
**THE MEDITERRANEAN AND GULF COOPERATIVE INSURANCE
AND REINSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' LIMITED REVIEW REPORT**

**FOR THE NINE MONTH PERIOD ENDED
30 SEPTEMBER 2015**

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

Unaudited Interim Condensed Financial Statements and Independent Auditors' Limited Review Report
For the nine month period ended 30 September 2015

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**REVIEW REPORT
TO THE SHAREHOLDERS OF THE MEDITERRANEAN AND GULF COOPERATIVE
INSURANCE AND REINSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

SCOPE OF REVIEW

We have reviewed the accompanying interim statement of financial position of The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company (A Saudi Joint Stock Company) (the "Company") as at 30 September 2015 and the related interim statements of income - insurance operations and accumulated surplus, income and comprehensive income - shareholders' operations for the three - month and nine - month periods then ended, the related interim statements of changes in shareholders' equity and cash flows for insurance and shareholders' operations for the nine - month period ended 30 September 2015 and the related notes 1 to 17 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 - 34 "Interim Financial Reporting" (IAS 34) and submitted to us together with all the information and explanations which we required.

We conducted our review in accordance with the Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants ("SOCPA"). A 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 auditing standards generally accepted in the Kingdom of Saudi Arabia, 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 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 IAS 34.

EMPHASIS OF MATTER

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

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07/01/ 1437H
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The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

STATEMENT OF FINANCIAL POSITION

As at 30 September 2015

(Amounts in SR'000)

	<i>Notes</i>	30 September 2015 (Unaudited)	31 December 2014 (Audited)
INSURANCE OPERATIONS' ASSETS			
Bank balances and cash	5	433,344	688,967
Time deposits	6	228,685	227,222
Policyholders' and reinsurance balances receivable	7	2,092,411	1,325,050
Investments	8a	97,829	97,733
Due from related parties	11a	72,690	73,752
Due from shareholders' operations		37,301	-
Reinsurers' share of outstanding claims		775,525	651,679
Reinsurers' share of unearned premiums		761,305	1,033,651
Deferred policy acquisition costs		232,818	200,486
Prepayments and other assets		93,550	27,212
Property and equipment, net		54,274	51,564
TOTAL INSURANCE OPERATIONS' ASSETS		4,879,732	4,377,316
SHAREHOLDERS' ASSETS			
Bank balances and cash	5	101,871	241,619
Time deposits	6	95,610	-
Due from insurance operations		-	60,874
Investments	8b	262,251	270,415
Prepayments and other assets		2,553	1,679
Investment in an associate	9	8,723	6,000
Land		30,000	30,000
Statutory deposit	10	107,757	107,382
Goodwill		480,000	480,000
TOTAL SHAREHOLDERS' ASSETS		1,088,765	1,197,969
TOTAL ASSETS		5,968,497	5,575,285

The accompanying notes 1 to 17 form an integral part of these interim condensed financial statements.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

STATEMENT OF FINANCIAL POSITION (Continued)

As at 30 September 2015

(Amounts in SR'000)

	Notes	30 September 2015 (Unaudited)	31 December 2014 (Audited)
INSURANCE OPERATIONS' LIABILITIES AND SURPLUS			
Gross outstanding claims		1,701,602	1,272,301
Due to related parties	11a	54,155	28,179
Due to shareholders' operations		-	60,874
Accounts and commission payable		126,967	180,814
Accrued expenses and other liabilities		133,459	78,245
Reinsurance balances payable		164,693	84,139
Surplus distribution payable		106,591	106,591
Unearned reinsurance commission		60,755	73,458
Gross unearned premiums		2,511,885	2,483,739
Other claim reserves		17,685	7,132
TOTAL INSURANCE OPERATIONS' LIABILITIES		4,877,792	4,375,472
INSURANCE OPERATIONS' SURPLUS			
Cumulative change in fair values of available for sale investments	8a	1,940	1,844
TOTAL INSURANCE OPERATIONS' LIABILITIES AND SURPLUS		4,879,732	4,377,316
SHAREHOLDERS' LIABILITIES AND EQUITY			
SHAREHOLDERS' LIABILITIES			
Accrued expenses and other liabilities		7,026	2,392
Provision for zakat and income tax		2,268	19,507
Due to insurance operations		37,301	-
TOTAL SHAREHOLDERS' LIABILITIES		46,595	21,899
SHAREHOLDERS' EQUITY			
Share capital	14	1,000,000	1,000,000
Statutory reserve	15	146,135	146,135
Accumulated (deficit) / surplus		(122,069)	19,990
Cumulative change in fair values of available for sale investments	8b	18,104	9,945
TOTAL SHAREHOLDERS' EQUITY		1,042,170	1,176,070
TOTAL SHAREHOLDERS' LIABILITIES AND EQUITY		1,088,765	1,197,969
TOTAL LIABILITIES, INSURANCE OPERATIONS' SURPLUS AND SHAREHOLDERS' EQUITY		5,968,497	5,575,285

The accompanying notes 1 to 17 form an integral part of these interim condensed financial statements.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

INTERIM STATEMENT OF INCOME - INSURANCE OPERATIONS AND ACCUMULATED SURPLUS

(Amounts in SR'000)

