

Takaful International Company B.S.C.

INTERIM CONDENSED FINANCIAL STATEMENT

AS AT 31st March 2021



Bahraini Dinars

INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 March 2021 (Reviewed)

	Shareholders		General takaful		Family takaful		Total	
	31 March 2021 Reviewed	31 December 2020 Audited	31 March 2021 Reviewed	31 December 2020 Audited	31 March 2021 Reviewed	31 December 2020 Audited	31 March 2021 Reviewed	31 December 2020 Audited
ASSETS								
Cash and investments:								
Statutory deposit	125,000	125,000	-	-	-	-	125,000	125,000
Cash and balances with banks	7,359,564	7,678,395	9,963,296	8,512,369	2,531,405	2,100,488	19,854,265	18,291,252
Investments	2,746,539	2,634,093	2,190,159	2,031,884	1,253,600	1,252,954	6,190,298	5,918,931
Investment in an associate	184,897	260,776	-	-	-	-	184,897	260,776
	10,416,000	10,698,264	12,153,455	10,544,253	3,785,005	3,353,442	26,354,460	24,595,959
Takaful and retakaful receivables	-	-	7,938,390	5,599,724	475,015	486,885	8,413,405	6,086,609
Retakaful providers' share of takaful liabilities	-	-	6,335,062	5,583,715	352,773	300,570	6,687,835	5,884,285
Deferred acquisition costs	744,544	493,161	-	-	-	-	744,544	493,161
Property and equipment	76,670	72,728	-	-	-	-	76,670	72,728
Other receivables, accrued income and prepayments	1,054,987	1,156,184	540,095	373,669	43,818	27,070	1,638,900	1,556,923
Right-of-use assets	581,452	-	-	-	-	-	581,452	-
Retakaful providers' share of family takaful technical reserves	-	-	-	-	2,550,251	2,550,251	2,550,251	2,550,251
TOTAL ASSETS	12,873,653	12,420,337	26,967,002	22,101,361	7,206,862	6,718,218	47,047,517	41,239,916
LIABILITIES, PARTICIPANTS' FUNDS AND OWNERS' EQUITY								
Liabilities								
Takaful liabilities	-	-	20,735,447	17,363,546	663,938	498,210	21,399,385	17,861,756
Unearned commissions	-	-	407,063	285,762	-	-	407,063	285,762
Family takaful technical reserves	-	-	-	-	5,197,202	5,052,328	5,197,202	5,052,328
Payables and accrued liabilities:								
Takaful and retakaful companies	-	-	3,548,677	2,256,096	861,454	792,177	4,410,131	3,048,273
Participants'	518,792	350,760	1,041,727	1,094,879	5,194	4,065	1,565,713	1,449,704
Others	770,041	905,444	1,114,020	1,186,724	271,653	175,360	2,155,714	2,267,528
Ijarah liabilities	575,626	-	-	-	-	-	575,626	-
Total liabilities	1,864,459	1,256,204	26,846,934	22,187,007	6,999,441	6,522,140	35,710,834	29,965,351
Participants' fund								
(Deficit) / surplus in participants' fund	-	-	37,609	(159,838)	136,164	132,449	173,773	(27,389)
Investments fair value reserve	-	-	82,459	74,192	71,257	63,629	153,716	137,821
	-	-	120,068	(85,646)	207,421	196,078	327,489	110,432
Owners' equity								
Share capital	8,500,000	8,500,000	-	-	-	-	8,500,000	8,500,000
Statutory reserve	770,569	770,569	-	-	-	-	770,569	770,569
General reserve	200,000	200,000	-	-	-	-	200,000	200,000
Retained earnings	1,402,972	1,578,365	-	-	-	-	1,402,972	1,578,365
Investments fair value reserve	135,653	115,199	-	-	-	-	135,653	115,199
Total owners' equity	11,009,194	11,164,133	-	-	-	-	11,009,194	11,164,133
TOTAL LIABILITIES, PARTICIPANTS' FUNDS AND OWNERS' EQUITY	12,873,653	12,420,337	26,967,002	22,101,361	7,206,862	6,718,218	47,047,517	41,239,916

