TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

REVIEW REPORT AND
CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2011

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

INDEX

	Page	Exhibit
Review Report on Condensed Interim Financial Information	1	--
Condensed Interim Statement of Financial Position	2	A
Condensed Interim Statement of Comprehensive Income	3	B
Condensed Interim Statement of Changes in Equity	4	C
Condensed Interim Statement of Cash Flows	5	D
Notes to Condensed Interim Financial information	6 - 19	--

Review Report on Condensed Interim Financial Information

1013801310

The Board of Directors
Takaful Emarat – Insurance (PJSC)
Public Joint Stock Company
Dubai - United Arab Emirates

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **TAKAFUL EMARAT – INSURANCE (PJSC) "the company"** as at 30 June 2011 and the condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the six-month period then ended, and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed interim financial information in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review on Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at 30 June 2011 is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

TALAL ABU-GHAZALEH & CO. INTERNATIONAL

Ali Hasan Shalabi
Licensed Auditor No. 34
26 July 2011.

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011

EXHIBIT A

	Note	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
ASSETS			
Cash and bank balances	3	**80,841,283**	99,518,438
Post-dated cheques received		**158,535**	562,415
Takaful and other receivables	4	**13,624,322**	15,291,244
Retakaful Contract Assets	5	**1,903,002**	4,101,712
Held for Trading Investments	6	**10,832,109**	--
Held to maturity investments	7	**4,500,075**	4,395,634
Investment property	8	**10,700,000**	10,700,000
Property and equipment	9	**6,738,759**	3,630,586
TOTAL ASSETS		**129,298,085**	138,200,029
LIABILITIES, POLICY HOLDERS' FUND AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Post dated cheques issued	10	**2,369,620**	527,500
Due to a related party	11	--	29,290
Retakaful and other payables	12	**9,064,430**	7,470,039
Takaful contract liabilities	5	**5,477,641**	9,160,850
End of service benefits obligation	13	**385,439**	359,675
TOTAL LIABILITIES		**17,297,130**	17,547,354
POLICY HOLDERS' FUND			
Deficit in policy holders' fund	14	**(3,183,736)**	(2,880,865)
Qard Hassan from shareholders	14	**2,880,865**	2,880,865
NET POLICY HOLDERS' FUND		**(302,871)**	--
SHAREHOLDERS' EQUITY			
Share capital	15	**150,000,000**	150,000,000
Accumulated losses		(37,696,174)	(29,347,325)
NET SHAREHOLDERS' EQUITY - EXHIBIT C		**112,303,826**	120,652,675
TOTAL LIABILITIES, POLICY HOLDERS' FUND AND SHAREHOLDERS' EQUITY		**129,298,085**	138,200,029

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION

These condensed interim financial information have been authorized for issue by the Board of Directors on 26 July 2011 and signed on its behalf by :

Dr.Khalid Saqer Khalfan Al Marri
Chairman

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2011

EXHIBIT B

	Note	Six months period ended		Three months period ended	
		30 June 2011 (Unaudited) AED	30 June 2010 (Unaudited) AED	**30 June 2011 (Unaudited) AED**	30 June 2010 (Unaudited) AED
ATTRIBUTABLE TO POLICYHOLDER					
Takaful Contributions earned	16	**6,077,480**	3,127,084	**2,601,973**	2,119,315
Retakaful Contributions ceded	16	**(2,161,658)**	(1,603,242)	**(728,102)**	(1,108,169)
Net earned contributions	16	**3,915,822**	1,523,842	**1,873,871**	1,011,146
Gross claims incurred		**(6,671,063)**	(3,014,930)	**(2,902,050)**	(2,235,428)
Retakaful share of claims incurred		**3,095,631**	2,024,490	**1,264,298**	1,477,961
Net claims incurred		**(3,575,432)**	(990,440)	**(1,637,752)**	(757,467)
Takaful income		**340,390**	533,402	**236,119**	253,679
Takaful expenses	17	**(202,592)**	(680,677)	**(80,664)**	(488,610)
Commission on life retakaful & other income		**--**	11,538	**--**	--
Takaful Operating Profit/(Loss)		**137,798**	(135,737)	**155,455**	(234,931)
Wakalah fees	18	**(440,669)**	(1,650,405)	**(132,136)**	(1,204,629)
(Deficit)/excess of takaful for the period		**(302,871)**	(1,786,142)	**23,319**	(1,439,560)
Attributable to shareholders :					
Shareholders' investment income, net	19	**2,617,919**	3,391,626	**1,339,023**	1,622,710
Wakalah fees from policy holders		**440,669**	1,650,405	**132,136**	1,204,629
General and administrative expenses	20	**(11,407,437)**	(6,086,191)	**(6,223,400)**	(3,001,904)
Loss for the period - **Exhibit D**		**(8,348,849)**	(1,044,160)	**(4,752,241)**	(174,565)
Other comprehensive income		**--**	--	**--**	--
Total comprehensive loss for the period - **Exhibit C**		**(8,348,849)**	(1,044,160)	**(4,752,241)**	(174,565)
Basic loss per share	21	**(0.056)**	(0.007)	**(0.032)**	(0.001)