	<i>For the three month period ended</i>		<i>For the nine month period ended</i>	
	<i>30 September 2015</i>	<i>30 September 2014</i>	<i>30 September 2015</i>	<i>30 September 2014</i>
	<i>Note</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Gross premiums written		754,035	1,083,068	3,418,455
Less: Reinsurance premiums ceded		(114,098)	(205,645)	(500,073)
Excess of loss premiums		(2,762)	(2,595)	(8,288)
NET PREMIUMS WRITTEN		637,175	874,828	2,910,094
Change in unearned premiums, net		261,352	(127,736)	(300,492)
NET PREMIUMS EARNED		898,527	747,092	2,609,602
Gross claims paid and other expenses		(804,250)	(901,104)	(2,639,300)
Reinsurers' share of gross claims paid		136,454	157,495	539,705
Change in outstanding claims, net		(67,301)	126,865	(305,456)
Change in other claim reserves		9,488	6,566	(10,553)
NET CLAIMS INCURRED		(725,609)	(610,178)	(2,415,604)
Policy acquisition costs		(58,574)	(43,557)	(169,662)
Reinsurance commission income		24,841	11,637	91,328
NET UNDERWRITING RESULT		139,185	104,994	115,664
General and administrative expenses		(98,357)	(75,796)	(282,645)
Special commission income		1,315	1,699	3,915
Other income		10,335	11,363	39,712
INSURANCE OPERATIONS' (DEFICIT) / SURPLUS		52,478	42,260	(123,354)
Shareholders' appropriation from insurance operations' (deficit) / surplus	2	(52,478)	(38,034)	(123,354)
ACCUMULATED SURPLUS AT THE END OF THE PERIOD		-	4,226	-

The accompanying notes 1 to 17 form an integral part of these interim condensed financial statements.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

INTERIM STATEMENT OF INCOME - SHAREHOLDERS' OPERATIONS

(Amounts in SR'000)

	Notes	<i>For the three month period ended</i>		<i>For the nine month period ended</i>	
		<i>30 September 2015 (Unaudited)</i>	<i>30 September 2014 (Unaudited)</i>	<i>30 September 2015 (Unaudited)</i>	<i>30 September 2014 (Unaudited)</i>
INCOME					
Shareholders' appropriation from insurance operations' (deficit) / surplus	2	52,478	38,034	(123,354)	137,213
Special commission income		1,522	1,527	4,998	6,286
Realised gain / (loss) on sale of available for sale investments		-	-	713	(1,021)
Dividend income on available for sale investments		393	119	1,221	1,717
Income from investment in an associate		-	-	2,723	-
		<u>54,393</u>	<u>39,680</u>	<u>(113,699)</u>	<u>144,195</u>
EXPENSES					
General and administrative		(2,595)	(806)	(8,059)	(2,558)
Impairment losses on available for sale investments		-	-	(13,751)	-
		<u>(2,595)</u>	<u>(806)</u>	<u>(21,810)</u>	<u>(2,558)</u>
NET INCOME / (LOSS) FOR THE PERIOD		<u>51,798</u>	<u>38,874</u>	<u>(135,509)</u>	<u>141,637</u>
BASIC AND DILUTED EARNINGS / (LOSSES) PER SHARE FOR THE PERIOD	13	<u>0.518</u>	<u>0.389</u>	<u>(1.355)</u>	<u>1.416</u>

The accompanying notes 1 to 17 form an integral part of these interim condensed financial statements.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' COMPREHENSIVE INCOME
(Amounts in SR'000)

	<i>For the three month period ended</i>		<i>For the nine month period ended</i>	
	<i>30 September 2015 (Unaudited)</i>	<i>30 September 2014 (Unaudited)</i>	<i>30 September 2015 (Unaudited)</i>	<i>30 September 2014 (Unaudited)</i>
NET INCOME / (LOSS) FOR THE PERIOD	51,798	38,874	(135,509)	141,637
Other comprehensive (loss) / income:				
Items that will not be reclassified to interim statement of income in subsequent period				
<u>Zakat and income tax</u>	(3,062)	(5,465)	(6,550)	(18,538)
Items that are or may be reclassified to interim statement of income in subsequent period				
<u>Available for sale investments</u>				
Net change in fair values	(8,936)	6,084	8,159	12,922
Loss transferred to interim statement of income	-	-	-	(1,021)
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	39,800	39,493	(130,838)	135,000




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The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the nine month period ended 30 September 2015
(Amounts in SR'000)

	<i>Share capital</i>	<i>Statutory reserve</i>	<i>Accumulated deficit</i>	<i>Cumulative change in fair value of available for sale investments</i>	<i>Total</i>
Balance at 1 January 2015 (Audited)	1,000,000	146,135	19,990	9,945	1,176,070
Total comprehensive (loss) / income for the period					
Net loss for the period	-	-	(135,509)	-	(135,509)
Zakat and income tax	-	-	(6,550)	-	(6,550)
Net change in fair values	-	-	-	8,159	8,159
Balance at 30 September 2015 (Unaudited)	1,000,000	146,135	(122,069)	18,104	1,042,170
Balance at 1 January 2014 (Audited)	1,000,000	139,374	(159,695)	16,255	995,934
Total comprehensive income for the period					
Net income for the period	-	-	141,637	-	141,637
Zakat and income tax	-	-	(18,538)	-	(18,538)
Net change in fair values	-	-	-	12,922	12,922
Net Amount Transferred to interim statement of shareholders' operations	-	-	-	(1,021)	(1,021)
Balance at 30 September 2014 (Unaudited)	1,000,000	139,374	(36,596)	28,156	1,130,934

The accompanying notes 1 to 17 form an integral part of these interim condensed financial statements.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

INTERIM STATEMENT OF INSURANCE OPERATIONS' CASH FLOWS
For the nine month period ended 30 September 2015
(Amounts in SR'000)

