

**AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)**

**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT**

**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30  
SEPTEMBER 2020**

**AMANA COOPERATIVE INSURANCE COMPANY**  
**(A SAUDI JOINT STOCK COMPANY)**  
**INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

---

**INDEX**

<b>Description</b>	<b>Page</b>
Independent auditors' review report on interim condensed financial statements	1
Interim statement of financial position	3
Interim statement of income	4
Interim statement of comprehensive income	5
Interim statement of changes in equity	6 - 7
Interim statement of cash flows	8
Notes to the interim condensed financial statements	9 - 44

## **INDEPENDENT AUDITORS' REVIEW REPORT ON INTERIM CONDENSED FINANCIAL INFORMATION**

**The Shareholders**  
**Amana Cooperative Insurance Company**  
**(A Saudi Joint Stock Company)**  
**Kingdom of Saudi Arabia**

### **INTRODUCTION**

We have reviewed the accompanying interim statement of financial position of **Amana Cooperative Insurance Company** (the "Company") as at 30 September 2020 and the related interim statements of income and comprehensive income for the three-month and nine-month periods then ended and interim statements of changes in equity and cash flows for the nine-month period then ended and other explanatory notes (the "interim condensed financial information"). Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

### **SCOPE OF REVIEW**

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of interim financial information performed by the independent auditor of the entity", that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed 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, that are endorsed in the Kingdom of Saudi Arabia 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 interim condensed financial information is not prepared, in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

### **MATERIAL UNCERTAINTY RELATED TO GOING CONCERN**

We draw attention to Note 2 to the interim condensed financial information, which indicates, among other things that on 29 March 2020, the Company announced on Tadawul, indicating that its accumulated losses exceeded 35% of its share capital of SAR 240 million as of 31 December 2019. As of 30 September 2020, the accumulated losses represent 46% (31 December 2019: 36%) of the Company's share capital. These events and conditions indicate a material uncertainty on the Company's ability to continue as a going concern. However, various strategic options, including capital restructuring, are presently being considered by the Board of Directors to ensure the going concern of the Company. Among such strategic options, on 29 September 2020, the Boards of Directors of the Company and Saudi Enaya Cooperative Insurance Co. ("Enaya") entered into a discussion for a potential merger. If the merger is initially agreed upon, a non-binding memorandum of understanding will be signed between the Company and Enaya to assess the merger's feasibility subject to obtaining the required approvals.

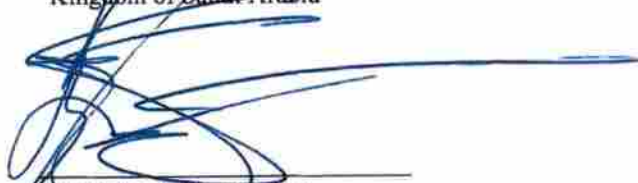
**INDEPENDENT AUDITORS' REVIEW REPORT ON INTERIM CONDENSED FINANCIAL INFORMATION (continued)**

**MATERIAL UNCERTAINTY RELATED TO GOING CONCERN (continued)**


Based on the above, the Company's management has assessed its ability to continue as a going concern and is satisfied that the Company's operations shall continue for the foreseeable future under the normal course of business. Accordingly, the interim condensed financial information has been prepared on the going concern basis and do not include any adjustments, which may be required, if the Company is not able to continue as a going concern.

Our conclusion is not qualified in respect of this matter.

For Al-Bassam & Co.  
P.O. Box 69658  
Riyadh 11557  
Kingdom of Saudi Arabia

  
**Ibrahim A. Al-Bassam**  
Certified Public Accountant  
License No. 337

For El Sayed El Ayouty & Co.  
P.O. Box 780  
Jeddah 21421  
Kingdom of Saudi Arabia

  
**Mohamed El Sayed El Ayouty**  
Certified Public Accountant  
License No. 211

Date: 12 November 2020

corresponding to: 26 Rabi' al Awwal 1442H





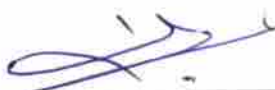
**AMANA COOPERATIVE INSURANCE COMPANY**  
**(A SAUDI JOINT STOCK COMPANY)**  
**INTERIM STATEMENT OF FINANCIAL POSITION**

		As at 30 September 2020 (Unaudited) SR '000	As at 31 December 2019 (Audited) SR '000
<b>ASSETS</b>			
Cash and cash equivalents	5	51,985	44,515
Short-term deposits	6(a)	80,374	115,993
Premiums and reinsurers' receivable - net	7	160,357	79,559
Reinsurers' share of unearned premiums	10(b)	3,024	4,866
Reinsurers' share of outstanding claims	10(a)	15,454	15,641
Reinsurers' share of claims incurred but not reported	10(a)	2,743	3,749
Deferred policy acquisition costs	10(d)	14,128	8,328
Available-for-sale investments	8	20,749	19,298
Held-to-maturity investments	8	48,943	48,640
Prepayments and other assets		22,101	20,035
Property and equipment		7,525	5,970
Intangible assets		423	516
Long-term deposits	6(b)	40,000	30,000
Statutory deposit	14	36,000	36,000
Accrued commission income on statutory deposit		2,842	2,577
<b>TOTAL ASSETS</b>		<b>506,648</b>	<b>435,687</b>
<b>LIABILITIES</b>			
Payable to policyholders		32	243
Accrued expenses and other liabilities		64,407	47,197
Reinsurance balances payable		4,990	12,976
Unearned premiums	10(b)	167,899	100,911
Unearned reinsurance commission	10(c)	717	1,057
Outstanding claims	10(a)	52,770	51,474
Claims incurred but not reported	10(a)	45,066	28,356
Premium deficiency reserve	10(a)	21,744	15,420
Other technical reserve	10(a)	3,836	10,940
Employees' end-of-service obligation		3,904	4,043
Surplus distribution payable		779	779
Provision for zakat	11	4,008	2,859
Accrued commission income payable to SAMA		2,842	2,577
<b>TOTAL LIABILITIES</b>		<b>372,994</b>	<b>278,832</b>
<b>EQUITY</b>			
Share capital	12	240,000	240,000
Accumulated losses		(110,318)	(85,666)
Actuarial loss on end-of-service obligation		(539)	(539)
Fair value reserve for available-for-sale investments		4,511	3,060
<b>TOTAL EQUITY</b>		<b>133,654</b>	<b>156,855</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>506,648</b>	<b>435,687</b>
Commitments and contingencies	13		

The accompanying notes 1 to 20 form an integral part of these interim condensed financial statements.



Chief Financial Officer



Board Member

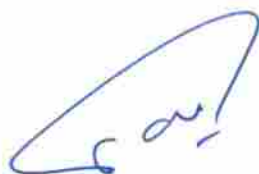


Chief Executive Officer

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
INTERIM STATEMENT OF INCOME

Note	For the three-months period ended		For the nine-months period ended	
	30 September 2020	30 September 2019	30 September 2020	30 September 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	SR '000		SR '000	
<b>REVENUES</b>				
Gross premiums written	10(b) 103,720	40,854	272,608	187,756
Reinsurance premiums ceded	10(b) (714)	(1,700)	(4,985)	(9,097)
Excess of loss expenses	10(b) (15,368)	(1,224)	(27,346)	(3,924)
<b>Net premiums written</b>	87,638	37,930	240,277	174,735
Changes in unearned premiums - net	(24,825)	12,166	(68,830)	(45,525)
<b>Net premiums earned</b>	62,813	50,096	171,447	129,210
Reinsurance commissions	10(c) 394	569	1,626	1,419
Other underwriting income	1,354	8,527	10,671	12,174
<b>NET REVENUES</b>	64,561	59,192	183,744	142,803
<b>UNDERWRITING COSTS AND EXPENSES</b>				
Gross claims paid	(60,742)	(57,287)	(156,567)	(127,754)
Reinsurers' share of claims paid	(6,393)	8,975	28,076	34,247
<b>Net claims paid</b>	(67,135)	(48,312)	(128,491)	(93,507)
Changes in outstanding claims	(438)	10,898	(1,296)	11,686
Changes in reinsurers' share of outstanding claims	(713)	1,315	(187)	(2,234)
Changes in claims incurred but not reported	(4,658)	(659)	(16,710)	(16,313)
Changes in reinsurers' share of claims incurred but not reported	422	(2,378)	(1,006)	(3,741)
<b>Net claims incurred</b>	(72,522)	(39,136)	(147,690)	(104,109)
Changes in premiums deficiency reserve	(9,754)	(841)	(6,324)	(4,692)
Changes in other technical reserves	7,307	(107)	7,104	122
Policy acquisition costs	10(d) (6,640)	(4,965)	(17,816)	(13,391)
Inspection and supervision fees	(3,045)	(3,543)	(9,967)	(9,281)
<b>TOTAL UNDERWRITING COSTS AND EXPENSES</b>	(84,654)	(48,592)	(174,693)	(131,351)
<b>NET UNDERWRITING INCOME</b>	(20,093)	10,600	9,051	11,452
<b>OTHER OPERATING EXPENSES</b>				
Allowance for doubtful debts	7 (1,969)	(865)	(3,532)	(6,226)
General and administrative expenses	(10,035)	(9,785)	(33,726)	(34,110)
Dividends and investment income	1,409	2,039	4,704	5,772
<b>TOTAL OTHER OPERATING EXPENSES - NET</b>	(10,595)	(8,611)	(32,554)	(34,564)
<b>Total loss / income for the period before zakat</b>	(30,688)	1,989	(23,503)	(23,112)
Zakat charge	11 (293)	(9,270)	(1,149)	(9,670)
<b>Total loss for the period after zakat</b>	(30,981)	(7,281)	(24,652)	(32,782)
<b>Income attributed to the insurance operations</b>	-	-	-	-
<b>Net loss attributable to the shareholders after zakat</b>	(30,981)	(7,281)	(24,652)	(32,782)
<b>Loss per share - basic and diluted for the period - adjusted (SR)</b>	15 (1.29)	(0.30)	(1.03)	(1.45)
<b>Weighted average number of shares in issue throughout the period-adjusted</b>	15 24,000	24,000	24,000	22,625

The accompanying notes 1 to 20 form an integral part of these interim condensed financial statements.



