial position as at 30 June 2018 and the related interim condensed consolidated statement of comprehensive income, interim consolidated statement of changes in shareholders and interim condensed consolidated statement of cash flows for the six months period then ended. Management is responsible of the preparation and presentation of this interim consolidated financial information in accordance with international financial reporting standard (IAS 34) interim financial reporting . our responsibility is to express a conclusion on this interim condensed consolidated financial statement based on our review.

Scope of review

We conducted our review in accordance with the international standard on review engagements (2410) " review of interim financial information performed by the independent auditor of the entity ." a review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters , and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with international standards on auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit . Accordingly , we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with international financial reporting standard (IAS 34) interim financial reporting

Scientific Office for Auditing,
Accounting, and Consulting

Jamal Mohammad Falah
License No. "285"

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Public Accountants

Arab Union International Insurance Co.

"Public Shareholding Limited"

Amman – the Hashemite Kingdom of Jordan

The interim condensed Consolidated Statement of Financial Position

as at June 30, 2018

	<u>note</u>	<u>30/06/2018</u>	<u>31/12/2017</u>
		<u>JOD</u>	<u>JOD</u>
<u>Assets</u>			
Deposits at banks	3	1,694,766	1,308,343
Financial assets at fair value through the income statement	4	717,813	719,494
Financial assets at fair value through the other comprehensive income	5	62,200	244,503
Investment at an associate company		15,000	15,000
Real estate investments		6,678,777	6,775,506
Total investments		9,168,556	9,062,846
Cash on hand and at banks		478,582	808,155
Notes receivable and cheques under collection		212,678	244,155
Accounts receivable – Net	6	1,892,152	1,610,895
Accounts receivable of reinsurance	7	1,231,809	1,139,684
Accounts receivable of associate company		36,347	36,347
Deferred tax assets		1,464,350	1,464,350
Properties and equipment – Net		1,889,044	1,945,673
Intangible assets - Net		451	549
Other assets		60,856	26,631
Total assets		16,434,825	16,339,285

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The enclosed explanatory notes constitute an integral part hereof.

(4/19)

Arab Union International Insurance Co.

"Public Shareholding Limited"

Amman – the Hashemite Kingdom of Jordan

The interim condensed Consolidated Statement of Financial Position

as at June 30, 2018

	<u>note</u>	<u>30/06/2018</u> <u>JOD</u>	<u>31/12/2017</u> <u>JOD</u>
<u>Liabilities and shareholder's equity</u>			
<u>Liabilities</u>			
Unearned premiums provision – Net		3,582,964	3,129,985
Outstanding claim provision – Net		3,995,289	4,656,678
Provision deficit of premiums – Net		24,879	24,879
Total liabilities of insurance contracts		7,603,132	7,811,542
Accounts payable	8	1,066,970	1,427,358
Accrued expense		8,837	6,615
Accounts payable of reinsurance	9	590,565	572,796
Other liabilities		625,366	584,290
Total liabilities		9,894,870	10,402,601
<u>Shareholder's equity</u>			
Declared capital		6,000,000	6,000,000
Paid capital		6,000,000	6,000,000
Statutory reserve		-	1,304,330
Retained (losses) earning		539,955	(1,367,646)
Net shareholder's equity		6,539,955	5,936,684
Total liabilities and shareholder's equity		16,434,825	16,339,285

The enclosed explanatory notes constitute an integral part hereof.

(5/19)

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Arab Union International Insurance Co.,
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan
The interim condensed Consolidated comprehensive statement
of income as at June 30, 2018