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR SIX MONTHS PERIOD ENDED 30 JUNE 2011(UNAUDITED)

EXHIBIT C

	Share capital AED	Accumulated losses AED	Total AED
Balance at 1 January 2010	150,000,000	(7,244,334)	142,755,666
Total Comprehensive loss for the six months period ended 30 June 2010 – Exhibit B	--	(1,044,160)	(1,044,160)
Balance at 30 June 2010	150,000,000	(8,288,494)	141,711,506
Balance at 1 January 2011	**150,000,000**	**(29,347,325)**	**120,652,675**
Total Comprehensive loss for the six months period ended 30 June 2011 – Exhibit B	**--**	**(8,348,849)**	**(8,348,849)**
Balance at 30 June 2011 - Exhibit A	**150,000,000**	**(37,696,174)**	**112,303,826**

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION

TAKAFUL EMARAT – INSURANCE (PJSC)
PUBLIC JOINT STOCK COMPANY
DUBAI
UNITED ARAB EMIRATES

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2010

EXHIBIT D

	Six months period ended	
	30 June 2011	30 June 2010
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES	**AED**	AED
Loss for the period - Exhibit B	**(8,348,849)**	(1,044,160)
Adjustments for:		
Net retakaful contract assets and takaful contract liabilities	**(1,484,499)**	3,318,769
Depreciation	**700,089**	381,426
Fair value gain on held for trading investments	**(386,001)**	--
Profit on held to maturity investments	**(223,423)**	(676,089)
End of service benefits obligation	**43,847**	79,351
Operating (loss)/profit Before Working Capital Changes	**(9,698,836)**	2,059,297
Working Capital Changes :		
Post dated cheques received	**403,880**	(1,419,391)
Takaful and other receivables	**(142,646)**	(927,367)
Post dated cheques issued	**1,842,120**	(1,738,313)
Due to a related party	**(29,290)**	(7,401)
Retakaful and other payables	**1,594,391**	4,185,100
Settlement of end of service benefits obligation	**(18,083)**	--
Net Cash (Used in)/Provided by Operating Activities	**(6,048,464)**	2,151,925
INVESTING ACTIVITIES		
Investment deposits	**45,583,673**	(19,705)
Purchases of property and equipment	**(1,998,694)**	(1,432,926)
Purchase of held for trading investments	**(10,446,108)**	--
Proceeds from profit on held to maturity investments	**118,982**	117,747
Proceeds from sale of held to maturity investment	**--**	3,065,378
Net Cash Provided by Investing Activities	**33,257,853**	1,730,494
FINANCING ACTIVITIES		
Deficit of policy holders' fund	**(302,871)**	(1,786,142)
Net Cash Used in Financing Activities	**(302,871)**	(1,786,142)
Net increase in cash & cash equivalents	**26,906,518**	2,096,277
Cash & cash equivalents at beginning of period	**19,804,270**	8,657,851
Cash & Cash Equivalents at end of Period - Note 23	**46,710,788**	10,754,128
	=========	=========

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION

NOTES TO CONDENSED INTERIM FINANCIAL INFORMATION

1. STATUS AND ACTIVITIES

Takaful Emarat – Insurance (PJSC) – Dubai – United Arab Emirates (hereinafter referred to as the **"Company"**) incorporated as a public joint stock company in accordance with the U.A.E. Federal Law No. 8 of 1984 (as amended) and with U.A.E. Federal Law No. 6 of 2007 with the matter of establishing Insurance Authority and organizing its working in United Arab Emirates.