Chief Financial Officer



Board Member



Chief Executive Officer

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
INTERIM STATEMENT OF COMPREHENSIVE INCOME

Note	For the three-months period ended		For the nine-months period ended	
	30 September 2020	30 September 2019	30 September 2020	30 September 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	SR '000		SR '000	
Net loss after zakat	(30,981)	(7,281)	(24,652)	(32,782)
Other comprehensive income / (loss):				
Items that will not be reclassified to statement of income in subsequent years	-	-	-	-
Items that may be reclassified to statements of income in subsequent years				
- Change in fair value of available-for-sale investments 8	529	-	1,451	1,236
Total comprehensive loss	(30,452)	(7,281)	(23,201)	(31,546)
Total comprehensive income attributable to the insurance operations	-	-	-	-
Net comprehensive loss attributable to the shareholders	(30,452)	(7,281)	(23,201)	(31,546)

The accompanying notes 1 to 20 form an integral part of these interim condensed financial statements.



Chief Financial Officer



Board Member



Chief Executive Officer

**AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
INTERIM STATEMENT OF CHANGES IN EQUITY**

	Note	Share capital	Accumulated losses	Actuarial loss on end-of-service benefits	Fair value reserve for available-for-sale	Total
				SR '000		
<b>Balance as at 01 January 2020 (Audited)</b>		240,000	(85,666)	(539)	3,060	156,855
<b>Comprehensive income for the period:</b>						
Change in fair value of available-for-sale investments	8	-	-	-	1,451	1,451
Total loss for the period attributable to the shareholders		-	(24,652)	-	-	(24,652)
Total comprehensive loss for the period		-	(24,652)	-	1,451	(23,201)
<b>Balance as at 30 September 2020 (Unaudited)</b>		<u>240,000</u>	<u>(110,318)</u>	<u>(539)</u>	<u>4,511</u>	<u>133,654</u>

The accompanying notes 1 to 20 form an integral part of these interim condensed financial statements.



Chief Financial Officer



Board Member



Chief Executive Officer



**AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
INTERIM STATEMENT OF CHANGES IN EQUITY**

	Share capital	Accumulated losses	Actuarial loss on end-of-service benefits	Fair value reserve for available-for-sale investment	Total
Note			SR '000		
Balance as at 01 January 2019 (Audited)	140,000	(44,572)	-	117	95,545
Comprehensive loss for the period:					
Change in fair value of available-for-sale investments	-	-	-	1,236	1,236
Total loss for the period attributable to the shareholders (restated)	-	(32,782)	-	-	(32,782)
Total comprehensive loss for the period	-	(32,782)	-	1,236	(31,546)
Capital increase	100,000	-	-	-	100,000
Transaction cost for increase in capital	-	(3,847)	-	-	(3,847)
Balance as at 30 September 2019 (Unaudited)	240,000	(81,201)	-	1,353	160,152

The accompanying notes 1 to 20 form an integral part of these interim condensed financial statements.



Chief Financial Officer



Board Member

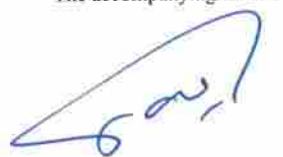


Chief Executive Officer

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
INTERIM STATEMENT OF CASH FLOWS  
FOR THE NINE-MONTHS PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the nine-months period ended	
		30 September 2020	30 September 2019
		(Unaudited) SR '000	(Unaudited) SR '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Total loss before zakat		(23,503)	(23,112)
<b>Adjustments for non-cash items:</b>			
Depreciation and amortization		1,259	1,196
Change in allowance for doubtful debts	7	3,532	6,226
Realized loss on sale of available-for-sale investments		-	134
Amortization of held-to-maturity investments	8	(303)	-
Provision for employees' end-of-service benefits		1,379	1,146
		(17,636)	(14,410)
<b>Changes in operating assets and liabilities:</b>			
Premiums and reinsurers' receivable		(84,330)	(54,725)
Reinsurers' share of unearned premiums		1,842	11,461
Reinsurers' share of outstanding claims		187	2,234
Reinsurers' share of claims incurred but not reported		1,006	3,848
Deferred policy acquisition costs		(5,800)	(3,059)
Prepaid expenses and other assets		(2,066)	(2,848)
Policyholders claims payable		(211)	157
Accrued expenses and other liabilities		17,210	16,728
Reinsurers' balances payable		(7,986)	(21,191)
Unearned premiums		66,988	34,064
Unearned reinsurance commission		(340)	340
Outstanding claims		1,296	(11,686)
Claims incurred but not reported		16,710	16,313
Premium deficiency reserve		6,324	4,692
Other technical reserves		(7,104)	(229)
		(13,910)	(18,311)
Employees' end-of-service benefits paid		(1,518)	(89)
Zakat paid	11	-	(75)
<b>Net cash used in operating activities</b>		(15,428)	(18,475)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Short-term deposits		35,619	(74,590)
Purchase of available-for-sale investments		-	(6,599)
Purchase of held-to-maturity investments		-	(1,064)
Purchase of property, equipment and intangibles		(2,721)	(1,696)
Purchase of long term-deposit		(10,000)	-
<b>Net cash generated from / (used in) investing activities</b>		22,898	(83,949)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Increase in statutory deposit		-	(15,000)
Proceeds from issuance of capital		-	100,000
<b>Net cash generated from financing activities</b>		-	85,000
<b>Net change in cash and cash equivalents</b>		7,470	(17,424)
Cash and cash equivalents at the beginning of the period		44,515	39,224
<b>Cash and cash equivalents at the end of the period</b>	5	51,985	21,800
<b>Supplemental non-cash information:</b>			
Transfer from capital work in progress to property and equipment		480	-
Changes in fair values of available-for-sale investments - net	8	1,451	1,236
		1,931	1,236

The accompanying notes 1 to 20 form an integral part of these interim condensed financial statements.



Chief Financial Officer



Board Member



Chief Executive Officer

**AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

---

**1 ORGANIZATION AND PRINCIPAL ACTIVITIES**

Amana Cooperative Insurance Company (the "Company") is a Saudi joint stock company established in Riyadh, Kingdom of Saudi Arabia by Royal Decree Number M/35 dated Jumada Al-Akher 3, 1431 H (corresponding to May 17, 2010), and registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010288711 dated Jumada Al-Akher 10, 1431 H (corresponding to May 24, 2010). The Company's head office is at Salah-uddin Al-Ayubi Street P.O. Box 27986, Riyadh 11427, Kingdom of Saudi Arabia (KSA).

The objective of the Company is to engage in providing insurance services in accordance with its Articles of Association and By-laws and the applicable regulations in the KSA.

On 31 July 2003, corresponding to 2 Jumada II 1424H, the Law on the Supervision of Cooperative Insurance Companies ("Insurance Law") was promulgated by Royal Decree Number (M/32). During March 2008, the Saudi Arabian Monetary Authority ("SAMA"), as the principal authority responsible for the application and administration of the Insurance Law and its Implementing Regulations, granted the Company a license to transact insurance activities in the KSA.

It was approved to update the Company's by-laws to comply with the new companies' regulations, issued by royal decree no.m/3 on 28/01/1437 H and this is as per the extraordinary general assembly meeting on 23/09/1438 H, corresponding 18 June 2017.

**2 BASIS OF PREPARATION**

**(a) Basis of presentation and measurement**

The interim condensed financial information (interim condensed financial statements) of the Company as at and for the period ended 30 September 2020 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" (IAS 34) as endorsed in Kingdom of Saudi Arabia and other standards and other pronouncements issued by the Saudi Organization of Certified Public Accountants ("SOCPA").

The interim condensed financial statements have been prepared under the going concern basis and the historical cost basis except for the measurement at fair value of "available-for-sale investments" and employees end-of-service benefits at present value.

The Company presents its interim condensed statement of financial position in order of liquidity. As required by the Saudi Arabian Insurance Regulations, the Company maintains separate books of accounts for Insurance Operations and Shareholders' Operations and presents the interim condensed financial statements accordingly (note 19). Assets, liabilities, revenues and expenses clearly attributable to either activity are recorded in the respective accounts. The basis of allocation of expenses from joint operations is determined and approved by the management and the Board of Directors.

