
SAUDI REINSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REVIEW REPORT (UNAUDITED)
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011**

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM CONDENSED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT (UNAUDITED)

For The Three Month Period Ended 31 March 2011

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INDEPENDENT AUDITORS' REVIEW REPORT
TO THE SHAREHOLDERS OF SAUDI REINSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

SCOPE OF REVIEW:

We have reviewed the accompanying interim statement of financial position of Saudi Reinsurance Company (the "Company") – A Saudi Joint Stock Company as at 31 March 2011, and the related interim statements of reinsurance operations, shareholders' operations, shareholders' comprehensive operations, changes in shareholders' equity, reinsurance operations and shareholders' cash flows for three month period then ended and the notes which form an integral part of these interim condensed financial statements. These interim condensed financial statements are the responsibility of the Company's management and have been prepared by them in accordance with International Accounting Standard (IAS 34) "Interim Financial Reporting" and submitted to us together with all the information and explanations which we required. We conducted our limited review in accordance with the Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants (SOCPA). A limited review consists principally of applying analytical procedures to financial data and information and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with Generally Accepted Auditing Standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

CONCLUSION:

Based on our limited review, we are not aware of any material modifications that should be made to the accompanying interim condensed financial statements for them to be in conformity with International Accounting Standard (IAS 34).

EMPHASIS OF A MATTER:

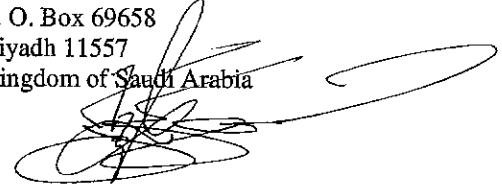
We draw attention that these interim condensed financial statements are prepared in accordance with International Accounting Standard (IAS 34) and not in accordance with the Standard on Interim Financial Reporting issued by SOCPA.

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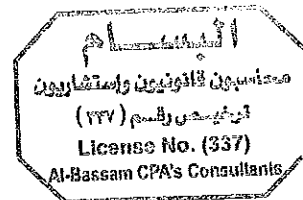
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9 Jumad Al- Awal 1432
13 April 2011



Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF FINANCIAL POSITION

As At 31 March 2011

	Notes	31 March 2011 (Unaudited) SR	31 December 2010 (Audited) SR
REINSURANCE OPERATIONS' ASSETS			
Cash and cash equivalents	4	2,419,538	3,935,529
Investments held at fair value through income statement	7	26,819,615	-
Premiums receivable		11,522,512	10,641,763
Accrued insurance premiums		71,270,598	28,750,649
Retroceded share of unearned premiums		56,993,048	34,253,299
Retroceded share of outstanding claims		50,145,218	39,410,609
Deferred acquisition costs		28,853,040	14,352,440
Prepaid expenses and other assets		1,361,901	1,435,111
Due from shareholders' operations		3,389,507	26,734,061
Property and equipment, net		2,448,910	2,345,905
TOTAL REINSURANCE OPERATIONS' ASSETS		255,223,887	161,859,366
SHAREHOLDERS' ASSETS			
Cash and cash equivalents	4	102,766,639	1,168,051
Time deposits	5	306,044,459	403,925,060
Accrued special commission income from time deposits		6,171,752	5,697,284
Accrued special commission income from bonds		1,320,491	2,996,077
Investments held at fair value through income statement	7	273,513,801	307,400,220
Held to maturity investments	8	212,493,089	211,322,003
Statutory deposit	6	100,000,000	100,000,000
Other assets		2,024,093	1,757,379
TOTAL SHAREHOLDERS' ASSETS		1,004,334,324	1,034,266,074
TOTAL ASSETS		1,259,558,211	1,196,125,440
REINSURANCE OPERATIONS' LIABILITIES			
Retrocession balances payable		13,396,565	15,362,298
Accrued retroceded premiums		35,672,220	16,024,650
Gross unearned premiums		103,038,635	54,120,481
Gross outstanding claims		75,946,938	57,170,229
Unearned commission income		17,754,365	10,409,218
Accrued expenses and other liabilities		8,897,209	7,825,791
Employees' end of service benefits		517,955	946,699
TOTAL REINSURANCE OPERATIONS' LIABILITIES		255,223,887	161,859,366
SHAREHOLDERS' LIABILITIES AND EQUITY			
SHAREHOLDERS' LIABILITIES			
Provision for zakat and income tax		26,768,112	21,359,836
Due to reinsurance operations		3,389,507	26,734,061
Other liabilities		2,024,093	1,757,379
TOTAL SHAREHOLDERS' LIABILITIES		32,181,712	49,851,276
SHAREHOLDERS' EQUITY			
Share capital		1,000,000,000	1,000,000,000
Statutory reserve		6,070,924	6,070,924
Accumulated Deficit		(33,918,312)	(21,656,126)
TOTAL SHAREHOLDERS' EQUITY		972,152,612	984,414,798
TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY		1,004,334,324	1,034,266,074
TOTAL REINSURANCE OPERATIONS' LIABILITIES AND SHAREHOLDERS' LIABILITIES AND EQUITY		1,259,558,211	1,196,125,440