	30 September 2015 <i>(Unaudited)</i>	30 September 2014 <i>(Unaudited)</i>
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Insurance operations' surplus after shareholders' appropriation	-	15,246
<i>Adjustments to reconcile insurance operations' surplus after shareholders' appropriation to net cash used in operating activities:</i>		
Depreciation	6,725	11,458
Special commission income	(3,915)	(6,450)
Gain on sale of property and equipment, net	-	(1)
Cash from operations	2,810	20,253
<i>Changes in operating assets and liabilities:</i>		
Gross unearned premiums	28,146	377,695
Reinsurers' share of unearned premiums	272,346	(42,457)
Policyholders' and reinsurance balances receivable	(767,361)	(686,225)
Due from related parties	1,062	(4,856)
Due to related parties	25,976	20,591
Reinsurers' share of outstanding claims	(123,846)	(89,977)
Deferred policy acquisition costs	(32,332)	(63,126)
Prepayments and other assets	(66,338)	(166,334)
Deposit Against letters of guarantee	(8,043)	(7,312)
Gross outstanding claims	429,301	111,106
Due (to) / from shareholders' operations, net	(98,175)	343,577
Accounts and commissions payable	(53,847)	62,749
Accrued expenses and other liabilities	55,214	20,645
Reinsurance balances payable	80,554	(78,285)
Unearned reinsurance commission	(12,703)	38,196
Other reserves	10,553	9,351
Net cash used in operating activities	(256,683)	(134,409)
CASH FLOWS FROM INVESTING ACTIVITIES		
Time deposits	(1,463)	(205,301)
Special commission income	3,915	6,450
Proceeds from sale of property and equipment	72	2
Proceeds from sale of available for sale investments	-	20,000
Purchase of available for sale investments	-	(26,632)
Purchase of property and equipment	(9,507)	(18,947)
Net cash used in investing activities	(6,983)	(224,428)
DECREASE IN CASH AND CASH EQUIVALENTS	(263,666)	(358,837)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5 673,942	679,544
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5 410,276	320,707
<i>Non-cash transaction:</i>		
Change in fair values of available for sale investments	96	1,327

The accompanying notes 1 to 17 form an integral part of these interim condensed financial statements.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

INTERIM STATEMENT OF SHAREHOLDERS' CASH FLOWS
For the nine month period ended 30 September 2015
(Amounts in SR'000)

	Notes	30 September 2015 (Unaudited)	30 September 2014 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the period		(135,509)	141,637
<i>Adjustments for:</i>			
Special commission income		(4,998)	(6,286)
Dividend income on available for sale investments		(1,221)	(1,717)
Realised (gain) / loss on sale of available for sale investments		(713)	1,021
Income from investment in associate		(2,723)	-
Impairment losses on available for sale investment		13,751	-
Cash from operations		(131,413)	134,655
<i>Changes in operating assets and liabilities:</i>			
Due from / (to) insurance operations, net		98,175	(343,577)
Prepayments and other assets		(874)	534
Zakat and income tax paid		(23,789)	-
Accrued expenses and other liabilities		4,634	(133)
Interest on statutory deposit		(375)	-
Net cash used in operating activities		(53,642)	(208,521)
CASH FLOWS FROM INVESTING ACTIVITIES			
Time deposits		(95,610)	120,104
Purchase of available for sale investments		-	(101,179)
Proceeds from sale of available for sale investments		3,285	37,259
Special commission income		4,998	6,286
Dividend income on available for sale investments		1,221	1,717
Net cash (used in) / from investing activities		(86,106)	64,187
DECREASE IN CASH AND CASH EQUIVALENTS		(139,748)	(144,334)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	241,619	322,103
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	101,871	177,769
<i>Non-cash transactions:</i>			
Change in fair values of available for sale investments		8,159	11,901




The accompanying notes 1 to 17 form an integral part of these interim condensed financial statements.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

30 September 2015

(Amounts in SR'000)

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company (the "Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010231925 dated 8 Rabi Al-Thani 1428H (corresponding to 26 April 2007). The registered office address of the Company is P.O.Box: 2302, Riyadh 11451, Kingdom of Saudi Arabia. The objectives of the Company are to transact cooperative insurance and reinsurance business and related activities in the Kingdom of Saudi Arabia. Its principal lines of business include all classes of general insurance. The Company was listed on the Saudi Arabian Stock Exchange (Tadawul) on 28 Rabi Al-Awal 1428H (corresponding to 16 April 2007).

2. BASIS OF PREPARATION

Basis of measurement

The interim condensed financial statements have been prepared on a historical cost basis except for the measurement at fair value of available for sale investments and investment in an associate which is accounted for under the equity method.

Statement of compliance

The accompanying interim condensed financial statements for the nine month period ended 30 September 2015 are prepared in accordance with IAS 34 – Interim Financial Reporting.

The accompanying 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 annual financial statements as at 31 December 2014.

The Company is required to distribute 10% of the net surplus from insurance operations to policyholders and the remaining 90% to be allocated to the shareholders of the Company in accordance with the Insurance Law and Implementation Regulations issued by the Saudi Arabian Monetary Agency ("SAMA").

The insurance operations' deficit of the Company for the nine month period ended 30 September 2015 amounted to SR 123,354 (30 September 2014: surplus of SR 152,459). Accordingly, there were no transfer from insurance operations to the shareholders' operations for the period ended 30 September 2015 (30 September 2014: 90% of insurance operation surplus amounting to SR 137,213 has been transferred to the shareholders' operations for the period, leaving a surplus payable to policyholders of SR 15,246).

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 periods presented. The interim results may not be indicative of the Company's annual results.

