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**Warba Insurance Company K.S.C.
Kuwait**

**Condensed Consolidated Interim Financial Information (Unaudited)
30 June 2012**

**Warba Insurance Company K.S.C.
Kuwait**

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30 June 2012**

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Deloitte & Touche
Al-Fahad Al-Wazzan & Co.

Ahmed Al-Jaber Street, Sharq
Dar Al-Awadi Complex, Floors 7 & 9
P.O. Box 20174 Safat 13062 or
P.O. Box 23049 Safat 13091
Kuwait

Tel : + 965 22408844, 22438060

Fax: + 965 22408855, 22452080

www.deloitte.com

RSM Albazie & Co.

Public Accountants

RSM Albazie & Co.

Kuwait Airways Building, 7th floor, Shuhada Street
P. O. Box 2115, Safat - 13022 State of Kuwait
T +965 22961000 F +965 22412761
mail@albazie.com www.albazie.com

Warba Insurance Company K.S.C.

Kuwait

INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS

Report on Review of Condensed Consolidated Interim Financial Information

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Warba Insurance Company K.S.C. ("the Parent Company") and its subsidiary (together called "the Group") as at 30 June 2012 and the related condensed consolidated interim statements of income and comprehensive income for three month and six month periods then ended and the related condensed consolidated interim statements of changes in equity and cash flows for the six month period then ended. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 - Interim Financial Reporting. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed consolidated 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 consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 - Interim Financial Reporting.

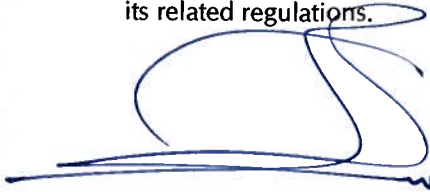
Warba Insurance Company K.S.C.
Kuwait

INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS (Continued)


Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the condensed consolidated interim financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Commercial Companies' Law No. 15 of 1960, as amended, or of the Articles of Association of the Parent Company during the period ended 30 June 2012 that might have had a material effect on the business of the Group or on its financial position.

We further report that, during the course of our review, we have not become aware of any material violation of the provisions of Law No. 24 of 1961, as amended, concerning Insurance Companies and Insurance Agents and its related regulations.



Bader A. Al-Wazzan
Licence No. 62A
Deloitte & Touche
Al-Fahad Al-Wazzan & Co.



Dr. Shuaib A. Shuaib
Licence No. 33-A
RSM Albazie & Co.

Kuwait
30 July 2012

Condensed Consolidated Interim Statement of Financial Position (Unaudited) as at 30 June 2012

	Note	Kuwaiti Dinars		
		30 June 2012 (Unaudited)	31 December 2011 (Audited Restated)	30 June 2011 (Unaudited Restated)
ASSETS				
Cash and cash equivalents	3	2,028,881	2,774,937	2,221,547
Fixed deposits	4	3,879,000	3,244,000	3,044,000
Investments at fair value through profit or loss	5	3,350,614	3,343,929	3,295,099
Insurance and reinsurance receivables		16,485,762	18,991,454	19,814,198
Other receivables		4,930,606	5,033,477	4,635,442
Investments available for sale	6	18,271,535	18,685,378	20,311,386
Investment in associate		3,551,019	3,578,462	3,595,818
Investment properties		2,251,107	2,251,107	2,251,107
Reinsurance share in reserve for outstanding claims		17,334,763	18,641,313	19,827,009
Goodwill		62,240	62,240	62,240
Property and equipment	7	8,680,873	8,617,488	8,750,306
Total assets		80,826,400	85,223,785	87,808,152
LIABILITIES AND EQUITY				
Liabilities				
Insurance contract liabilities	8	22,733,009	23,634,737	24,769,318
Accounts payable		3,078,946	3,503,225	3,220,727
Insurance and reinsurance payables		7,410,597	10,615,583	10,273,874
Other payables		3,289,150	3,283,896	3,101,590
Total liabilities		36,511,702	41,037,441	41,365,509
Equity				
Share capital	9	17,278,874	17,278,874	17,278,874
Treasury shares	10	(40,586)	(40,586)	(40,586)
Treasury shares reserve		164,760	164,760	164,760
Statutory reserve		8,781,109	8,781,109	8,781,109
Voluntary reserve		8,823,550	8,823,550	8,713,489
General reserve		4,000,000	4,000,000	4,000,000
Cumulative changes in fair value		4,235,789	4,531,697	6,136,061
Share of other comprehensive income of associate		(211,628)	(195,171)	(150,375)
Retained earnings		1,091,398	668,639	1,414,067
Equity attributable to the Parent Company's shareholders		44,123,266	44,012,872	46,297,399
Non-controlling interests		191,432	173,472	145,244
Total equity		44,314,698	44,186,344	46,442,643
Total liabilities and equity		80,826,400	85,223,785	87,808,152