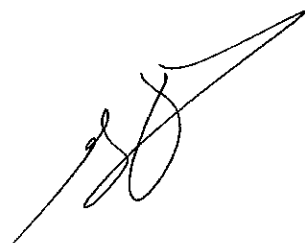
The accompanying notes 1 to 12 form an integral part of these interim condensed financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF REINSURANCE OPERATIONS (UNAUDITED)

For The Three Month Period Ended 31 March 2011

	Notes	31 March 2011 SR	31 March 2010 SR
Gross premiums written		79,682,282	43,504,317
Retroceded premiums		(39,975,945)	(27,268,471)
Net premiums written		39,706,337	16,235,846
Change in net unearned premiums		(26,178,406)	(10,897,371)
Net premiums earned		13,527,931	5,338,475
Net claims paid		(1,790,375)	(831,888)
Change in net outstanding claims		(8,042,101)	(6,206,764)
Gross acquisition costs		(8,392,763)	(4,075,725)
Commissions on retroceded business		5,351,141	3,143,140
Excess of loss expenses		(1,081,918)	(352,723)
Supervision and inspection fees		(349,233)	(176,867)
Net underwriting results		(777,318)	(3,162,352)
Unrealized gains on investments held at fair value through income statement	7	85,553	-
General and administrative expenses		(13,519,161)	(4,684,275)
Board of directors' remunerations and expenses	9	(101,942)	(334,648)
Net deficit from reinsurance operations results		(14,312,868)	(8,181,275)
Net deficit transferred to the interim statement of shareholders' operations		14,312,868	8,181,275
Net result for the period		-	-





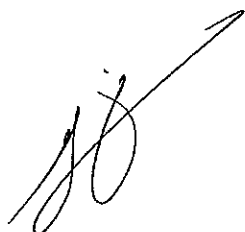
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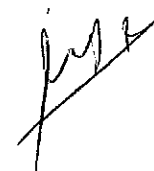
Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' OPERATIONS (UNAUDITED)

For The Three Month Period Ended 31 March 2011

	Notes	31 March 2011 SR	31 March 2010 SR
Special commission income from time deposits		2,967,121	2,702,401
Special commission income from bonds		2,294,584	1,262,654
Realized gains on investments held at fair value through income statement	7	5,348	359,412
Unrealized gains on investments held at fair value through income statement	7	833,442	727,852
Foreign exchange translation gains / (losses)		1,358,463	(2,513,855)
Other expenses		-	(23,484)
Net deficit transferred from reinsurance operations results		(14,312,868)	(8,181,275)
Net loss for the period		(6,853,910)	(5,666,295)
Loss per share for the period	11	(0.069)	(0.057)
Weighted average number of issued shares during the period		100,000,000	100,000,000





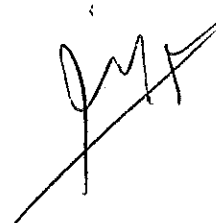
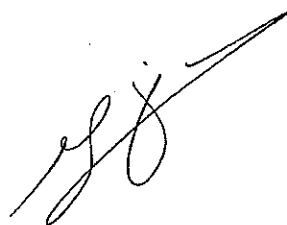
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Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' COMPREHENSIVE OPERATIONS (UNAUDITED)

