

Dubai Insurance Company (P.S.C.)

Condensed consolidated interim financial information
(Unaudited)

For the period ended 30 September 2022

Review report of the Independent Auditor To the Shareholders of Dubai Insurance Company (P.S.C.)

Introduction

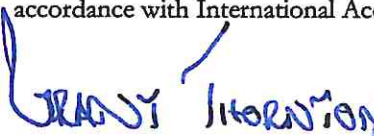
We have reviewed the accompanying condensed consolidated interim statement of financial position of Dubai Insurance Company (P.S.C.) (the “Company”) and its subsidiary (collectively referred to as the “Group”), as of 30 September 2022 and the related condensed consolidated interim income statement, condensed consolidated interim statement of comprehensive income for the nine-month and three-month periods then ended, condensed consolidated interim statement of changes in equity and condensed consolidated interim statement of cash flows for the nine months period then ended and explanatory information. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 “Interim Financial Reporting”. Our responsibility is to express a conclusion on this condensed consolidated interim financial information 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 condensed consolidated interim financial information are not prepared, in all material respects, in accordance with International Accounting Standard 34 “Interim Financial Reporting”.


GRANT THORNTON
Osama El-Bakry
Registration No. 935
Dubai, United Arab Emirates



7 November 2022

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Condensed consolidated interim statement of financial position
As at 30 September 2022

		(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
ASSETS			
Property and equipment	4	48,760	49,015
Investment properties	5	64,458	65,016
Financial instruments	6	689,475	566,415
Reinsurance assets	7	1,105,822	943,982
Insurance receivables		334,400	267,332
Prepayments and other receivables		31,341	28,422
Statutory deposits		10,000	10,000
Cash and cash equivalents	8	235,707	178,066
TOTAL ASSETS		2,519,963	2,108,248
EQUITY AND LIABILITIES			
Equity			
Share capital	10	100,000	100,000
Statutory reserve	11	50,000	50,000
General reserve	11	50,000	50,000
Reinsurance reserve	11	8,596	8,596
Retained earnings		237,589	203,039
Cumulative changes in fair value of investments		224,577	218,855
Total equity		670,762	630,490
Liabilities			
Bank loan	9	9,797	11,039
Employees' end of service benefits		5,735	5,537
Insurance contract liabilities	7	1,235,209	1,060,013
Amounts held under reinsurance treaties		42,157	27,284
Reinsurance balances payable		136,075	136,255
Insurance and other payables		420,228	237,630
Total liabilities		1,849,201	1,477,758
TOTAL EQUITY AND LIABILITIES		2,519,963	2,108,248

This condensed consolidated interim financial information was authorised for issue in accordance with a resolution of the Directors on 7 November 2022.



Buti Obaid Almulla
Chairman



Abdellatif Abuqurah
Chief Executive Officer

The notes from 1 to 18 form part of these condensed consolidated interim financial information.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Condensed consolidated interim income statement
For the period ended 30 September 2022