		Six months 30 June	Three months 30 June		
Description	note	2018 JOD	2017 JOD	2018 JOD	2017 JOD
Revenues					
Total underwritten premiums		4,302,447	3,854,300	2,031,891	1,922,045
Less : reinsurance share		(125,643)	(61,165)	(87,028)	(19,615)
Net underwritten premiums		4,176,804	3,793,135	1,944,863	1,902,430
Net change in unearned premiums provision		(452,979)	(621,716)	(80,746)	(323,603)
Net earned premiums		3,723,825	3,171,419	1,864,117	1,578,827
Commissions received		19,196	19,133	8,184	7,460
Issuance fees		138,792	95,478	67,240	57,417
Special revenues for under written premiums		8,013	-	8,013	-
Intrest revenue		32,941	9,686	17,989	8,399
Gain (losses) from investments and financial assets	10	75,183	93,132	122,579	38,527
Other revenues		411,479	10,313	1,834	430
Total revenues		4,409,429	3,399,161	2,089,956	1,691,060
Claims , loss, and expenses					
Paid claims		3,809,370	4,456,452	1,917,599	1,968,973
Less: Recoveries		(439,930)	(741,951)	(205,416)	(137,483)
Less: reinsurance share		(55,522)	(350,945)	(49,672)	(143,470)
Net paid claims		3,313,918	3,363,556	1,662,511	1,688,020
Net change in claims provision		(661,389)	(1,078,657)	(325,698)	(546,796)
Allocated employee expenditure		306,015	361,570	136,437	132,351
Allocated administrative and general expenses		322,548	251,164	226,997	127,739
Excess of loss premiums		105,608	101,078	51,384	60
Document acquisition costs		188,957	174,801	102,442	101,080
Net claims		3,575,657	3,173,512	1,854,073	1,502,454
Unallocated employee expenditure		48,384	45,764	5,989	15,070
Depreciation and amortization		149,860	220,155	43,472	110,051
Unallocated administrative and general expenses		32,257	30,500	8,369	13,972
Total expenses		230,501	296,419	57,830	139,093
Profit (Loss) of the period		603,271	(70,770)	178,053	49,513
Earnings per share	11	0.101	(0.012)	0.026	0.008

The enclosed explanatory notes constitute an integral part hereof.
(6/19)

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Arab Union International Insurance Co.
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan
The interim condensed Consolidated comprehensive statement
of income as at June 30, 2018

<u>Description</u>	<u>Six months 30 June</u>		<u>Three months 30 June</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>
Profit (Loss) of the period	603,271	(70,770)	178,053	49,513
<u>Add: other comprehensive income items</u>				
Change at fair value	-	-	-	-
Total comprehensive income of the period	<u>603,271</u>	<u>(70,770)</u>	<u>178,053</u>	<u>49,513</u>

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Arab Union International Insurance Co.
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan
The interim condensed Consolidated Statement of Changes in Shareholder Equity
for the Six Months Ended on June 30, 2018

<u>Description</u>	<u>Paid Capital</u>	<u>Statutory Reserve</u>	<u>Accumulated Loss</u>		<u>Total</u>
	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>
For the six months ended on June 30, 2018					
Balance at the beginning of the period	6,000,000	1,304,330	(1,367,646)		5,936,684
Losses Amortization	-	(1,304,330)	1,304,330		-
Period Profit	-	-	603,271		603,271
Balance at the end of the period	<u>6,000,000</u>	<u>-</u>	<u>539,955</u>		<u>6,539,955</u>
For the six months ended on June 30, 2017					
Balance at the beginning of the period	4,000,000	1,263,605	(1,734,178)		3,529,427
Capital	2,000,000	-	-		2,000,000
Losses of the period	-	-	(70,770)		(70,770)
Balance at the end of the period	<u>6,000,000</u>	<u>1,263,605</u>	<u>(1,804,948)</u>		<u>5,458,657</u>


The enclosed explanatory notes constitute an integral part hereof.
(8/19)

Arab Union International Insurance Co.
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan
The interim condensed Consolidated Statement of Cash Flows for the
Six Months Ended on June 30, 2018

<u>Description</u>	<u>30/06/2018</u> <u>JOD</u>	<u>30/06/2017</u> <u>JOD</u>
<u>Cash flow from operational activities</u>		
Profit (Loss) of the period	603,271	(70,770)
<u>Items that do not require cash expenditures:</u>		
Depreciation and amortization	149,860	220,155
Change at fair value of financial assets through the income statement	1,682	(16,929)
Gain on sale of financial assets at fair value through other comprehensive income	(32,192)	-
Net change in unearned premiums provision	452,979	621,716
Net change in outstanding claims provision	(661,389)	(1,078,659)
<u>Operational profit (losses) the change in working capital</u>	514,211	(324,487)
Notes receivable and cheques under collection	31,477	630,415
Accounts receivable	(268,453)	481,995
Accounts receivable of reinsurance	(92,125)	(137,245)
Other assets	(34,225)	116,633
Accounts payable	(360,388)	(1,210,149)
Accrued expenses	2,222	-
Accounts payable of reinsurance	17,769	(135,912)
Other liabilities	41,076	(271,768)
Net cash from operational activities	(148,436)	(850,518)
<u>Cash flow from investment activities</u>		
Properties and equipment	(9,209)	(31,568)
Financial assets at fair value through the other comprehensive income	214,495	32,512
Net cash from investment activities	205,286	944
<u>Cash flow from financing activities</u>		
Capital	-	2,000,000
Net cash from financing activities	-	2,000,000
Cash flow from activities	56,850	1,150,426
Cash and cash equivalent at the beginning of the period	2,116,498	324,126
Cash and cash equivalent at the end of the period	2,173,348	1,474,552