For The Three Month Period Ended 31 March 2011

	31 March 2011 SR	31 March 2010 SR
Net loss for the period	(6,853,910)	(5,666,295)
Other comprehensive expenses:		
Zakat and income tax	(5,408,276)	(5,868,032)
Total comprehensive loss for the period	(12,262,186)	(11,534,327)



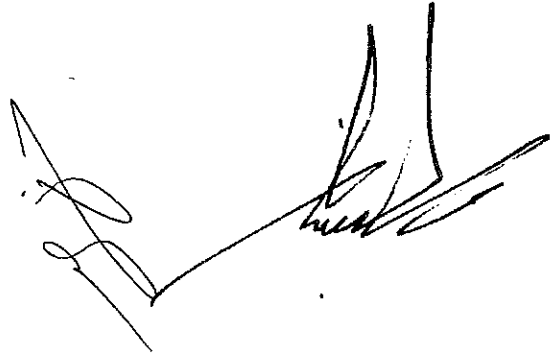
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Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)

For The Three Months Period Ended 31 March 2011

	GCC Founding Shareholders and general public				Non - GCC Founding Shareholders				Total			
	Share capital	Statutory reserve	Accumulated deficit	SR	Share capital	Statutory reserve	Retained Earnings	SR	Share capital	Statutory reserve	Accumulated deficit	SR
Balance as at 1 January 2010	941,000,000	5,712,740	(1,510,904)	59,000,000	358,184	1,072,550	1,072,550	1,000,000,000	6,070,924	(438,324)	1,005,632,600	
Net loss for the period	-	-	(5,331,884)	-	-	(334,311)	(334,311)	-	-	(5,666,295)	(5,666,295)	
Zakat & income tax	-	-	(5,868,032)	-	-	-	-	-	-	(5,868,032)	(5,868,032)	
Balance as at 31 March 2010	941,000,000	5,712,740	(12,710,920)	59,000,000	358,184	738,239	738,239	1,000,000,000	6,070,924	(11,972,651)	994,098,273	
Balance as at 1 January 2011	941,000,000	5,712,740	(22,731,352)	59,000,000	358,184	1,075,236	1,075,236	1,000,000,000	6,070,924	(21,656,126)	984,414,798	
Net loss for the period	-	-	(6,449,529)	-	-	(404,381)	(404,381)	-	-	(6,853,910)	(6,853,910)	
Zakat & income tax	-	-	(5,408,276)	-	-	-	-	-	-	(5,408,276)	(5,408,276)	
Balance as at 31 March 2011	941,000,000	5,712,740	(34,589,167)	59,000,000	358,184	670,855	670,855	1,000,000,000	6,070,924	(33,918,312)	972,152,612	



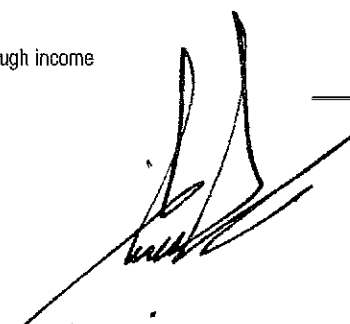
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Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF REINSURANCE OPERATIONS' CASH FLOWS (UNAUDITED)

