
SAUDI REINSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REVIEW REPORT (UNAUDITED)
FOR THE THREE MONTH PERIOD AND YEAR ENDED 31 DECEMBER 2010**

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM CONDENSED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT (UNAUDITED)
For The Three Month Period and Year Ended 31 December 2010

INDEX	PAGE
INDEPENDENT AUDITORS' REVIEW REPORT	1
INTERIM STATEMENT OF FINANCIAL POSITION	2
INTERIM STATEMENT OF REINSURANCE OPERATIONS	3
INTERIM STATEMENT OF SHAREHOLDERS' OPERATIONS	4
INTERIM STATEMENT OF SHAREHOLDERS' COMPREHENSIVE OPERATIONS	5
INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	6
INTERIM STATEMENT OF REINSURANCE OPERATIONS' CASH FLOWS	7
INTERIM STATEMENT OF SHAREHOLDERS' CASH FLOWS	8
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS	9 - 13

INDEPENDENT AUDITOR'S 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 December 2010, and the related interim statements of reinsurance operations, shareholders' operations, shareholders' comprehensive operations for the three month period and year then ended and the interim statements of changes in shareholders' equity, reinsurance operations and shareholders' cash flows for the year 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.

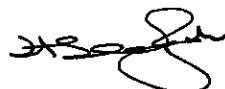
CONCLUSION:

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 A MATTER:

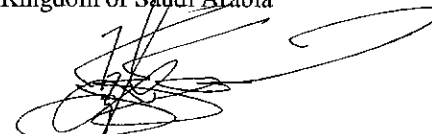
These interim condensed financial statements are prepared in accordance with International Accounting Standard (IAS 34) and not in accordance with the Standard on Interim Financial Reporting issued by SOCPA.

Deloitte & Touche
Bakr Abulkhair & Co.
P. O. Box 213
Riyadh 11411
Kingdom of Saudi Arabia



Husam H Sadagah
Certified Public Accountant
Registration No. 73

Al Bassam CPAs & Consultants
P. O. Box 69658
Riyadh 11557
Kingdom of Saudi Arabia



Ibrahim A. Al Bassam
Certified Public Accountant
Registration No. 337

Safar 9, 1432H
January 13, 2011



Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF FINANCIAL POSITION

As At 31 December 2010

	Notes	31 December 2010 (Unaudited) SR	31 December 2009 (Audited) SR
REINSURANCE OPERATIONS' ASSETS			
Banks balances		3,935,529	2,716,710
Premiums receivable		10,641,763	13,112,294
Accrued insurance premiums		28,750,649	12,256,370
Retroceded share of unearned premiums		34,253,299	19,968,169
Retroceded share of outstanding claims		39,410,609	15,260,001
Deferred acquisition costs		14,352,440	7,486,779
Prepaid expenses and other assets		1,435,111	1,298,409
Due from shareholders' operations		26,734,061	11,756,134
Property and equipment, net		2,345,905	3,170,931
TOTAL REINSURANCE OPERATIONS' ASSETS		161,859,366	87,025,797
SHAREHOLDERS' ASSETS			
Cash and banks balances		1,168,051	1,945,304
Time deposits	4	403,925,060	243,263,605
Accrued special commission income from time deposits		5,697,284	5,857,623
Accrued special commission income from bonds		2,996,077	1,185,207
Investments held at fair value through income statement	6	307,400,220	573,632,717
Held to maturity investments	7	211,322,003	115,706,278
Statutory deposit	5	100,000,000	100,000,000
Other assets		1,757,379	680,834
TOTAL SHAREHOLDERS' ASSETS		1,034,266,074	1,042,271,568
TOTAL ASSETS		1,196,125,440	1,129,297,365
REINSURANCE OPERATIONS' LIABILITIES			
Retrocession balances payable		15,362,298	17,243,405
Accrued retroceded premiums		16,024,651	8,041,644
Gross unearned premiums		54,120,481	28,447,374
Gross outstanding claims		57,170,228	22,055,663
Unearned commission income		10,409,218	6,128,576
Accrued expenses and other liabilities		7,825,791	4,499,186
Employees' end of service benefits		946,699	609,949
TOTAL REINSURANCE OPERATIONS' LIABILITIES		161,859,366	87,025,797
SHAREHOLDERS' LIABILITIES AND EQUITY			
SHAREHOLDERS' LIABILITIES			
Provision for zakat and income tax		21,359,836	24,202,000
Due to reinsurance operations		26,734,061	11,756,134
Other liabilities		1,757,379	680,834
TOTAL SHAREHOLDERS' LIABILITIES		49,851,276	36,638,968
SHAREHOLDERS' EQUITY			
Share capital		1,000,000,000	1,000,000,000
Statutory reserve		6,070,924	6,070,924
Accumulated deficit		(21,656,126)	(438,324)
TOTAL SHAREHOLDERS' EQUITY		984,414,798	1,005,632,600
TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY		1,034,266,074	1,042,271,568
TOTAL REINSURANCE OPERATIONS' LIABILITIES AND SHAREHOLDERS' LIABILITIES AND EQUITY		1,196,125,440	1,129,297,365