The enclosed explanatory notes constitute an integral part hereof.

(9/19)

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Arab Union International Insurance Co.

"Public Shareholding"

Amman – the Hashemite Kingdom of Jordan

**The interim condensed Consolidated statement of underwriting revenue of general insurance
for the Six Months Ended on June 30, 2018**

	Motors		Maritime and Transport		Fire and Other Damages		Medical		Other Branches		Total
	for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018
	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD
Written premiums											
Direct insurance	3,841,857	3,622,504	7,611	21,213	30,779	30,297	372,650	105,601	38,650	5,474	4,291,547
Inward Optional reinsurance	-	61,367	-	-	-	-	-	7,844	10,900	-	10,900
Total premiums	3,841,857	3,683,871	7,611	21,213	30,779	30,297	372,650	113,445	49,550	5,474	4,302,447
Less											
Local reinsurance premiums	(16,601)	(8,493)	(165)	(513)	(1,512)	(566)	-	-	(16,696)	(80)	(34,974)
External reinsurance premiums	-	-	(6,444)	(16,731)	(26,518)	(27,013)	(57,707)	-	-	(7,769)	(90,669)
Net written premiums	3,825,256	3,675,378	1,002	3,969	2,749	2,718	314,943	113,445	32,854	(2,375)	4,176,804
Add											
Opening balance											
Unearned premiums provision	3,083,484	2,022,609	4,637	13,215	14,796	36,684	55,397	496,673	62,224	5,175	3,220,538
Less reinsurance share	(23,915)	(25,349)	(3,726)	(11,006)	(12,672)	(33,370)	-	(305,175)	(50,240)	(4,599)	(90,553)
Net unearned premiums provision	3,059,569	1,997,260	911	2,209	2,124	3,314	55,397	191,498	11,984	576	3,129,985
Less											
Closing balance											
Unearned premiums provision	3,335,733	2,679,005	4,297	10,254	25,570	27,960	236,079	237,251	52,910	4,487	3,654,589
Less reinsurance share	(15,850)	(6,547)	(3,747)	(7,986)	(22,825)	(25,515)	-	(98,183)	(29,203)	(4,153)	(71,625)
Net unearned premiums provision	3,319,883	2,672,458	550	2,268	2,745	2,445	236,079	139,068	23,707	334	3,582,964
Net earned revenues of written premiums	3,564,942	3,000,180	1,363	3,910	2,128	3,587	134,261	165,875	21,131	(2,133)	3,723,825

The enclosed explanatory notes constitute an integral part hereof.

(10/19)

Arab Union International Insurance Co.
"Public Shareholding"

Amman – the Hashemite Kingdom of Jordan
The interim condensed Consolidated statement claim Cost of general Insurance
for the Six Months Ended on June 30, 2018

