

ALHILAL LIFE B.S.C. (c)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2019

	Notes	2019 USD	2018 USD
<b>ASSETS</b>			
Cash and balances with banks	8	3,359,368	4,016,874
Statutory deposits	9	2,245,124	2,243,491
Investments	10	52,395,388	48,463,736
Insurance receivables	13	2,188,886	2,346,901
Amounts due from related parties	12, 29	1,096,764	297,053
Reinsurers' share of technical provisions	17	6,993,967	8,249,490
Reinsurers' share of outstanding claims	18	6,240,896	5,510,167
Deferred acquisition costs	11	70,233	125,437
Intangible assets	14	323,002	148,024
Property, furniture and fixtures	15	693,970	73,267
Other assets	16	1,419,034	956,892
<b>TOTAL ASSETS</b>		<b>77,026,632</b>	<b>72,431,332</b>
<b>LIABILITIES, PARTICIPANTS' FUND AND EQUITY</b>			
<b>Liabilities</b>			
Outstanding claims	18	9,423,345	8,131,899
Technical provisions	17	18,332,262	19,394,813
Liabilities to unit-linked policyholders	19	27,222,122	25,065,840
Reinsurers' balances payable		1,358,287	2,586,256
Other liabilities	21	3,330,607	1,249,362
<b>Total liabilities</b>		<b>59,666,623</b>	<b>56,428,170</b>
<b>Surplus in participants' fund</b>	22	<b>284,259</b>	<b>187,253</b>
<b>Equity</b>			
Share capital	23	25,000,000	25,000,000
Statutory reserve	24	57,820	57,820
Investment fair value reserve		198,710	(59,065)
Accumulated losses		(8,180,780)	(9,182,846)
<b>Total equity</b>		<b>17,075,750</b>	<b>15,815,909</b>
<b>TOTAL LIABILITIES, PARTICIPANTS' FUND AND EQUITY</b>		<b>77,026,632</b>	<b>72,431,332</b>



Sanjeev Baijal  
(Chairman)



Rajeev Gogia  
(Director)



Said Hathout  
(CEO)

ALHILAL LIFE B.S.C. (c)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
ATTRIBUTABLE TO PARTICIPANTS

Year ended 31 December 2019

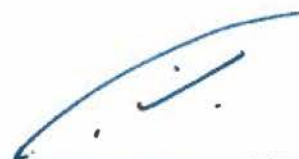
	Notes	2019 USD	2018 USD
<b>Revenue</b>			
Contributions net of refunds		14,243,915	9,383,333
Surrenders and maturities		(5,757,956)	(8,207,052)
Unearned contributions adjustment - gross		(809,518)	(925,468)
<b>Earned contributions</b>		<b>7,676,441</b>	<b>250,813</b>
Retakaful share of gross contributions		(3,576,607)	(1,268,189)
Unearned contributions adjustment - retakaful		473,340	568,194
<b>Retakaful share of earned contributions</b>		<b>(3,103,267)</b>	<b>(699,995)</b>
Provision for liabilities to unit-linked policyholders	19	(2,156,282)	3,475,691
<b>Net contributions earned</b>		<b>2,416,892</b>	<b>3,026,509</b>
Fair value gain / (loss) on investments at fair value through profit or loss		2,994,297	(769,673)
Realized gain / (loss) on available for sale investments		82,440	(52,200)
<b>Profit income</b>		<b>101,033</b>	<b>101,199</b>
<b>Total revenues</b>		<b>5,594,662</b>	<b>2,305,835</b>
<b>Expenses</b>			
Claims incurred		(6,290,819)	(2,597,112)
Reinsurers' share of claims incurred		3,502,509	1,939,621
Impairment on takaful receivables		(72,063)	-
Wakala fee	25	(2,543,546)	(1,749,272)
Mudarib share	25	(91,737)	(24,500)
<b>Total expenses</b>		<b>(5,495,656)</b>	<b>(2,431,263)</b>
<b>SURPLUS / (DEFICIT) FOR THE YEAR</b>			
TRANSFERRED TO PARTICIPANTS' FUND	22	99,006	(125,428)
Fair value changes arising during the year	22	(2,000)	49,255
<b>TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR</b>		<b>97,006</b>	<b>(76,173)</b>



Sanjeev Bajjal  
(Chairman)



Rajeev Gogia  
(Director)



Said Hathout  
(CEO)