The company carry out Takaful Insurance Activities in Health Insurance and Life Insurance and Credit & Saving Insurance in accordance with the Islamic Sharia'a and within the provisions of the Articles of Association of the company.

The company is domiciled in Dubai City – Emirate of Dubai - and its registered address is P.O. Box 64341, Dubai, United Arab Emirates.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Statement of compliance

The condensed interim financial information have been prepared in accordance with International Accounting Standard No. 34, "Interim Financial Reporting". Condensed interim financial information does not include all of the information and footnotes required for complete financial information prepared in accordance with International Financial Reporting Standards and should read in conjunction with the company's audited financial statements for the year ended 31 December 2010.

b) Basis of preparation

The condensed interim financial information are prepared under the historical cost convention.

The accounting policies used in the preparation of these condensed interim financial information are consistent with those used in the company's audited financial statements for the year ended 31 December 2010.

3. **<u>CASH AND BANK BALANCES</u>**

a) This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Cash balance	**13,284**	--
Bank balances - current accounts	**3,113,830**	4,154,270
Investment deposits placed for three months or less from the original date of placement	**43,583,674**	15,650,000
Investment deposits placed for a period exceeding three months from the original date of placement	**34,130,495**	79,714,168
Total - Exhibit A	**80,841,283**	99,518,438

b) Investment deposits of AED. 43,583,674 and AED. 34,130,495 respectively mentioned above are deposited with local Islamic Banks in United Arab Emirates and include an investment deposit of AED. 4,000,000 kept on the order of the Chairman of the Insurance Authority.

4. **<u>TAKAFUL AND OTHER RECEIVABLES</u>**

This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Takaful receivables	**1,449,908**	4,241,814
Due from retakaful companies	**6,359,942**	4,770,914
Accrued income of investment deposits	**876,514**	1,379,613
Prepaid expenses	**4,111,658**	2,624,254
Advances to suppliers	**--**	1,809,568
Margin held against letter of guarantees	**138,000**	78,000
Refundable deposits	**369,249**	175,705
Staff receivables	**231,767**	211,376
Others	**87,284**	--
Total - Exhibit A	**13,624,322**	15,291,244

5. TAKAFUL CONTRACT LIABILITIES AND RETAKAFUL CONTRACT ASSETS

This item consists of the following :

	30 June 2011(Unaudited)			31 December 2010(Audited)		
	Medical AED	**Life AED**	**Total AED**	Medical AED	Life AED	Total AED
Takaful Contract Liabilities						
Reported claims	**1,379,906**	**--**	**1,379,906**	1,703,482	--	1,703,482
Claims incurred but not reported	**1,073,183**	**--**	**1,073,183**	1,423,577	--	1,423,577
Unearned premiums	**2,463,048**	**561,504**	**3,024,552**	5,857,069	176,722	6,033,791
	4,916,137	**561,504**	**5,477,641**	8,984,128	176,722	9,160,850
Retakaful Contract Assets						
Reported claims	**568,051**	**--**	**568,051**	1,036,523	--	1,036,523
Claims incurred but not reported	**538,570**	**--**	**538,570**	861,782	--	861,782
Unearned premiums	**444,067**	**352,314**	**796,381**	2,101,376	102,031	2,203,407
	1,550,688	**352,314**	**1,903,002**	3,999,681	102,031	4,101,712
Takaful liabilities - net						
Reported claims	**811,855**	**--**	**811,855**	666,959	--	666,959
Claims incurred but not reported	**534,613**	**--**	**534,613**	561,795	--	561,795
Unearned premiums	**2,018,981**	**209,190**	**2,228,171**	3,755,693	74,691	3,830,384
	3,365,449	**209,190**	**3,574,639**	4,984,447	74,691	5,059,138

6. **HELD FOR TRADING INVESTMENTS**

This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Balance at beginning of period	**--**	--
Purchase during the period	**10,446,108**	--
Increase in fair value	**386,001**	--
Fair value at end of the period - Exhibit A	**10,832,109**	--

7. **HELD TO MATURITY INVESTMENTS**

a) This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Cost at beginning of period	**4,395,634**	6,802,422
Disposal on maturity	**--**	(3,000,000)
Realized gain	**223,423**	900,646
Dividends income received	**(118,982)**	(307,434)
Balance at end of the period - Exhibit A	**4,500,075**	4,395,634

b) Held to maturity investments mentioned above represents investment in Sukuk issued by local companies.