	Motors		Maritime and Transport		Fire and Other Damages		Medical		Other Branches		Total
	for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30		for the six months ended on June 30
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018
	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD	JOD
Paid claims	3,603,471	4,000,012	817	1,474	2,535	-	202,547	451,831	-	3,135	3,809,370
Less:											
Recoveries	(435,649)	(732,839)	-	-	-	-	(4,281)	(9,112)	-	-	(439,930)
Local reinsurers share	(1,110)	(2,853)	-	-	-	-	-	-	-	-	(1,110)
Foreign reinsurers share	(17,121)	(52,369)	-	-	(2,490)	-	(34,801)	(292,588)	-	(3,135)	(54,412)
Net paid claims	3,149,591	3,211,951	817	1,474	45	-	163,465	150,131	-	-	3,313,918
Add:											
Outstanding claims of the end of the period											
Reported	5,307,817	6,263,298	50,402	50,402	38,406	385,432	5,100	21,500	4,366	2,679	5,406,091
IBNR	485,695	585,695	1,000	1,000	2,332	2,332	21,294	51,503	1,000	1,000	511,321
Deficit of claims provision	740,552	870,043	-	-	-	-	-	-	-	-	740,552
Less:											
Reinsurance share	(280,541)	(377,597)	(3,514)	(3,514)	(34,851)	(349,909)	(25,695)	(42,671)	(3,727)	(2,305)	(348,328)
Recoveries	(2,268,081)	(2,488,766)	(46,266)	(46,266)	-	-	-	-	-	-	(2,314,347)
Net outstanding of claims of the end of the period	3,985,442	4,852,673	1,622	1,622	5,887	37,855	699	30,332	1,639	1,374	3,995,289
Outstanding of claims of the beginning of the period											
Reported	2,759,195	3,396,935	622	622	3,555	35,523	(20,595)	(21,171)	639	374	2,743,416
IBNR	485,695	585,695	1,000	1,000	2,332	2,332	21,294	51,503	1,000	1,000	511,321
Deficit of claims provision	740,552	870,043	-	-	-	-	-	-	-	-	740,522
Less:											
Share of reinsurance	(227,872)	(953,143)	(3,514)	(47,074)	(42,686)	(345,974)	(41,581)	(62,828)	(327)	(5,508)	(315,980)
Recoveries	(2,484,986)	(1,655,980)	(46,266)	(46,266)	-	-	-	-	-	-	(2,531,252)
Net outstanding of claims of the beginning of the period	4,590,496	5,887,347	1,622	6,463	6,033	37,790	57,488	69,509	1,039	1,404	4,656,678
Net claims cost	2,544,537	2,177,277	(3,367)	(3,367)	(101)	65	106,576	110,954	600	(30)	2,652,529
											2,284,899

The enclosed explanatory notes constitute an integral part hereof.

(11/19)

Arab Union International Insurance Co.

"Public Shareholding"

Amman – the Hashemite Kingdom of Jordan

The interim condensed Consolidated statement underwriting Profit (Loss) of General Insurance
for the Six Months Ended on June 30, 2018

	<u>Motors</u>		<u>Maritime and Transport</u>		<u>Fire and Other Damages</u>		<u>Medical</u>		<u>Other Branches</u>		<u>Total</u>
	<u>for the three months ended on March 31</u>		<u>for the three months ended on March 31</u>		<u>for the three months ended on March 31</u>		<u>for the three months ended on March 31</u>		<u>for the three months ended on March 31</u>		<u>for the three months ended on March 31</u>
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>
	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>
Net earned revenues of written premiums	3,564,942	3,000,180	1,363	3,910	2,128	3,587	134,261	165,875	21,131	(2,133)	3,723,825
Less:											
Net claims cost	2,544,537	2,177,277	817	(3,367)	(101)	65	106,676	110,954	600	(30)	2,652,529
Add:											
Commissions received	4,143	3,372	3,519	6,863	9,017	8,032	-	-	2,517	866	19,136
Issuance of insurance fees	105,555	69,538	380	558	1,635	1,370	14,306	3,676	16,916	20,336	138,792
Other revenues	8,013	-	-	-	-	-	-	-	-	-	8,013
Total revenues	1,138,116	895,813	4,445	14,698	12,881	12,924	41,891	58,597	39,964	19,099	1,237,297
Less:											
Policies acquisition costs	171,605	131,691	262	179	1,495	9,690	6,253	32,963	9,342	278	188,957
Excess of loss premiums	90,168	88,418	3,600	3,600	9,000	9,060	-	-	2,840	-	105,608
Allocated administrative expenses	532,558	534,915	18,388	21,674	20,185	17,275	53,357	38,325	4,075	545	628,563
Total expenses	794,331	755,024	22,250	25,453	30,680	36,025	59,610	71,288	16,257	823	923,128
Underwriting profit (loss)	343,785	140,789	(17,805)	(10,755)	(17,799)	(23,101)	(17,719)	(12,691)	23,707	18,276	314,169
											112,518

The enclosed explanatory notes constitute an integral part hereof.
(12/19)

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Arab Union International Insurance Co.
"Public Shareholding Limited"
Amman – the Hashemite Kingdom of Jordan
Note about the Interim condensed consolidated financial statement

1- General :

- The Arab Union International Insurance Company, a public Shareholding Limited Company, was established on January 1, 1976, and was registered with the Companies Controller of the Ministry of Industry and Trade under the No. (105).
- The company is engaged in the general insurance business (vehicles, maritime, transport, fire, and other damages to property, medical, and personal accidents).
- The attached consolidated financial statements have been approved by the Company's Board of Directors at its meeting held on 24/07/2018.