For The Three Month Period Ended 31 March 2010

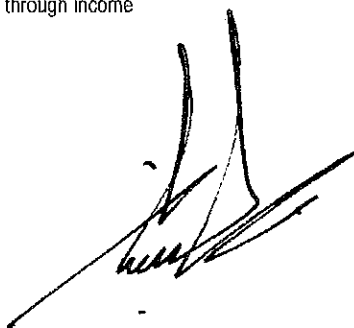
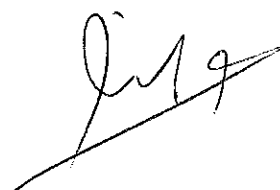
	31 March 2011 SR	31 March 2010 SR
OPERATING ACTIVITIES		
Net result for the period	-	-
Adjustments for:		
Employees' end of service benefits	164,436	152,308
Depreciation	261,587	255,331
Unrealized gains on investments held at fair value through income Statement	(85,553)	-
Gains from disposal of property and equipment	(146,695)	-
Operating profit before changes in operating assets and liabilities	193,775	407,639
Changes in operating assets and liabilities:		
Premiums receivable	(880,749)	5,826,376
Accrued insurance premiums	(42,519,949)	(21,512,553)
Retroceded share of unearned premiums	(22,739,749)	(17,263,542)
Retroceded share of outstanding claims	(10,734,609)	(11,084,653)
Deferred acquisition costs	(14,500,600)	(8,212,468)
Prepaid expenses and other assets	73,210	(102,619)
Due from shareholders' operations	(3,389,508)	(8,343,039)
Retrocession balances payable	(1,965,733)	3,519,927
Accrued retroceded premiums	19,647,570	12,573,814
Gross unearned premiums	48,918,154	28,160,912
Gross outstanding claims	18,776,709	17,291,416
Unearned commission income	7,345,147	5,814,886
Accrued expenses and other liabilities	1,071,418	(1,719,032)
Employees' end of service benefits paid	(593,180)	-
Net cash (used in) / from operating activities	(1,298,094)	5,357,064
INVESTING ACTIVITIES		
Purchase of property and equipment	(367,897)	(60,433)
Proceeds from disposal of property and equipment	150,000	-
Net cash used in investing activities	(217,897)	(60,433)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,515,991)	5,296,631
Cash and cash equivalents at the beginning of the period	3,935,529	2,716,710
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	2,419,538	8,013,341
Non cash transactions:		
Transfer of investments held at fair value through income Statement from shareholders' operations	26,734,062	-


The accompanying notes 1 to 12 form an integral part of these interim condensed financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)
INTERIM STATEMENT OF SHAREHOLDERS' CASH FLOWS (UNAUDITED)
 For The Three Month Ended 31 March 2011

	31 March 2011 SR	31 March 2010 SR
OPERATING ACTIVITIES		
Net loss for the period	(6,853,910)	(5,666,295)
Adjustments for:		
Realized gains on investments held at fair value through income statement	(5,348)	(359,412)
Unrealized gains on investments held at fair value through income Statement	(833,442)	(727,852)
Operating deficit before changes in operating assets and liabilities:	(7,692,700)	(6,753,559)
Changes in operating assets and liabilities:		
Due to reinsurance operations	3,389,508	8,343,039
Other assets	(266,714)	(257,266)
Other liabilities	266,714	257,266
Net cash (used in) / from operating activities	(4,303,192)	1,589,480
INVESTING ACTIVITIES		
Proceeds from investments held at fair value through income statement	7,991,147	508,000,000
Accrued special commission income from time deposits	(474,468)	1,041,350
Accrued special commission income from bonds	1,675,586	(117,147)
Investments held at fair value through income statement	-	(458,000,000)
Time deposits, net	97,880,601	49,081,411
Held to maturity investments	(1,171,086)	(96,534,669)
Net cash from investing activities	105,901,780	3,470,945
NET CHANGE IN CASH AND CASH EQUIVALENTS	101,598,588	5,060,425
Cash and Cash equivalents at the beginning of the period	1,168,051	1,945,304
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	102,766,639	7,005,729
Non cash transactions:		
Transfer of investments held at fair value through income Statement to reinsurance operations	(26,734,062)	-

The accompanying notes 1 to 12 form an integral part of these interim condensed financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For The Three Month Period Ended 31 March 2011

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

Saudi Reinsurance Company (the "Company") is a Saudi joint stock company registered in the Kingdom of Saudi Arabia under commercial registration number 1010250125 dated 12 Jumad Al-Awal 1429H (corresponding to 17 May 2008). The address of the Company's registered office is at P.O. Box 30025, Riyadh 11372, 6th Floor, Arch Towers, King Fahd Road, Riyadh, Kingdom of Saudi Arabia.

The objective of the Company is to transact cooperative reinsurance and related activities inside and outside the Kingdom of Saudi Arabia.

2. BASIS OF PREPARATION

The interim condensed financial statements for the three month period ended 31 March 2011 have been prepared in accordance with IAS 34 - Interim Financial Reporting.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's financial statements as at 31 December 2010.