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

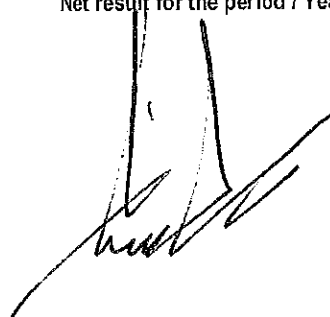
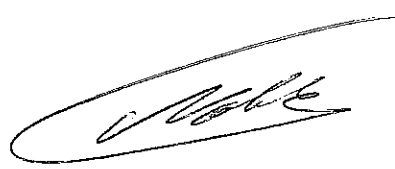
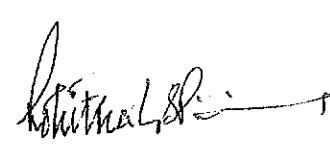
Handwritten signatures of the preparers and auditors are present at the bottom of the page. The preparer's signature is on the left, and the auditor's signature is on the right.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF REINSURANCE OPERATIONS

For The Three Month Peroid And Year Ended 31 December 2010

	For The Three Month Period Ended 31 December		For The Year Ended 31 December 2010	For The Year Ended 31 December 2009
	2010	2009	(Unaudited)	(Audited)
	Note (Unaudited) SR	(Unaudited) SR	SR	SR
Gross premiums written	14,339,909	4,123,977	107,475,185	51,053,121
Retroceded premiums	(8,284,826)	(2,752,721)	(66,982,564)	(34,765,056)
Net premiums written	6,055,083	1,371,256	40,492,621	16,288,065
Change in net unearned premiums	4,540,304	2,023,311	(11,387,977)	(7,945,887)
Net premiums earned	10,595,387	3,394,567	29,104,644	8,342,178
Net claims paid	(2,896,509)	1,225,156	(8,221,921)	1,675,140
Change in net outstanding claims	218,809	(2,834,056)	(10,963,958)	(6,751,654)
Gross acquisition costs	(7,062,866)	(2,132,800)	(20,784,687)	(5,948,618)
Commissions on retroceded business	5,039,926	1,642,752	15,822,756	4,808,194
Excess of loss expenses	(502,531)	(284,033)	(1,622,671)	(1,576,162)
Net underwriting results	5,392,216	1,011,586	3,334,163	549,078
General and administrative expenses	(6,781,584)	(5,940,443)	(24,679,984)	(20,484,984)
Board of directors' remunerations and expenses	8 445,127	349,165	(589,635)	(609,727)
Net deficit from reinsurance operations	(944,241)	(4,579,692)	(21,935,456)	(20,545,633)
Net deficit transferred to the interim statement of shareholders' operations	944,241	4,579,692	21,935,456	20,545,633
Net result for the period / Year	-	-	-	-

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

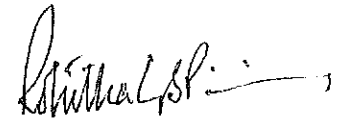
Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' OPERATIONS