	(Unaudited) Nine months period ended 30 September 2022 AED'000	(Unaudited) Nine months period ended 30 September 2021 AED'000	(Unaudited) Three months period ended 30 September 2022 AED'000	(Unaudited) Three months period ended 30 September 2021 AED'000
UNDERWRITING INCOME				
Gross premium	1,081,719	912,822	339,571	268,353
Movement in provision for unearned premium	(133,105)	(136,318)	(9,258)	10,654
Insurance premium revenue	948,614	776,504	330,313	279,007
Reinsurance share of premium	(773,393)	(717,701)	(228,022)	(186,378)
Movement in provision for reinsurance share of unearned premium	124,652	115,510	(2,231)	(19,426)
Insurance premium ceded to reinsurers	(648,741)	(602,191)	(230,253)	(205,804)
Net earned insurance premium	299,873	174,313	100,060	73,203
Reinsurance commission income	70,469	64,008	17,511	19,925
Other underwriting income	14,896	13,119	4,436	3,556
Total underwriting income	385,238	251,440	122,007	96,684
UNDERWRITING EXPENSES				
Claims incurred	(362,771)	(396,019)	(120,542)	(163,192)
Reinsurers' share of claims incurred	300,206	349,372	98,285	146,402
Net claims incurred	(62,565)	(46,647)	(22,257)	(16,790)
Commission expenses	(62,670)	(43,216)	(21,001)	(13,426)
General and administration expenses relating to underwriting activities	(38,223)	(28,601)	(11,577)	(9,625)
Other underwriting expenses	(157,437)	(81,983)	(46,714)	(41,449)
Total underwriting expenses	(320,895)	(200,447)	(101,549)	(81,290)
NET UNDERWRITING INCOME	64,343	50,993	20,458	15,394
INVESTMENT INCOME				
Realised loss on sale of financial assets at amortised cost	(3)	(102)	-	832
Fair value (loss)/gain on financial assets at fair value through profit or loss	(134)	145	(48)	73
Other investment income	20,669	16,760	2,142	2,747
Other investment costs	(328)	(49)	(142)	(20)
Net investment income	20,204	16,754	1,952	3,632
OTHER INCOME AND EXPENSES				
General and administration expenses not allocated	(9,682)	(8,598)	(2,906)	(2,375)
Other income/(expense)	3	(340)	(17)	(94)
	(9,679)	(8,938)	(2,923)	(2,469)
PROFIT FOR THE PERIOD	74,868	58,809	19,487	16,557
Basic and diluted earnings per share (note 13)	0.742	0.588	0.194	0.166

The notes from 1 to 18 form part of these condensed consolidated interim financial information.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Condensed consolidated interim statement of comprehensive income
For the period ended 30 September 2022

	(Unaudited) Nine months period ended 30 September 2022 AED'000	(Unaudited) Nine months period ended 30 September 2021 AED'000	(Unaudited) Three months period ended 30 September 2022 AED'000	(Unaudited) Three months period ended 30 September 2021 AED'000
Profit for the period	74,868	58,809	19,487	16,557
OTHER COMPREHENSIVE INCOME				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Gain on sale of financial assets at fair value through other comprehensive income (FVTOCI)	382	1,177	176	1,201
Net unrealised gain on financial assets at FVTOCI	5,722	53,708	2,298	11,095
Other comprehensive income for the period	6,104	54,885	2,474	12,296
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	80,972	113,694	21,961	28,853

The notes from 1 to 18 form part of these condensed consolidated interim financial information.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Condensed consolidated interim statement of changes in equity
For the period ended 30 September 2022

	Share capital AED'000	Statutory reserve AED'000	General reserve AED'000	Reinsurance reserve AED'000	Retained earnings AED'000	Cumulative changes in fair value of investments AED'000	Total equity AED'000
Balance at 1 January 2022 (Audited)	100,000	50,000	50,000	8,596	203,039	218,855	630,490
Profit for the period	-	-	-	-	74,868	-	74,868
Other comprehensive income	-	-	-	-	-	6,104	6,104
Total comprehensive income for the period	-	-	-	-	74,868	6,104	80,972
Transferred to retained earnings on sale of investment at FVTOCI	-	-	-	-	382	(382)	-
Dividend paid (note 12)	-	-	-	-	(40,000)	-	(40,000)
Directors' fees paid	-	-	-	-	(700)	-	(700)
Balance at 30 September 2022 (Unaudited)	100,000	50,000	50,000	8,596	237,589	224,577	670,762
Balance at 1 January 2021 (Audited)	100,000	50,000	50,000	3,956	162,790	155,222	521,968
Profit for the period	-	-	-	-	58,809	-	58,809
Other comprehensive income	-	-	-	-	-	54,885	54,885
Total comprehensive income for the period	-	-	-	-	58,809	54,885	113,694
Transferred to retained earnings on sale of investment at FVTOCI	-	-	-	-	1,177	(1,177)	-
Dividend paid (note 12)	-	-	-	-	(35,000)	-	(35,000)
Balance at 30 September 2021 (Unaudited)	100,000	50,000	50,000	3,956	187,776	208,930	600,662