The interim condensed statement of financial position, interim condensed statement of income, interim condensed statement of comprehensive income and interim condensed statement of cash flows of the insurance operations and shareholders operations which are presented in Note 19 of the interim condensed financial statements have been provided as supplementary financial information to comply with the requirements of the guidelines issued by SAMA implementing regulations and is not required under IFRSs. SAMA implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders operations. Accordingly, the interim condensed statements of financial position, interim condensed statements of income, interim condensed statement of comprehensive income and interim condensed statement of cash flows prepared for the insurance operations and shareholders operations as referred to above, reflect only the assets, liabilities, income, expenses and comprehensive gains or losses of the respective operations.



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

---

**2 BASIS OF PREPARATION (CONTINUED)**

**(a) Basis of presentation and measurement (continued)**

In preparing the Company-level financial statements in compliance with IFRSs, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Inter-operation balances and transactions are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders operations are uniform for like transactions and events in similar circumstances.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 31 December 2019.

**(b) Functional and presentation currency**

The interim condensed financial statements have been prepared in Saudi Arabian Riyals (SR), which is also the functional currency of the Company. All financial information presented in SR has been rounded off to the nearest thousand, unless otherwise stated.

**(c) Critical accounting judgments, estimates and assumptions**

The preparation of interim condensed financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these interim condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied to the annual financial statements as at and for the year ended 31 December 2019.

**Going concern**

On 29 March 2020, the Company announced on Tadawul, indicating that its accumulated losses exceeded 35% of its share capital of SAR 240 million as of 31 December 2020. As of 30 September 2020, the accumulated losses represent 46% (31 December 2019: 36%) of the Company's share capital. These events and conditions indicate a material uncertainty on the Company's ability to continue as a going concern. However, various strategic options, including capital restructuring, are presently being considered by the Board of Directors to ensure the going concern of the Company. Among such strategic options, on 29 September 2020, the Boards of Directors of the Company and Saudi Enaya Cooperative Insurance Co. ("Enaya") enter into a discussion for a potential merger. If the merger is initially agreed upon, a non-binding memorandum of understanding will be signed between the Company and Enaya to assess the merger's feasibility subject to obtaining the required approvals.

Based on the above, the Company's management has assessed its ability to continue as a going concern and is satisfied that the Company's operations shall continue for the foreseeable future under the normal course of business. Accordingly, the interim condensed financial statements have been prepared on the going concern basis and do not include any adjustments, which may be required, if the Company is not able to continue as a going concern.

**Impact of COVID-19 on the medical technical reserves, premium deficiency reserve and financial assets**

On 11 March 2020, the World Health Organisation ("WHO") declared the Coronavirus ("COVID-19") outbreak as a pandemic in recognition of its rapid spread across the globe. This outbreak has also affected the GCC region including the Kingdom of Saudi Arabia. Governments all over the world took steps to contain the spread of the virus. Saudi Arabia in particular has implemented closure of borders, issued social distancing guidelines and enforced country wide lockdowns and curfews.

In response to the spread of the Covid-19 virus, the Company's management has proactively assessed its impacts on its operations and has taken a series of proactive and preventative measures and processes to ensure:

- the health and safety of its employees and the wider community where it is operating.
- the continuity of its business throughout the Kingdom is protected and kept intact.

The major impact of Covid-19 pandemic is seen in medical and motor line of business as explained below. As with any estimate, the projections and likelihoods of occurrence are underpinned by significant judgment and rapidly evolving situation and uncertainties surrounding the duration and severity of the pandemic, and therefore, the actual outcomes may be different to those projected. The impact of such uncertain economic environment is judgmental, and the Company will continue to reassess its position and the related impact on a regular basis.

## 2 BASIS OF PREPARATION (CONTINUED)

(c) Critical accounting judgments, estimates and assumptions (continued)

Impact of COVID-19 on the medical technical reserves, premium deficiency reserve and financial assets

(continued)

## Medical technical reserves

Based on the management's assessment, the management believes that the Government's decision to assume the medical treatment costs for both Saudi citizens and expatriates has helped in reducing any unfavourable impact. During the lockdown, the Company saw a decline in medical reported claims (majority elective and non-electronic treatment claims) which resulted in a drop in claims experience. However, subsequent to the lifting of lockdown since June 21, 2020, the Company is experiencing a surge in claims which is in line with the expectations of the Company's management. The Company's management has duly considered the impact of surge in claims in the current estimate of future contractual cashflows of the insurance contracts in force as at September 30, 2020 for its liability adequacy test. Based on the results, the Company had and impact on premium deficiency reserve amounting to SR 1.54 million.

## Motor technical reserves

In response to the Covid-19 pandemic, SAMA issued a circular 189 (the "circular") dated 08 May 2020 to all insurance companies in the Kingdom of Saudi Arabia. Amongst other things, the circular instructed insurance companies to extend the period of validity of all existing retail motor insurance policies by further two months as well as providing a two-month additional coverage for all new retail motor policies written within one month of this circular. The Management, in conjunction with its appointed actuary, deliberated on a variety of internal factors and concluded, that the Company considers the extension of two months in existing motor policies as new policy and had an impact in premium deficiency reserve amounting to SR 0.11 million, based on the expected claims for the extended 2 months period. For new policies written as per above circular, the premium is earned over the period of coverage i.e. 14 months as per the Company accounting policy. There is no significant impact of two month extension in earned premium as of September 30, 2020 as no material amounts of premium have been written during the one month period.

## Financial assets

The Company has performed an assessment in accordance with its accounting policy due to the Covid-19 pandemic to determine whether there is objective evidence that a financial asset or group of financial assets are impaired. These include factors such as, significant financial difficulties of issuers or debtors, default or delinquency in payments, probability that the issuer or debtor will enter bankruptcy or other financial reorganization, etc. In case of equities classified under available-for-sale, the company has performed an assessment to determine whether there is a significant decline or prolonged decline in the fair value of financial assets below their cost. Based on these assessments, the Company's management believes that the Covid-19 pandemic has had no material effects on Company's reported results for the three-month and nine-month periods ended 30 September 2020. The Company's management continues to monitor the situation closely.

## 3 IMPACT OF COVID-19 ON RISK MANAGEMENT POLICIES AND PROCEDURES

## Credit risk management

The Company has strengthened its credit risk management policies to address the fast changing and evolving risks posed by the current circumstances. These include review of credit concentrations at granular economic sector, region, counterparty level and take appropriate action where required. Based on the review, the Company has identified the following sectors being impacted significantly by the COVID-19 pandemic:

- Foods
- Airlines
- Freight companies
- Hotels
- Retail
- Construction
- Entertainment
- Tourism



**3 IMPACT OF COVID-19 ON RISK MANAGEMENT POLICIES AND PROCEDURES (CONTINUED)**

**Liquidity Risk**

The Company is aware of the need to keep a close focus on liquidity management during this period and has enhanced its monitoring of current liquidity needs as well as the pandemic in its entirety. The Company regularly reviews and updates the liquidity forecast based on the individual liquidity balance as well as the continued development of external economic factors.

**4 SIGNIFICANT ACCOUNTING POLICIES AND NEW STANDARDS ISSUED BUT NOT YET EFFECTIVE**

**(a) Significant accounting policies**

The accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2019. There are no new standards issued, however, there are number of amendments to standards which are effective from 1 January 2020 and has been explained in Company's annual Financial Statements, but they do not have a material effect on the Company's Interim Condensed Financial Statements. The Company has not early adopted any standard (interpretation) or amendments that has been issued but which are not yet effective.

The standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's interim financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective.

*IFRS 9 Financial Instruments*

IFRS 9, as issued, reflects the first phase of the IASB's work though the adoption date is subject to the recently issued Exposure Draft on the replacement of IAS 39 and applies to classification and measurement of financial assets and liabilities as defined in IAS 39. The standard was initially effective for annual periods beginning on or after 1 January 2013, but Amendments to IFRS 9 Mandatory Effective Date of IFRS 9 and Transition Disclosures, issued in December 2011, moved the mandatory effective date to 1 January 2015.

However, on 19 November 2013, the IASB issued IFRS 9 Financial Instruments (Hedge Accounting and amendments to IFRS 9) amending IFRS 9 to include the new general hedge accounting model. In its February 2014 meeting, the IASB decided that IFRS 9 would be mandatorily effective for annual reporting periods beginning on or after 1 January 2018 with an optional temporary exception to defer the application of IFRS 9 till 1 January 2022 for companies whose activities are predominantly connected with insurance. In line with other insurance companies in the Kingdom of Saudi Arabia, the Company deferred the application of IFRS 9 till 1 January 2023 to match with the adoption of IFRS 17.

*IFRS 17 Insurance Contracts*

The IASB issued IFRS 17 in May 2017. IFRS 17 will be mandatorily effective for annual reporting periods beginning on or after 1 January 2023. Once effective, IFRS 17 replaces IFRS 4 Insurance Contracts that was issued in 2005. The overall objective of IFRS 17 is to provide a more useful and consistent accounting model for insurance contracts among entities issuing insurance contracts globally. The Company is in the process of assessing the impact of IFRS 17.