For The Three Month Peroid And Year Ended 31 December 2010

	Notes	For The Three Month Period Ended 31 December		For The Year Ended	For The Year Ended
		2010	2009	31 December	31 December
		(Unaudited)	(Unaudited)	2010	2009
		SR	SR	(Unaudited)	(Audited)
		SR	SR	SR	SR
Special commission income from time deposits		3,128,864	2,955,275	12,165,258	17,947,068
Special commission income from bonds		2,330,107	808,877	8,190,186	808,877
Realized gains from investments held at fair value through income statement	6	873,450	727,568	1,654,717	727,568
Unrealized gains from investments held at fair value through income statement		286,653	520,677	2,915,876	5,891,316
Foreign exchange translation income / (losses)		386,923	-	(2,907,372)	-
Other expenses		(3,119)	-	(26,932)	-
Net deficit transferred from reinsurance operations		(944,241)	(4,579,692)	(21,935,456)	(20,545,633)
Net income for the period/year		6,058,637	432,705	56,277	4,829,196
Earnings per share for the period/year	10	0.061	0.004	0.001	0.048





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

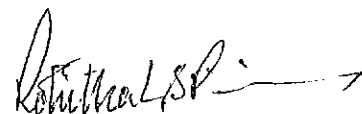
Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' COMPREHENSIVE OPERATIONS (UNAUDITED)

For The Three Month Period And Year Ended 31 December 2010

	For The Three Month Period Ended 31 December		For The Year Ended 31 December	For The Year Ended 31 December
	2010 (Unaudited)	2009 (Unaudited)	2010 (Unaudited)	2009 (Audited)
	SR	SR	SR	SR
Net income for the period / year	6,058,637	432,705	56,277	4,829,196
Other comprehensive expenses:				
Zakat and income tax	(5,418,353)	(6,046,626)	(21,274,079)	(24,722,019)
Total comprehensive income / (loss) for the period/year	640,284	(5,613,921)	(21,217,802)	(19,892,823)






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 CHANGES IN SHAREHOLDERS' EQUITY
 For The Year Ended 31 December 2010

	GCC Founding Shareholders and general public				Non - GCC Founding Shareholders				Total					
	Share capital		Retained Earnings / (Accumulated deficit)		Share capital		Retained Earnings		Share capital		Statutory reserve		Retained Earnings / (Accumulated deficit)	
	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR
(Audited) Balance as at 1 January 2009	941,000,000	4,803,865	19,525,697	694,641	59,000,000	301,200	694,641	1,000,000,000	5,105,085	20,420,338	1,025,525,423			
Net income for the year	-	-	4,544,273	254,923	-	-	254,923	-	-	4,823,196	4,823,196			
Zakat & income tax	-	-	(24,672,019)	(50,000)	-	-	(50,000)	-	-	(24,722,019)	(24,722,019)			
Transfer to statutory reserve	-	908,855	(908,855)	(56,884)	-	56,984	(56,884)	-	965,839	(965,839)	-			
Balance as at 31 December 2009	941,000,000	5,712,740	(1,510,904)	1,072,580	59,000,000	358,184	1,072,580	1,000,000,000	6,070,924	(438,324)	1,005,632,600			
(Unaudited) Balance as at 1 January 2010	941,000,000	5,712,740	(1,510,904)	1,072,580	59,000,000	358,184	1,072,580	1,000,000,000	6,070,924	(438,324)	1,005,632,600			
Net income for the year	-	-	52,957	3,320	-	-	3,320	-	-	56,277	56,277			
Zakat & income tax	-	-	(21,274,079)	-	-	-	-	-	-	(21,274,079)	(21,274,079)			
Balance as at 31 December 2010	941,000,000	5,712,740	(22,732,026)	1,075,900	59,000,000	358,184	1,075,900	1,000,000,000	6,070,924	(21,555,126)	984,414,798			



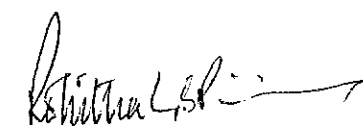

The accompanying notes 1 to 11 form an integral part of these interim condensed financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF REINSURANCE OPERATIONS' CASH FLOWS

