

Board of Director's Report of Ras Al Khaimah National Insurance Company PSC.

Introduction

The Board of Directors has pleasure in submitting their report and the audited Financial Statements for the Second Quarter ended 30th June 2017.

Financial Position and Results

Ras Al Khaimah National Insurance Co. (RAK Insurance), achieved a net profit for of AED 12.4M compared to 3.8M in Q2 2016, an increase of 222%.

Net Earned premium increased by 11% to AED 157.8M compared to AED 141.6M in Q2 2016.

Underwriting profit from insurance operations increased to AED 9.7M compared to AED 0.4M in Q2 2016. Investment and other income slightly decreased to 6.2M as compared to 7M in Q2 2016.

The Company's total assets increased from AED 709.4M to AED 718.6M, an increase of 1.3% compared to the yearend 2016 and the Shareholders' Equity remained stable at 124.5M as compared to 124.8M as at end of FY 2016.

Total liabilities were AED 718.6M as compared to AED709.4M as at end of FY 2016. This increase was primarily due to increased insurance and other payable.

Basic earnings per share stood at AED 0.11 on a Capital base of AED 110 M.

On behalf of the Board of Directors of RAK Insurance, I would like to thank all who have contributed to our Company's success. Our sincere appreciation to the executive management and staff for their dedication, commitment and constant hard work. The Directors would also like to acknowledge our reinsurance partners, customers and all the stakeholders of the company.

Yours faithfully,

AHMED ESSA AL NAEEM
Vice Chairman

