

# **NATIONAL INSURANCE GROUP PUBLIC SHAREHOLDING LIMITED**

Consolidated condensed interim financial information (unaudited)  
For the three-months period ended March 31, 2022

(Translated from the original Arabic version)

# National Insurance Group Public Shareholding Limited

Consolidated condensed interim financial information for the three-months period ended March 31, 2022

(All amounts are in USD)

## Consolidated condensed interim statement of financial position

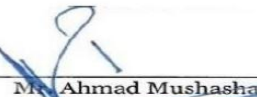
As at

	March 31, 2022 Unaudited	December 31, 2021 Audited
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,997,545	4,459,358
Investment properties	22,530,459	21,667,954
Deferred tax assets	3,037,008	2,999,965
Right of use assets- Leases	1,007,601	1,042,058
Investment in associates	2,965,161	3,336,452
Long-term financial assets at amortised cost	17,641,553	19,869,493
Financial assets at fair value through the statement of comprehensive income	1,530,520	1,533,812
Long-term other debit balances	298,163	298,768
Long-term cheques under collection	2,272,699	2,615,108
Restricted cash	3,912,168	3,710,051
	<b>60,192,877</b>	<b>61,533,019</b>
<b>Current assets</b>		
Financial assets at fair value through profit or loss	12,967,388	10,112,843
Short-term financial assets at amortised cost	1,954,661	2,141,156
Accounts receivable	15,050,468	12,055,317
Reinsurance contracts assets	12,020,059	11,228,782
Insurance and reinsurance companies' receivables	2,284,165	2,338,064
Taxes advances	944,549	1,032,970
Short-term other debit balances	2,095,466	1,549,363
Short-term cheques under collection	20,923,663	22,433,982
Cash and cash equivalents	10,834,659	14,905,457
	<b>79,075,078</b>	<b>77,797,934</b>
<b>Total assets</b>	<b>139,267,955</b>	<b>139,330,953</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Paid-in capital	17,250,000	17,250,000
Statutory reserve	8,201,120	8,201,120
Voluntary Reserve	3,000,000	3,000,000
Fair value reserve	(209,073)	(205,781)
Foreign currency translation differences	(309,605)	112,369
Retained earnings	14,297,547	16,590,710
<b>Equity attributable to shareholders of the Parent Company</b>	<b>42,229,989</b>	<b>44,948,418</b>
Non-controlling interests	1,764,237	1,760,181
<b>Total equity</b>	<b>43,994,226</b>	<b>46,708,599</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Provision for end of service indemnity	5,240,018	5,193,178
Deferred tax liabilities	1,560,866	1,560,866
Long-term lease liabilities	932,835	933,634
	<b>7,733,719</b>	<b>7,687,678</b>
<b>Current liabilities</b>		
Insurance contracts liabilities	71,439,016	70,448,446
Insurance and reinsurance companies' payables	3,401,734	3,671,866
Short-term lease liabilities	125,077	122,896
Accounts payable	9,922,074	8,036,862
Due to Palestinian Road Accidents Victims Compensation Fund	170,132	184,543
Other credit balances	2,481,977	2,470,063
	<b>87,540,010</b>	<b>84,934,676</b>
<b>Total liabilities</b>	<b>95,273,729</b>	<b>92,622,354</b>
<b>Total equity and liabilities</b>	<b>139,267,955</b>	<b>139,330,953</b>

  
Mr. Alaa Safi

Deputy General Manager for  
Finance and Logistics



  
Mr. Ahmad Mushasha

General Manager

# National Insurance Group Public Shareholding Limited

Consolidated condensed interim financial information for the three-months period ended March 31, 2022

(All amounts are in USD)

