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**SAUDI REINSURANCE COMPANY**  
(A SAUDI JOINT STOCK COMPANY)

**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS  
FOR THE THREE AND SIX MONTH PERIODS ENDED 30 JUNE 2009**

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**REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENTS  
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 – A Saudi Joint Stock Company (the “Company”) as at 30 June 2009, and the related interim statements of reinsurance operations, shareholders’ operations and shareholders’ comprehensive operations for the three and six month periods then ended and changes in shareholders’ equity, reinsurance operations and shareholders’ cash flows for the six month period then ended and the notes which form 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 MATTERS:**

We draw attention to the following:

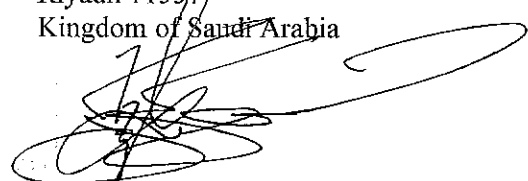
- These interim condensed financial statements are prepared in accordance with International Accounting Standard (IAS 34) and not in accordance with the Standard on Interim Financial Reporting issued by SOCPA.
- As described in note 2, the Company has not issued the interim condensed financial statements for the period from 1 May 2008 to 30 June 2008 and neither these interim condensed financial statements were published nor the related review report was issued.

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22 Rajab 1430H  
15 July 2009

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF FINANCIAL POSITION

At 30 June 2009

	Notes	30 June 2009 (Unaudited) SR	31 December 2008 (Audited) SR
<b><u>REINSURANCE OPERATIONS' ASSETS</u></b>			
Cash and cash equivalents	4	1,760,545	33,604
Premiums receivable		6,528,161	2,257,167
Accrued Insurance Premiums		12,864,022	-
Retroceded share of unearned premiums		14,184,347	2,357,805
Retroceded share of outstanding claims		3,986,032	158,616
Deferred acquisition costs		5,120,932	612,007
Prepaid expenses and other assets		934,241	426,427
Due from shareholders' operations		362,805	196,048
Property and equipment, net		3,438,016	3,689,719
<b>TOTAL REINSURANCE OPERATIONS' ASSETS</b>		<b>49,179,101</b>	<b>9,731,393</b>
<b><u>SHAREHOLDERS' ASSETS</u></b>			
Cash and cash equivalents	4	103,737,907	412,330,351
Time deposit	5	102,370,000	600,000,000
Statutory deposit	6	100,000,000	-
Accrued special commission income from time deposits		1,329,388	13,720,726
Investment held at fair value through income statement	7	724,063,374	-
Other assets		77,500	-
<b>TOTAL SHAREHOLDERS' ASSETS</b>		<b>1,031,578,169</b>	<b>1,026,051,077</b>
<b>TOTAL ASSETS</b>		<b>1,080,757,270</b>	<b>1,035,782,470</b>
<b><u>REINSURANCE OPERATIONS' LIABILITIES</u></b>			
Retrocession balances payable		6,467,499	1,913,175
Accrued retroceded premiums		7,976,457	-
Gross unearned premiums		21,076,608	2,891,122
Gross outstanding claims		6,036,084	202,623
Unearned commission income		4,142,169	612,814
Accrued expenses and other liabilities		3,018,564	3,745,127
Employees end of service benefits		461,720	366,532
<b>TOTAL REINSURANCE OPERATIONS' LIABILITIES</b>		<b>49,179,101</b>	<b>9,731,393</b>
<b><u>SHAREHOLDERS' LIABILITIES AND EQUITY</u></b>			
<b>SHAREHOLDERS' LIABILITIES</b>			
Provision for zakat and income tax		12,667,176	329,606
Due to reinsurance operations		362,805	196,048
Other liabilities		77,500	-
<b>TOTAL SHAREHOLDERS' LIABILITIES</b>		<b>13,107,481</b>	<b>525,654</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital		1,000,000,000	1,000,000,000
Statutory reserve		5,105,085	5,105,085
Retained earnings		13,365,603	20,420,338
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>1,018,470,688</b>	<b>1,025,525,423</b>
<b>TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY</b>		<b>1,031,578,169</b>	<b>1,026,051,077</b>
<b>TOTAL REINSURANCE OPERATIONS' LIABILITIES AND SHAREHOLDERS' LIABILITIES AND EQUITY</b>		<b>1,080,757,270</b>	<b>1,035,782,470</b>