INTERIM STATEMENT OF INCOME

Three months period ended 31 March 2021 (Reviewed)

	Shareholders		General takaful		Family takaful		Total	
	31 March 2021 Reviewed	31 March 2020 Not reviewed	31 March 2021 Reviewed	31 March 2020 Not reviewed	31 March 2021 Reviewed	31 March 2020 Not reviewed	31 March 2021 Reviewed	31 March 2020 Not reviewed
Gross contributions								
Retakaful provider's share of gross contributions	-	-	(2,449,699)	(2,442,348)	(116,923)	(139,517)	(2,566,622)	(2,581,865)
Retained contributions								
Unearned contributions adjustment - gross	-	-	6,671,162	5,242,938	301,952	250,187	6,973,114	5,493,125
Unearned contributions adjustment - retakaful	-	-	(3,257,214)	(2,235,561)	(29,524)	(32,545)	(3,286,738)	(2,268,106)
	-	-	773,386	960,562	7,687	3,593	781,073	964,155
Net earned contributions	-	-	4,187,334	3,967,939	280,115	221,235	4,467,449	4,189,174
Gross claims paid								
Retakaful provider's and others share of claims paid	-	-	(3,006,846)	(3,329,733)	(43,487)	(53,212)	(3,050,333)	(3,382,945)
Outstanding claims adjustment - gross	-	-	383,609	639,091	21,376	20,142	404,985	659,233
Outstanding claims adjustment - retakaful and others	-	-	(114,687)	(482,504)	(136,204)	(74,298)	(250,891)	(556,802)
	-	-	(22,039)	434,295	44,516	8,644	22,477	442,939
Net incurred claims	-	-	(2,759,963)	(2,738,851)	(113,799)	(98,724)	(2,873,762)	(2,837,575)
Fee and commission income								
Other takaful expenses	-	-	188,312	210,516	-	7	188,312	210,523
Transfer to family takaful technical reserve	-	-	(165,341)	(186,350)	(1,904)	(1,869)	(167,245)	(188,219)
Provision for impaired takaful receivables	-	-	(80,126)	(132,371)	-	-	(80,126)	(156,634)
Surplus from takaful operations before wakala fees	-	-	1,370,216	1,120,883	19,538	81,386	1,389,754	1,202,269
Wakala fees expense	-	-	(1,217,665)	(1,019,224)	(37,351)	(70,147)	(1,255,016)	(1,089,371)
Surplus / (deficit) from takaful operations after wakala fees	-	-	152,551	101,659	(17,813)	11,239	134,738	112,898
Wakala fees income	1,255,016	1,089,371	-	-	-	-	1,255,016	1,089,371
Investment income / (loss) - net	56,476	(73,072)	59,862	74,160	28,704	(48,303)	145,042	(47,215)
Mudarib share	22,142	18,540	(14,966)	(18,540)	(7,176)	-	-	-
(Loss) / income from associate	(17,343)	62,258	-	-	-	-	-	(17,343)
Other income	-	1,323	-	-	-	-	-	1,323
	1,316,291	1,098,420	44,896	55,620	21,528	(48,303)	1,382,715	1,105,737
General administration expenses	(537,841)	(468,189)	-	-	-	-	(537,841)	(468,189)
Corporate expenses	(141,983)	(82,529)	-	-	-	-	(141,983)	(82,529)
Amortisation of acquisition costs	(381,131)	(316,955)	-	-	-	-	(381,131)	(316,955)
	(1,060,955)	(867,673)	-	-	-	-	(1,060,955)	(867,673)
Net profit and surplus / (deficit) for the period	255,336	230,747	197,447	157,279	3,715	(37,064)	456,498	350,962
Attributable to:								
	3 files	2.71 files						

INTERIM STATEMENT OF CHANGES IN OWNERS' EQUITY

Three months period ended 31 March 2021 (Reviewed)

