

**BOARD OF DIRECTORS' REPORT**

We are pleased to submit our report in respect of the company's business activities during first half of the year 2021 together with our Auditor's report in addition to the summary of financials for the period ended 30 June 2021.

The United Arab Emirates economy is likely to post 2.5% growth in 2021, after contracted 5.8% last year, according to report issued by UAE central bank. The coronavirus crisis hit the UAE hard last year, both due to low oil prices and the huge toll it took on vital non-oil economic sectors. GWP growth in the UAE insurance market will likely remain relatively flat in 2021, due to economic uncertainty and a decline in the expat population. The forecast is of a modest decline in net earnings in 2021 as claims return to normal and investment returns remain subdued.

The main highlights of the company's Financial Results for the period ended 30 June 2021 can be summarized as follows:

Figures in AED '000

Description	30/06/2021	30/06/2020	%
Gross Premium Income	709,698	669,822	5.95
Net Underwriting Income	59,552	68,781	(13.42)
Net Investment & Other Income	19,240	12626	52.38
General & Admin Expenses	42,767	49,132	(12.95)
Net Profit for the period	36,025	32,275	11.62
Total Assets	3,044,770	2,760,414	10.31
Shareholders' Equity	1,202,313	1,170,490	2.72
Basic & Diluted Earnings per share (EPS)	2.40	2.15	11.63

Chairman



General Manager