2- Basis of preparation of financial statements and significant accounting policies:

- The accompanying interim condensed consolidated financial statements have been prepared in accordance with the standards issued by the International Accounting Standards Board (IASB), pursuant to local laws in force, and under the models set by the Insurance Commission.
- The interim condensed consolidated financial statements have been prepared under the historical cost basis except for financial assets at fair value through statement of income, and financial assets at fair value through statement of other comprehensive income that are stated at fair value on the date of financial statements.
- The Jordanian Dinar is the presentation currency of the financial statements, which represents the Company's functional currency.
- The accounting policies used for the period are consistent with the policies adopted in the previous year.

Particulars of subsidiary:

- The interim condensed consolidated financial statements include the financial statements of the subsidiary as at June 30, 2018, which is as follows:

<u>Name of the company</u>	<u>Legal Capacity</u>	<u>Paid capital</u>	<u>Rate of shareholding</u>
Arab Union International Commercial complexes	LLC	10,000	%100

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Arab Union International Insurance
"Public Shareholding Limited"
Amman- Hashemite Kingdom of Jordan
Notes to the Interim Consolidated Financial Statements

3- Bank Deposits:

<u>Description</u>			<u>30/06/2018</u>	<u>31/12/2017</u>
	<u>Deposits due within one month (JOD)</u>	<u>Deposits due after more than one month up to one year</u>	<u>Total</u>	<u>Total</u>
In Jordan	1,694,766	-	1,694,766	1,308,343

The interest rates on bank deposit balances in Jordanian Dinar vary from 5% as on 30 June 2018.

The deposits mortgaged to the order of general manager of Insurance commission in addition to his job were JOD 225,000, and these deposits are deposited in the trading bank .

4- Financial assets at fair value through the income statement:

<u>Description</u>	<u>30/06/2018</u> <u>JOD</u>	<u>31/12/2017</u> <u>JOD</u>
<u>In Jordan</u>		
Listed shares*	717,526	719,207
<u>Out of Jordan</u>		
Listed shares	287	287
Total	717,813	719,494

<u>Description</u>	<u>Number of shares</u>	<u>30/06/2018</u>	<u>Number of shares</u>	<u>31/12/2017</u>
	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>	<u>JOD</u>
United Group Holding Company	20,000	200	20,000	200
Arabian Aviation Investment Company	184,249	687,248	184,249	685,405
Rum Financial Brokerage *	12,149	16,401	12,149	19,925
Shareco Brokerage Company **	25,000	13,000	25,000	13,000
Arab Engineering Industries Company *** 376		677	376	677
Total		717,526		719,207

* 10000 shares reserved for borde member

** 25000 shares reserved for borde member

*** 376 shares suspended from trading due to volantry liquidation of the company .

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5- Financial assets at fair value through the other income statement :

<u>Description</u>	<u>30/06/2018</u> <u>JOD</u>	<u>31/12/2017</u> <u>JOD</u>
<u>In Jordan</u>		
Listed shares*	62,200	62,200
<u>Out of Jordan</u>		
Share in unlisted shares	-	182,303
Total	-	182,303
Grand total	62,200	244,503

Financial assets of fair value through the other income include financial assets for which no market prices are available with an amount of "JOD 62,200 " as at 30 June 2018 and are recognized at fair value estimated by the company's management, which equal to the carrying cost as on the date of statement of financial position. Management doesn't know any indicators of impairment of those investments.