The notes from 1 to 18 form an integral part of these condensed consolidated interim financial information.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Condensed consolidated interim statement of cash flows
For the period ended 30 September 2022

		(Unaudited) Nine months period ended 30 September 2022 AED'000	(Unaudited) Nine months period ended 30 September 2021 AED'000
OPERATING ACTIVITIES			
Profit for the period		74,868	58,809
<i>Adjustments for:</i>			
Depreciation on property and equipment		874	1,058
Depreciation on investment property	5	558	-
Provision for employees' end of service benefits		737	493
Investment income		(20,662)	(17,084)
Change in fair value of financial assets at FVTPL		(134)	(145)
Amortisation of investments at amortised cost		(1,168)	(1,136)
Loss on sale of financial assets at amortised cost		(3)	102
		<u>55,070</u>	<u>42,097</u>
<i>Changes in operating assets and liabilities:</i>			
Reinsurance assets		(161,840)	(144,396)
Insurance receivables		(67,068)	(90,356)
Prepayments and other assets		(2,919)	(843)
Insurance contract liabilities		175,196	177,660
Amounts held under reinsurance treaties		14,873	(8,059)
Reinsurance balances payable		(180)	73,466
Insurance and other payables		182,598	2,276
Cash generated from operations		<u>195,730</u>	<u>51,845</u>
Employees' end of service benefits paid		(538)	(437)
Net cash generated from operating activities		<u>195,192</u>	<u>51,408</u>
INVESTING ACTIVITIES			
Interest on investments received		3,188	1,970
Dividend income received		17,474	15,114
Investments in bank deposits at FVTPL		-	69,534
Proceeds from maturity of investments at amortised cost		8,012	3,351
Proceeds from sales of investment at FVTOCI		2,912	3,787
Purchase of investments held at amortised cost		(27,535)	(6,047)
Purchase of investments at FVTOCI		(100,172)	(65,846)
Purchase of property and equipment		(730)	(1,538)
Purchase of investments at FVTPL		-	(230)
Purchase of investment properties		-	(13,879)
Net cash (used in)/generated from investing activities		<u>(96,851)</u>	<u>6,216</u>
FINANCING ACTIVITIES			
Dividend paid	12	(40,000)	(35,000)
Directors' fees paid		(700)	-
Repayment of bank loan		-	(1,212)
Net cash used in financing activities		<u>(40,700)</u>	<u>(36,212)</u>
Net change in cash and cash equivalents		57,641	21,412
Cash and cash equivalents, beginning of period		<u>178,066</u>	<u>96,593</u>
Cash and cash equivalents, end of period	8	<u>235,707</u>	<u>118,005</u>

The notes from 1 to 18 form an integral part of these condensed consolidated interim financial information.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

1 Legal status and activities

Dubai Insurance Company (P.S.C.) (the “Company”) is a public shareholding company registered under the Federal Law No. 8 of 1984 (as amended). The Company is subject to the regulations of the UAE Federal Law No. (2) of 2015 (as amended) and the UAE Federal Law No. (6) of 2007 relating to commercial companies in the UAE. The Company mainly issues short term insurance contracts in connection with motor, marine, fire, engineering, general accident and medical risks (collectively known as general insurance) and group life assurance. The Company also invests its funds in investment securities and properties. The registered address of the Company is P.O. Box 3027, Dubai, United Arab Emirates. The Company operates in United Arab Emirates. The shares of the Company are listed on the Dubai Financial Market.

Federal Law by Decree No. 32 of 2021 on Commercial Companies (the “New Companies Law”) was issued on 20 September 2021 with an effective date of 2 January 2022, and will entirely replace Federal Law No. 2 of 2015 (as amended) on Commercial Companies, as amended. The Company has twelve months from the effective date to comply with the provisions of the New Companies Law.