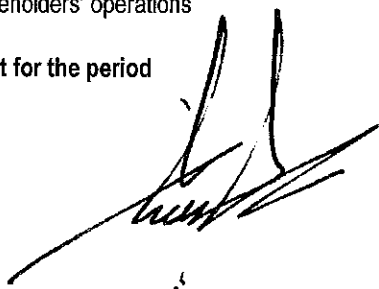
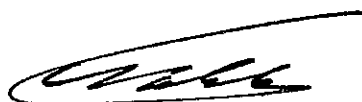
The accompanying notes 1 to 11 form an integral part of these interim condensed financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF REINSURANCE OPERATIONS (UNAUDITED)

For The Three And Six Month Periods Ended 30 June 2009

Note	For The Three Month Period Ended 30 June 2009 SR	For The Six Month Period Ended 30 June 2009 SR	For The Period from 1 May 2008 To 30 June 2008 SR
Gross premiums written	17,749,734	25,804,944	-
Retroceded premiums	(11,479,589)	(16,962,463)	-
<b>Net premiums written</b>	<b>6,270,145</b>	<b>8,842,481</b>	<b>-</b>
Change in net unearned premiums	(4,270,838)	(6,358,944)	-
<b>Net premiums earned</b>	<b>1,999,307</b>	<b>2,483,537</b>	<b>-</b>
Net claims paid	(85,865)	(85,865)	-
Change in net outstanding claims	(1,272,825)	(1,595,429)	-
Acquisition costs	(1,468,829)	(1,836,962)	-
Commissions on retroceded business	1,176,328	1,487,226	-
Excess of loss expenses	(467,532)	(940,612)	-
<b>Net underwriting results</b>	<b>(119,416)</b>	<b>(488,105)</b>	<b>-</b>
General and administrative expenses	(5,061,346)	(9,363,499)	(2,865,274)
Board of directors remunerations and expenses 8	(335,245)	(624,109)	(283,841)
<b>Net deficit from reinsurance operations</b>	<b>(5,516,007)</b>	<b>(10,475,713)</b>	<b>(3,149,115)</b>
Net deficit transferred to the interim statement of shareholders' operations	5,516,007	10,475,713	(3,149,115)
<b>Net result for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>

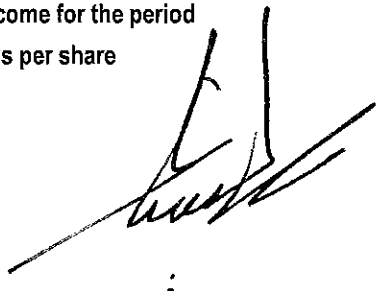
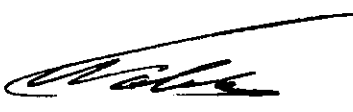
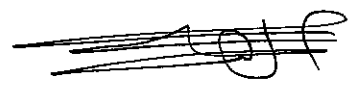

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Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' OPERATIONS (UNAUDITED)

For The Three And Six Month Periods Ended 30 June 2009

	For The Three Month Period Ended 30 June 2009 SR	For The Six Month Period Ended 30 June 2009 SR	For The Period from 1 May 2008 To 30 June 2008 SR
Special commission income from time deposits	2,017,568	12,395,175	3,136,827
Fair value gains on investments held at fair value through income statement	2,457,859	3,363,373	-
Net deficit transferred from reinsurance operations	(5,516,007)	(10,475,713)	(3,149,115)
<b>Net (deficit) income for the period before income from pre-incorporation</b>	<b>(1,040,580)</b>	<b>5,282,835</b>	<b>(12,288)</b>
Net income from pre-incorporation	-	-	8,241,771
<b>Net (deficit) income for the period</b>	<b>(1,040,580)</b>	<b>5,282,835</b>	<b>8,229,483</b>
<b>(Loss) Earnings per share</b>	<b>(0.0104)</b>	<b>0.0528</b>	<b>0.0823</b>