8. **INVESTMENT PROPERTY**

Investment property is a plot of land in Emirates of Dubai, represented at fair value. The details are as follows :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Balance at beginning of period	**10,700,000**	--
Transferred from property and equipment	**--**	25,700,371
Decrease in fair value	**--**	(15,000,371)
Fair value at end of the period - Exhibit A	**10,700,000**	10,700,000

The management believes that the fair value of land as at 31 December 2010 is not materially different from its value of review report date.

9. PROPERTY AND EQUIPMENT

This item consists of the following :

	Office equipment AED	Furniture & fixtures AED	Computer software AED	Motor vehicle AED	Total AED
Cost :					
At 1 January 2011	733,654	3,683,120	166,093	109,000	4,691,867
Additions	189,982	--	1,435,812	372,900	1,998,694
Transfer from advances to suppliers	--	--	1,809,568	--	1,809,568
Balance at 30 June 2011	**923,636**	**3,683,120**	**3,411,473**	**481,900**	**8,500,129**
Accumulated Depreciation :					
At 1 January 2011	159,002	828,327	63,052	10,900	1,061,281
Charged for the period	81,454	368,247	204,415	45,973	700,089
Balance at 30 June 2011	**240,456**	**1,196,574**	**267,467**	**56,873**	**1,761,370**
Net Book Value :					
At 30 June 2011 (Unaudited) - Exhibit A	**683,180**	**2,486,546**	**3,144,006**	**425,027**	**6,738,759**
At 31 December 2010 (Audited) - Exhibit A	574,652	2,854,793	103,041	98,100	3,630,586

10. **POST-DATED CHEQUES ISSUED**

This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Current portion	**1,372,580**	527,500
Non-current portion	**997,040**	--
Total - Exhibit A	**2,369,620**	527,500

11. **TRANSACTIONS WITH RELATED PARTIES**

Transactions with related parties, normally, comprise of transfer of resources, services, or obligations between the parties. The prices and terms of these transactions are decided by the company's management. At the condensed interim statement of financial position date, the related parties' receivables are stated at the net realizable value.

- At the condensed interim statement of financial position date, balance due to a related party is as follows :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Al Buhairah National Insurance Co.- Sharjah **- Exhibit A**	**--**	29,290

- The following are the details of significant related party transactions :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Expenses charged	**13,490**	35,584

- The remuneration of key management are as follows :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Compensation paid to Key Management	**837,244**	841,875

12. RETAKAFUL AND OTHER PAYABLES

This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Takaful payables	**1,866,071**	1,457,973
Retakaful payables	**5,389,803**	4,619,547
Other payables	**560,239**	705,795
Provision for staff leave salaries	**654,566**	395,310
Accrued expenses	**593,751**	291,414
Total - Exhibit A	**9,064,430**	7,470,039

13. END OF SERVICE BENEFITS OBLIGATION

The movement in this item during the period are as follows :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Opening balance	**359,675**	149,718
Current service cost	**43,847**	226,388
Settlements during the period	**(18,083)**	(16,431)
Balance at the end of period – Exhibit A	**385,439**	359,675

14. DEFICIT IN POLICY HOLDER'S FUND

a) This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Balance at beginning of period	**(2,880,865)**	(497,056)
Net deficit for the period	**(302,871)**	(2,383,809)
Balance at the end of period - Exhibit A	**(3,183,736)**	(2,880,865)

b) In 2010, the shareholders have funded the deficit in the policy holders' fund with the company's policy through a Qard Hassan (free of finance charge with no repayment terms) of AED. 2,880,865 AED. 'Nil' for six months period ended 30 June 2011.