For The Year Ended 31 December 2010

	31 December 2010 SR (Unaudited)	31 December 2009 SR (Audited)
OPERATING ACTIVITIES		
Net result for the year	-	-
Adjustments for:		
Employees' end of service benefits	363,072	243,417
Depreciation	1,010,071	928,624
Operating profit before changes in operating assets and liabilities:	1,373,143	1,172,041
Premiums receivable	2,470,531	(10,855,127)
Accrued insurance premiums	(16,494,279)	(12,256,370)
Retroceded share of unearned premiums	(14,285,130)	(17,610,364)
Retroceded share of outstanding claims	(24,150,608)	(15,101,385)
Deferred acquisition costs	(6,865,661)	(6,874,772)
Prepaid expenses and other assets	(136,702)	(871,982)
Due from shareholders' operations	(14,977,927)	(11,560,086)
Retrocession balances payable	(1,881,107)	15,330,230
Accrued retroceded premiums	7,983,007	8,041,644
Gross unearned premiums	25,673,107	25,556,252
Gross outstanding claims	35,114,565	21,853,040
Unearned commission income	4,280,642	5,515,762
Accrued expenses and other liabilities	3,326,605	754,059
Employees' end of service benefits paid	(26,322)	-
Net cash from operating activities	1,403,864	3,092,942
INVESTING ACTIVITIES		
Purchase of property and equipment	(185,045)	(409,836)
Net cash used in investing activities	(185,045)	(409,836)
NET CHANGE IN BANK BALANCES	1,218,819	2,683,106
Bank Balances at the beginning of the year	2,716,710	33,604
BANK BALANCES AT THE END OF THE YEAR	3,935,529	2,716,710

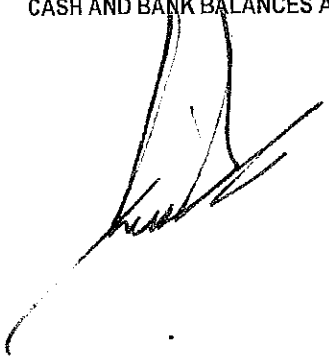

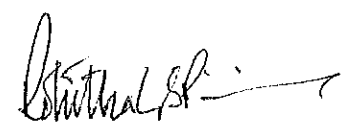
The accompanying notes 1 to 11 form an integral part of these interim condensed financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' CASH FLOWS

For The Year Ended 31 December 2010

	31 December 2010 SR (Unaudited)	31 December 2009 SR (Audited)
OPERATING ACTIVITIES		
Net income for the year	56,277	4,829,196
Adjustments for:		
Realized gains from investments held at fair value through income statement	(1,654,717)	(727,568)
Unrealized gains from investments held at fair value through income statement	(2,915,876)	(5,891,316)
Operating Deficit before changes in operating assets and liabilities:	(4,514,316)	(1,789,688)
Changes in operating assets and liabilities:		
Statutory deposit	-	(100,000,000)
Due to reinsurance operations	14,977,927	11,560,086
Other assets	(1,076,545)	(680,834)
Other Liabilities	1,076,545	680,834
Zakat and income tax paid	(24,116,243)	(849,625)
Net cash used in operating activities	(13,652,632)	(91,079,227)
INVESTING ACTIVITIES		
Proceeds from investments held at fair value through income statement	794,003,090	360,000,000
Accrued special commission income from time deposits	160,339	7,863,103
Accrued special commission income from bonds	(1,810,870)	(1,185,207)
Investments held at fair value through income statement	(523,200,000)	(927,013,833)
Time deposits, net	(160,661,455)	356,736,395
Held to maturity investments	(95,615,725)	(115,706,278)
Net cash from / (used in) investing activities	12,875,379	(319,305,820)
NET CHANGE IN CASH AND BANK BALANCES	(777,253)	(410,385,047)
Cash and Bank balances at the beginning of the year	1,945,304	412,330,351
CASH AND BANK BALANCES AT THE END OF THE YEAR	1,168,051	1,945,304

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

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 and year ended 31 December 2010 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 2009.

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 2009. The new standards, amendments to standards and interpretations which are mandatory for the first time for the financial year beginning 1 January 2010, did not result in material amendments to the presentation and disclosure of the accompanying interim condensed financial statements.

4. 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 3.91% per annum (31 December 2009: 5.90% 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.

5. 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.

