



**AL KHALEEJ TAKAFUL GROUP Q.S.C.  
DOHA – QATAR**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS FOR THE NINE MONTH  
PERIOD ENDED SEPTEMBER 30, 2016**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2016**

	<u>30 September 2016</u> QR	<u>30 September 2015</u> QR
<b>CONTRIBUTIONS AND POLICYHOLDERS' REVENUES AND EXPENSES</b>		
Gross contributions	226,905,662	264,598,045
Re-takaful share	(149,414,914)	(167,604,080)
Retained contributions	77,490,748	96,993,965
Movement in unearned contributions	9,690,296	(2,045,179)
Net retained contributions	87,181,044	94,948,786
Re-takaful commission and other takaful income	17,067,151	20,988,812
<b>Net contribution Revenues</b>	<u>104,248,195</u>	<u>115,937,598</u>
Claims paid	(94,525,442)	(105,930,897)
Re-takaful share of claims paid	45,365,520	50,643,912
Net claims paid	(49,159,922)	(55,286,985)
Movement in outstanding claims	(486,335)	(4,950,511)
Movement in Technical Reserves	(644,706)	--
Commission and other takaful expenses	(18,253,891)	(20,699,563)
<b>Net Takaful Expenses</b>	<u>(68,544,854)</u>	<u>(80,937,059)</u>
<b>SURPLUS FROM TAKAFUL OPERATIONS</b>	35,703,341	35,000,539
Investment income of takaful policyholders	2,006,386	1,943,359
Income From Deposits	155,324	71,201
<b>Total Surplus</b>	<u>37,865,051</u>	<u>37,015,099</u>
<b>OTHER EXPENSES</b>		
Wakala fees	(22,975,077)	(25,919,709)
Mudarba profits	(1,080,855)	(643,669)
Other Expenses	(56,375)	--
Depreciation	(1,664,776)	--
	<u>(25,777,083)</u>	<u>(26,563,378)</u>
<b>SURPLUS / DEFICIT FOR THE YEAR TRANSFERRED TO PARTICIPANTS' FUND</b>	<u>12,087,968</u>	<u>10,451,721</u>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2016 (Continued)**

	<b>30 September 2016</b>	<b>30 September 2016</b>
	<b>QR</b>	<b>QR</b>
<b>SHAREHOLDERS' REVENUES AND EXPENSES</b>		
Claims paid	(340,510)	(2,271,956)
Retakaful share of claims paid	117,598	2,125,024
Net claims paid	(222,912)	(146,932)
Movement in outstanding claims	(313,745)	(2,959)
<b>Total Takaful Expenses</b>	<b>(536,657)</b>	<b>(149,891)</b>
<b>SURPLUS (DEFICIT) FROM TAKAFUL OPERATIONS</b>	<b>(536,657)</b>	<b>(149,891)</b>
Wakala income	22,975,076	25,919,709
Net realized gains on sale of investment securities	22,342,623	28,498,082
Rental income	3,649,070	4,811,535
Revenue from sale of property & equipment	--	2,268,943
Mudarib profit	1,080,855	643,669
Income from deposits	34,562	17,247
Other income	120,812	1,317,324
<b>TOTAL INVESTMENT AND OTHER INCOME</b>	<b>50,202,998</b>	<b>63,326,618</b>
General and administrative expenses	(21,775,662)	(25,016,480)
Finance cost	(3,076,756)	(3,509,843)
Expense of investment property rental	(3,403,130)	--
Depreciation	(2,809,530)	(2,583,638)
<b>TOTAL EXPENSES</b>	<b>(31,065,078)</b>	<b>(31,109,961)</b>
<b>SHAREHOLDERS' PROFIT FOR THE YEAR</b>	<b>18,601,263</b>	<b>32,216,657</b>
<b>Basic/Diluted Earnings Per Share</b>	<b>0.73</b>	<b>1.26</b>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2016**

