

AL MASHREK insurance & reinsurance S.A.L
Statement of Financial position
As at 31 December 2010

Amounts are in LBP

	2010	2009
Assets		
Property and Equipment	11,185,204,791	11,386,797,452
Revaluation surplus of property	13,118,228,706	12,982,801,398
Intangible Assets	247,626,443	264,458,215
Financial investments	2,715,637,992	1,045,337,684
Deferred acquisition cost	4,231,525,787	3,559,624,409
Receivables arising from reinsurers	6,450,382,556	6,432,419,032
Prepayments and other receivables	11,458,165,506	9,194,147,578
Cash & cash equivalents	8,271,238,728	8,325,280,856
Blocked deposits	4,231,031,000	4,327,158,564
Investments in subsidiaries at cost	0	132,765,000
Investments in associates	6,875,853,715	6,875,853,715
Total assets	<u>68,784,895,224</u>	<u>64,526,643,903</u>
Liabilities and equity		
Liabilities		
Technical provisions	28,262,155,348	24,697,869,695
Provision for risks	366,916,000	563,421,000
Employees benefits	1,006,645,858	978,692,978
Accrued charges and other payables	11,888,926,213	9,839,832,564
Borrowings	498,204,750	1,345,191,952
Current tax liabilities	430,802,000	1,314,040,000
Total Liabilities	<u>42,453,650,169</u>	<u>38,739,048,189</u>
Equity		
Share capital	7,000,000,000	7,000,000,000
Legal reserve	1,240,846,000	891,344,000
Special reserve	5,028,111,885	5,028,111,885
Accumulated losses carried forward	(134,843,671)	(225,720,921)
Fair value reserve	78,902,135	111,059,352
Revaluation reserve	13,118,228,706	12,982,801,398
Total Equity	<u>26,331,245,055</u>	<u>25,787,595,714</u>
Total Liability and equity	<u>68,784,895,224</u>	<u>64,526,643,903</u>

AL MASHREK insurance & reinsurance S.A.L
Statement of comprehensive income
As at 31 December 2010

Amounts are in LBP

	2010	2009
Insurance premium revenue	41,784,002,360	34,930,969,762
Insurance premium ceded to reinsurers	<u>(7,294,635,047)</u>	<u>(5,963,127,427)</u>
Net insurance premium earned	34,489,367,313	28,967,842,335
Commission income on insurance contracts	<u>975,152,550</u>	<u>1,986,222,974</u>
Gross Insurance income	<u>35,464,519,863</u>	<u>30,954,065,309</u>
Change in provision for unearned Insurance premiums reserve	(3,223,805,590)	(7,793,556,458)
Change in provision for unearned Insurance premiums ceded to reinsurers	681,736,237	1,506,279,101
Change in precautionary reserves	0	112,409,205
Claims incurred	(19,666,985,519)	(16,342,193,282)
Outward reinsurance share of claims incurred	5,786,828,628	4,464,560,500
Change in outstanding claims incurred	(139,889,000)	(851,612,000)
Change in outstanding claims ceded to reinsurers	(623,578,682)	1,026,121,000
Change in provision for incurred but not reported reserve	142,219,000	(158,897,000)
Change in provision for loss adjustment expenses reserve	7,000	(177,146,000)
Change in premium deficiency reserve	<u>(342,818,894)</u>	<u>(1,069,116,258)</u>
Net insurance claims	<u>(17,386,286,820)</u>	<u>(19,283,151,192)</u>
Expenses for acquisition of insurance contracts	(10,472,247,159)	(8,380,778,472)
General operating and administrative expenses	<u>(8,570,514,937)</u>	<u>(7,406,089,979)</u>
Total Expenses	<u>(36,429,048,916)</u>	<u>(35,070,019,643)</u>
Results from operating activities	(964,529,053)	(4,115,954,334)
Investments income	563,137,248	284,225,144
Other income	1,045,621,623	8,554,037,459
Net financial income	<u>226,951,431</u>	<u>86,748,892</u>
Profit before income tax expense	<u>871,181,249</u>	<u>4,809,057,161</u>
Income tax expense	<u>-430,802,000</u>	<u>-1,314,040,000</u>
Profit for the year	<u><u>440,379,249</u></u>	<u><u>3,495,017,161</u></u>