The accompanying notes from 1 to 17 form an integral part of this condensed consolidated interim financial information.

Anwar Jawad Bu Khamseen
Chairman

Sheikh Mohammed Jarah Sabah Al-Sabah
Vice Chairman

Condensed Consolidated Interim Statement of Income (Unaudited)
For the six months ended 30 June 2012

		Kuwaiti Dinars			
		Three months ended 30 June		Six months ended 30 June	
Note		2012	2011 (Restated)	2012	2011 (Restated)
Revenue:					
	Premiums written	4,916,794	7,808,568	12,710,382	14,612,617
	Reinsurance share	(2,594,302)	(5,897,082)	(7,087,312)	(9,865,081)
	Net premiums written	2,322,492	1,911,486	5,623,070	4,747,536
	Reserve for unexpired risks	(136,139)	(13,347)	(230,120)	(265,802)
	Net premiums earned	2,186,353	1,898,139	5,392,950	4,481,734
	Reserve for life insurance fund	(137,509)	(125,084)	139,043	128,660
	Net investment (loss)/ income	11 (134,345)	32,463	457,245	(184,851)
	Share of results of associate	29,708	29,135	56,214	37,230
	Net commission	80,284	197,418	42,971	470,504
	Issue fees	42,973	39,276	86,783	77,686
	Other income	180,798	77,247	366,586	276,676
		<u>2,248,262</u>	<u>2,148,594</u>	<u>6,541,792</u>	<u>5,287,639</u>
Expenses:					
	Net incurred claims	(922,411)	(536,719)	(2,407,521)	(1,667,909)
	General and administrative expenses	(1,596,367)	(1,155,130)	(2,781,917)	(2,323,698)
		<u>(2,518,778)</u>	<u>(1,691,849)</u>	<u>(5,189,438)</u>	<u>(3,991,607)</u>
	(Loss)/ profit for the period before Contribution to Kuwait Foundation for the Advancement of Science (KFAS), National Labor Support Tax and Zakat	(270,516)	456,745	1,352,354	1,296,032
	Contribution to KFAS	3,139	(4,567)	(12,782)	(13,774)
	National Labor Support Tax	4,572	(12,490)	(26,107)	(28,754)
	Zakat	2,126	(4,706)	(9,880)	(11,018)
	(Loss)/ profit for the period	<u>(260,679)</u>	<u>434,982</u>	<u>1,303,585</u>	<u>1,242,486</u>
Attributable to:					
	Shareholders of the Parent Company	(274,423)	462,428	1,285,625	1,258,845
	Non-controlling interests	13,744	(27,446)	17,960	(16,359)
		<u>(260,679)</u>	<u>434,982</u>	<u>1,303,585</u>	<u>1,242,486</u>
	(Loss)/ earnings per share (fils)	13 (1.59)	2.68	7.45	7.29

The accompanying notes from 1 to 17 form an integral part of this condensed consolidated interim financial information.

Condensed Consolidated Interim Statement of Comprehensive Income (Unaudited)
For the six months ended 30 June 2012

		Kuwaiti Dinars			
		Three months ended 30 June		Six months ended 30 June	
Note		2012	2011 (Restated)	2012	2011 (Restated)
	(Loss)/ profit for the period	(260,679)	434,982	1,303,585	1,242,486
	Other comprehensive income:				
	Changes in fair value of investments available for sale	6 (477,286)	(141,092)	(295,908)	(1,062,588)
	Share of other comprehensive income of associate	(21,893)	(2,382)	(16,457)	(32,331)
	Other comprehensive income for the period	(499,179)	(143,474)	(312,365)	(1,094,919)
	Total comprehensive income for the period	(759,858)	291,508	991,220	147,567
	Attributable to:				
	Shareholders of the Parent Company	(773,602)	318,954	973,260	163,926
	Non-controlling interests	13,744	(27,446)	17,960	(16,359)
	Total comprehensive income for the period	(759,858)	291,508	991,220	147,567

The accompanying notes from 1 to 17 form an integral part of this condensed consolidated interim financial information.