2 Basis of preparation

The condensed consolidated interim financial information are for the nine months period ended 30 September 2022 and are presented in United Arab Emirate Dirham (AED), which is also the functional currency of the Group. These condensed interim financial information have been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ and do not include all the information required in annual financial information in accordance with IFRS and should be read in conjunction with the financial information of the Group for the year ended 31 December 2021. Further, results for interim periods are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

Basis of consolidation

The Group comprises of the Company and the under-mentioned subsidiary company.

Subsidiary	Principal activity	Country of incorporation	Ownership
Insurance Pool For Communication And Consulting Services/ L.L.C	Human Resources Consultancy	United Arab Emirates	100%

The condensed consolidated interim financial information comprise the financial information of the Company and its subsidiary (collectively referred to as the “Group”) as at 30 September 2022.

Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Company controls an investee if, and only if, the Company has:

- power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- exposure, or rights, to variable returns from its involvement with the investee; and
- the ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Company has less than a majority of the voting or similar rights of an investee, the Company considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- the contractual arrangement with the other vote holders of the investee;
- rights arising from other contractual arrangements; and
- the Company’s voting rights and potential voting rights.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

3 Significant accounting policies

The accounting policies, critical accounting judgments and key source of estimation used in the preparation of these condensed consolidated interim financial information are consistent with those used in the audited consolidated financial information for the year ended 31 December 2021.

The Group has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

Critical accounting estimates and judgments in applying accounting policies

The Group makes estimates and assumption that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may substantially be different.

Outstanding claims and technical provisions

The estimation of the ultimate liability (both technical and outstanding) arising from claims made under insurance contracts is the Group's most critical accounting estimate. These estimates are continually reviewed and updated, and adjustments resulting from this review are reflected in the income statement. The process relies upon the basic assumption that past experience, adjusted for the effect of current developments and likely trends (including actuarial calculations), is an appropriate basis for predicting future events.

Impairment losses on insurance receivables

The Group reviews its insurance receivables on a regular basis to assess whether a provision for impairment should be recorded in the condensed consolidated interim income statement. In particular, judgement by management is required in the estimation of the amount and timing of future cash flows when determining the level of allowance required. Such estimates are necessarily based on assumptions about the probability of default and probable losses in the event of default, the value of the underlying security, and realisation costs.

In addition to specific allowance against individually significant insurance receivables, the Group also makes a collective impairment allowance against insurance receivables which, although not specifically identified as requiring a specific allowance, have a greater risk of default than when originally granted. The amount of the allowance is based on the historical loss pattern for insurance receivables within each grade and is adjusted to reflect current economic changes.

Classification of investment properties

The Group makes judgement to determine whether certain properties qualify as investment properties and follows the guidance of IAS 40 'Investment Property' to consider whether any owner-occupied properties are not significant and are classified accordingly as investment properties.

Classification of investments

Management decides on acquisition of an investment whether it should be classified as of fair value through profit or loss, at fair value through other comprehensive income or at amortised cost.

Valuation of unquoted equity investments

Valuation of unquoted equity investments is normally based on one of the following:

- recent arm's length market transactions;
- current fair value of another instrument that is substantially the same; and
- the expected cash flows discounted at current rates applicable for items with similar terms and risk characteristics; or other valuation models.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

3 Significant accounting policies (continued)

Critical accounting estimates and judgments in applying accounting policies (continued)

Provision for legal cases

Considerable judgement by management is required in the estimation for legal cases arising from claims made under insurance contracts. Such estimates are necessarily based on significant assumptions about several factors involving varying, and possible significant, degrees of judgement and uncertainty and actual results may differ from management's estimates resulting in future changes in estimated liabilities.

4 Property and equipment

Included in property and equipment is land situated in the Emirate of Dubai, United Arab Emirates with a carrying value of AED 44,173 thousand (31 December 2021: AED 44,173 thousand). The Group's Board of Directors has resolved to construct the Group's head office on the land in the foreseeable future.

5 Investment properties

Investment properties represent the Group's investments in freehold land and building situated in the Emirate of Dubai, United Arab Emirates. Depreciation charged during the period amounted to AED 558 thousand (31 December 2021: AED 372 thousand).