15. **<u>SHARE CAPITAL</u>**

This item consists of the following :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Authorised, issued and fully paid up share capital comprises : 150,000,000 ordinary shares of AED. 1 each – Exhibit A	**150,000,000**	150,000,000
	=========	=========

16. NET EARNED CONTRIBUTIONS

This item consists of the following :

	Six months ended 30 June 2011			Six months ended 30 June 2010		
	Medical (Unaudited) AED	**Life (Unaudited) AED**	**Total (Unaudited) AED**	Medical (Unaudited) AED	Life (Unaudited) AED	Total (Unaudited) AED
Gross contributions written						
Gross Contributions written	**2,037,049**	**1,031,191**	**3,068,240**	8,179,596	439,691	8,619,287
Change in unearned contributions provision	**3,394,022**	**(384,782)**	**3,009,240**	(5,674,341)	182,138	(5,492,203)
Takaful Contributions earned	**5,431,071**	**646,409**	**6,077,480**	2,505,255	621,829	3,127,084
Retakaful Contributions						
Retakaful contributions	**54,976**	**699,656**	**754,632**	3,990,220	244,870	4,235,090
Change in unearned contributions provision	**1,657,309**	**(250,283)**	**1,407,026**	(2,803,501)	171,653	(2,631,848)
Retakaful contributions ceded	**1,712,285**	**449,373**	**2,161,658**	1,186,719	416,523	1,603,242
Net earned contributions - Exhibit B	**3,718,786**	**197,036**	**3,915,822**	1,318,536	205,306	1,523,842

17. TAKAFUL EXPENSES

This item consists of the following :

	Six months ended 30 June 2011			Six months ended 30 June 2010		
	Medical (Unaudited) AED	**Life (Unaudited) AED**	**Total (Unaudited) AED**	Medical (Unaudited) AED	Life (Unaudited) AED	Total (Unaudited) AED
Commission and other expenses **- Exhibit B**	**130,012**	**72,580**	**202,592**	631,212	49,465	680,677

18. **WAKALAH FEES**

The shareholders manage the takaful operations for the policy holders and charge 15% - 50 % of gross takaful contributions as wakalah fees.

19. **SHAREHOLDERS' INVESTMENT INCOME, NET**

This item consists of the following :

	Six months period ended		Three months period ended	
	30 June 2011 (Unaudited) AED	30 June 2010 (Unaudited) AED	**30 June 2011 (Unaudited) AED**	30 June 2010 (Unaudited) AED
Profit from investment in fixed deposits	**1,979,794**	2,715,091	**940,568**	1,364,672
Profit from investment in held to maturity investment(sukuk)	**223,423**	676,089	**113,705**	257,942
Fair value gain on investment held for trading	**386,001**	--	**269,661**	--
Others	**28,701**	446	**15,089**	96
Total – Exhibit B	**2,617,919**	3,391,626	**1,339,023**	1,622,710

20. **GENERAL AND ADMINISTRATIVE EXPENSES**

This item consists of the following :

	Six months period ended		Three months period ended	
	30 June 2011 (Unaudited) AED	30 June 2010 (Unaudited) AED	**30 June 2011 (Unaudited) AED**	30 June 2010 (Unaudited) AED
Salaries and other benefits	**5,827,365**	3,020,487	**3,183,653**	1,573,463
Advertisement expenses	**799,079**	26,808	**493,506**	15,183
Rent	**1,271,025**	1,410,164	**684,584**	613,358
Government expenses	**237,430**	40,895	**189,115**	40,565
Stationery	**56,073**	36,220	**43,351**	19,115
Telephone, fax and postage	**211,653**	126,947	**148,793**	67,440
Legal fees	**837,844**	296,437	**416,429**	53,299
Remuneration of Sharia Supervisory Board	**105,000**	119,446	**52,500**	58,013
Depreciation	**700,089**	381,426	**382,666**	212,527
Consulting expenses & professional fees	**728,408**	199,000	**363,612**	101,000
Insurance expenses	**129,473**	73,691	**57,666**	37,165
Maintenance expenses	**29,727**	24,573	**12,048**	10,451
Miscellaneous expenses	**474,271**	330,097	**195,477**	200,325
Total – Exhibit B	**11,407,437**	6,086,191	**6,223,400**	3,001,904

21. **BASIC LOSS PER SHARE**

This item consists of the following :