## Consolidated condensed interim statement of income

For the three months period ended March 31,

	2022 Unaudited	2021 Unaudited
Gross written insurance premiums	17,166,483	19,095,629
Change in unearned premiums	(1,735,493)	(4,192,623)
	<b>15,430,990</b>	14,903,006
Gross reinsurers' premiums	(3,422,621)	(3,065,998)
Reinsurers' share of change in unearned premiums	829,762	732,197
	<b>(2,592,859)</b>	(2,333,801)
<b>Net earned premiums before commissions</b>	<b>12,838,131</b>	12,569,205
Reinsurance commissions earned	538,770	466,291
Commissions paid	(555,415)	(550,484)
<b>Net earned premiums after commissions</b>	<b>12,821,486</b>	12,485,012
Claims paid	(10,510,274)	(7,235,346)
Reinsurers' share of claims paid	620,753	474,698
<b>Net claims paid</b>	<b>(9,889,521)</b>	(6,760,648)
Change in outstanding claims reserve	744,923	(1,231,279)
Change in reinsurers' share of outstanding claims reserve	(38,485)	127,748
<b>Net claims incurred</b>	<b>(9,183,083)</b>	(7,864,179)
<b>Net insurance profit before allocated general and administrative expenses</b>	<b>3,638,403</b>	4,620,833
<b>Expenses allocated to insurance segments:</b>		
Insurance segments' share of general and administrative expenses	(1,992,747)	(2,666,566)
<b>Net insurance profit after allocated general and administrative expenses</b>	<b>1,645,656</b>	1,954,267
<b>Unallocated expenses and revenues to insurance segments:</b>		
Investment income	677,468	1,125,450
Group's share of the results of the associates' businesses	149,902	35,691
Gain on sale of property, plant and equipment	200,240	-
Currency exchange (losses)	(879,720)	(1,532,359)
Other segments' revenues	143,394	94,994
Unallocated general and administrative expenses to insurance segments	(199,944)	(248,930)
Net impairment (losses)	(584,526)	(176,586)
<b>Net income before taxes</b>	<b>1,152,470</b>	1,252,527
Taxes expense	(421,608)	(157,671)
<b>Net income</b>	<b>730,862</b>	1,094,856
<b>Attributable to:</b>		
Shareholders of the Parent Company	725,587	1,084,344
Non-controlling interests	5,275	10,512
	<b>730,862</b>	1,094,856
<b>Earnings per share attributable to the shareholders of the Parent Company</b>	<b>0.042</b>	0.063

# National Insurance Group Public Shareholding Limited

Consolidated condensed interim financial information for the three-months period ended March 31, 2022

(All amounts are in USD)

## Consolidated condensed interim statement of comprehensive income

For the three months period ended March 31,

	2022 Unaudited	2021 Unaudited
<b>Net income</b>	<b>730,862</b>	1,094,856
<b>Comprehensive income:</b>		
<i>Items that will not be reclassified to the statement of income in subsequent periods:</i>		
Change in fair value- financial assets at fair value through other comprehensive income	(3,292)	(18,150)
<i>Items that will be reclassified to the statement of income in subsequent periods:</i>		
Foreign currency translation differences	(423,193)	(26,544)
<b>Comprehensive income items for the period</b>	<b>(426,485)</b>	(44,694)
<b>Total comprehensive income for the period</b>	<b>304,377</b>	1,050,162
<b>Attributable to:</b>		
Shareholders of the Parent Company	300,321	1,041,693
Non-controlling interests	4,056	8,469
	<b>304,377</b>	1,050,162
<b>Earnings per share attributable to the shareholders of the Parent Company</b>	<b>0.017</b>	0.060

# National Insurance Group Public Shareholding Limited

Consolidated condensed interim financial information for the three-months period ended March 31, 2022

(All amounts are in USD)

## Consolidated condensed interim statement of changes in equity

For the three-months period ended March 31, 2022	Paid-in capital	Statutory reserve	Voluntary reserve	Fair value reserve	Foreign currency translation differences	Retained earnings	Equity attributable to shareholders of the Parent Company	Non- controlling interests	Total equity
<b>Balance as at January 1, 2022</b>	17,250,000	8,201,120	3,000,000	(205,781)	112,369	16,590,710	44,948,418	1,760,181	46,708,599
Net income for the period	-	-	-	-	-	725,587	725,587	5,275	730,862
Comprehensive income items	-	-	-	(3,292)	(421,974)	-	(425,266)	(1,219)	(426,485)
<b>Total comprehensive income for the period</b>	-	-	-	(3,292)	(421,974)	725,587	300,321	4,056	304,377
Cash dividends	-	-	-	-	-	(3,018,750)	(3,018,750)	-	(3,018,750)
<b>Balance as at March 31, 2022 (Unaudited)</b>	17,250,000	8,201,120	3,000,000	(209,073)	(309,605)	14,297,547	42,229,989	1,764,237	43,994,226
<b>For the three-months period ended March 31, 2021</b>									
<b>Balance as at January 1, 2021</b>	15,000,000	8,018,686	3,000,000	(197,726)	51,717	19,373,379	45,246,056	1,715,624	46,961,680
Net income for the period	-	-	-	-	-	1,084,344	1,084,344	10,512	1,094,856
Comprehensive income items	-	-	-	(18,150)	(24,501)	-	(42,651)	(2,043)	(44,694)
<b>Total comprehensive income for the period</b>	-	-	-	(18,150)	(24,501)	1,084,344	1,041,693	8,469	1,050,162
Net change in non-controlling interests	-	-	-	-	-	-	-	(6,510)	(6,510)
<b>Balance as at March 31, 2021 (Unaudited)</b>	15,000,000	8,018,686	3,000,000	(215,876)	27,216	20,457,723	46,287,749	1,717,583	48,005,332