In management's opinion, the interim condensed financial statements reflect all adjustments (which include normal recurring adjustments) necessary to present fairly the results of operations for the interim period presented. The Company's interim results may not be indicative of its annual results.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim condensed financial statements have been prepared on a historical cost basis, modified to include the measurement at fair value of investments held at fair value through income statement.

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2010. The new standards, amendments to standards and interpretations which are mandatory for the first time for the financial year beginning 1 January 2011, did not result in material amendments to the presentation and disclosure of the accompanying interim condensed financial statements.

4. CASH AND CASH EQUIVALENTS

	31 March 2011 (Unaudited)		31 December 2010 (Audited)	
	Reinsurance operations SR	Shareholders' operations SR	Reinsurance operations SR	Shareholders' operations SR
Cash in hand	-	20,000	-	6,252
Cash at banks	2,419,538	2,406,348	3,935,529	1,161,799
Time deposits	-	100,340,291	-	-
	<u>2,419,538</u>	<u>102,766,639</u>	<u>3,935,529</u>	<u>1,168,051</u>

The time deposits represent deposits with banks with maturity period of three months or less from the date of original acquisition. Such deposits earn special commission income at a rate of 0.75% per annum (31 December 2010: Nil).

The time deposits are placed with counterparties that have a good credit rating.

The carrying amounts of the time deposits reasonably approximate the fair value at the interim statement of financial position date.

5. TIME DEPOSITS

The time deposits represent deposits with banks with maturity period of more than three months from the date of original acquisition. Such deposits earn special commission income at a rate of 3.47% per annum (31 December 2010: 3.91% per annum).

The time deposits are placed with counterparties that have a good credit rating.

The carrying amounts of the time deposits reasonably approximate the fair value at the interim statement of financial position date

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (continued)

For The Three Month Period Ended 31 March 2011

6. STATUTORY DEPOSIT

The Company has deposited an amount of SR 100 million with a local bank representing the statutory deposit of 10% of its paid-up capital as required by the Implementing Regulations of the "Law On Supervision of Cooperative Insurance Companies" issued by the Saudi Arabian Monetary Agency. This statutory deposit cannot be withdrawn without the consent of the Saudi Arabian Monetary Agency.

7. INVESTMENTS HELD AT FAIR VALUE THROUGH INCOME STATEMENT

Investments held at fair value through income statement represent units in investment funds at local banks.

The movements of investments held at fair value through income statement is as follows:

	For the three months period ended 31 March 2011 (Unaudited) SR		For the year ended 31 December 2010 (Audited) SR	
	Reinsurance operations	shareholders' operations	Reinsurance operations	shareholders' operations
Opening balance	-	307,400,220	-	573,632,717
Subscriptions	-	-	-	523,200,000
Disposals	-	(7,991,147)	-	(794,003,090)
Transfer from shareholders' operations to reinsurance operations	26,734,062	(26,734,062)	-	-
Unrealized gains	85,553	833,442	-	2,915,876
Realized gains	-	5,348	-	1,654,717
Ending balance	26,819,615	273,513,801	-	307,400,220

The resulting effect of disposal of units in investment funds during the three month period ended 31 March on the realized gains in the interim statement of shareholders' operations is as follows:

	2011 (Unaudited) SR	2010 (Unaudited) SR
Proceeds from disposal of units	7,991,147	508,000,000
Less: Historical cost of disposed units	(7,923,052)	(502,170,473)
	68,095	5,829,527
Less: Accumulated unrealized gains for disposed units until 31 December 2010 and 2009 which were recognized in previous periods in the interim statement of shareholders' operations	(62,747)	(5,470,115)
Realized gains from disposed units for the period	5,348	359,412

8. HELD TO MATURITY INVESTMENTS

The held to maturity investments represent debt instruments with a 4 to 10 year time horizon yielding an average special commission income of 4.33% per annum (31 December 2010: 4.35% per annum).