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

5 CASH AND CASH EQUIVALENTS

	30 September 2020 (Unaudited)			31 December 2019 (Audited)		
	Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
	SR '000			SR '000		
Cash at bank	41,556	10,429	51,985	21,230	23,285	44,515
	41,556	10,429	51,985	21,230	23,285	44,515

Bank balances are placed with counterparties with sound credit ratings under Standard and Poor's and Moody's ratings methodology.

The carrying amounts disclosed above reasonably approximate their fair values at the reporting date.

6 DEPOSITS

(a) Short term deposits

Short term deposits are placed with local banks with an original maturity of more than three months from the date of acquisition and earning profit at an average rate 2.2% per annum (31 December 2019: 3.1% per annum). The carrying amounts of short term deposits reasonably approximate their fair values at the reporting date.

(b) Long term deposits

Long-term deposits represents murabaha deposit with an original maturity of more than one year from the date of acquisition earning profit at a rate of 4.6% per annum (31 December 2019: 5.35% per annum). The carrying amounts of the deposits reasonably approximate their fair values at the reporting date.

Both short term and long term deposits are placed with counterparties with sound credit ratings under Standard and Poor's and Moody's ratings methodology.

7 PREMIUMS AND REINSURERS' RECEIVABLE - NET

	30 September 2020 (Unaudited)	31 December 2019 (Audited)
	SR '000	SR '000
Receivables comprise of the amounts due from the following:		
Policyholders	61,809	30,200
Brokers and agents	86,151	39,761
Related parties (Note 17)	736	1,211
Reinsurers	42,131	35,325
	190,827	106,497
Less: provision for doubtful receivables	(30,470)	(26,938)
Premiums and reinsurers' receivable – net	160,357	79,559
The movement in the provision for doubtful receivables is as follows:		
Balance at the beginning of the period / year	26,938	24,415
Charge made during the period / year	3,532	2,523
Balance at the end of the period / year	30,470	26,938

8 INVESTMENTS

Investments are classified as follows:

	30 September 2020 (Unaudited)			31 December 2019 (Audited)		
	Insurance operations	Shareholders' operations	Total	Insurance operations	Shareholders' operations	Total
	SR '000			SR '000		
<u>Investments</u>						
Available-for-sale	1,923	18,826	20,749	1,923	17,375	19,298
Held-to-maturity	-	48,943	48,943	-	48,640	48,640
	1,923	67,769	69,692	1,923	66,015	67,938

**AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

**8 INVESTMENTS (CONTINUED)**

**Insurance Operations**

Available-for-sale investment represents unquoted securities amounted to SR 1.9 million in respect of the Company's share in the capital of Najm for Insurance Services Company and represents a 3.85% of share holding.

**Shareholders' Operations**

Investments for shareholders' operations comprised as follows:

	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
Available-for-sale investments - Listed shares and REIT Funds (Domestic)	18,826	17,375
Held-to-maturity investments - Debt instruments (Domestic)*	43,816	43,587
Held-to-maturity investments - Debt instruments (International) *	5,127	5,053
	<b>67,769</b>	<b>66,015</b>

\*The investment represents sukuk earning average profit at a rate of 3.45% per annum (2019: 3.45% per annum) having maturities upto 20 April 2027. The fair value of the Held-to-Maturity investments as at 30 September 2020 was not materially different from its carrying value.

The movements in available-for-sale investments for shareholders' operations are as follows:

	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
Balance at the beginning of the period / year	17,375	6,548
Additions	-	9,212
Change in fair value of available-for-sale investments	1,451	2,951
Transferred from fair value reserve to income for the year	-	(8)
Disposals at cost	-	(1,328)
Balance at the end of the period / year	<b>18,826</b>	<b>17,375</b>

The movements in held-to-maturity investments for shareholders' operations are as follows:

	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
Balance at the beginning of the period / year	48,640	47,172
Amortization for the period / year	303	1,468
Balance at the end of the period / year	<b>48,943</b>	<b>48,640</b>

**9 FAIR VALUES OF FINANCIAL INSTRUMENTS**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction takes place either:

- in the accessible principal market for the assets or liability, or
- in the absences of a principal market, in the most advantages accessible market for the asset or liability

**(a) Determination of fair value and fair value hierarchy**

The Company uses the following hierarchy for determining the fair value of financial instruments:

- Level 1 - quoted prices in active markets for the same or identical instrument that an entity can access at the measurement date;
- Level 2 - quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data; and
- Level 3 - valuation techniques for which any significant input is not based on observable market data.



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

9 FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

(b) Carrying amounts and fair value

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value.

approximation to fair value.

30 September 2020 (Unaudited)				
Carrying value	Level 1	Level 2	Level 3*	Total
SR '000	SR '000	SR '000	SR '000	SR '000
<u>Available for sale investments</u>				
- Shares and REIT Funds	20,749	18,826	-	1,923
	20,749	18,826	-	1,923
31 December 2019 (Audited)				
Carrying value	Level 1	Level 2	Level 3*	Total
SR '000	SR '000	SR '000	SR '000	SR '000
<u>Available for sale investments</u>				
- Shares and REIT Funds	19,298	17,375	-	1,923
	19,298	17,375	-	1,923

\*The unlisted securities of SR 1.92 million (31 December 2019: SR 1.92 million) held as part of Company's insurance operations, were stated at cost in the absence of active markets or other means of reliably measuring their fair value.

During the nine-month period ended 30 September 2020, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurements.

10 TECHNICAL RESERVES

(a) Net Outstanding Claims and Reserves

	30 September 2020 (Unaudited)	31 December 2019 (Audited)
	SR '000	SR '000
Outstanding claims	52,770	51,474
Claims incurred but not reported	45,066	28,356
Premium deficiency reserve	21,744	15,420
Other technical reserves	3,836	10,940
	123,416	106,190
Less:		
Reinsurers' share of outstanding claims	(15,454)	(15,641)
Reinsurers' share of claims incurred but not reported	(2,743)	(3,749)
	(18,197)	(19,390)
Net outstanding claims and other reserves	105,219	86,800

**AMANA COOPERATIVE INSURANCE COMPANY**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

**10 TECHNICAL RESERVES (CONTINUED)**

(b) Movement in unearned premiums	30 September 2020 (Unaudited)			31 December 2019 (Audited)		
	Gross	Reinsurance	Net	Gross	Reinsurance	Net
	SR '000			SR '000		
Balance at the beginning of the period / year	100,911	(4,866)	96,045	65,334	(17,189)	48,145
Premiums written during the period / year	272,608	(4,985)	267,623	248,054	(10,461)	237,593
Excess of loss expense	-	(27,346)	(27,346)	-	(6,023)	(6,023)
Premiums earned during the period / year	(205,620)	34,173	(171,447)	(212,477)	28,807	(183,670)
Balance at the end of the period / year	167,899	(3,024)	164,875	100,911	(4,866)	96,045

**(c) Unearned reinsurance commission**

	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
Balance at the beginning of the period / year	1,057	884
Reinsurance commission received during the period / year	1,286	2,148
Reinsurance commission earned during the period / year	(1,626)	(1,975)
Balance at the end of the period / year	717	1,057

**(d) Movement in deferred policy acquisition costs**

Balance at the beginning of the period / year	8,328	5,396
Incurred during the period / year	23,616	20,442
Amortized during the period / year	(17,816)	(17,510)
Balance at the end of the period / year	14,128	8,328

**11 PROVISION FOR ZAKAT**

	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
Balance at the beginning of the period / year	2,859	9,516
Charge for the period / year	1,149	797
Charge for prior periods / year	-	8,744
	1,149	9,541
Paid during the period / year	-	(16,198)
Balance at the end of the period / year	4,008	2,859

The Company has filed its Zakat returns to General Authority for Zakat and Tax ("GAZT") till the year 2019. All the assessments upto the year 2016 have been duly settled with GAZT and there are no assessments for the year 2017 onwards. During the period ended September 30, 2020, the Company has received request from the GAZT for documents regarding Zakat and Tax returns for the year 2017/18 which may lead to Zakat and Tax assessments. On May 4, 2020, the Company has also received assessments along with penalties in respect of value added taxes ("VAT") for the year 2018-19 amounting to SR 1.61 million, for which the Company has filed objection with the relevant authorities and expects favorable outcome.

**12 SHARE CAPITAL**

The authorized, issued and paid up share capital of the Company is SR 240 million as at 30 September 2020 (31 December 2019: SR 240 million) consisting of 24 million shares (31 December 2019: 24 million shares) of SR 10 each.



**AMANA COOPERATIVE INSURANCE COMPANY**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

**13 COMMITMENTS AND CONTINGENCIES**

(a) The Company's commitments and contingencies are as follows:

	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
Capital work-in-progress	3,282	3,447

(b) The Company operates in insurance industry and is subject to legal proceedings in the normal course of business. While it is not possible to forecast or determine the final results of all pending or threatened legal proceedings, the management does not believe that such proceedings (including litigations) will have a material effect on its results and financial position.