6 Financial instruments

	Carrying value		Fair value	
	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
<i>Financial instruments</i>				
At fair value through profit or loss (note 6.1)	144,819	44,781	144,819	44,781
At fair value through other comprehensive income (note 6.2)	514,408	483,375	514,408	483,375
Investments held at amortised cost (note 6.3)	30,248	38,259	30,396	38,229
	689,475	566,415	689,623	566,385

6.1 Financial assets at fair values through profit or loss

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
a) Shares – quoted	3,841	3,975
b) Designated upon initial recognition		
Bank deposits with maturity over six months – unquoted	140,978	40,806
	144,819	44,781

The entire shares and bank deposits are within the United Arab Emirates. These investments carry interest at an effective rate of 1% to 2.2% per annum (31 December 2021: 0.55% to 1% per annum).

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

6 Financial instruments (continued)

6.2 Financial assets at fair value through other comprehensive income

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
Shares – quoted (within UAE)	372,118	350,885
Shares – unquoted (outside UAE)	135,500	125,700
Shares – unquoted (within UAE)	6,790	6,790
	<u>514,408</u>	<u>483,375</u>

The fair value gain amounting to AED 5,722 thousand (30 September 2021: gain of AED 53,708 thousand) have been recognised in the condensed consolidated interim statement of comprehensive income.

6.3 Debt instruments at amortised cost

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
Debt securities (within UAE)	22,049	10,960
Debt securities (outside UAE)	8,199	27,299
	<u>30,248</u>	<u>38,259</u>

These investments carry interest at an effective rate of 5.06% per annum (31 December 2021: 4.96% per annum). The maturity profile of these debt instruments is shown below:

	<u>30 September 2022 (Unaudited)</u>		
	Less than 5 years AED'000	More than 5 years AED'000	Total AED'000
	Debt securities (within UAE)	2,861	19,188
Debt securities (outside UAE)	5,506	2,693	8,199
	<u>8,367</u>	<u>21,881</u>	<u>30,248</u>

	<u>31 December 2021 (Audited)</u>		
	Less than 5 years AED'000	More than 5 years AED'000	Total AED'000
	Debt securities (within UAE)	6,361	4,599
Debt securities (outside UAE)	9,944	17,355	27,299
	<u>16,305</u>	<u>21,954</u>	<u>38,259</u>

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

7 Insurance contract liabilities and reinsurance assets

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
<i>Gross</i>		
<i>Insurance contract liabilities</i>		
Outstanding claims	203,157	156,565
Incurred but not reported reserve	148,734	154,460
Unallocated loss adjustment expense reserve	4,605	3,380
Unearned premium reserve	878,713	745,608
	1,235,209	1,060,013
<i>Reinsurance contract liabilities</i>		
Outstanding claims	190,178	147,824
Incurred but not reported reserve	121,514	126,681
Unearned premium reserve	794,130	669,477
	1,105,822	943,982
<i>Net</i>		
Outstanding claims	12,979	8,741
Incurred but not reported reserve	27,220	27,779
Unallocated loss adjustment expense reserve	4,605	3,380
Unearned premium reserve	84,583	76,131
	129,387	116,031

8 Cash and cash equivalents

	(Unaudited) 30 September 2022 AED'000	(Unaudited) 30 September 2021 AED'000	(Audited) 31 December 2021 AED'000
Bank balances	235,633	117,901	178,062
Cash on hand	74	104	4
	235,707	118,005	178,066

Above balance represents the cash and cash equivalents in United Arab Emirates, Europe & GCC.

9 Bank loan

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
Bank loan	9,797	11,039

In 2021, the Group entered into credit facility agreement with an international bank. The loan facilities are secured against investments in fixed income funds held at FVTOCI amounting to AED 17,566 thousand (31 December 2021: AED 20,921 thousand) for the Group's investment operations and carry interest at 1-month USD LIBOR plus 0.75% per annum payable in semi-annual installments. The maturity of loan is till April 2025.