6. 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 movement of investments held at fair value through income statement for year ended 31 December 2010 as following:

	SR
Opening Balance as at 31 December 2009	573,632,717
Disposals	(794,003,090)
Subscription	523,200,000
Unrealized gains	2,915,876
Realized gains	1,654,717
Ending balance as at 31 December 2010	307,400,220

The resulting effect of disposal of units in investment funds during the year on the realized gains is as follows:

	SR
Proceeds from disposal of units	794,003,090
Less: Historical cost of disposed units	786,479,293
	7,523,797
Less: Accumulated unrealized gains for disposed units as at 31 December 2009 which were recognized in previous periods in the interim statement of shareholders' operations	5,869,080
Realized gains from disposed units for the year	1,654,717

7. 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 4.35% per annum (31 December 2009: 4.44% per annum).

8. RELATED PARTY TRANSACTIONS AND BALANCES

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

Related party	Nature of transactions	Amount of transactions For The Year Ended		Balance as at	Balance as at
		31 December 2010 (Unaudited) SR	31 December 2009 (Audited) SR	31 December 2010 (Unaudited) SR	31 December 2009 (Audited) SR
	Consulting fees	1,638,059	1,469,441	-	269,441
Board of directors	Remunerations	2,962	254,168	257,130	254,168
	Expenses	586,673	355,559	132,000	114,000
Key management personnel	Short term benefits	8,974,970	5,543,706	4,500,000	1,500,000
	End of service benefits	280,076	206,468	647,609	449,551

According to the articles of association of the company directors remuneration may not exceed 5% of net profits for the year. Hence the provision of SAR 675,000 made up to the 30 September 2010 was reversed in this quarter and a provision of SAR 2,962 was made based on the net profits reported for the year.

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

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' remunerations and expenses.

Segment assets do not include banks balances of reinsurance operations, 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 And Year Ended 31 December 2010

9. SEGMENTAL INFORMATION (continued)

9.1 Business segments

	Engineering SR	Fire SR	Marine SR	Motor SR	Others SR	Total SR
For the year ended 31 December 2010						
(Unaudited)						
Reinsurance operations						
Gross premiums written	31,752,280	47,040,027	12,678,517	9,986,761	6,017,600	107,475,185
Retroceded premiums	(22,761,334)	(32,631,275)	(7,850,675)	(117,399)	(3,621,881)	(66,982,564)
Net premiums written	8,990,946	14,408,752	4,827,842	9,869,362	2,395,719	40,492,621
Change in net unearned premiums	(4,368,060)	(3,621,741)	(753,251)	(2,042,454)	(602,471)	(11,387,977)
Net premiums earned	4,622,886	10,787,011	4,074,591	7,826,908	1,793,248	29,104,644
Net claims paid	(288,456)	(4,793,378)	(463,958)	(2,481,576)	(194,553)	(8,221,921)
Change in net outstanding claims	(1,124,923)	(6,364,476)	(835,998)	(2,336,153)	(302,408)	(10,963,958)
Gross acquisition costs	(4,553,223)	(9,552,462)	(3,979,494)	(1,559,985)	(1,139,523)	(20,784,687)
Commissions on retroceded business	3,895,152	8,011,024	3,021,453	17,610	877,517	15,822,756
Excess of loss expenses	(512,847)	(665,145)	(237,675)	(144,093)	(62,911)	(1,622,671)
Net underwriting results	2,038,589	(2,577,426)	1,578,919	1,322,711	971,370	3,334,163
Others items						
Depreciation	298,414	442,090	119,155	93,857	56,555	1,010,071
For the year ended 31 December 2009						
(Audited)						
Reinsurance operations						
Gross premiums written	14,535,833	21,528,634	9,291,060	3,016,685	2,680,909	51,053,121
Retroceded premiums	(10,790,192)	(15,736,641)	(6,471,647)	-	(1,766,576)	(34,765,056)
Net premiums written	3,745,641	5,791,993	2,819,413	3,016,685	914,333	16,288,065
Change in net unearned premiums	(2,208,615)	(2,598,936)	(1,527,967)	(1,131,958)	(478,411)	(7,945,887)
Net premiums earned	1,537,026	3,193,057	1,291,446	1,884,727	435,922	8,342,178
Net claims paid	(12,894)	1,767,244	(40,169)	(233,252)	194,211	1,675,140
Change in net outstanding claims	(994,473)	(4,403,260)	(402,464)	(545,634)	(405,823)	(6,751,654)
Gross acquisition costs	(1,461,395)	(2,512,400)	(1,360,313)	(353,576)	(260,934)	(5,948,618)
Commissions on retroceded business	1,296,580	2,214,448	1,085,270	-	211,896	4,808,194
Excess of loss expenses	(459,432)	(655,090)	(328,702)	(96,056)	(36,882)	(1,576,162)
Net underwriting results	(94,588)	(396,001)	245,068	656,209	138,390	549,078
Others items						
Depreciation	264,399	391,594	168,999	54,872	48,760	928,624
As at 31 December 2010 (Unaudited)						
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
As at 31 December 2009 (Audited)						
Segment assets	19,801,604	32,096,568	11,200,850	1,204,458	3,780,133	68,083,613
Segment liabilities	19,324,535	46,766,835	10,662,618	1,677,592	3,485,082	81,916,662