	Share capital	Statutory reserve	General reserve	Retained earnings / (Accumulated losses)	Investments fair value reserve	Total equity
Balance at 1 January 2021	8,500,000	770,569	200,000	1,578,365	115,199	11,164,133
Effect of adoption of a new accounting standard	-	-	-	(5,729)	-	(5,729)
Balance at 1 January 2021 (restated)	8,500,000	770,569	200,000	1,572,636	115,199	11,158,404
Profit for the period	-	-	-	255,336	-	255,336
Other comprehensive Income	-	-	-	-	20,454	20,454
Dividend paid	-	-	-	(425,000)	-	(425,000)
Balance as at 31 March 2021 (Reviewed)	8,500,000	770,569	200,000	1,402,972	135,653	11,009,194
Balance at 1 January 2020	8,500,000	656,159	200,000	548,670	174,142	10,078,970
Profit for the period	-	-	-	230,747	-	230,747
Other comprehensive loss	-	-	-	-	(249,932)	(249,932)
Total comprehensive income / (loss) for the period	-	-	-	230,747	(249,932)	(19,185)
Balance as at 31 March 2020 (Not reviewed)	8,500,000	656,159	200,000	779,417	(75,790)	10,059,785

INTERIM STATEMENT OF CHANGES IN PARTICIPANTS' FUND

Three months period ended 31 March 2021 (Reviewed)

	General takaful	Family takaful	Investments fair value reserve		Total
			General takaful	Family takaful	
Balance at 1 January 2021	(159,838)	132,449	74,192	63,629	110,432
Realised fair value losses on investment securities	-	-	-	6,981	6,981
Unrealised fair value gain on investment securities	-	-	8,267	647	8,914
Surplus for the period	197,447	3,715	-	-	201,162
Balance as at 31 March 2021 (Reviewed)	37,609	136,164	82,459	71,257	327,489
Balance at 1 January 2020	(591,591)	163,939	130,039	6,917	(290,696)
Realised fair value losses on investment securities	-	-	1,376	76,103	77,479
Unrealised fair value loss on investment securities	-	-	(151,589)	(104,282)	(255,871)
Surplus / (deficit) for the period	157,279	(37,064)	-	-	120,215
Balance as at 31 March 2020 (Not reviewed)	(434,312)	126,875	(20,174)	(21,262)	(348,873)

INTERIM STATEMENT OF COMPREHENSIVE INCOME

Three months period ended 31 March 2021 (Reviewed)

	Three months period ended 31 March 2021 (Reviewed)			Three months period ended 31 March 2020 (Not reviewed)				
	Shareholders	General Takaful	Family Takaful	Total	Shareholders	General Takaful	Family Takaful	Total
Net profit and surplus / (deficit) for the period	255,336	197,447	3,715	456,498	230,747	157,279	(37,064)	350,962
Other comprehensive income / (loss) to be reclassified to statement of profit or loss in subsequent periods:								
Investment at fair value through equity:								
Fair value changes arising during the period	22,342	8,267	647	31,256	(332,562)	(151,589)	(104,282)	(588,433)
Recycled to interim condensed statement of profit or loss on disposal / impairment	(1,888)	-	6,981	5,093	82,630	1,376	76,103	160,109
	20,454	8,267	7,628	36,349	(249,932)	(150,213)	(28,179)	(428,324)
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	275,790	205,714	11,343	492,847	(19,185)	7,066	(65,243)	(77,362)

INTERIM STATEMENT OF CASH FLOWS

Three months period ended 31 March 2021 (Reviewed)

	Reviewed		Not reviewed	
	Three months ended 31 March		Three months ended 31 March	
	2021	2020	2021	2020
Net cash from operating activities	2,028,110	984,181		
Net cash used in investing activities	402,090	94,187		
Net cash used in financing activity	(449,851)	-		
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	1,980,349	1,078,368		
Cash and cash equivalents at the beginning of the period	8,841,681	2,590,725		
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	10,822,030	3,669,093		
COMPRISING:				
CASH AND BALANCES WITH BANKS				
Cash and balance in current accounts	4,025,344	2,801,580		
Bank deposits with original maturities of three months or less	6,596,686	867,513		
CASH AND CASH EQUIVALENTS	10,622,030	3,669,093		
Bank deposits with original maturities of more than three months	9,232,235	8,653,069		
Cash and balances with banks as per interim statement of financial position	19,854,265	12,322,162		

These Financial Statements have been Reviewed by Ernst &