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

10 Share capital

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
Issued and fully paid 100,000,000 shares of AED 1 each (31 December 2021: 100,000,000 shares of AED 1 each)	<u>100,000</u>	<u>100,000</u>

11 Reserves

Statutory reserve

In accordance with the UAE Commercial Companies Law and the Group's Article of Association, the Group has resolved not to increase the statutory reserve above an amount equal to 50% of its paid-up share capital. Accordingly, no transfers have been made during the nine months period ended 30 September 2022 (31 December 2021: Nil). The reserve is not available for distribution except in the circumstances stipulated by the law.

General reserve

Transfers to the general reserve are made on the recommendation of the Board of Directors. This reserve may be used for such purposes as deemed appropriate by the Board of Directors. During the period, no transfers to the general reserve from retained earnings were made (31 December 2021: Nil).

Reinsurance reserve

In accordance with CBUAE's Board of Directors' Decision No. 23, Article 34, an amount of AED 4,640 thousand based on the reinsurance share of premium at a rate of 0.5% was transferred from retained earnings to reinsurance reserve during the year ended 31 December 2021. The reserve is not available for distribution and will not be disposed of without prior approval from CBUAE.

12 Dividends

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
Cash dividend for 2021 of AED 0.4 per share (declared and paid) (for 2021: dividend of AED 0.35 per share (declared and paid))	<u>40,000</u>	<u>35,000</u>

13 Basic and diluted earnings per share

Basic earnings per share are calculated by dividing the profit for the period, net of directors' fees, by the weighted average number of shares outstanding during the period as follows:

	(Unaudited) Nine months period ended 30 September 2022	(Unaudited) Nine months period ended 30 September 2021	(Unaudited) Three months period ended 30 September 2022	(Unaudited) Three months period ended 30 September 2021
Profit for the period (AED'000)	74,868	58,809	19,487	16,557
Directors' fee paid (AED'000)	(700)	-	-	-
Profit for the period attributable to shareholders (AED'000)	<u>74,168</u>	<u>58,809</u>	<u>19,487</u>	<u>16,557</u>
Weighted average number of shares outstanding during the period ('000)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Earnings per share (AED)	<u>0.742</u>	<u>0.588</u>	<u>0.194</u>	<u>0.166</u>

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

13 Basic and diluted earnings per share (continued)

The Group does not have potentially diluted shares and accordingly, diluted earnings per share equals basic earnings per share.

14 Segmental information

Primary segment information

For management purposes, the Group is organised into business units based on its products and services and has three reportable operating segments as follows:

- The general insurance segment, comprises motor, marine, fire, engineering and general accident.
- The medical and life segment includes group life and medical insurance.
- Investment comprises investment and cash management for the Group's own account.

Transactions between operating segments are conducted at estimated market rates on an arm's length basis. Operating segment information is presented on the following page:

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

14 Segmental information (continued)

(Unaudited)	General insurance		Medical and life insurance		Investments		Total	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021	30 September 2022	30 September 2021	30 September 2022	30 September 2021
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
For the six months period ended								
UNDERWRITING INCOME								
Gross premium	776,581	642,734	305,138	270,088	-	-	1,081,719	912,822
Reinsurers' share of premium	(587,320)	(542,321)	(186,073)	(175,380)	-	-	(773,393)	(717,701)
Net movement in unearned premium	245	(7,221)	(8,698)	(13,587)	-	-	(8,453)	(20,808)
Net insurance premium revenue	189,506	93,192	110,367	81,121	-	-	299,873	174,313
Reinsurance commission income	70,290	63,978	179	30	-	-	70,469	64,008
Other underwriting income	14,896	13,119	-	-	-	-	14,896	13,119
Total underwriting income	274,692	170,289	110,546	81,151	-	-	385,238	251,440
UNDERWRITING EXPENSES								
Claims incurred	(143,696)	(203,656)	(219,075)	(192,363)	-	-	(362,771)	(396,019)
Reinsurers' share of claims incurred	118,674	186,504	181,532	162,868	-	-	300,206	349,372
Net claims incurred	(25,022)	(17,152)	(37,543)	(29,495)	-	-	(62,565)	(46,647)
Commission expenses	(40,087)	(22,262)	(22,583)	(20,954)	-	-	(62,670)	(43,216)
General and administration expenses relating to underwriting activities	(29,654)	(20,930)	(8,569)	(7,671)	-	-	(38,223)	(28,601)
Other underwriting expenses	(133,518)	(62,979)	(23,919)	(19,004)	-	-	(157,437)	(81,983)
	(228,281)	(123,323)	(92,614)	(77,124)	-	-	(320,895)	(200,447)
NET UNDERWRITING INCOME	46,411	46,966	17,932	4,027	-	-	64,343	50,993
TOTAL INVESTMENT INCOME					20,204	16,754	20,204	16,754
Unallocated general, administrative and other expenses							(9,579)	(8,938)
PROFIT FOR THE PERIOD							74,868	58,809