Saudi Reinsurance Company (A Saudi Joint Stock Company)

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

For The Three Month Period And Year Ended 31 December 2010

9. SEGMENTAL INFORMATION (continued)

9.2 Geographical segments

	Kingdom of Saudi Arabia SR	Other Middle Eastern countries SR	Africa SR	Total SR
For the year ended 31 December 2010				
(Unaudited)				
Reinsurance operations				
Gross premiums written	85,695,162	18,680,339	3,099,684	107,475,185
Retroceded premiums	(52,709,569)	(11,975,874)	(2,297,121)	(66,982,564)
Net premiums written	32,985,593	6,704,465	802,563	40,492,621
Change in net unearned premiums	(9,075,398)	(2,329,568)	16,989	(11,387,977)
Net premiums earned	23,910,195	4,374,897	819,552	29,104,644
Net claims paid	(7,979,410)	(217,245)	(25,266)	(8,221,921)
Change in net outstanding claims	(7,694,330)	(1,038,240)	(2,231,388)	(10,963,958)
Gross acquisition costs		(2,777,851)	(849,276)	(20,784,687)
Commissions on retroceded business	12,850,328	2,267,910	704,518	15,822,756
Excess of loss expenses	(1,238,713)	(344,020)	(39,938)	(1,622,671)
Net underwriting results	2,690,510	2,265,451	(1,621,798)	3,334,163

Others items

Depreciation	805,378	175,561	29,132	1,010,071
--------------	---------	---------	--------	-----------

For the year ended 31 December 2009

(Audited)

Reinsurance operations				
Gross premiums written	42,774,890	5,139,625	3,138,606	51,053,121
Retroceded premiums	(29,465,055)	(3,219,178)	(2,080,823)	(34,765,056)
Net premiums written	13,309,835	1,920,447	1,057,783	16,288,065
Change in net unearned premiums	(6,773,504)	(803,313)	(369,070)	(7,945,887)
Net premiums earned	6,536,331	1,117,134	688,713	8,342,178
Net claims paid	1,696,755	(15,383)	(6,232)	1,675,140
Change in net outstanding claims	(6,237,550)	(339,258)	(174,846)	(6,751,654)
Gross acquisition costs	(4,927,469)	(447,592)	(573,557)	(5,948,618)
Commissions in retroceded business	3,990,743	365,615	451,836	4,808,194
Excess of loss expenses	(1,223,882)	(205,412)	(146,868)	(1,576,162)
Net underwriting results	(165,072)	475,104	239,046	549,078

Others items

Depreciation	778,052	93,487	57,085	928,624
--------------	---------	--------	--------	---------

As at 31 December 2010 (Unaudited)

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

As at 31 December 2009 (Audited)

Reinsurance operations

Segment assets	57,043,897	6,854,121	4,185,595	68,083,613
Segment liabilities	68,633,926	8,246,724	5,036,012	81,916,662

10. EARNINGS PER SHARE

Earnings per share for the three month period and year ended 31 December 2010 and 2009 has been calculated by dividing net income for the period / year by the ordinary issued and outstanding shares at the end of the period / year.

11. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements have been approved by the Board of Directors on Safar 09, 1432H corresponding to January 13, 2011.