	Six months period ended		Three months period ended	
	30 June 2011 (Unaudited) AED	30 June 2010 (Unaudited) AED	**30 June 2011 (Unaudited) AED**	30 June 2010 (Unaudited) AED
Loss for the period (AED)	**(8,348,849)**	(1,044,160)	**(4,752,241)**	(174,565)
Weighted average number of shares(share)	**150,000,000**	150,000,000	**150,000,000**	150,000,000
Basic loss per share (AED) - Exhibit B	**(0.056)**	(0.007)	**(0.032)**	(0.001)

22. SEGMENT INFORMATION

Primary Segment information

The company is organized into two main business segments :

- Underwriting of takaful business insurance incorporating Health Insurance, Life Insurance and credit & saving insurance. This business is conducted fully within the U.A.E.
- Investments incorporating investments fixed deposit in local banks and investment in sukuk.

	Six months ended 30 June 2011(Unaudited)						Six months ended 30 June 2010(Unaudited)					
	Underwriting			**Shareholders**			Underwriting			Shareholders		
	Medical AED	**Life** AED	**Total** AED	**Investments** AED	**Others** AED	**Total** AED	Medical AED	Life AED	Total AED	Investments AED	Others AED	Total AED
Segment revenue	**5,431,071**	**646,409**	**6,077,480**	**2,589,218**		**2,589,218**	2,505,255	633,367	3,138,622	3,391,180	--	3,391,180
Segment result	**52,783**	**85,015**	**137,798**	**2,589,218**	**28,701**	**2,617,919**	(276,867)	141,130	(135,737)	3,391,180	446	3,391,626
Wakalah fees	**(374,356)**	**(66,313)**	**(440,669)**		**--**	**440,669**	(1,565,294)	(85,111)	(1,650,405)	--	1,650,405	1,650,405
Loss attributable to policy holders			**(302,871)**						(1,786,142)			
Unallocated costs						**(11,407,437)**						(6,086,191)
Net loss for the period						**(8,348,849)**						(1,044,160)

SEGMENT INFORMATION (CONTINUED)

Other information

	Six months ended 30 June 2011 (Unaudited)						Year ended 31 December 2010 (Audited)					
	Underwriting			Shareholders		TOTAL	Underwriting			Shareholders		TOTAL
	Medical	Life	Total	Investments	Total		Medical	Life	Total	Investments	Total	
	AED	AED	AED	AED	AED	AED	AED	AED	AED	AED	AED	AED
Segment assets	**8,497,899**	**1,531,723**	**10,029,622**	**100,622,867**	**100,622,867**	**110,652,489**	11,991,871	365,633	12,357,504	107,839,415	107,839,415	120,196,919
Unallocated assets					**18,645,596**	**18,645,596**			--		18,003,110	18,003,110
Total Assets			**10,029,622**		**119,268,463**	**129,298,085**			12,357,504		125,842,585	138,200,029
Segment liabilities	**11,684,174**	**1,529,184**	**13,213,358**		**--**	**13,213,358**	14,856,574	381,796	15,238,370		--	15,238,370
Unallocated liabilities			**(302,871)**		**4,083,772**	**3,780,901**			--		2,308,984	2,308,984
Total liabilities			**12,910,487**		**4,083,772**	**16,994,259**			15,238,370		2,308,984	17,547,354

23. **CASH AND CASH EQUIVALENTS**

This item consists of the following :

	30 June 2011 (Unaudited) AED	30 June 2010 (Unaudited) AED
Cash balance	**13,284**	4,601
Bank balances - current accounts	**3,113,830**	2,444,630
Investment deposits placed for a period of three months or less from the original date of placement	**43,583,674**	8,304,897
Total - Exhibit D	**46,710,788**	10,754,128

24. **CONTINGENT LIABILITIES/COMMITMENTS**

i) Contingent liabilities

Contingent liabilities of the company as at the condensed interim financial position date are as follows :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Letters of guarantee	**138,000**	39,000

ii) Commitments

- The company has lease agreements which expires in 30 June 2013 and are payable as follows :

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
Less than one year	**1,372,580**	527,500
Between one and five years	**997,040**	--
Total	**2,369,620**	527,500

	30 June 2011 (Unaudited) AED	31 December 2010 (Audited) AED
• Commitments towards purchase of property and equipments	**1,062,500**	1,538,110

25. **GENERAL**

The figures in the condensed interim financial information are rounded to the nearest Arab Emirates Dirham (AED).