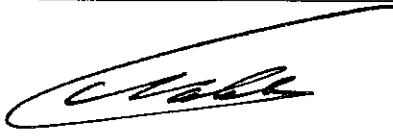
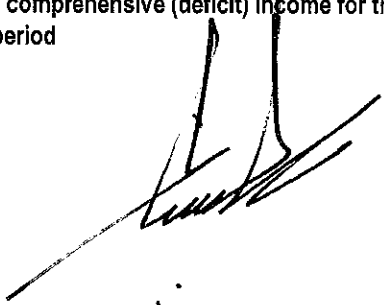
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Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' COMPREHENSIVE OPERATIONS (UNAUDITED)

For The Three And Six Month Periods Ended 30 June 2009

	For The Three Month Period Ended 30 June 2009 SR	For The Six Month Period Ended 30 June 2009 SR	For The Period from 1 May 2008 To 30 June 2008 SR
Net (deficit) income for the period	(1,040,580)	5,282,835	8,229,483
Other comprehensive expenses:			
Zakat and income tax	(6,121,833)	(12,337,570)	(97,100)
Total comprehensive (deficit) income for the period	(7,162,413)	(7,054,735)	8,132,383



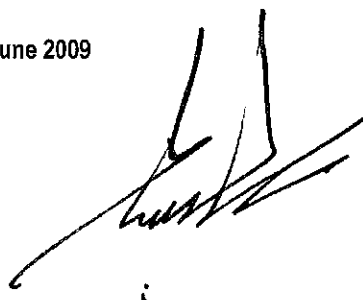
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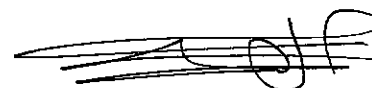
Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)

For The Six Month Period Ended 30 June 2009

	<u>Share capital</u> SR	<u>Statutory</u> <u>reserve</u> SR	<u>Retained</u> <u>earnings</u> SR	<u>Total</u> SR
Balance at 1 May 2008	1,000,000,000	-	-	1,000,000,000
Net income for the period	-	-	8,229,483	8,229,483
Income tax	-	-	(97,100)	(97,100)
Transfer to statutory reserve	-	1,626,477	(1,626,477)	-
<b>Balance at 30 June 2008</b>	<b>1,000,000,000</b>	<b>1,626,477</b>	<b>6,505,906</b>	<b>1,008,132,383</b>
Balance at 1 January 2009	1,000,000,000	5,105,085	20,420,338	1,025,525,423
Net income for the period	-	-	5,282,835	5,282,835
Zakat and income tax	-	-	(12,337,570)	(12,337,570)
<b>Balance at 30 June 2009</b>	<b>1,000,000,000</b>	<b>5,105,085</b>	<b>13,365,603</b>	<b>1,018,470,688</b>





The accompanying notes 1 to 11 form an integral part of these interim condensed financial statements.



Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF REINSURANCE OPERATIONS CASH FLOWS (UNAUDITED)

For The Six Month Period Ended 30 June 2009

Note	For The Six Month Period Ended 30 June 2009 SR	For The Period from 1 May 2008 To 30 June 2008 SR
<b>OPERATING ACTIVITIES</b>		
Net result for the period	-	-
Adjustments for:		
Employees end of service benefits	95,188	257,381
Depreciation	457,689	297,870
	<hr/>	<hr/>
Operating profit before changes in operating assets and liabilities:	552,877	555,251
Premiums receivable	(4,270,994)	-
Accrued Insurance Premiums	(12,864,022)	-
Retroceded share of unearned premiums	(11,826,542)	-
Retroceded share of outstanding claims	(3,827,416)	-
Deferred acquisition costs	(4,508,925)	-
Prepaid expenses and other assets	(507,814)	(186,645)
Due from / to shareholders' operations	(166,757)	1,657,914
Retrocession balances payable	4,554,324	-
Accrued retroceded premiums	7,976,457	-
Gross unearned premiums	18,185,486	-
Gross outstanding claims	5,833,461	-
Unearned commission income	3,529,355	-
Accrued expenses and other liabilities	(726,563)	1,941,412
	<hr/>	<hr/>
<b>Net cash from operating activities</b>	1,932,927	3,967,932
<b>INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(205,986)	(3,967,932)
	<hr/>	<hr/>
<b>Net cash used in investing activities</b>	(205,986)	(3,967,932)
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>		
	1,726,941	-
Cash and cash equivalents at the beginning of the period	33,604	-
	<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	4 1,760,545	-

The accompanying notes 1 to 11 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 Six Month Period Ended 30 June 2009

	For The Six Month Period Ended 30 June 2009	For The Period from 1 May 2008 To 30 June 2008
<b>OPERATING ACTIVITIES</b>		
Net income for the period	5,282,835	8,229,483
<b>Changes in operating assets and liabilities:</b>		
Statutory deposit	(100,000,000)	-
Due to reinsurance operations	166,757	(1,657,914)
Other assets	(77,500)	(170,259)
Other Liabilities	77,500	-
<b>Net cash (used in) from operating activities</b>	<b>(94,550,408)</b>	<b>6,401,310</b>
<b>INVESTING ACTIVITIES</b>		
Accrued special commission income from time deposits	12,391,338	-
Investments held at fair value through income statement	(724,063,374)	-
Time deposit	497,630,000	-
<b>Net cash used in investing activities</b>	<b>(214,042,036)</b>	<b>-</b>
<b>FINANCING ACTIVITIES</b>		
Issue of share capital	-	1,000,000,000
<b>Net cash from financing activities</b>	<b>-</b>	<b>1,000,000,000</b>
<b>(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(308,592,444)</b>	<b>1,006,401,310</b>
Cash and cash equivalents at the beginning of the period	412,330,351	-
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>103,737,907</b>	<b>1,006,401,310</b>

Note

4

The accompanying notes 1 to 11 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**  
For The Three and Six Month Periods Ended 30 June 2009

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**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 Awal 1429H (corresponding to 17 May 2008). The address of the Company's registered office is at P.O. Box 30025, Riyadh 11372, 6<sup>th</sup> Floor, Arch Towers, King Fahd Road, 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 and six month periods ended 30 June 2009 have been prepared in accordance with IAS 34 - Interim Financial Reporting.

The Company has not issued the interim condensed financial statements for the period from 1 May 2008 to 30 June 2008 and neither these interim condensed financial statements were published nor the related review report was issued as the Capital Market Authority has exempted the Company from the requirements of publishing the quarterly interim financial statements for the year 2008.

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 2008.

**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 financial statements for the period ended 31 December 2008, except for the impact of the adoption of the new standards and accounting policies noted below:

**New Standards adopted:**

The following are the new standards adopted by the Company during the current period:

- IFRS 8 - Operating Segments
- IAS 1 - Presentation of financial statements (Revised)

The application of the above Standards has resulted in amendments to the presentation of the interim condensed financial statements.

**Investments held at fair value through income statement**

Investments held at fair value through income statement are investments designated at fair value through income statement at inception. For investments designated as at fair value through income statement, the following criteria must be met:

- The designation eliminates or significantly reduces the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on a different basis, or
- The assets and liabilities are part of a group of financial assets, financial liabilities or both which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy.

These investments are initially recorded at fair value. Subsequent to initial recognition, these investments are measured at fair value.