## ALHILAL LIFE B.S.C. (c)


**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
ATTRIBUTABLE TO SHAREHOLDER**

Year ended 31 December 2019

	<i>Notes</i>	<b>2019</b> <b>USD</b>	<b>2018</b> <b>USD</b>
<b>Revenue</b>			
Gross written premiums		9,348,757	13,673,962
Reinsurers' share of insurance premiums		(2,752,722)	(4,980,822)
		<u>6,596,035</u>	<u>8,693,140</u>
Premium rebates / refunds		(1,762,822)	(2,091,669)
Reinsurance portion of premium rebates / refunds		65,570	96,503
		<u>4,898,783</u>	<u>6,697,974</u>
Movement in risk reserve		1,988,050	(423,616)
Movement in reinsurers' share of risk reserve		(1,728,863)	540,278
		<u>5,157,970</u>	<u>6,814,636</u>
Net premiums earned		<u>5,157,970</u>	<u>6,814,636</u>
Interest income		1,182,954	1,099,401
Management fee		445,666	447,511
Wakala fees	25	2,543,546	1,749,272
Other income		3,618	179,403
Mudarib share	25	91,737	24,500
Movement in unearned wakala		(115,981)	(111,241)
Investment income - net	10.2	1,059,089	(6,035)
		<u>5,210,629</u>	<u>3,382,811</u>
<b>Total revenue</b>		<u>10,368,599</u>	<u>10,197,447</u>
<b>Claims</b>			
Claims incurred		(9,427,198)	(11,246,927)
Reinsurers' share of claims incurred		5,593,023	6,140,240
		<u>(3,834,175)</u>	<u>(5,106,687)</u>
<b>Net claims incurred</b>		<u>(3,834,175)</u>	<u>(5,106,687)</u>
<b>Expenses</b>			
Acquisition costs	20	(860,363)	(350,087)
Impairment on insurance receivables		(100,659)	-
Staff costs	26	(2,730,822)	(2,424,325)
General and administration expenses	27	(1,840,514)	(1,553,523)
		<u>(5,532,358)</u>	<u>(4,327,935)</u>
<b>Total claims and expenses</b>		<u>(9,366,533)</u>	<u>(9,434,622)</u>
<b>TOTAL PROFIT FOR THE YEAR</b>		<u>1,002,066</u>	<u>762,825</u>
<b>Other comprehensive income</b>			
Other comprehensive income to be reclassified to consolidated statement of income in subsequent periods:			
<i>Available-for-sale investments:</i>			
Fair value changes arising during the year and other comprehensive income		257,775	(59,065)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>1,259,841</u>	<u>703,760</u>

  
 Sanjeev Bajjal  
(Chairman)

  
 Rajeev Gogia  
(Director)

  
 Said Hathout  
(CEO)

## ALHILAL LIFE B.S.C. (c)

## CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 31 December 2019

	Notes	2019 USD	2018 USD
<b>OPERATING ACTIVITIES</b>			
Surplus / (deficit) for the year attributable to participants		99,006	(125,428)
Profit for the year attributable to shareholder		1,002,066	762,825
Adjustments for:			
Depreciation	15	100,114	39,844
Amortisation of intangible assets	14	46,049	20,606
Fair value (gain) / loss on investments at fair value through profit or loss		(2,994,297)	775,708
Interest and profit income		(1,283,987)	(1,200,600)
Gain / (loss) on sale of investments		(1,141,528)	13,245
Fair value reserve movement on available for sale investments		(7,018)	(9,810)
Loss / (gain) on disposals of fixed assets		6,148	(6,034)
Amortization of held to maturity investments		(44,634)	91,760
Operating (loss) / income before changes in operating assets and liabilities		(4,218,081)	362,116
Changes in operating assets and liabilities:			
Reinsurers' share of technical provisions	17	1,255,523	(1,108,472)
Reinsurers' share of outstanding claims		(730,729)	(2,714,687)
Deferred acquisition costs		55,204	95,370
Amounts due to related parties		(799,711)	-
Insurance receivables		158,015	(2,017,442)
Other assets		(500,186)	1,656
Technical provisions	17	(1,062,551)	1,457,751
Outstanding claims		1,291,446	3,377,705
Unit-linked policyholders' liabilities	19	2,156,282	(3,475,691)
Amounts due from related parties		-	103,560
Reinsurers' balances payable		(1,227,969)	1,356,487
Other liabilities		2,081,245	(162,772)
Net cash flows used in operating activities		(1,541,512)	(2,724,419)
<b>INVESTING ACTIVITIES</b>			
Purchase of property, furniture and fixtures	15	(727,415)	(36,355)
Disposal of property, furniture and fixtures		450	12,068
Purchase of intangible assets	14	(221,027)	(132,421)
Purchase of investments		(32,727,210)	(7,447,216)
Proceeds from disposal/maturity of investments		33,238,810	9,340,997
Interest and profit received		1,322,031	1,110,355
Net cash from investing activities		885,639	2,847,428
Foreign currency translation adjustments		(1,633)	10,162
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>		(657,506)	133,171
Cash and cash equivalents at beginning of the year		4,016,874	3,883,703
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	8	3,359,368	4,016,874

## ALHILAL LIFE B.S.C. (c)

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2019

	<i>Share capital USD</i>	<i>Statutory reserve USD</i>	<i>Investment fair value reserve USD</i>	<i>Accumulated losses USD</i>	<i>Total USD</i>
Balance at 1 January 2018	25,000,000	57,820	-	(9,945,671)	15,112,149
Profit for the year	-	-	-	762,825	762,825
Other comprehensive income	-	-	(59,065)	-	(59,065)
Total comprehensive (loss) income	-	-	(59,065)	762,825	703,760
Balance at 31 December 2018	25,000,000	57,820	(59,065)	(9,182,846)	15,815,909
Profit for the year	-	-	-	1,002,066	1,002,066
Other comprehensive income	-	-	257,775	-	257,775
Total comprehensive income	-	-	257,775	1,002,066	1,259,841
<b>Balance at 31 December 2019</b>	<b>25,000,000</b>	<b>57,820</b>	<b>198,710</b>	<b>(8,180,780)</b>	<b>17,075,750</b>