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

14 Segmental information (continued)

Operating segments information is presented below:

Segment-wise statement of financial position

	General insurance		Medical and life insurance		Investments		Total
	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000	
Segment assets	1,400,476	1,187,752	365,554	289,065	753,933	631,431	2,519,963
Segment liabilities	1,507,970	1,152,070	331,434	314,649	9,797	11,039	1,849,201
							2,108,248
							1,477,758

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

15 Related party transactions

Related parties represent, major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. The pricing policies and terms of these transactions are approved by the Group's management.

The significant balances outstanding in respect of related parties included in the condensed consolidated interim financial information are as follows:

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
<i>Affiliates of major shareholders:</i>		
Due from policyholders	30,057	28,867
Outstanding claims	32,041	17,195

The income and expenses in respect of related parties included in the financial information are as follows:

	(Unaudited) 30 September 2022 AED'000	(Unaudited) 30 September 2021 AED'000
<i>Affiliates of major shareholders:</i>		
Premiums	11,535	14,104
Rent received	43	45
Claims paid	(123)	(9,783)
Commission expenses	(3,721)	(2,542)
Rent paid	(405)	(590)

Compensation of the key management personnel is as follows:

	(Unaudited) 30 September 2022 AED'000	(Unaudited) 30 September 2021 AED'000
Short term employee benefits	2,794	3,184
End of service benefits	190	139
	2,984	3,323

16 Contingencies and commitments

At 30 September 2022, the Group had contingent liabilities in respect of bank and other guarantees and other matters arising in the ordinary course of business from which it is anticipated that no material liabilities will arise, amounting to AED 10,105 thousand (31 December 2021: AED 10,105 thousand).

Capital commitments

The Group's short-term lease commitments are payable as follows:

	(Unaudited) 30 September 2022 AED'000	(Audited) 31 December 2021 AED'000
Less than 1 year	149	497

Dubai Insurance Company (P.S.C.)
Condensed consolidated interim financial information (Unaudited)

Notes to the condensed consolidated interim financial information
For the period ended 30 September 2022

17 Seasonality of results

The Group's investment income is dependent on market conditions, its investment activities and declaration of profits by investee companies, which are of a seasonal nature. Accordingly, results for the period ended 30 September 2022 are not comparable to those relating to the comparative period and are not indicative of the results that might be expected for the year ending 31 December 2022.

18 Capital management framework (unaudited)

The table below summarises the minimum capital requirement, Minimum guarantee fund and solvency capital requirement of the Company and the total capital held to meet these required solvency margins. Below mention figures pertains to 30 June 2022 and 31 December 2021;

	2022 AED'000	2021 AED'000
Minimum Capital Requirement (MCR)	100,000	100,000
Solvency Capital Requirement (SCR)	233,956	211,424
Minimum Guarantee Fund	94,202	70,475
Own Funds:		
- Basic own funds	449,649	404,891
- Ancillary own funds	-	-
MCR Solvency Surplus-Minimum Capital Requirement	349,649	304,891
SCR Solvency Surplus-Solvency Capital Requirement	215,693	193,467
MGF Solvency Surplus-Minimum Guarantee Fund	355,447	334,416