# National Insurance Group Public Shareholding Limited

Consolidated condensed interim financial information for the three-months period ended March 31, 2022

(All amounts are in USD)

## Consolidated condensed interim statement of cash flows

For the three months period ended March 31,

	2022 Unaudited	2021 Unaudited
<b>Cash flows from operating activities:</b>		
Net income before taxes	1,152,470	1,252,527
Depreciation of property, plant and equipment	131,466	129,338
Depreciation of right of use assets	34,457	33,750
(Gains) on disposal of property, plant and equipment	(200,240)	-
(Gains) from sale of financial assets at fair value through profit or loss	(185,598)	(16,331)
Change in fair value of financial assets at fair value through profit or loss	(134,734)	(684,146)
Investment proceeds	(357,136)	(424,973)
End of service indemnity provision	67,533	783,805
Group's share of the results of the associates' businesses	(149,902)	(35,691)
Finance costs - lease liabilities	13,071	14,171
Net impairment losses	584,526	176,586
<b>Cash flows before changes in operating activities</b>	<b>955,913</b>	<b>1,229,036</b>
<b>Change in operating assets and liabilities:</b>		
Cheques under collection	1,914,650	855,613
Accounts receivable	(3,401,135)	(5,419,791)
Insurance and reinsurance companies' receivables	56,156	42,237
Reinsurance contracts assets	(791,277)	(859,945)
Other debit balances	(545,498)	(620,741)
Insurance contracts liabilities	990,570	5,423,902
Accounts payable	(1,105,800)	(1,406,289)
Insurance and reinsurance companies' payables	(270,132)	29,236
Due to Palestinian Road Accidents Victims Compensation Fund	(14,411)	(22,247)
Other credit balances	11,914	(1,250,190)
Purchase of financial assets at fair value through profit or loss	(3,012,253)	(1,384,080)
Sale of financial assets at fair value through profit or loss	478,040	1,353,192
<b>Net cash flows (used in) operating activities before taxes and end of service indemnity payments</b>	<b>(4,733,263)</b>	<b>(2,030,067)</b>
Taxes payments	(199,875)	(1,241,355)
End of service indemnity paid	(20,693)	(250,074)
<b>Net cash flows (used in) operating activities</b>	<b>(4,953,831)</b>	<b>(3,521,496)</b>
<b>Cash flows from investing activities:</b>		
Change in restricted cash	(202,117)	(3,072,765)
Purchase of property, equipment and investment properties	(1,849,432)	(35,934)
Proceeds from sale of property, equipment and investment properties	517,514	-
Change in financial assets at amortised cost	1,947,831	251,938
Investments proceeds	357,136	424,973
<b>Net cash flows provided by (used in) investing activities</b>	<b>770,932</b>	<b>(2,431,788)</b>
<b>Cash flows from financing activities</b>		
Change in non-controlling interests	-	(6,510)
Lease liabilities paid	(11,689)	(7,716)
Cash dividends	70,262	(31,120)
<b>Net cash flows provided by (used in) financing activities</b>	<b>58,573</b>	<b>(45,346)</b>
<b>Net change in cash and cash equivalents</b>	<b>(4,124,326)</b>	<b>(5,998,630)</b>
Cash and cash equivalents, beginning of the period	15,118,552	17,295,109
<b>Cash and cash equivalents, end of the period</b>	<b>10,994,226</b>	<b>11,296,479</b>
<b>Non cash transactions:</b>		
Offsetting accounts receivable with the Value Added Tax Department	170,355	-