Condensed Consolidated Interim Statement of Changes in Equity (Unaudited)
For the Six months ended 30 June 2012

	Kuwaiti Dinars											
	Share capital	Treasury shares	Treasury shares reserve	Statutory reserve	Voluntary reserve	General reserve	Cumulative changes in fair value	Share of other comprehensive income of associate	Retained earnings	Total	Non-controlling interests	Total
Balance at 31 December 2011	17,278,874	(40,586)	164,760	8,781,109	8,823,550	4,000,000	(8,753,309)	(195,171)	13,953,645	44,012,872	173,472	44,186,344
Prior years adjustments (Note 17)	-	-	-	-	-	-	13,285,006	-	(13,285,006)	-	-	-
Balance at 31 December 2011 (Restated)	17,278,874	(40,586)	164,760	8,781,109	8,823,550	4,000,000	4,531,697	(195,171)	668,639	44,012,872	173,472	44,186,344
Total comprehensive income for the period	-	-	-	-	-	-	(295,908)	(16,457)	1,285,625	973,260	17,960	991,220
Cash dividend (Note 14)	-	-	-	-	-	-	-	-	(862,866)	(862,866)	-	(862,866)
Balance at 30 June 2012	17,278,874	(40,586)	164,760	8,781,109	8,823,550	4,000,000	4,235,789	(211,628)	1,091,398	44,123,266	191,432	44,314,698
Balance at 31 December 2010	17,278,874	(40,586)	164,760	8,781,109	8,713,489	4,000,000	(5,647,508)	(118,044)	14,727,111	47,859,205	161,603	48,020,808
Prior year adjustments (Note 17)	-	-	-	-	-	-	12,846,157	-	(12,846,157)	-	-	-
Balance as at 31 December 2010 (Restated)	17,278,874	(40,586)	164,760	8,781,109	8,713,489	4,000,000	7,198,649	(118,044)	1,880,954	47,859,205	161,603	48,020,808
Total comprehensive income for the period	-	-	-	-	-	-	(1,176,057)	(32,331)	1,372,314	163,926	(16,359)	147,567
Prior period adjustments (Note 17)	-	-	-	-	-	-	113,469	-	(113,469)	-	-	-
Total comprehensive income for the period (Restated)	-	-	-	-	-	-	(1,062,588)	(32,331)	1,258,845	163,926	(16,359)	147,567
Dividend paid (Note 14)	-	-	-	-	-	-	-	-	(1,725,732)	(1,725,732)	-	(1,725,732)
Balance at 30 June 2011 (Restated)	17,278,874	(40,586)	164,760	8,781,109	8,713,489	4,000,000	6,136,061	(150,375)	1,414,067	46,297,399	145,244	46,442,643

The accompanying notes from 1 to 17 form an integral part of this condensed consolidated interim financial information.

