

**AL MASHREK INSURANCE & REINSURANCE SAL**

Statement of Financial position

As at 31 December 2009

*Amounts are in LBP*

	<b>2009</b>	<b>2008</b>
<b>Assets</b>		
Property and equipment	24,032,932,092	40,149,173,099
Intangible assets	601,124,973	479,025,960
Financial investments	7,399,318,684	3,199,428,472
Deferred acquisition cost	3,559,624,409	2,693,954,353
Receivable arising from reinsurers	6,432,419,032	4,326,629,357
Prepayments and other receivables	7,780,245,499	7,428,457,783
Cash & cash equivalents	7,712,360,499	2,339,282,101
Investments in subsidiaries at cost	132,765,000	132,765,000
Investments in associates	6,875,853,715	7,222,655,599
<b>Total assets</b>	<u>64,526,643,903</u>	<u>67,971,371,724</u>
<b>Liabilities and Equity</b>		
<b>Liabilities</b>		
Technical provisions	24,697,869,695	15,060,799,541
Bank overdraft	-	132,606,785
Provision for risks	563,421,000	156,428,000
Employee benefits	978,692,978	737,818,474
Accrued charges and other payables	9,839,832,564	17,025,763,866
Borrowings	1,345,191,952	1,465,888,387
Current tax liabilities	1,314,040,000	365,778,000
<b>Total liabilities</b>	<u>38,739,048,189</u>	<u>34,945,083,053</u>
<b>Equity</b>		
Share capital	7,000,000,000	7,000,000,000
Legal reserves	891,344,000	859,126,000
Special reserves	5,028,111,885	5,028,111,885
Accumulated losses carried forward	(225,720,921)	(3,688,520,082)
Fair value reserves	111,059,352	24,716,482
Revaluation reserves	12,982,801,398	23,802,854,386
<b>Total Equity</b>	<u>25,787,595,714</u>	<u>33,026,288,671</u>
<b>Total liabilities and equity</b>	<u>64,526,643,903</u>	<u>67,971,371,724</u>

**AL MASHREK INSURANCE & REINSURANCE SAL**

Statement of comprehensive income

As at 31 December 2009

*Amounts are in LBP*

	<b>2009</b>	<b>2008</b>
Inward premiums	34,930,969,762	29,190,738,718
Premiums ceded to reinsurers	<u>(5,963,127,427)</u>	<u>(4,365,138,158)</u>
Net premium earned	28,967,842,335	24,825,600,560
Commission income from outward business	<u>1,986,222,974</u>	<u>749,024,349</u>
Gross insurance income	30,954,065,309	25,574,624,909
Change in provision for unearned inward premium	(8,862,672,716)	(1,482,315,961)
Change in provision for unearned premiums ceder	1,443,385,423	661,482,437
Changes in precautionary reserves	<u>112,409,000</u>	<u>89,070,000</u>
<b>Total insurance revenues</b>	<u>23,647,187,016</u>	<u>24,842,861,385</u>
Claims incurred	(16,342,193,282)	(12,727,001,633)
Outward reinsurance share of claims incurred	<u>4,464,560,500</u>	<u>1,913,138,730</u>
Net claims incurred	(11,877,632,782)	(10,813,862,903)
Change in outstanding claims incurred	(1,187,655,439)	(1,343,155,540)
Change in outstanding claims ceded to reinsurers	1,089,015,322	905,034,343
Expenses for the acquisition of insurance contract	<u>(8,380,778,472)</u>	<u>(6,515,846,279)</u>
<b>Total insurance expenses</b>	<u>(20,357,051,371)</u>	<u>(17,767,830,379)</u>
<b>Net insurance income</b>	3,290,135,645	7,075,031,006
General operation and administrative expenses	(7,406,089,979)	(6,380,568,666)
Investments income	284,225,144	82,085,047
Other income	8,554,037,459	56,964,725
Net finance income (expense)	<u>86,748,892</u>	<u>-145,551,920</u>
<b>Profit before income tax expense</b>	4,809,057,161	687,960,192
<b>Income tax expenses</b>	<u>(1,314,040,000)</u>	<u>(365,778,000)</u>
Profit for the year	<u>3,495,017,161</u>	<u>322,182,192</u>