**14 STATUTORY DEPOSIT**

Statutory deposit represents 15% of the paid up capital of the Company which is maintained with local bank designated by SAMA in accordance with the Cooperative Insurance Companies Control Law for insurance companies. This statutory deposit cannot be withdrawn without the consent of SAMA.

**15 BASIC AND DILUTED LOSS PER SHARE**

Basic and diluted loss per share for the period has been calculated by dividing the net income or loss for the period after zakat by the weighted average number of issued and outstanding shares as at the period end. The weighted average number of shares has been computed as follows:

	Number of shares in '000	
	30 September 2020 (Unaudited)	30 September 2019 (Unaudited)
Weighted average number of shares outstanding	24,000	14,000
Effects of right issued	-	8,625
Weighted average number of shares outstanding	24,000	22,625

**16 CAPITAL MANAGEMENT**

The Company manages its capital to ensure that it is able to continue as going concern and comply with the SAMA's capital requirements while maximizing the return to stakeholders through the optimization of the debt and equity balance. The capital structure of the Company consists of equity attributable to shareholders comprising paid capital and accumulated deficit.

The Company maintains its capital as per guidelines laid out by SAMA in Article 66 table 3 and 4 of the Implementing Regulations detailing the solvency margin required to be maintained. According to the article, the Company shall maintain solvency margin equivalent to the highest of the following three methods as per SAMA Implementing Regulations:

- Minimum Capital Requirement of SAR 100 million
- Premium Solvency Margin
- Claims Solvency Margin

In the opinion of the Board of Directors, the Company has fully complied with the externally imposed capital requirements during the reported financial period.

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

16 CAPITAL MANAGEMENT (CONTINUED)

Management, through various scenario analyses as required by the regulator, has proactively assessed the potential of the COVID-19 by performing stress testing for various variables like: gross premium growth, employee costs, YTD loss ratio, outstanding premium provisions etc. and the related impact on the revenue, profitability, loss ratio and solvency ratio. Management has concluded that based on the preliminary stress testing performed the solvency of the Company can be reduced by 5% to 10% if the current situation persists longer. As with any forecasts, the projections and likelihoods of occurrence are underpinned by significant judgement and uncertainty and therefore, the actual outcomes may be different to those projected. The impact of such uncertain economic environment is judgmental, and the Company will continue to reassess its position and the related impact on a regular basis.

17 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent major shareholders, directors and key management personnel of the Company, and companies of which they are principal owners and any other entities controlled, jointly controlled or significantly influenced by them. Pricing policies and terms of these transactions are approved by the Company's management and Board of Directors. The following are the details of the major related party transactions during the year and the related balances:

DUE FROM RELATED PARTIES

	<i>Amounts of transactions</i>		<i>Balances as at</i>	
	30 September 2020 (Unaudited) SR '000	30 September 2019 (Unaudited) SR '000	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
<i>Entities controlled, jointly controlled or significantly influenced by related parties</i>				
<b>El Seif companies group</b>				
- Insurance premium written	27,494	34,547	379	755
- Paid claims	12,230	11,669	-	-
	<u>39,724</u>	<u>46,216</u>	<u>379</u>	<u>755</u>
<b>El Tukhy companies group</b>				
- Insurance premium written	-	7	357	456
- Paid claims	-	65	-	-
	<u>-</u>	<u>72</u>	<u>357</u>	<u>456</u>
Total (Note 7)	<u>39,724</u>	<u>46,288</u>	<u>736</u>	<u>1,211</u>
Less: provision for doubtful receivables			(80)	(408)
Due from related parties, net			<u>656</u>	<u>803</u>

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

**17 RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)**

The movement in the provision for doubtful receivables regarding related parties was as following:

	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
Balance at the beginning of the period / year	408	535
Reversal during the period / year	(328)	(127)
Balance at the end of the period / year	80	408

**DUE TO RELATED PARTIES**

	<i>Amounts of transactions</i>		<i>Balances as at</i>	
	30 September 2020 (Unaudited) SR '000	30 September 2019 (Unaudited) SR '000	30 September 2020 (Unaudited) SR '000	31 December 2019 (Audited) SR '000
<b>Board of Directors &amp; related committee</b>				
Bonus and other allowances	874	-	1,181	1,451
<b>Globe-Med (Group entity)</b>				
Administration fees for handling medical claims and others	8,665	7,418	5,892	2,325
	<u>9,539</u>	<u>7,418</u>	<u>7,073</u>	<u>3,776</u>

Key management personnel are persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly and comprise top management executives including the Chief Executive Officer, and the Chief Financial Officer of the Company.

The compensation of key management personnel during the period is as follows:

	30 September 2020 (Unaudited) SR '000	30 September 2019 (Unaudited) SR '000
Salaries and other allowances	3,016	3,476
End of service indemnities	226	145
	<u>3,242</u>	<u>3,621</u>

**18 SEGMENT INFORMATION**

Consistent with the Company's internal reporting process, insurance operating segments have been approved by Management in respect of the Company's activities, assets and liabilities as stated below.

Segment results do not include general and administrative expenses, allowance for doubtful debts. Accordingly, they are included in unallocated expenses or income.



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

Segment assets do not include insurance operations' property and equipment, investments, prepayments and other assets, premiums and reinsurance balances receivable, cash and cash equivalents and time deposits. Accordingly they are included in unallocated assets. Segment liabilities do not include employees' end-of-service benefits, and reinsurance balances payable, accrued expenses and other liabilities and accrued surplus to policyholders. Accordingly they are included in unallocated liabilities.

	For the three-months period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
<b>Operating segment</b>							
<b>Revenues</b>							
Gross premiums written							
- Corporate	11,983	-	-	-	11,983	-	11,983
- Medium	14,024	350	452	-	14,826	-	14,826
- Small	3	2,477	233	-	2,713	-	2,713
- Very small	16,118	1,401	388	-	17,907	-	17,907
- Individual	55,883	408	-	-	56,291	-	56,291
	98,011	4,636	1,073	-	103,720	-	103,720
Reinsurance premiums ceded							
- Local	-	-	(43)	-	(43)	-	(43)
- International (includes premium ceded through local broker)	-	-	(671)	-	(671)	-	(671)
Excess of loss expenses	(14,994)	(316)	(58)	-	(15,368)	-	(15,368)
<b>Net premiums written</b>	83,017	4,320	301	-	87,638	-	87,638
Changes in unearned premiums - net	(25,504)	(243)	922	-	(24,825)	-	(24,825)
<b>Net premiums earned</b>	57,513	4,077	1,223	-	62,813	-	62,813
Reinsurance commissions	-	-	394	-	394	-	394
Other underwriting income	1,332	-	22	-	1,354	-	1,354
<b>Total revenues</b>	58,845	4,077	1,639	-	64,561	-	64,561

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the three-months period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
<b>Operating segment</b>							
<b>Underwriting costs and expenses</b>							
Gross claims paid	(59,158)	(1,596)	12	-	(60,742)	-	(60,742)
Reinsurers' share of claims paid	(6,470)	57	20	-	(6,393)	-	(6,393)
<b>Net claims paid</b>	<b>(65,628)</b>	<b>(1,539)</b>	<b>32</b>	<b>-</b>	<b>(67,135)</b>	<b>-</b>	<b>(67,135)</b>
Changes in outstanding claims	(726)	(511)	799	-	(438)	-	(438)
Changes in reinsurers' share of outstanding claims	116	(107)	(722)	-	(713)	-	(713)
Changes in claims incurred but not reported	(3,511)	(392)	(755)	-	(4,658)	-	(4,658)
Changes in reinsurers' share of claims incurred but not reported	(266)	(36)	724	-	422	-	422
<b>Net claims incurred</b>	<b>(70,015)</b>	<b>(2,585)</b>	<b>78</b>	<b>-</b>	<b>(72,522)</b>	<b>-</b>	<b>(72,522)</b>
Changes in premiums deficiency reserve	(9,804)	50	-	-	(9,754)	-	(9,754)
Changes in other technical reserves	7,232	(23)	98	-	7,307	-	7,307
Policy acquisition costs	(5,875)	(448)	(317)	-	(6,640)	-	(6,640)
Inspection and supervision fees	(2,722)	(277)	(46)	-	(3,045)	-	(3,045)
<b>Total underwriting costs and expenses</b>	<b>(81,184)</b>	<b>(3,283)</b>	<b>(187)</b>	<b>-</b>	<b>(84,654)</b>	<b>-</b>	<b>(84,654)</b>
<b>Net underwriting (loss) / income</b>	<b>(22,339)</b>	<b>794</b>	<b>1,452</b>	<b>-</b>	<b>(20,093)</b>	<b>-</b>	<b>(20,093)</b>



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the three-months period ended 30 September 2020 (Unaudited)					
	SR '000					
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations
<b>Operating segment</b>						
<b>Other operating (expenses) / income</b>						
Allowance for doubtful debts	-	-	-	(1,969)	(1,969)	-
General and administrative expenses	-	-	-	(9,749)	(9,749)	(286)
Dividends and investment income	-	-	-	-	-	1,409
<b>Total other operating (expenses) / income</b>	-	-	-	(11,718)	(11,718)	1,123
<b>Total (loss) / income before zakat</b>	(22,339)	794	1,452	(11,718)	(31,811)	1,123
Zakat charge	-	-	-	-	-	(293)
<b>Net (loss) / income after zakat</b>	(22,339)	794	1,452	(11,718)	(31,811)	830
<b>Total income for the period attributed to the insurance operations</b>	-	-	-	-	-	-
<b>deficit / (Surplus) transferred to shareholders</b>	22,339	(794)	(1,452)	11,718	31,811	(31,811)
<b>Net loss attributable to the shareholders after zakat</b>	-	-	-	-	-	(30,981)