**Warba Insurance Company K.S.C.
Kuwait**

**Condensed Consolidated Interim Statement of Cash Flows (Unaudited)
For the six months ended 30 June 2012**

	Kuwaiti Dinars	
	Six months ended	
	30 June	
	2012	2011 (Restated)
Cash flows from operating activities		
Profit for the period before Contribution to KFAS, National Labor Support Tax and Zakat	1,352,354	1,296,032
Adjustments:		
Interest income	(41,154)	(34,929)
Net investment (income)/ loss	(457,245)	184,851
Share of results of associate	(56,214)	(37,230)
Depreciation	185,781	166,810
	<u>983,522</u>	<u>1,575,534</u>
Changes in operating assets and liabilities:		
Insurance and reinsurance receivables and other receivables	2,567,270	(125,421)
Net movement of insurance and reinsurance companies	(1,898,436)	(6,730,106)
Insurance contract liabilities	(901,728)	5,820,190
Accounts payable and other payables	(497,924)	(103,588)
Net cash from operating activities	<u>252,704</u>	<u>436,609</u>
Cash flows from investing activities		
Net movement of fixed deposits	(635,000)	300,000
Dividend income received	427,251	353,396
Dividend received from associate	67,200	-
Purchase of investments at fair value through profit or loss	-	(1,966,691)
Proceeds from sale of investments at fair value through profit or loss	30,210	2,449,469
Purchase of investments available for sale	(148,966)	(43,075)
Proceeds from sale of investments available for sale	260,000	-
Reversal of investment portfolio available for sale	-	64,575
Interest income received	82,447	41,287
Purchase of property and equipment	(249,166)	(375,024)
Net cash (used in)/ from investing activities	<u>(166,024)</u>	<u>823,937</u>
Cash flows from financing activities		
Dividends paid to shareholders	(832,736)	(1,657,697)
Net cash used in financing activities	<u>(832,736)</u>	<u>(1,657,697)</u>
Net decrease in cash and cash equivalents	<u>(746,056)</u>	<u>(397,151)</u>
Cash and cash equivalents at beginning of the period	<u>2,774,937</u>	<u>2,618,698</u>
Cash and cash equivalents at end of the period (Note 3)	<u><u>2,028,881</u></u>	<u><u>2,221,547</u></u>

The accompanying notes from 1 to 17 form an integral part of this condensed consolidated interim financial information.

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2012

1. Incorporation and objectives

Warba Insurance Company was incorporated as a Public Kuwaiti Shareholding Company in the State of Kuwait in accordance with an Amiri Decree of October 24, 1976.

The condensed consolidated interim financial information incorporate the condensed consolidated interim financial information of Warba Insurance Company – K.S.C and its subsidiary WAPMED TPA Services Company – K.S.C (Closed) – State of Kuwait with an equity interest of 54.57% (31 December 2011 – 54.57%, 30 June 2011 – 54.57%).

The objects of the Parent Company and its subsidiary (together, "the Group") are to underwrite life and non- life insurance risks such as fire, general accidents, marine and aviation and others; lend funds against life insurance policies; and to invest in permitted securities.

The address of the Parent Company's registered office is P.O. Box 24282 Safat, 13103 - State of Kuwait.

The condensed consolidated interim financial information has been approved for issue by the Board of Directors on 30 July 2012.

2. Basis of preparation

This condensed consolidated interim financial information is prepared in accordance with International Accounting Standard No. 34 "Interim Financial Reporting". The accounting policies used in the preparation of the condensed consolidated interim financial information for the period are consistent with those used in the preparation of the consolidated annual financial statements for the year ended 31 December 2011.

Standards and interpretations issued but not effective.

The following IASB Standards and Interpretations have been issued but are not yet effective, and have not been adopted by the Group:

- IFRS 9 Financial Instruments.
- IFRS 10 Consolidated Financial Statements (issued in May 2011).
- IFRS 13 Fair Value Measurement (issued in May 2011).

These amendments are not expected to have any impact on the condensed consolidated interim financial information to the Group.

This condensed consolidated interim financial information does not contain all of the information and notes required for complete financial statements prepared in accordance with International Financial Reporting Standards. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. Operating results for the period ended 30 June 2012 are not necessarily indicative of the results that may be expected for the year ending 31 December 2012. For further information, refer to the consolidated annual financial statements and notes thereto included in the Group's annual report for the year ended 31 December 2011.

3. Cash and cash equivalents

	Kuwaiti Dinars		
	30 June 2012 (Unaudited)	31 December 2011 (Audited)	30 June 2011 (Unaudited)
Cash on hand and at banks	1,967,645	2,742,304	1,985,562
Cash in portfolio	61,236	32,633	235,985
	<u>2,028,881</u>	<u>2,774,937</u>	<u>2,221,547</u>

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2012

4. Fixed deposits

Fixed deposits represent deposits with banks whose original maturity period exceeds three months but not more than one year from the date of placement.

Fixed deposits as at 30 June 2012 include KD 2,919,000 (31 December 2011 – KD 2,919,000, 30 June 2011 - KD 2,919,000) held in Kuwait under lien to the Ministry of Commerce and Industry in accordance with insurance regulations of Kuwait.