As required by Saudi Arabian Insurance Regulations, the Company maintains separate accounts for insurance and shareholders' operations and presents the financial statements accordingly. Income and expenses clearly attributable to the relevant activity are recorded in the respective books of accounts. The basis of allocation of expenses from joint operations is determined by Management and Board of Directors.

3. FUNCTIONAL AND PRESENTATION CURRENCY

These unaudited interim condensed financial statements have been presented in Saudi Arabian Riyal (SAR), being the functional currency of the Company. All financial information presented has been rounded off to the nearest SAR thousands.

4. SIGNIFICANT ACCOUNTING POLICIES AND AMENDMENTS TO STANDARDS

The accounting policies used in the preparation of these interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended December 31, 2014 except for the adoption of the following new standards and other amendments to existing standards mentioned below which have had an no significant financial impact on the interim condensed financial statements of the Company on the current period or prior period and is expected to have no significant effect in future periods:

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

(Continued)

30 September 2015

(Amounts in SR'000)

4. SIGNIFICANT ACCOUNTING POLICIES AND AMENDMENTS TO STANDARDS (Continued)

New and amended standards issued and adopted

- Amendments to IAS 19 applicable for annual periods beginning on or after 1 July 2014 is applicable to defined benefit plans involving contribution from employees and / or third parties. This provides relief, based on meeting certain criteria's, from the requirements proposed in the amendments of 2011 for attributing employee / third party contributions to periods of service under the plan benefit formula or on a straight line basis. The current amendment gives an option, if conditions satisfy, to reduce service cost in period in which the related service is rendered.

- Annual improvements to IFRS 2010-2012 and 2011-2013 cycle applicable for annual periods beginning on or after 1 July 2014. A summary of the amendments is contained as under:

IFRS 1 – “first time adoption of IFRS”: the amendment clarifies that a first time adopter is permitted but not required to apply a new or revised IFRS that is not yet mandatory but is available for early adoption.

IFRS 2 amended to clarify the definition of ‘vesting condition’ by separately defining ‘performance condition’ and ‘service condition’.

IFRS 3 – “business combinations” amended to clarify the classification and measurement of contingent consideration in a business combination. It has been further amended to clarify that the standard does not apply to the accounting for the formation of all types of joint arrangements in IFRS 11.

IFRS 8 – “operating segments” has been amended to explicitly require disclosure of judgments made by management in applying aggregation criteria.

IFRS 13 has been amended to clarify measurement of interest free short term receivables and payables at their invoiced amount without discounting, if the effect of discounting is immaterial. It has been further amended to clarify that the portfolio exception potentially applies to contracts in the scope of IAS 39 and IFRS 9 regardless of whether they meet the definition of a financial asset or financial liability under IAS 32.

IAS 16 – “Property plant and equipment” and IAS 38 – “intangible assets”: – the amendments clarify the requirements of revaluation model recognizing that the restatement of accumulated depreciation (amortisation) is not always proportionate to the change in the gross carrying amount of the asset.

IAS 24 – “related party disclosures”– the definition of a related party is extended to include a management entity that provides key management personnel services to the reporting entity, either directly or indirectly.

IAS 40 – “investment property” clarifies that an entity should assess whether an acquired property is an investment property under IAS 40 and perform a separate assessment under IFRS 3 to determine whether the acquisition constitutes a business combination.

-IAS 36 amendment applicable retrospectively from 1 January 2014 addresses the disclosure of information about the recoverable amount of impaired assets under the amendments, recoverable amount of every cash generating unit to which goodwill or indefinite-lived intangible assets have been allocated is required to be disclosed only when an impairment loss has been recognised or reversed.

-IAS 39 amendment applicable from 1 January 2014 added a limited exception to IAS 39, to provide relief from discontinuing an existing hedging relationship when a novation that was not contemplated in the original hedging documentation meets specified criteria.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

(Continued)

30 September 2015

(Amounts in SR'000)

4. SIGNIFICANT ACCOUNTING POLICIES AND AMENDMENTS TO STANDARDS (Continued)

Standards issued but not yet effective

In addition to the above mentioned standards, the following standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective. Further, the Company has chosen not to early adopt the amendments and revisions to the International Financial Reporting Standards which have been published and are mandatory for compliance for the Company with effect from future dates.

IFRS 9 Financial Instruments

IFRS 9, as issued, reflects the first phase of the IASB's work though the adoption date is subject to the recently issued Exposure Draft on the replacement of IAS 39 and applies to classification and measurement of financial assets and liabilities as defined in IAS 39. The standard was initially effective for annual periods beginning on or after 1 January 2013, but Amendments to IFRS 9 Mandatory Effective Date of IFRS 9 and Transition Disclosures, issued in December 2011, moved the mandatory effective date to 1 January 2015.

However, on 19 November 2013, the IASB issued IFRS 9 Financial Instruments (Hedge Accounting and amendments to IFRS 9) amending IFRS 9 to include the new general hedge accounting model. In its February 2014 meeting, the IASB tentatively decided that IFRS 9 would be mandatorily effective for years ending on or after 31 December 2018.

5. BANK BALANCES AND CASH

	30 September 2015 (Unaudited)		31 December 2014 (Audited)	
	Insurance operations	Shareholders' operations	Insurance operations	Shareholders' operations
Cash in hand and at banks	118,632	15,081	446,466	18,120
Short-term time deposits	291,644	86,790	227,476	223,499
<i>Cash and cash equivalents in the statement of cash flows</i>	410,276	101,871	673,942	241,619
Deposits against letters of guarantee	23,068	-	15,025	-
	<u>433,344</u>	<u>101,871</u>	<u>688,967</u>	<u>241,619</u>

Short term time deposits are placed with counterparties who have credit ratings equivalent to A+ to BBB- ratings under Standard and Poor's, Fitch and Moody's ratings methodology.