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the three-months period ended 30 September 2019 (Unaudited)					
	SR '000					
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations
Operating segment						
Revenues						
Gross premiums written						
- Corporate	8,929	283	2,498	-	11,710	-
- Medium	6,661	434	187	-	7,282	-
- Small	5,020	292	335	-	5,647	-
- Very small	16,054	-	8	-	16,062	-
- Individual	-	153	-	-	153	-
Gross premiums written	36,664	1,162	3,028	-	40,854	-
Reinsurance premiums ceded						
- Local	-	-	(48)	-	(48)	-
- International (includes premium ceded through local broker)	-	-	(1,652)	-	(1,652)	-
Excess of loss expenses	(960)	(204)	(60)	-	(1,224)	-
Net premiums written	35,704	958	1,268	-	37,930	-
Changes in unearned premiums - net	10,655	1,573	(62)	-	12,166	-
Net premiums earned	46,359	2,531	1,206	-	50,096	-
Reinsurance commissions	-	-	569	-	569	-
Other underwriting income	7,717	767	43	-	8,527	-
Total revenues	54,076	3,298	1,818	-	59,192	-

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the three-months period ended 30 September 2019 (Unaudited)					
	SR '000					
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations
Operating segment						
Underwriting costs and expenses						
Gross claims paid	(54,682)	(2,558)	(47)	-	(57,287)	-
Reinsurers' share of claims paid	8,819	94	62	-	8,975	-
Net claims paid	(45,863)	(2,464)	15	-	(48,312)	-
Changes in outstanding claims	3,929	7,304	(335)	-	10,898	-
Changes in reinsurers' share of outstanding claims	3,446	(2,516)	385	-	1,315	-
Changes in claims incurred but not reported	(949)	(276)	566	-	(659)	-
Changes in reinsurers' share of claims incurred but not reported	(2,023)	165	(520)	-	(2,378)	-
Net claims incurred	(41,460)	2,213	111	-	(39,136)	-
Changes in premiums deficiency reserve	(1,091)	250	-	-	(841)	-
Changes in other technical reserves	-	(47)	(60)	-	(107)	-
Policy acquisition costs	(4,322)	(249)	(394)	-	(4,965)	-
Inspection and supervision fees	(3,354)	(153)	(36)	-	(3,543)	-
Total underwriting costs and expenses	(50,227)	2,014	(379)	-	(48,592)	-
Net underwriting income	3,849	5,312	1,439	-	10,600	-

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the three-months period ended 30 September 2019 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Other operating (expenses) / income							
Allowance for doubtful debts	-	-	-	(865)	(865)	-	(865)
General and administrative expenses	-	-	-	(10,269)	(10,269)	484	(9,785)
Dividends and investment income	-	-	-	6	6	2,033	2,039
Total other operating (expenses) / income	-	-	-	(11,128)	(11,128)	2,517	(8,611)
<b>Total income / (loss) before zakat</b>	<b>3,849</b>	<b>5,312</b>	<b>1,439</b>	<b>(11,128)</b>	<b>(528)</b>	<b>2,517</b>	<b>1,989</b>
Zakat charge	-	-	-	-	-	(9,270)	(9,270)
<b>Net income / (loss) after zakat</b>	<b>3,849</b>	<b>5,312</b>	<b>1,439</b>	<b>(11,128)</b>	<b>(528)</b>	<b>(6,753)</b>	<b>(7,281)</b>
<b>(Surplus) / Deficit transferred to shareholders</b>	<b>(3,849)</b>	<b>(5,312)</b>	<b>(1,439)</b>	<b>11,128</b>	<b>528</b>	<b>(528)</b>	<b>-</b>
<b>Net loss attributable to the shareholders after zakat</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7,281)</b>	<b>(7,281)</b>

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the nine-month periods ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
<b>Operating segment</b>							
<b>Revenues</b>							
Gross premiums written							
- Corporate	69,663	7,930	6,278	-	83,871	-	83,871
- Medium	39,156	1,892	861	-	41,909	-	41,909
- Small	29,189	4,025	477	-	33,691	-	33,691
- Very small	53,444	1,443	402	-	55,289	-	55,289
- Individual	55,883	1,965	-	-	57,848	-	57,848
	247,335	17,255	8,018	-	272,608	-	272,608
Reinsurance premiums ceded							
- Local	-	-	(109)	-	(109)	-	(109)
- International (includes premium ceded through local broker)	-	-	(4,876)	-	(4,876)	-	(4,876)
Excess of loss expenses	(25,294)	(724)	(1,328)	-	(27,346)	-	(27,346)
<b>Net premiums written</b>	222,041	16,531	1,705	-	240,277	-	240,277
Changes in unearned premiums - net	(61,654)	(724)	(6,452)	-	(68,830)	-	(68,830)
<b>Net premiums earned</b>	160,387	15,807	(4,747)	-	171,447	-	171,447
Reinsurance commissions	-	-	1,626	-	1,626	-	1,626
Other underwriting income	8,260	390	2,021	-	10,671	-	10,671
<b>Total revenues</b>	168,647	16,197	(1,100)	-	183,744	-	183,744



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the nine-month periods ended 30 September 2020 (Unaudited)					
	SR '000					
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations
<b>Operating segment</b>						
<b>Underwriting costs and expenses</b>						
Gross claims paid	(152,252)	(4,088)	(227)	-	(156,567)	-
Reinsurers' share of claims paid	27,679	162	235	-	28,076	-
<b>Net claims paid</b>	<b>(124,573)</b>	<b>(3,926)</b>	<b>8</b>	<b>-</b>	<b>(128,491)</b>	<b>-</b>
Changes in outstanding claims	(472)	(1,393)	569	-	(1,296)	-
Changes in reinsurers' share of outstanding claims	418	(66)	(539)	-	(187)	-
Changes in claims incurred but not reported	(16,304)	159	(565)	-	(16,710)	-
Changes in reinsurers' share of claims incurred but not reported	(1,576)	(248)	818	-	(1,006)	-
<b>Net claims incurred</b>	<b>(142,507)</b>	<b>(5,474)</b>	<b>291</b>	<b>-</b>	<b>(147,690)</b>	<b>-</b>
Changes in premiums deficiency reserve	(6,939)	518	97	-	(6,324)	-
Changes in other technical reserves	7,169	(31)	(34)	-	7,104	-
Policy acquisition costs	(15,634)	(1,049)	(1,133)	-	(17,816)	-
Inspection and supervision fees	(9,458)	(462)	(47)	-	(9,967)	-
<b>Total underwriting costs and expenses</b>	<b>(167,369)</b>	<b>(6,498)</b>	<b>(826)</b>	<b>-</b>	<b>(174,693)</b>	<b>-</b>
<b>Net underwriting income / (loss)</b>	<b>1,278</b>	<b>9,699</b>	<b>(1,926)</b>	<b>-</b>	<b>9,051</b>	<b>-</b>

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the nine-months period ended 30 September 2020 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Other operating (expenses) / income							
Allowance for doubtful debts	-	-	-	(3,532)	(3,532)	-	(3,532)
General and administrative expenses	-	-	-	(32,718)	(32,718)	(1,008)	(33,726)
Dividends and investment income	-	-	-	-	-	4,704	4,704
Total other operating (expenses) / income	-	-	-	(36,250)	(36,250)	3,696	(32,554)
Total income / (loss) before zakat	1,278	9,699	(1,926)	(36,250)	(27,199)	3,696	(23,503)
Zakat charge	-	-	-	-	-	(1,149)	(1,149)
Net income / (loss) after zakat	1,278	9,699	(1,926)	(36,250)	(27,199)	2,547	(24,652)
Total income for the period attributed to the insurance operations	-	-	-	-	-	-	-
(Surplus) / deficit transferred to shareholders	(1,278)	(9,699)	1,926	36,250	27,199	(27,199)	-
Net loss attributable to the shareholders after zakat	-	-	-	-	-	(24,652)	(24,652)

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the nine-months period ended 30 September 2019 (Unaudited)					
	SR '000					
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations
Operating segment						
Revenues						
Gross premiums written						
- Corporate	71,039	5,089	10,110	-	86,238	-
- Medium	27,273	1,755	690	-	29,718	-
- Small	15,763	833	500	-	17,096	-
- Very small	54,119	21	17	-	54,157	-
- Individual	-	547	-	-	547	-
	168,194	8,245	11,317	-	187,756	-
Reinsurance premiums ceded						
- Local	-	-	(1,003)	-	(1,003)	-
- International (includes premium ceded through local broker)	(1,246)	-	(6,848)	-	(8,094)	-
	(2,880)	(825)	(219)	-	(3,924)	-
Excess of loss expenses	164,068	7,420	3,247	-	174,735	-
Net premiums written	(45,391)	436	(570)	-	(45,525)	-
Changes in unearned premiums - net	118,677	7,856	2,677	-	129,210	-
Net premiums earned	-	-	1,419	-	1,419	-
Reinsurance commissions	9,907	2,022	245	-	12,174	-
Other underwriting income	128,584	9,878	4,341	-	142,803	-
Total revenues						