5. Investments at fair value through profit or loss

The movement during the period/ year is as follows:

	Kuwaiti Dinars		
	30 June 2012 (Unaudited)	31 December 2011 (Audited)	30 June 2011 (Unaudited)
Balance at the beginning of the period/ year	3,343,929	4,202,655	4,202,655
Additions	-	2,431,948	1,966,691
Disposals	(34,100)	(2,746,850)	(2,448,520)
Unrealized gain/(loss) on change in fair value (Note 11)	40,785	(543,824)	(425,727)
Balance at the end of the period/ year	<u>3,350,614</u>	<u>3,343,929</u>	<u>3,295,099</u>

Quoted shares with a carrying value of KD 2,048,992 (31 December 2011 - KD 2,209,698, 30 June 2011 - KD 2,290,050) are under lien to the Ministry of Commerce and Industry, Kuwait.

6. Investments available for sale

The movement during the period/ year is as follows:

	Kuwaiti Dinars		
	30 June 2012 (Unaudited)	31 December 2011 (Audited) (Restated)	30 June 2011 (Unaudited) (Restated)
Balance at the beginning of the period/ year	18,685,378	21,508,943	21,508,943
Additions	148,966	346,811	43,075
Disposals	(260,000)	(64,575)	(64,575)
Impairment loss (Note 11)	(6,901)	(438,849)	(113,469)
Changes in fair value	(295,908)	(2,666,952)	(1,062,588)
Balance at the end of the period/ year	<u>18,271,535</u>	<u>18,685,378</u>	<u>20,311,386</u>

It was not possible to reliably measure the fair value of unquoted securities amounting to KD 4,704,654 (31 December 2011 – KD 4,842,157, 30 June 2011 - KD 4,591,432) due to non - availability of a reliable method that could be used to determine the fair value of such investments. Accordingly, they were stated at their cost less impairment losses, if any.

7. Property and equipment

The Head office building and related land are under lien to the Ministry of Commerce and Industry, Kuwait for an amount of KD 2,955,780 (31 December 2011 - KD 2,955,780; 30 June 2011 - KD 2,955,780), in accordance with insurance regulations in Kuwait.

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2012

8. Insurance contract liabilities

	Kuwaiti Dinars		
	30 June 2012 (Unaudited)	31 December 2011 (Audited)	30 June 2011 (Unaudited)
Reserve for outstanding claims	19,060,165	20,052,970	21,716,801
Reserve for unexpired risks (unearned premiums)	3,088,271	2,858,151	2,520,711
Reserve for life insurance fund	584,573	723,616	531,806
	<u>22,733,009</u>	<u>23,634,737</u>	<u>24,769,318</u>

9. Share capital

The authorized, issued and paid-up capital is 172,788,740 shares (31 December 2011 – 172,788,740 shares, 30 June 2011 – 172,788,740 shares) of 100 fils each.

10. Treasury shares

	Kuwaiti Dinars		
	30 June 2012 (Unaudited)	31 December 2011 (Audited)	30 June 2011 (Unaudited)
Number of treasury shares	215,470	215,470	215,470
Percentage to issued shares (%)	0.12%	0.12%	0.12%
Market value (KD)	21,978	24,995	30,597
Cost	40,586	40,586	40,586

11. Net investment (loss)/ income

	Kuwaiti Dinars			
	Three months ended 30 June		Six months ended 30 June	
	2012	2011 (Restated)	2012	2011 (Restated)
Changes in fair value of investments at fair value through profit or loss (Note 5)	(140,268)	(6,979)	40,785	(425,727)
Gain/(loss) on sale of investments at fair value through profit or loss	-	12,436	(3,890)	949
Impairment of investment available for sale (Note 6)	(1,127)	(1,660)	(6,901)	(113,469)
Dividend income	7,050	28,666	427,251	353,396
	<u>(134,345)</u>	<u>32,463</u>	<u>457,245</u>	<u>(184,851)</u>