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (continued)

For The Three Month Period Ended 31 March 2011

9. RELATED PARTY TRANSACTIONS AND BALANCES

The following are the details of major related party transactions during the period and balances at the end of the period/year:

Related party	Nature of transactions	Amount of transactions for the three month period ended		Balance as at 31 March 2011 (Unaudited) SR	Balance as at 31 December 2010 (Audited) SR
		31 March 2011 (Unaudited) SR	31 March 2010 (Unaudited) SR		
Board of directors	Consulting fees	-	363,624	-	-
	Remunerations	-	225,000	257,130	257,130
	Expenses	101,942	109,648	152,750	132,000
Key management personnel	Short term benefits	5,272,300	1,360,555	375,000	4,500,000
	End of service benefits	72,429	83,094	149,433	647,609

Balances with related parties are included in accrued expenses and other liabilities as shown in the interim statement of financial position.

10. SEGMENTAL INFORMATION

Consistent with the Company's internal reporting process, business and geographical segments have been approved by Management in respect of the Company's activities, assets and liabilities as stated below.

Segment results do not include unrealized gains on investments held at fair value through income statement, general and administrative expenses, and board of directors' remuneration and expenses.

Segment assets do not include cash and cash equivalents of reinsurance operations, investments held at fair value through income statement, prepaid expenses and other assets, due from shareholders' operations and property and equipment, net.

Segment liabilities do not include accrued expenses and other liabilities and employees' end of service benefits.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (continued)

For The Three Month Period Ended 31 March 2011

10. SEGMENTAL INFORMATION (continued)

10.1 Business segments

	Engineering SR	Fire SR	Marine SR	Motor SR	Others SR	Total SR
For the three month period ended 31 March 2011 (Unaudited)						
Reinsurance operations						
Gross premiums written	18,676,830	33,282,405	13,728,669	8,543,684	5,450,694	79,682,282
Retroceded premiums	(10,309,370)	(20,145,607)	(7,025,449)	(141)	(2,495,378)	(39,975,945)
Net premiums written	8,367,460	13,136,798	6,703,220	8,543,543	2,955,316	39,706,337
Change in net unearned premiums	(6,268,195)	(8,296,467)	(4,458,170)	(5,130,991)	(2,024,583)	(26,178,406)
Net premiums earned	2,099,265	4,840,331	2,245,050	3,412,552	930,733	13,527,931
Net claims paid	(143,918)	(339,920)	(163,308)	(1,182,392)	39,163	(1,790,375)
Change in net outstanding claims	(542,029)	(2,342,327)	(883,622)	(3,969,240)	(304,883)	(8,042,101)
Gross acquisition costs	(1,734,563)	(3,642,253)	(1,800,125)	(626,759)	(589,063)	(8,392,763)
Commissions on retroceded business	1,260,257	2,586,667	1,125,679	-	378,538	5,351,141
Excess of loss expenses	(305,394)	(404,195)	(57,910)	(71,908)	(242,511)	(1,081,918)
Supervision and inspection fees	(84,358)	(137,574)	(61,435)	(40,858)	(25,008)	(349,233)
Net underwriting results	549,260	560,729	404,329	(2,478,605)	186,969	(777,318)
Other items						
Depreciation	61,314	109,262	45,070	28,048	17,893	261,587
For the three months period ended 31 March 2010 (Unaudited)						
Reinsurance operations						
Gross premiums written	9,846,162	17,956,347	7,312,232	5,065,016	3,324,560	43,504,317
Retroceded premiums	(7,052,953)	(12,840,557)	(5,112,796)	-	(2,262,165)	(27,268,471)
Net premiums written	2,793,209	5,115,790	2,199,436	5,065,016	1,062,395	16,235,846
Change in net unearned premiums	(2,003,243)	(3,083,393)	(1,434,295)	(3,664,704)	(711,736)	(10,897,371)
Net premiums earned	789,966	2,032,397	765,141	1,400,312	350,659	5,338,475
Net claims paid	(15,002)	(355,575)	(98,921)	(371,655)	9,265	(831,888)
Change in net outstanding claims	(181,426)	(5,007,414)	(212,140)	(504,575)	(301,209)	(6,206,764)
Gross acquisition costs	(789,644)	(1,874,687)	(847,282)	(271,991)	(292,121)	(4,075,725)
Commissions on retroceded business	667,875	1,572,511	670,362	-	232,392	3,143,140
Excess of loss expenses	(115,086)	(96,929)	(16,334)	(19,829)	(104,545)	(352,723)
Supervision and inspection fees	(42,785)	(72,270)	(26,799)	(23,119)	(11,894)	(176,867)
Net underwriting results	313,898	(3,801,967)	234,027	209,143	(117,453)	(3,162,352)
Other items						
Depreciation	57,789	105,388	42,917	29,727	19,510	255,331
As at 31 March 2011 (Unaudited)						
Segment assets	51,281,155	91,383,824	37,694,941	23,458,475	14,966,021	218,784,416
Segment liabilities	57,615,416	102,671,577	42,351,029	26,356,072	16,814,629	245,808,723
As at 31 December 2010 (Audited)						
Segment assets	37,641,420	55,764,607	15,030,021	11,839,019	7,133,693	127,408,760
Segment liabilities	45,227,718	67,003,474	18,059,188	14,225,070	8,571,426	153,086,876