Short term time deposits are placed with local and licensed foreign banks' branches in Kingdom of Saudi Arabia with an original maturity of less than three months from the date of acquisition and earned special commission income at an average rate of 0.63% per annum (31 December 2014: 0.77% per annum).

Deposits against letters of guarantee comprises amounts placed with a local bank against issuance of payment guarantees in favour of the Company's customers and service providers. As deposits against letters of guarantee cannot be withdrawn before the end of guarantee and are restricted in nature.

The Mediterranean and Gulf Cooperative Insurance and Reinsurance Company
(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

(Continued)

30 September 2015

(Amounts in SR'000)

6. TIME DEPOSITS

Time deposits are placed with counterparties that have credit ratings equivalent to A+ to BBB ratings under Standard and Poor's, Fitch and Moody's ratings methodology.

Time deposits are placed with local and licensed foreign banks' branches in Kingdom of Saudi Arabia with a maturity of more than three months from the date of original acquisition and earned special commission income at an average rate of 0.89% per annum (31 December 2014: 1.09% per annum).

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

7. POLICYHOLDERS' AND REINSURANCE BALANCES RECEIVABLE

	<i>30 September 2015</i> <i>(Unaudited)</i>	<i>31 December 2014</i> <i>(Audited)</i>
Policyholders' balances receivable	1,668,132	1,229,690
Less: Provision for doubtful debts	(137,863)	(136,570)
	<u>1,530,269</u>	<u>1,093,120</u>
Reinsurance balances receivable	565,781	236,861
Less: Provision for doubtful debts	(3,639)	(4,931)
	<u>562,142</u>	<u>231,930</u>
Total policyholders' and reinsurance balances receivable	<u><u>2,092,411</u></u>	<u><u>1,325,050</u></u>

8. INVESTMENTS

Investments are classified as set out below:

(a) Insurance operations – Available for sale investments

	<i>30 September 2015</i> <i>(Unaudited)</i>	<i>31 December 2014</i> <i>(Audited)</i>
Mutual funds	32,985	32,765
Bonds	37,579	38,028
Sukuk	25,000	25,000
Equities	2,265	1,940
Total	<u><u>97,829</u></u>	<u><u>97,733</u></u>

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8. INVESTMENTS (Continued)

(a) Insurance operations – Available for sale investments (Continued)

The movement during the period / year in available for sale investments for insurance's operations were as follows:

	30 September 2015 (Unaudited)	31 December 2014 (Audited)
At the beginning of the period / year	97,733	90,875
Purchase during the period / year	-	26,633
Sold during the period / year	-	(20,000)
	<u>97,733</u>	<u>97,508</u>
Net change in fair values	96	225
At the end of the period / year	<u>97,829</u>	<u>97,733</u>

The cumulative change in fair values of available for sale investments for insurance operations amounting to SR 1,940 (31 December 2014: SR 1,844) is presented within insurance operations' surplus' in the statement of financial position.

(b) Shareholders' operations – Available for sale investments

	30 September 2015 (Unaudited)	31 December 2014 (Audited)
Mutual funds	84,660	89,300
Bonds	98,141	97,795
Sukuk	58,560	58,581
Equities	20,890	24,739
Total	<u>262,251</u>	<u>270,415</u>

The movement during the period / year in available for sale investments for shareholders' operations were as follows:

	30 September 2015 (Unaudited)	31 December 2014 (Audited)
At the beginning of the period / year	270,415	211,127
Purchased during the period / year	-	122,627
Sold during the period / year	(3,285)	(56,009)
	<u>267,130</u>	<u>277,745</u>
Realised gain / (loss)	713	(1,021)
Impairment loss	(13,751)	-
Net change in fair values	8,159	(6,309)
At the end of the period / year	<u>262,251</u>	<u>270,415</u>

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8. INVESTMENTS (Continued)

(b) *Shareholders' operations – Available for sale investments*

The cumulative change in fair values of available for sale investments for shareholders' operations amounting to SR 18,104 (31 December 2014: SR 9,945) is presented within shareholders' equity in the statement of financial position.

(c) *Fair value*

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or the most advantageous) market between market participants at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. The fair values of recognised financial instruments are not significantly different from the carrying values included in the interim condensed financial statements. The estimated fair values of financial instruments are based on quoted market prices, when available. The fair values of these investments are disclosed below.

Determination of fair value and fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy cumulatively for insurance and shareholders operations:

	<i>30 September 2015 (Unaudited)</i>			
	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
<i>Available for sale investments</i>				
Mutual funds	110,130	7,515	-	117,645
Bonds	9,998	125,722	-	135,720
Sukuk	17,564	65,996	-	83,560
Equities	21,232	-	-	21,232
<i>Total available for sale investments</i>	<u>158,924</u>	<u>199,233</u>	<u>-</u>	<u>358,157</u>

	<i>31 December 2014 (Audited)</i>			
	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
<i>Available for sale investments</i>				
Mutual funds	114,385	7,680	-	122,065
Bonds	9,998	125,826	-	135,824
Sukuk	17,585	65,996	-	83,581
Equities	24,755	-	-	24,755
<i>Total available for sale investments</i>	<u>166,723</u>	<u>199,502</u>	<u>-</u>	<u>366,225</u>

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8. INVESTMENTS (Continued)

The unlisted security amounting to SR 1,923 was stated at cost in the absence of active markets or other means of reliably measuring their fair value.