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the nine-months period ended 30 September 2019 (Unaudited)					
	SR '000					
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations
Operating segment						
Underwriting costs and expenses						
Gross claims paid	(119,720)	(8,305)	271	-	(127,754)	-
Reinsurers' share of claims paid	33,390	823	34	-	34,247	-
Net claims paid	(86,330)	(7,482)	305	-	(93,507)	-
Changes in outstanding claims	5,285	6,627	(226)	-	11,686	-
Changes in reinsurers' share of outstanding claims	(846)	(1,711)	323	-	(2,234)	-
Changes in claims incurred but not reported	(20,967)	2,539	2,115	-	(16,313)	-
Changes in reinsurers' share of claims incurred but not reported	(323)	(1,457)	(1,961)	-	(3,741)	-
Net claims incurred	(103,181)	(1,484)	556	-	(104,109)	-
Changes in premiums deficiency reserve	(7,069)	436	1,941	-	(4,692)	-
Changes in other technical reserves	-	-	122	-	122	-
Policy acquisition costs	(11,876)	(746)	(769)	-	(13,391)	-
Inspection and supervision fees	(8,424)	(453)	(404)	-	(9,281)	-
Total underwriting costs and expenses	(130,550)	(2,247)	1,446	-	(131,351)	-
Net underwriting (loss) / income	(1,966)	7,631	5,787	-	11,452	-



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	For the nine-months period ended 30 September 2019 (Unaudited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Other operating (expenses) / income				(6,226)	(6,226)	-	(6,226)
Allowance for doubtful debts	-	-	-	(32,623)	(32,623)	(1,487)	(34,110)
General and administrative expenses	-	-	-	83	83	5,689	5,772
Dividends and investment income	-	-	-				
Investments				(38,766)	(38,766)	4,202	(34,564)
Total other operating (expenses) / income	-	-	-	(38,766)	(27,314)	4,202	(23,112)
<b>Total (loss) / income before zakat</b>	(1,966)	7,631	5,787	(38,766)	(27,314)	(9,670)	(9,670)
Zakat charge	-	-	-	-	-		
<b>Net (loss) / income after zakat</b>	(1,966)	7,631	5,787	(38,766)	(27,314)	(5,468)	(32,782)
<b>Deficit / (surplus) transferred to shareholders</b>	1,966	(7,631)	(5,787)	38,766	27,314	(27,314)	-
<b>Net loss attributable to the shareholders after zakat</b>	-	-	-	-	-	(32,782)	(32,782)

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	As at 30 September 2020 (Unaudited)					
	SR '000					
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations
<b>Operating segment</b>						
<b>Assets</b>						
Cash and cash equivalents	-	-	-	41,556	41,556	10,429
Premiums and reinsurers' receivable - net	99,316	8,513	2,145	50,383	160,357	-
Reinsurers' share of unearned premiums	-	-	3,024	-	3,024	-
Reinsurers' share of outstanding claims	6,067	9,169	218	-	15,454	-
Reinsurers' share of claims incurred but not reported	183	16	2,544	-	2,743	-
Deferred policy acquisition costs	12,565	1,084	479	-	14,128	-
Investments	-	-	-	1,923	1,923	67,769
Unallocated assets	-	-	-	29,440	29,440	159,825
<b>Total assets</b>	<b>118,131</b>	<b>18,782</b>	<b>8,410</b>	<b>123,302</b>	<b>268,625</b>	<b>238,023</b>
<b>Liabilities</b>						
Payable to policyholders	-	-	-	32	32	-
Reinsurers' balances payable	-	-	-	4,990	4,990	-
Unearned premiums	152,519	10,809	4,571	-	167,899	-
Unearned reinsurance commission	-	-	905	(188)	717	-
Outstanding claims	30,920	21,569	281	-	52,770	-
Claims incurred but not reported	39,859	1,945	3,262	-	45,066	-
Premium deficiency reserve	20,502	1,242	-	-	21,744	-
Other technical reserves	2,804	588	444	-	3,836	-
Unallocated liabilities	-	-	-	66,712	66,712	9,228
<b>Total liabilities</b>	<b>246,604</b>	<b>36,153</b>	<b>9,463</b>	<b>71,546</b>	<b>363,766</b>	<b>9,228</b>

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

18 SEGMENT INFORMATION (CONTINUED)

	As at 31 December 2019 (Audited)						
	SR '000						
	Medical	Motor	Property & casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segment							
Assets							
Cash and cash equivalents	-	-	-	21,230	21,230	23,285	44,515
Premiums and reinsurers' receivable - net	39,433	4,194	1,516	34,416	79,559	-	79,559
Reinsurers' share of unearned premiums	-	-	4,866	-	4,866	-	4,866
Reinsurers' share of outstanding claims	5,649	9,267	725	-	15,641	-	15,641
Reinsurers' share of claims incurred but not reported	1,759	264	1,726	-	3,749	-	3,749
Deferred policy acquisition costs	7,321	341	666	-	8,328	-	8,328
Investments	-	-	-	1,923	1,923	66,015	67,938
Unallocated assets	-	-	-	23,823	23,823	187,268	211,091
Total assets	54,162	14,066	9,499	81,392	159,119	276,568	435,687
Liabilities							
Payable to policyholders	343	(1,287)	1,187	-	243	-	243
Reinsurers' balances payable	-	-	-	12,976	12,976	-	12,976
Unearned premiums	90,864	3,825	6,222	-	100,911	-	100,911
Unearned reinsurance commission	-	-	1,057	-	1,057	-	1,057
Outstanding claims	30,449	20,176	849	-	51,474	-	51,474
Claims incurred but not reported	23,825	2,661	1,870	-	28,356	-	28,356
Premium deficiency reserve	13,563	1,759	98	-	15,420	-	15,420
Other technical reserves	9,973	557	410	-	10,940	-	10,940
Unallocated liabilities	-	-	-	49,596	49,596	7,859	57,455
Total liabilities	169,017	27,691	11,693	62,572	270,973	7,859	278,832

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION

19.1 Interim statement of financial position

	As at 30 September 2020 (Unaudited)			As at 31 December 2019 (Audited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
<b>ASSETS</b>						
Cash and cash equivalents	41,556	10,429	51,985	21,230	23,285	44,515
Short-term deposits	-	80,374	80,374	-	115,993	115,993
Premiums and reinsurers' receivable - net	160,357	-	160,357	79,559	-	79,559
Reinsurers' share of unearned premiums	3,024	-	3,024	4,866	-	4,866
Reinsurers' share of outstanding claims	15,454	-	15,454	15,641	-	15,641
Reinsurers' share of claims incurred but not reported	2,743	-	2,743	3,749	-	3,749
Deferred policy acquisition costs	14,128	-	14,128	8,328	-	8,328
Available-for-sale investments	1,923	18,826	20,749	1,923	17,375	19,298
Held-to-maturity investments	-	48,943	48,943	-	48,640	48,640
Due from shareholders' operations	94,602	-	94,602	111,315	-	111,315
Prepayments and other assets	21,492	609	22,101	17,337	2,698	20,035
Property and equipment	7,525	-	7,525	5,970	-	5,970
Intangible assets	423	-	423	516	-	516
Long-term deposits	-	40,000	40,000	-	30,000	30,000
Statutory deposit	-	36,000	36,000	-	36,000	36,000
Accrued commission income on statutory deposit	-	2,842	2,842	-	2,577	2,577
<b>TOTAL ASSETS</b>	<b>363,227</b>	<b>238,023</b>	<b>601,250</b>	<b>270,434</b>	<b>276,568</b>	<b>547,002</b>



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.1 Interim statement of financial position (continued)

	As at 30 September 2020 (Unaudited)			As at 31 December 2019 (Audited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
<b>LIABILITIES</b>						
Payable to policyholders	32	-	32	243	-	243
Accrued expenses and other liabilities	62,029	2,378	64,407	44,774	2,423	47,197
Reinsurance balances payable	4,990	-	4,990	12,976	-	12,976
Unearned premiums	167,899	-	167,899	100,911	-	100,911
Unearned reinsurance commission	717	-	717	1,057	-	1,057
Outstanding claims	52,770	-	52,770	51,474	-	51,474
Claims incurred but not reported	45,066	-	45,066	28,356	-	28,356
Premium deficiency reserve	21,744	-	21,744	15,420	-	15,420
Other technical reserve	3,836	-	3,836	10,940	-	10,940
Due to insurance operation	-	94,602	94,602	-	111,315	111,315
Employees' end-of-service obligation	3,904	-	3,904	4,043	-	4,043
Surplus distribution payable	779	-	779	779	-	779
Provision for zakat	-	4,008	4,008	-	2,859	2,859
Accrued commission income payable to SAMA	-	2,842	2,842	-	2,577	2,577
<b>TOTAL LIABILITIES</b>	<b>363,766</b>	<b>103,830</b>	<b>467,596</b>	<b>270,973</b>	<b>119,174</b>	<b>390,147</b>
<b>EQUITY</b>						
Share capital	-	240,000	240,000	-	240,000	240,000
Accumulated losses	-	(110,318)	(110,318)	-	(85,666)	(85,666)
Actuarial loss on end-of-service obligation	(539)	-	(539)	(539)	-	(539)
Fair value reserve for available-for-sale investments	-	4,511	4,511	-	3,060	3,060
<b>TOTAL EQUITY</b>	<b>(539)</b>	<b>134,193</b>	<b>133,654</b>	<b>(539)</b>	<b>157,394</b>	<b>156,855</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>363,227</b>	<b>238,023</b>	<b>601,250</b>	<b>270,434</b>	<b>276,568</b>	<b>547,002</b>