12. Segment results

A. Six months ended 30 June 2012

	Kuwaiti Dinars				
	Marine & aviation	Fire	General accident	Life	Total
Revenue	<u>436,592</u>	<u>193,674</u>	<u>4,058,038</u>	<u>988,332</u>	<u>5,676,636</u>
Net results	<u>(83,449)</u>	<u>(75,377)</u>	<u>569,073</u>	<u>550,363</u>	<u>960,610</u>
Unallocated items					391,744
Profit from operations					<u>1,352,354</u>

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2012

C. Six months ended 30 June 2011

	Kuwaiti Dinars				Total
	Marine & aviation	Fire	General accident	Life	
Revenue	392,122	180,654	3,879,122	716,538	5,168,436
Net results	216,527	9,733	993,026	350,872	1,570,158
Unallocated items					(274,126)
Profit from operations					1,296,032

13. (Loss)/ earnings per share

(Loss)/ earnings per share is computed based on (loss)/ profit for the period attributable to the Parent Company's shareholders and the weighted average number of outstanding shares during the period as follows:

	Kuwaiti Dinars			
	Three months ended 30 June		Six months ended 30 June	
	2012	2011 (Restated)	2012	2011 (Restated)
(Loss)/ profit for the period attributable to the Parent Company's shareholders	(274,423)	462,428	1,285,625	1,258,845
Weighted average number of outstanding shares	172,573,270	172,573,270	172,573,270	172,573,270
(Loss)/ earnings per share (fils)	(1.59)	2.68	7.45	7.29

14. Dividends

The General Assembly meeting held on 26 March 2012 approved cash dividend of 5 fils per share for the year ended 31 December 2011 (2010: 10 fils per share) to all the registered shareholders as of the date of the meeting.

15. Related party disclosures

The Group has entered into various transactions with related parties, i.e. shareholders, key management personnel, associates and other related parties in the normal course of its business concerning financing and other related services. Prices and terms of payment are approved by the Group's management. Significant related party transactions and balances are as follows:

A. Balances included in the condensed consolidated interim statement of financial position

	Kuwaiti Dinars		
	30 June 2012 (Unaudited)	31 December 2011 (Audited)	30 June 2011 (Unaudited)
Insurance activities			
Insurance receivable	992,104	609,752	507,861
Insurance payable	66,176	66,963	73,633
Other activities			
Other receivables	3,611,534	4,151,534	3,991,535
Investment activities			
Deposits and bank balances	4,698,720	3,985,174	3,552,905
Investments at fair value through profit or loss	178,550	229,850	64,500
Investments available for sale	8,885,706	9,010,607	10,747,003

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2012

C. Transactions included in condensed consolidated interim statement of income

	Kuwaiti Dinars			
	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Premiums written	14,765	21,560	273,191	131,829

D. Compensation to key management personnel

	Kuwaiti Dinars			
	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Short term employee benefits	31,800	31,800	65,545	67,574

16. Capital commitments and contingent liabilities

	Kuwaiti Dinars		
	30 June 2012 (Unaudited)	31 December 2011 (Audited)	30 June 2011 (Unaudited)
	Letter of guarantee for others	4,378	4,378
Uncalled capital for investments available for sale	-	237,503	237,503
Capital commitments	98,632	298,942	298,942
	<u>103,010</u>	<u>540,823</u>	<u>654,208</u>

17. Prior year adjustments

During the previous years and up to 31 December 2011, the Group recognized impairment losses of investments available for sale below its initial cost amounted to KD 13,285,006 in cumulative change in fair value under "consolidated statement of comprehensive income" rather than in the consolidated statement of income. During the period the Group has restated comparative information as follows:

- Decreased retained earnings balance as of 31 December 2010 by KD 12,846,157.
- Increased cumulative change in fair value balance as of 31 December 2010 by KD 12,846,157.
- Decreased the net profit for the year ended 31 December 2011 by KD 438,849.
- Increased the cumulative change in fair value balance for the year ended 31 December 2011 by KD 438,849.

Accordingly, the retained earnings balance as of 31 December 2011 has been decreased by KD 13,285,006 with corresponding change in the cumulative change in fair value balance as of 31 December 2011.

This restatement had the following effect on the comparative information in the interim condensed consolidated statement of income as follows:

- Decreased investment income and net profit for the six month period ended 30 June 2011 by KD 113,469 each.
- Decreased investment income and net profit for the three month period ended 30 June 2011 by KD 1,660 each.