Fair value adjustments and realised gains and losses are recognized in the interim statement of shareholders' operations.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS - continued

For The Three and Six Month Periods Ended 30 June 2009

4. CASH AND CASH EQUIVALENTS

	30 June 2009 (Unaudited)		31 December 2008 (Audited)	
	Reinsurance SR	Shareholders SR	Reinsurance SR	Shareholders SR
Cash in hand	-	28,045	-	28,045
Cash at banks	1,760,545	1,339,918	33,604	302,306
Time deposits	-	102,369,944	-	412,000,000
	<u>1,760,545</u>	<u>103,737,907</u>	<u>33,604</u>	<u>412,330,351</u>

Cash at banks and time deposits are placed with counterparties who have investment grade credit ratings.

Time deposits are made for varying periods of between one day and three months depending on the immediate cash requirements of the Company. All deposits are subject to an average variable commission rate of 2.16% per annum (31 December 2008: 4.75%).

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

5. TIME DEPOSIT

The time deposit represents a deposit with a foreign bank with a maturity of more than three months from the date of original acquisition and earns special commission income at a rate of 6% per annum (31 December 2008: 6.16%).

The time deposit is placed with a counterparty that has a good credit rating.

The carrying amount of the time deposit reasonably approximates fair value at the interim statement of financial position date.

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 mutual funds at local banks.

8. 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:

Related party	Nature of transactions	Amount of	Balance at	Balance at
		transactions for the six month period ended 30 June 2009 (Unaudited) SR	30 June 2009 (Unaudited) SR	31 December 2008 (Audited) SR
Directors	Consulting fees	732,500	132,500	244,000
	Remunerations and expenses	624,109	655,500	1,040,000
Key management personnel	Short term benefits	1,867,300	750,000	700,000
	End of service benefits	89,275	324,623	235,348
Others	Consulting fees	46,000	46,000	150,000

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

# Saudi Reinsurance Company (A Saudi Joint Stock Company)

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS - continued

For The Three and Six Month Periods Ended 30 June 2009

### 9. 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 general and administrative expenses, and board of directors remuneration and expenses.

Segment assets do not include reinsurance operations cash and cash equivalents, prepayments and other assets, due from shareholders' operations, property and equipment, net.

Segment liabilities do not include accrued expenses and other liabilities, due to shareholders operations, employees' end of service benefits, provision for zakat and income tax and due to reinsurance operations.

#### 9.1 Business segments

	Engineering SR	Fire SR	Marine SR	Motor SR	Others SR	Shareholders SR	Total SR
<b>For the six month period ended 30 June 2009 (Unaudited)</b>							
<b>Reinsurance operations</b>							
Gross premiums written	6,811,648	10,239,634	5,327,329	2,396,089	1,030,244	-	25,804,944
Retroceded premiums	(5,028,806)	(7,530,745)	(3,701,974)	-	(700,938)	-	(16,962,463)
Net premiums written	1,782,842	2,708,889	1,625,355	2,396,089	329,306	-	8,842,481
Change in net unearned premiums	(1,323,935)	(1,926,892)	(1,061,664)	(1,804,462)	(241,991)	-	(6,358,944)
Net premiums earned	458,907	781,997	563,691	591,627	87,315	-	2,483,537
Net claims paid	(55)	(59,815)	(424)	(21,163)	(4,408)	-	(85,865)
Change in net outstanding claims	(264,612)	(443,510)	(292,910)	(553,474)	(40,923)	-	(1,595,429)
Acquisition costs	(421,157)	(686,258)	(538,132)	(129,647)	(61,768)	-	(1,836,962)
Commissions on retroceded business	384,797	612,685	438,830	-	50,914	-	1,487,226
Excess of loss expenses	(360,184)	(281,383)	(148,273)	(250,222)	99,450	-	(940,612)
<b>Net underwriting results</b>	<b>(202,304)</b>	<b>(76,284)</b>	<b>22,782</b>	<b>(362,879)</b>	<b>130,580</b>	<b>-</b>	<b>(488,105)</b>
<b>Shareholders' operations</b>							
Special commission income from time deposits	-	-	-	-	-	-	12,395,175
Fair value gains on investment held at fair value through income statement	-	-	-	-	-	-	3,363,373
Net deficit transferred from reinsurance operations	-	-	-	-	-	-	(10,475,713)
<b>Net income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,282,835</b>
<b>At 30 June 2009 (Unaudited)</b>							
Segment assets	13,229,095	17,780,925	7,976,254	2,067,927	1,629,292	1,031,578,169	1,074,261,662
Segment liabilities	14,320,807	18,588,644	8,803,861	2,357,555	1,627,950	13,107,481	58,806,298
<b>At 31 December 2008 (Audited)</b>							
Segment assets	4,306,150	950,900	128,545	-	-	1,026,051,077	1,031,436,672
Segment liabilities	4,407,531	1,085,425	126,778	-	-	525,654	6,145,388