	<b>30 September 2016</b>	<b>31 December 2015</b>
	<b>QR</b>	<b>QR</b>
<b>ASSETS</b>		
<b>Policyholders' assets</b>		
Bank balances and cash	6,416,819	13,758,443
Investment securities	14,132,357	14,528,777
Takaful balances receivable	59,939,944	65,970,075
Retakaful balances receivable	49,469,044	36,022,750
Retakaful share of unearned contributions	60,957,845	67,095,018
Retakaful share of gross outstanding claims	87,243,261	84,375,307
Other receivables and prepayments	60,300,214	46,822,097
Investment properties	31,003,477	31,658,452
Property and equipment	762,384	1,772,164
<b>Total policyholders' assets</b>	<b>370,225,345</b>	<b>362,003,083</b>
<b>Shareholders' assets</b>		
Bank balances and cash	25,676,879	63,576,232
Time deposits	100,000	100,000
Investment securities	324,602,642	320,454,702
Asset held for sale	21,454,007	21,454,007
Takaful balances receivable	228,769	--
Retakaful balances receivable	2,464,725	3,562,914
Retakaful share of gross outstanding claims	1,645,181	1,778,834
Other receivables and prepayments	2,957,158	8,212,079
Investment properties	225,406,480	225,800,638
Property and equipment	13,133,641	14,322,753
Property under development	46,538,900	47,476,550
<b>Total shareholders' assets</b>	<b>664,208,382</b>	<b>706,738,709</b>
<b>TOTAL ASSETS</b>	<b>1,034,433,727</b>	<b>1,068,741,792</b>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2016 (Continued)**

	<b>30 September 2016 QR</b>	<b>31 December 2015 QR</b>
<b>SHAREHOLDERS' EQUITY, PARTICIPANTS' FUND AND LIABILITIES</b>		
<b>Shareholders' equity</b>		
Share capital	255,279,024	255,279,024
Legal reserve	231,602,641	231,602,641
General reserve	75,477	75,477
Proposed cash dividends	--	25,527,902
Fair value reserve	20,429,206	48,110,372
Retained earnings	25,466,571	9,702,407
<b>Total shareholders' equity</b>	<b>532,852,919</b>	<b>570,297,823</b>
<b>Shareholders' liabilities</b>		
Liability arising from insurance contracts:		
Gross outstanding claims	1,836,853	1,656,761
Islamic bank facilities	92,201,170	95,521,600
Accounts payable and other liabilities	28,414,518	31,095,712
Retakaful and takaful balances payable	2,242,237	1,144,049
Employees' end of service benefits	6,660,685	7,022,764
	129,518,610	134,784,125
<b>Total shareholders' liabilities</b>	<b>131,355,463</b>	<b>136,440,886</b>
<b>Shareholders' equity and liabilities</b>		
	664,208,382	706,738,709
<b>Participants' fund</b>		
Deficit in participants' fund	3,279,624	(8,808,346)
Fair value reserve	5,183,424	5,579,844
	8,463,048	(3,228,502)
<b>Policyholders' liabilities</b>		
Liabilities arising from insurance contracts:		
Unearned contributions	115,488,660	132,828,925
Gross outstanding claims	111,964,643	108,611,473
Claims incurred but not reported	4,294,501	3,657,440
	231,747,804	245,097,838
Accounts payable and other liabilities	80,185,983	88,105,185
Re-takaful and takaful balances payable	49,828,510	32,028,562
	130,014,493	120,133,747
<b>Participants' Fund and Policyholders' liabilities</b>	<b>370,225,345</b>	<b>362,003,083</b>
<b>TOTAL SHAREHOLDERS' EQUITY, PARTICIPANTS' FUND AND LIABILITIES</b>	<b>1,034,433,727</b>	<b>1,068,741,792</b>

Soaud Bin Abdullah Mohamed J. Al-Thani

Chief Executive Officer

Abdullah Bin Ali Mohamed Al Ansari

Board Member