6- Account receivable - net :

<u>Description</u>	<u>30/06/2018</u> <u>JOD</u>	<u>31/12/2017</u> <u>JOD</u>
Receivables of policy holders	1,290,298	1,101,532
Receivables of brokers	619,132	687,720
Receivables of agents	132,321	108,997
Other receivables	284,960	150,914
Employees' Accounts	56,408	52,699
Medical networks receivable	497	497
Total	2,383,616	2,102,359
Less: debtors' impairment provision (*)	(491,464)	(491,464)
Total	1,892,152	1,610,895

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7- Reinsurance receivables:

<u>Description</u>	<u>30/06/2018</u>	<u>31/12/2017</u>
	<u>JOD</u>	<u>JOD</u>
Local insurance companies	557,916	372,018
Foreign reinsurance companies	673,893	767,666
Total	<u>1,231,809</u>	<u>1,139,684</u>

8- Accounts payable :

<u>Description</u>	<u>30/06/2018</u>	<u>31/12/2017</u>
	<u>JOD</u>	<u>JOD</u>
Policyholders' insurance	719,334	852,457
Medical networks	191,353	398,154
Employees' accounts	3,326	8,974
Brokers' accounts	113,048	113,896
Other payable	23,571	29,678
Agents' payable	16,338	24,199
Total	<u>1,066,970</u>	<u>1,427,358</u>

9- Reinsurance payables

<u>Description</u>	<u>30/06/2018</u>	<u>31/12/2017</u>
	<u>JOD</u>	<u>JOD</u>
Local insurance companies	280,784	254,913
Foreign reinsurance companies	309,781	317,883
Total	<u>590,565</u>	<u>572,796</u>

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10- Net profits of financial assets and investments:

<u>Description</u>	<u>30/06/2018</u> <u>JOD</u>	<u>30/06/2017</u> <u>JOD</u>
Net change of fair value of assets at the fair value through the income statement	(1,682)	16,929
Net profits of the Union building	44,673	39,292
Gain of sales of financial assets at fair value through income statement	32,192	-
Gain of sales of financial assets at fair value through the statement of income	-	36,911
Total	<u>75,183</u>	<u>93,132</u>

11- Earnings per share :

First: Basic earnings (losses) per share :

<u>Description</u>	<u>30/06/2018</u> <u>JOD</u>	<u>30/06/2017</u> <u>JOD</u>
Net (loss) profit of the period	603,271	(70,770)
	<u>Share</u>	<u>Share</u>
Weighted average of the number of shares	6,000,000	6,000,000
	<u>Dinar/share</u>	<u>Dinar/share</u>
Total	<u>0.101</u>	<u>(0.012)</u>

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12- Related parties:

Related parties represent the main shareholders, board members of the company and senior management. The company's management approves the prices and terms of payment related to those transactions. Transactions with related parties were among the ordinary activities of the company using commercial commissions.

Following is a summary of the transactions with related parties:

	<u>Associate company</u>	<u>Board and senior management</u>	<u>30/06/2018</u>	<u>31/12/2017</u>
<u>Items of the statement of financial position</u>				
Receivables	36,347	3,106	39,453	52,083
Payables	-	15,958	15,958	31,505
<u>Items in the statement of income</u>				
Under Witten premiums	-	-	-	2,646
Paid claims	-	-	-	-

There are no other transactions with related parties with senior shareholders and board members than those mentioned above.

Following is a summary of the benefits of the company's senior executive management:

<u>Description</u>	<u>30/06/2017</u>	<u>31/12/2017</u>
	<u>JOD</u>	<u>JOD</u>
Salaries and benefits of senior management	102,875	159,025
Benefits and transfers of board members	<u>22,414</u>	<u>45,600</u>

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13- Income tax:

A- The income tax in the statement of income includes the following:

<u>Description</u>	<u>30/06/2018</u>	<u>30/06/2017</u>
	<u>JOD</u>	<u>JOD</u>
Income tax due for the profits of the period	-	-
Deferred tax amortization	-	-
Net	<u>-</u>	<u>-</u>

B- Deferred tax assets :

<u>Description</u>	<u>30/06/2018</u>	<u>30/06/2017</u>
	<u>JOD</u>	<u>JOD</u>
Opening balance	1,464,350	1,564,460
Additions	-	-
Closing balance	<u>1,464,350</u>	<u>1,564,460</u>

C- In the opinion of the Administration and the Tax Counsel, the deferred tax assets will be recovered in subsequent years where a final settlement has been reached with the Income Tax Department until 2015

14- Cases Initiated against the Company:

The company appears as defendant in many cases with value of JOD " 1,862,039 " in accordance with the legal consultant's letter. The company's management made technical allowances to meet any liabilities for those cases.

15- Subsequent events:

There were no subsequent events on the company.

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