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (continued)

For The Three Month Period Ended 31 March 2011

10. SEGMENTAL INFORMATION (continued)

10.2 Geographical segments

	Kingdom of Saudi Arabia SR	Other Middle Eastern countries SR	Africa SR	Total SR
For the three month period ended 31 March 2011 (Unaudited)				
Reinsurance operations				
Gross premiums written	69,846,534	8,258,871	1,576,877	79,682,282
Retroceded premiums	(34,198,265)	(4,863,852)	(913,828)	(39,975,945)
Net premiums written	35,648,269	3,395,019	663,049	39,706,337
Change in net unearned premiums	(24,137,110)	(1,660,059)	(381,237)	(26,178,406)
Net premiums earned	11,511,159	1,734,960	281,812	13,527,931
Net claims paid	(1,724,757)	(56,654)	(8,964)	(1,790,375)
Change in net outstanding claims	(7,390,389)	(613,175)	(38,537)	(8,042,101)
Gross acquisition costs	(7,003,458)	(1,179,197)	(210,108)	(8,392,763)
Commissions on retroceded business	4,460,048	746,505	144,588	5,351,141
Excess of loss expenses	(875,180)	(145,551)	(61,187)	(1,081,918)
Supervision and inspection fees	(349,233)	-	-	(349,233)
Net underwriting results	(1,371,810)	486,888	107,604	(777,318)
Other items				
Depreciation	229,298	27,113	5,176	261,587
For the three month period ended 31 March 2010 (Unaudited)				
Reinsurance operations				
Gross premiums written	35,267,331	7,721,229	515,757	43,504,317
Retroceded premiums	(22,082,512)	(4,826,567)	(359,392)	(27,268,471)
Net premiums written	13,184,819	2,894,662	156,365	16,235,846
Change in net unearned premiums	(8,954,494)	(1,988,207)	45,330	(10,897,371)
Net premiums earned	4,230,325	906,455	201,695	5,338,475
Net claims paid	(853,948)	36,825	(14,765)	(831,888)
Change in net outstanding claims	(5,490,052)	(690,677)	(26,035)	(6,206,764)
Gross acquisition costs	(3,238,928)	(567,729)	(269,088)	(4,075,725)
Commissions in retroceded business	2,507,140	434,431	201,569	3,143,140
Excess of loss expenses	(225,257)	(105,713)	(21,753)	(352,723)
Supervision and inspection fees	(176,867)	-	-	(176,867)
Net underwriting results	(3,247,587)	13,592	71,643	(3,162,352)
Other items				
Depreciation	206,989	45,317	3,025	255,331
As at 31 March 2011 (Unaudited)				
Reinsurance operations				
Segment assets	191,778,309	22,676,463	4,329,644	218,784,416
Segment liabilities	215,466,813	25,477,466	4,864,444	245,808,723
As at 31 December 2010 (Audited)				
Reinsurance operations				
Segment assets	101,589,165	22,145,008	3,674,587	127,408,760
Segment liabilities	122,063,569	26,608,139	4,415,168	153,086,876

11. LOSS PER SHARE

Loss per share for the three months period ended 31 March 2011 and 2010 has been calculated by dividing net loss for the related period by the weighted average number of ordinary issued and outstanding shares at the end of the related period.

12. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements have been approved by the Board of Directors on 9 Jumad Al- Awal 1432 corresponding to 13 April 2011.