9. INVESTMENT IN AN ASSOCIATE

Investment in an associate comprises of an equity investment in Al-Waseel for Electronic Transportation amounting to SR 8,723 (a 25% equity interest) (2014: SR 6,000), in an unquoted company (the "associate"), registered in the Kingdom of Saudi Arabia.

10. STATUTORY DEPOSIT

Statutory deposit represents 10% of the paid up capital which is maintained in accordance with the Law on Supervision of Cooperative Insurance Companies in the Kingdom of Saudi Arabia. This statutory deposit cannot be withdrawn without the consent of the Saudi Arabian Monetary Agency ("SAMA").

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11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

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

<i>Related parties</i>	<i>Nature of transaction</i>	<i>Amount of transaction for the nine month period ended</i>		<i>Balance</i>	
		<i>30 September 2015</i>	<i>30 September 2014</i>	<i>30 September 2015</i>	<i>31 December 2014</i>
		<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
Due from related parties					
Medgulf BSC - Head office account (<i>parent company</i>)	-Claims paid on behalf of parent company	-	1,926	-	-
	-Operational expenses paid on behalf of parent company, CEO & members of BOD	-	571	-	-
	-Balance due from at period / year end	-	-	23,879	23,879
Medgulf BSC - Operation account (<i>parent company</i>)	-Expenses on behalf of BOD	-	18	-	-
	-Expenses paid on behalf of parent company	-	981	-	-
	-Reinsurance recoveries on behalf of parent company (run off)	4	-	-	-
	-Settlement on behalf of parent company (run off)	12	3	-	-
	-Balance due from at period / year end	-	-	24,289	24,297
Medgulf Egypt (<i>fellow subsidiary</i>)	-Balance due from at period / year end	-	-	58	58

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11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

Related parties	Nature of transaction	Amount of transaction for the nine month period ended		Balance	
		30 September 2015	30 September 2014	30 September 2015	31 December 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Due from related parties (continued)					
Medgulf Jordan (fellow subsidiary)	-Balance due from at period / year end	-	-	25	25
Allianz Bahrain (fellow subsidiary)	-Expenses paid on behalf of fellow subsidiary	-	3	-	-
Medgulf Lebanon SAL (fellow subsidiary)	-Claims paid by fellow subsidiary on behalf of Medgulf KSA	1,075	254	-	-
	-Expenses paid by fellow subsidiary on behalf of Medgulf KSA	-	260	-	-
	-Expenses paid on behalf of fellow subsidiary	-	1,696	-	-
	-Balance due from at period / year end	-	-	-	1,075
Al Samiya Trading Co (fellow subsidiary)	-Commissions	-	40,432	-	-
	-Expenses paid on behalf of fellow subsidiary	-	1,448	-	-
	-Gross written premiums	21	711	-	-
	-Commission payment	-	41,286	-	-
	-Premium refundable	-	96	-	-
	-Claims for fellow subsidiary	-	110	-	-
	-Claims paid	-	110	-	-
	-Balance due from at period / year end	-	-	449	428
Motion al-Saudia (fellow subsidiary) (in liquidation)	-Balance due from at period / year end	-	-	10,924	10,924

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11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

Related parties	Nature of transaction	Amount of transaction for the nine month period ended		Balance	
		30 September 2015	30 September 2014	30 September 2015	31 December 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Due from related parties (continued)					
Addison Bradley Arabia- KSA – (fellow subsidiary)	-Expenses paid on behalf of fellow subsidiary	-	2,994	-	-
	-Insurance for employees of fellow subsidiary	-	57	-	-
	-Premium refundable	-	3	-	-
	-Balance due from at period / year end	-	-	13,066	13,066
				72,690	73,752
Due to related parties					
Medivisa KSA (fellow subsidiary)	-Expenses paid on behalf of fellow subsidiary	-	258	-	-
	-Insurance premium for employees of fellow subsidiary	3,234	2,672	-	-
	-TPA fees	87,045	82,545	-	-
	-Claim payable	131	25	-	-
	-Expenses by fellow subsidiary on behalf of Medgulf KSA	-	69	-	-
	-Premium refundable	241	130	-	-
	-Payment on TPA fees	57,991	57,159	-	-
	-5% Withholding taxes paid on behalf of Medgulf KSA (Jordan)	84	68	-	-
	-Balance due to at period / year end	-	-	54,155	28,179
				54,155	28,179

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11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

Other related parties	Nature of transaction	Amount of transaction for the nine month period ended		Balance	
		30 September 2015	30 September 2014	30 September 2015	31 December 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
The Saudi Investment Bank, (Founding shareholders)	-Current account and time deposits	685	20,995	15,220	9,873
	-Statutory deposit (refer note 11.1)	375	20,871	107,757	107,382
	-Gross written premiums	4,257	3,656	-	-
	-Premium refundable	-	-	120	(1,324)
	-Claims incurred	840	1,455	-	-
	-Outstanding claims payable / (recovery)	-	-	(126)	1
	-Discretionary portfolio arrangement (refer 11.2)	699	714	55,834	55,135
Al Istithmar Capital (subsidiary of SIB-founding shareholders)	GCC equity fund	363	891	10,042	10,405
	Banque de Credit National (Common ownership and directors)	-Current account and time deposits	19	92	-
-Commission income on time deposits		-	69	-	-
Saudi Orix (Shareholders of the parent company)	-Investment in Sukuk	-	-	7,500	7,500
	-Income on Sukuk	141	148	-	-
	-Gross written premiums	29,892	24,148	-	-
	-Premiums receivable	-	-	3,377	1,810
	-Claims incurred	14,194	13,931	-	-
	-Outstanding claims payable / recovery	-	-	92	12
Creative solutions restaurants Co. (Under common directorship)	-Gross written premiums	101	-	-	-
	-Claims incurred	157	-	-	-
	-Premiums receivable (ends.)	-	-	9	16
Medivisa KSA (fellow subsidiary)	-Medical claim administration fees paid	101	-	-	-
	-Payment to Medivisa KSA	278	-	-	-
	-Medical claim administration fees payable	-	-	-	(177)