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS - continued

For The Three and Six Month Periods Ended 30 June 2009

9. SEGMENTAL INFORMATION (continued)

9.2 Geographical segments

	Kingdom of Saudi Arabia SR	Other Middle Eastern countries SR	Africa SR	Total SR
<b>For the six month period ended 30 June 2009 (Unaudited)</b>				
<b>Reinsurance operations</b>				
Gross premiums written	21,632,341	2,302,305	1,870,298	25,804,944
Retroceded premiums	(14,296,994)	(1,415,208)	(1,250,261)	(16,962,463)
Net premiums written	7,335,347	887,097	620,037	8,842,481
Change in net unearned premiums	(5,373,786)	(592,123)	(393,035)	(6,358,944)
Net premiums earned	1,961,561	294,974	227,002	2,483,537
Net claims paid	(85,865)	-	-	(85,865)
Change in net outstanding claims	(1,311,177)	(184,582)	(99,670)	(1,595,429)
Acquisition costs	(1,544,092)	(72,528)	(220,342)	(1,836,962)
Commissions on retroceded business	1,234,493	75,427	177,306	1,487,226
Excess of loss expenses	(704,096)	(132,594)	(103,922)	(940,612)
<b>Net underwriting results</b>	<b>(449,176)</b>	<b>(19,303)</b>	<b>(19,626)</b>	<b>(488,105)</b>
<b>Shareholders' operations</b>				
Special commission income from time deposits	12,395,175	-	-	12,395,175
Fair value gains on investments held at fair value through income statement	3,363,373	-	-	3,363,373
Net deficit transferred from reinsurance operations	(10,475,713)	-	-	(10,475,713)
	<b>5,282,835</b>	<b>-</b>	<b>-</b>	<b>5,282,835</b>
<b>At 30 June 2009 (Unaudited)</b>				
<b>Reinsurance operations</b>				
Segment assets	36,225,506	3,555,649	2,902,338	42,683,493
Segment liabilities	38,367,830	3,890,201	3,440,786	45,698,817
<b>Shareholders' operations</b>				
Segment assets	1,031,578,169	-	-	1,031,578,169
Segment liabilities	13,107,481	-	-	13,107,481
<b>At 31 December 2008 (Audited)</b>				
<b>Reinsurance operations</b>				
Segment assets	4,190,064	580,690	614,841	5,385,595
Segment liabilities	4,210,392	634,312	775,030	5,619,734
<b>Shareholders' operations</b>				
Segment assets	1,026,051,077	-	-	1,026,051,077
Segment liabilities	525,654	-	-	525,654

**10. (LOSS) EARNINGS PER SHARE**

(Loss) Earnings per share for the three month and six month periods ended 30 June 2009 has been calculated by dividing net (Loss) income for the period by the ordinary issued and outstanding shares at the period-end.

**11. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS**

These interim condensed financial statements have been approved by the Board of Directors on 22 Rajab 1430 H (corresponding to 15 July 2009).