

RAKinsurance
 شركة رأس الخيمة الوطنية للتأمين (ش.م.ع.)
 RAS AL-KHAIMAH NATIONAL INSURANCE CO.(P.S.C.)

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رأس المال المدفوع درهم
 خاضعة لإحكام القانون الاتحادي رقم ٨٤/٩
 رقم التسجيل ٨٤/٧
 Paid up Capital AED 100,000,000
 In Conformity with the Federal Law No. 9/84
 Registration No. 784

**Preliminary Unaudited and Unreviewed Report
 on the performance of RAKNIC
 for the year ended 31st December 2011**

These preliminary results are subject to changes that may result from the final determination of certain accounting estimates

Ras Al Khaimah National Insurance Co., achieved a gross underwriting profit from insurance operations of AED 39,221,705 in comparison to AED 35,167,784 in the previous year, an increase of 11.53%

The net profits were AED 20,144,766 at the end of year 2011, a decrease of 3.28% compared to AED 20,826,942 in 2010. The current year results were also affected by the decline in investments which lead the company to realize such losses in the income statement in accordance with IFRS.

The gross written premium increased by 11.97% to AED 196,248,020 compared to AED 175,262,493 last year

The losses from investments amounted to AED 1,320,107 as compared to a profit of AED 2,764,840 in the previous year

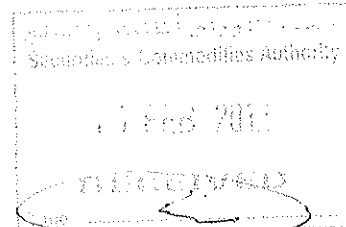
The company's assets decreased from AED 403 million to AED 385 million and the shareholders' equity increased from AED 173 million to AED 180 million as compared to the position at 31 December 2010

The total non-current assets were AED 54 million and the total current assets were AED 331 million at December 2011 as compared to AED 61 million and AED 343 million respectively at December 2010

The total current liabilities were AED 201 million and the non-current liabilities were AED 4.4 million at December 2011 as compared to AED 226 million and AED 3.8 million respectively at December 2010

The basic earnings per share was AED 0.20 compared to AED 0.21 at December 2010, on the capital base of AED 100 million


 Chairman



AS AL KHAIMAH NATIONAL INSURANCE COMPANY P.S.C.

Statement of financial position At 31 December 2011

ASSETS	2011 AED	2010 AED
Non-current assets		
Property and equipment	643,002	841,220
Investment property	6,616,244	6,811,009
Investment in associate	28,004,774	32,624,484
Available-for-sale investments	8,605,800	10,481,131
Statutory deposit	10,000,000	10,000,000
Total non-current assets	53,869,820	60,757,844
Current assets		
Re-insurance contract assets	72,019,581	93,478,335
Financial assets at FVTPL	2,541,036	2,985,494
Insurance and other receivables	109,150,703	106,560,280
Bank balances and cash	147,056,713	139,615,249
Total current assets	330,768,033	342,639,358
Total assets	384,637,853	403,397,202
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	100,000,000	100,000,000
Statutory reserve	30,033,367	27,818,450
Special reserve	20,000,000	19,997,496
General reserve	--	6,000,000
Cumulative changes in fair values	3,973,579	1,651,498
Retained earnings	25,589,372	17,902,027
Total equity	179,596,318	173,369,471
Non-current liabilities		
Provision for employees' end of service indemnity	4,408,430	3,801,151
Current liabilities		
Insurance contract liabilities	161,963,437	182,310,075
Insurance and other payables	38,669,668	43,916,505
Total current liabilities	200,633,105	226,226,580
Total liabilities	205,041,533	230,027,731
Total equity and liabilities	384,637,853	403,397,202

RAS AL KHAIMAH NATIONAL INSURANCE COMPANY P.S.C.

Income statement for the year ended 31 December 2011

	2011 AED	2010 AED
Insurance premium revenue	182,490,195	170,843,596
Insurance premium ceded to re-insurers	(74,427,710)	(68,269,168)
Net insurance premium revenue	<u>108,062,485</u>	<u>102,574,428</u>
Gross claims incurred	(82,039,759)	(89,407,817)
Insurance claims recovered from re-insurers	18,750,587	28,923,687
Net claims incurred	<u>(63,289,172)</u>	<u>(60,484,130)</u>
Gross commission earned	7,360,358	5,860,090
Less: commission incurred	(12,911,966)	(12,782,604)
Net commission incurred	<u>(5,551,608)</u>	<u>(6,922,514)</u>
Underwriting profit	<u>39,221,705</u>	<u>35,167,784</u>
General and administrative expenses relating to underwriting activities	(13,576,046)	(12,865,093)
Net underwriting profit	<u>25,645,659</u>	<u>22,302,691</u>
Investment and other income	2,024,456	902,727
Unallocated general and administrative expenses	(4,525,349)	(4,288,365)
Company's share of associate's profit for the year	23,144,766	18,917,053
	(3,000,000)	1,909,889
Profit for the year	<u>20,144,766</u>	<u>20,826,942</u>
Basic earnings per share	<u>0.20</u>	<u>0.21</u>