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11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

Other related parties	Nature of transaction	Amount of transaction for the nine month period ended		Balance	
		30 September 2015	30 September 2014	30 September 2015	31 December 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Safari Group of companies (common Directorship)	-Gross written premiums	13,702	10,072	-	-
	-Premiums refundable / receivable	-	-	10,878	(560)
	-Claims incurred	8,578	6,308	-	-
	-Claims payable	-	-	(607)	(118)
Khalid A. Al Shathry Construction Company (Under common directorship)	-Gross written premiums	31	38	-	-
	-Premiums receivable	-	-	98	87
	-Claims incurred	31	66	-	-
	-Outstanding claims	-	-	2	-
Khalid A. Al Shathry (individual motor policies)	-Gross written premiums	12	11	-	-
	-Premiums receivables	-	-	893	1,137
	-Claims incurred	38	-	-	-
	-Outstanding claims	-	-	11	6
Al Jasamah establishment (Under common directorship)	-Gross written premiums	148	148	-	-
	-Claims incurred	346	12	-	-
	-Outstanding claims	-	-	(8)	(8)
Medgulf BSC (parent company)	-Reinsurance premiums ceded (Run off)	3,749	380,207	-	-
	-Claim recoveries (Run off)	227,593	296,146	-	-
	-Reinsurance commission income (Run off)	375	38,021	-	-
	-Receivable / (payable)	-	-	264,633	40,414
	-Reinsurance premiums ceded	61	168	-	-
Addison Bradley Overseas (fellow subsidiary)	-Reinsurance claim recoveries	15,227	1,209	54,527	39,342
Addison Bradley Arabia Holding LLC (UAE) (fellow subsidiary)	-Reinsurance claim recoveries	2	0	2,692	2,691
	-Commission cancellation	10	-	-	-
SIB LLC (UAE) (fellow subsidiary)	-Balance due to at period / year end	-	-	(31)	(31)

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11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

Other related parties	Nature of transaction	Amount of transaction for the nine month period ended		Balance	
		30 September 2015	30 September 2014	30 September 2015	31 December 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Addison Bradley Arabia- KSA – Brokerage commission (fellow subsidiary)	-Brokerage commission	(20)	25	-	-
	-Payment to fellow subsidiary	-	20	-	-
Addison Bradley Arabia- KSA – reinsurance broker (fellow subsidiary)	-Reinsurance premiums ceded (Run off)	6	513	-	-
	-Reinsurance claim recoveries (Run off)	3,848	9,192	-	-
	-Direct Payment to reinsurer	1,920	38	-	-
	-Collection from recoveries	6,149	-	-	-
Addison Bradley Arabia-KSA (fellow subsidiary)	-Reinsurance receivable / (payable)	-	-	3,123	3,487
	-Premiums receivable	-	-	1,406	1,406
Emad J. Baban (individual motor policies of Director)	-Gross written premiums	19	21	-	-
	-Claims incurred	25	-	-	-
Saleh Al-Sagri (individual motor policies of Director)	-Gross written premiums	149	55	-	-
	-Premiums receivable	-	-	6	71
	-Claims incurred	14	22	-	-
	-Outstanding claims	-	-	-	(22)

11.1 Statutory deposit has been placed with the Saudi Investment Bank at the commission rate of 0.7% per annum.

11.2 Discretionary portfolio management agreement (DPM) was signed on February 11, 2011 and includes a mix of equity and debt investments.

The remuneration of the Board of Directors and other key management personnel during the period is as follows:

	30 September 2015	30 September 2014
	(Unaudited)	(Unaudited)
Short term benefits	20,330	8,321
End of service benefits	2,135	273
	22,465	8,594

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12. SEGMENTAL INFORMATION

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

Segment results do not include allocation of general and administrative expenses, special commission income and other income to operating segments.

Segment assets do not include allocation of cash and cash equivalents, time deposits, investments, premiums and reinsurance balances receivable, prepayments and other assets, due from related parties, and property and equipment, net, to the operating segments.

Segment liabilities do not include allocation of accounts and commission payable, reinsurance balances payable, accrued expenses and other liabilities, due to shareholders' operations, surplus distribution payable and other reserves to operating segments.

Shareholders' operations is a non-operating segment. Certain direct operating expenses, other overhead expenses and surplus from the insurance operations are allocated to this segment on an appropriate basis as approved by management.

Operating segments

*For the nine month period ended
September 2015 (Unaudited)*

	<i>Medical</i>	<i>Motor</i>	<i>Other</i>	<i>Total</i>
<i>Insurance operations</i>				
Gross premiums written	2,433,996	580,500	403,959	3,418,455
Net premiums written	2,430,247	401,297	78,550	2,910,094
Net premiums earned	2,135,207	397,093	77,302	2,609,602
Net claims incurred	(1,929,199)	(472,972)	(13,433)	(2,415,604)
Policy acquisition costs	(118,048)	(26,358)	(25,256)	(169,662)
Reinsurance commission income	20,812	27,918	42,598	91,328
Net underwriting result	108,772	(74,319)	81,211	115,664
General and administrative expenses				(282,645)
Special commission income and other income				43,627
Insurance operations' deficit				(123,354)

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12. SEGMENTAL INFORMATION (Continued)

Operating segments (Continued)

*For the nine month period ended
September 2014 (Unaudited)*

	<i>Medical</i>	<i>Motor</i>	<i>Other</i>	<i>Total</i>
<i>Insurance operations</i>				
Gross premiums written	2,534,716	561,918	468,923	3,565,557
Net premiums written	2,155,710	474,834	78,706	2,709,250
Net premiums earned	1,970,535	338,230	65,247	2,374,012
Net claims incurred	(1,678,999)	(295,723)	(15,963)	(1,990,685)
Policy acquisition costs	(82,804)	(20,223)	(18,083)	(121,110)
Reinsurance commission income	17,490	4,303	34,484	56,277
Net underwriting result	226,222	26,587	65,685	318,494
General and administrative expenses				(214,805)
Special commission income and other income				48,770
Insurance operations' surplus				152,459

*For the three month period ended
September 2015 (Unaudited)*

	<i>Medical</i>	<i>Motor</i>	<i>Other</i>	<i>Total</i>
<i>Insurance operations</i>				
Gross premiums written	515,413	140,540	98,082	754,035
Net premiums written	514,717	94,017	28,441	637,175
Net premiums earned	754,213	114,657	29,657	898,527
Net claims incurred	(600,046)	(121,071)	(4,492)	(725,609)
Policy acquisition costs	(43,058)	(6,611)	(8,905)	(58,574)
Reinsurance commission income	(94)	9,439	15,496	24,841
Net underwriting result	111,015	(3,586)	31,756	139,185
General and administrative expenses				(98,357)
Special commission income and other income				11,650
Insurance operations' surplus				52,478

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12. SEGMENTAL INFORMATION (Continued)

Operating segments (Continued)

*For the three month period ended
September 2014 (Unaudited)*

	<i>Medical</i>	<i>Motor</i>	<i>Other</i>	<i>Total</i>
<i>Insurance operations</i>				
Gross premiums written	803,174	202,978	76,916	1,083,068
Net premiums written	683,899	181,460	9,469	874,828
Net premiums earned	579,712	145,924	21,456	747,092
Net claims incurred	(490,936)	(114,086)	(5,156)	(610,178)
Policy acquisition costs	(24,133)	(7,711)	(11,713)	(43,557)
Reinsurance commission income	1,906	(6,453)	16,184	11,637
Net underwriting result	66,549	17,674	20,771	104,994
General and administrative expenses				(75,796)
Special commission income and other income				13,062
Insurance operations' surplus				42,260

*As at 30 September 2015
(Unaudited)*

	<i>Medical</i>	<i>Motor</i>	<i>Other</i>	<i>Total</i>
<i>Insurance operations' assets</i>				
Reinsurers' share of unearned premiums	8,161	89,344	663,800	761,305
Reinsurers' share of outstanding claims	45,171	63,108	667,246	775,525
Deferred policy acquisition costs	181,645	20,064	31,109	232,818
Unallocated assets	-	-	-	3,110,084
				4,879,732
<i>Insurance operations' liabilities and surplus</i>				
Gross unearned premiums	1,433,179	339,941	738,765	2,511,885
Unearned reinsurance commission	172	18,406	42,177	60,755
Gross outstanding claims	834,591	172,806	694,205	1,701,602
Unallocated liabilities	-	-	-	605,490
				4,879,732

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12. SEGMENTAL INFORMATION (Continued)

Operating segments (Continued)

<i>As at 31 December 2014 (Audited)</i>	<i>Medical</i>	<i>Motor</i>	<i>Other</i>	<i>Total</i>
<i>Insurance operations' assets</i>				
Reinsurers' share of unearned premiums	199,408	61,598	772,645	1,033,651
Reinsurers' share of outstanding claims	99,855	43,776	508,048	651,679
Deferred policy acquisition costs	156,857	12,507	31,122	200,486
Unallocated assets	-	-	-	2,491,500
				<u>4,377,316</u>
<i>Insurance operations' liabilities and surplus</i>				
Gross unearned premiums	1,329,385	307,992	846,362	2,483,739
Unearned reinsurance commission	20,609	8,113	44,736	73,458
Gross outstanding claims	622,121	114,966	535,214	1,272,301
Unallocated liabilities	-	-	-	547,818
				<u>4,377,316</u>

13. BASIC AND DILUTED (LOSSES) / EARNINGS PER SHARE

Basic and diluted earnings per share for the period was calculated by dividing the net (loss) / income for the period by the weighted average number of shares issued and outstanding during the period amounting to 100 million shares.

14. SHARE CAPITAL

The authorized and paid up share capital of the Company is SR 1,000 million divided into 100 million shares of SR 10 each. The founding shareholders of the Company have subscribed and paid for 75 million shares (SR 750 million) with a nominal value of SR 10 each, which represent 75% of the shares of the Company and the remaining 25 million shares (SR 250 million) with a nominal value of SR 10 each which represent 25% of the shares of the Company, have been subscribed by the general public.

15. STATUTORY RESERVE

In accordance with its By-laws, the Company shall allocate 20% of its net income each year to the statutory reserve until it has built up a reserve equal to the share capital. The reserve is not available for distribution.

16. COMPARATIVE INFORMATION

Comparative information has been reclassified to conform with current period presentation.

17. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements have been approved by the Board of Directors on Muharram 05, 1437H (corresponding to October 18, 2015).