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.2 Interim statement of income

	For the three-months period ended 30 September 2020 (Unaudited)			For the three-months period ended 30 September 2019 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
<b>REVENUES</b>						
Gross premiums written	103,720	-	103,720	40,854	-	40,854
Reinsurance premiums ceded						
- Local	(43)	-	(43)	(48)	-	(48)
- Foreign	(671)	-	(671)	(1,652)	-	(1,652)
Excess of loss expenses	(15,368)	-	(15,368)	(1,224)	-	(1,224)
<b>Net premiums written</b>	<b>87,638</b>	<b>-</b>	<b>87,638</b>	<b>37,930</b>	<b>-</b>	<b>37,930</b>
Changes in unearned premiums	(24,825)	-	(24,825)	12,166	-	12,166
<b>Net premiums earned</b>	<b>62,813</b>	<b>-</b>	<b>62,813</b>	<b>50,096</b>	<b>-</b>	<b>50,096</b>
Reinsurance commissions	394	-	394	569	-	569
Other underwriting income	1,354	-	1,354	8,527	-	8,527
<b>NET REVENUES</b>	<b>64,561</b>	<b>-</b>	<b>64,561</b>	<b>59,192</b>	<b>-</b>	<b>59,192</b>
<b>UNDERWRITING COSTS AND EXPENSES</b>						
Gross claims paid	(60,742)	-	(60,742)	(57,287)	-	(57,287)
Reinsurers' share of claims paid	(6,393)	-	(6,393)	8,975	-	8,975
<b>Net claims paid</b>	<b>(67,135)</b>	<b>-</b>	<b>(67,135)</b>	<b>(48,312)</b>	<b>-</b>	<b>(48,312)</b>
Changes in outstanding claims	(438)	-	(438)	10,898	-	10,898
Changes in reinsurers' share of outstanding claims	(713)	-	(713)	1,315	-	1,315
Changes in claims incurred but not reported	(4,658)	-	(4,658)	(659)	-	(659)
Changes in reinsurers' share of claims incurred but not reported	422	-	422	(2,378)	-	(2,378)
<b>Net claims incurred</b>	<b>(72,522)</b>	<b>-</b>	<b>(72,522)</b>	<b>(39,136)</b>	<b>-</b>	<b>(39,136)</b>

**AMANA COOPERATIVE INSURANCE COMPANY**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

**19 SUPPLEMENTARY INFORMATION (CONTINUED)**

**19.2 Interim statement of income (continued)**

	For the three-months period ended 30 September 2020 (Unaudited)			For the three-months period ended 30 September 2019 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Changes in premiums deficiency reserve	(9,754)	-	(9,754)	(841)	-	(841)
Changes in other technical reserves	7,307	-	7,307	(107)	-	(107)
Policy acquisition costs	(6,640)	-	(6,640)	(4,965)	-	(4,965)
Inspection and supervision fees	(3,045)	-	(3,045)	(3,543)	-	(3,543)
<b>TOTAL UNDERWRITING COSTS AND EXPENSES</b>	<b>(84,654)</b>	<b>-</b>	<b>(84,654)</b>	<b>(48,592)</b>	<b>-</b>	<b>(48,592)</b>
<b>NET UNDERWRITING INCOME / (LOSS)</b>	<b>(20,093)</b>	<b>-</b>	<b>(20,093)</b>	<b>10,600</b>	<b>-</b>	<b>10,600</b>
<b>OTHER OPERATING (EXPENSES) / INCOME</b>						
Allowance for doubtful debts	(1,969)	-	(1,969)	(865)	-	(865)
General and administrative expenses	(9,749)	(286)	(10,035)	(10,269)	484	(9,785)
Dividends and investment income	-	1,409	1,409	6	2,033	2,039
<b>TOTAL OTHER OPERATING (EXPENSES) / INCOME</b>	<b>(11,718)</b>	<b>1,123</b>	<b>(10,595)</b>	<b>(11,128)</b>	<b>2,517</b>	<b>(8,611)</b>
<b>Total (loss) / income before zakat</b>	<b>(31,811)</b>	<b>1,123</b>	<b>(30,688)</b>	<b>(528)</b>	<b>2,517</b>	<b>1,989</b>
Zakat charge	-	(293)	(293)	-	(9,270)	(9,270)
<b>Net (loss) / income after zakat</b>	<b>(31,811)</b>	<b>830</b>	<b>(30,981)</b>	<b>(528)</b>	<b>(6,753)</b>	<b>(7,281)</b>
<b>Total income for the period attributed to the insurance operations deficit / (Surplus) transferred to shareholders</b>	<b>31,811</b>	<b>(31,811)</b>	<b>-</b>	<b>528</b>	<b>(528)</b>	<b>-</b>
<b>Net loss attributable to the shareholders after zakat</b>	<b>-</b>	<b>(30,981)</b>	<b>(30,981)</b>	<b>-</b>	<b>(7,281)</b>	<b>(7,281)</b>



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.2 Interim statement of income

	For the nine-months period ended 30 September 2020 (Unaudited)			For the nine-months period ended 30 September 2019 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
<b>REVENUES</b>						
Gross premiums written	272,608	-	272,608	187,756	-	187,756
Reinsurance premiums ceded						
- Local	(109)	-	(109)	(1,003)	-	(1,003)
- Foreign	(4,876)	-	(4,876)	(8,094)	-	(8,094)
Excess of loss expenses	(27,346)	-	(27,346)	(3,924)	-	(3,924)
<b>Net premiums written</b>	<b>240,277</b>	<b>-</b>	<b>240,277</b>	<b>174,735</b>	<b>-</b>	<b>174,735</b>
Changes in unearned premiums	(68,830)	-	(68,830)	(45,525)	-	(45,525)
<b>Net premiums earned</b>	<b>171,447</b>	<b>-</b>	<b>171,447</b>	<b>129,210</b>	<b>-</b>	<b>129,210</b>
Reinsurance commissions	1,626	-	1,626	1,419	-	1,419
Other underwriting income	10,671	-	10,671	12,174	-	12,174
<b>NET REVENUES</b>	<b>183,744</b>	<b>-</b>	<b>183,744</b>	<b>142,803</b>	<b>-</b>	<b>142,803</b>
<b>UNDERWRITING COSTS AND EXPENSES</b>						
Gross claims paid	(156,567)	-	(156,567)	(127,754)	-	(127,754)
Reinsurers' share of claims paid	28,076	-	28,076	34,247	-	34,247
<b>Net claims paid</b>	<b>(128,491)</b>	<b>-</b>	<b>(128,491)</b>	<b>(93,507)</b>	<b>-</b>	<b>(93,507)</b>
Changes in outstanding claims	(1,296)	-	(1,296)	11,686	-	11,686
Changes in reinsurers' share of outstanding claims	(187)	-	(187)	(2,234)	-	(2,234)
Changes in claims incurred but not reported	(16,710)	-	(16,710)	(16,313)	-	(16,313)
Changes in reinsurers' share of claims incurred but not reported	(1,006)	-	(1,006)	(3,741)	-	(3,741)
<b>Net claims incurred</b>	<b>(147,690)</b>	<b>-</b>	<b>(147,690)</b>	<b>(104,109)</b>	<b>-</b>	<b>(104,109)</b>



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.2 Interim statement of income (continued)

	For the nine-months period ended 30 September 2020 (Unaudited)			For the nine-months period ended 30 September 2019 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Changes in premiums deficiency reserve	(6,324)	-	(6,324)	(4,692)	-	(4,692)
Changes in other technical reserves	7,104	-	7,104	122	-	122
Policy acquisition costs	(17,816)	-	(17,816)	(13,391)	-	(13,391)
Inspection and supervision fees	(9,967)	-	(9,967)	(9,281)	-	(9,281)
<b>TOTAL UNDERWRITING COSTS AND EXPENSES</b>	<b>(174,693)</b>	<b>-</b>	<b>(174,693)</b>	<b>(131,351)</b>	<b>-</b>	<b>(131,351)</b>
<b>NET UNDERWRITING INCOME</b>	<b>9,051</b>	<b>-</b>	<b>9,051</b>	<b>11,452</b>	<b>-</b>	<b>11,452</b>
<b>OTHER OPERATING (EXPENSES) / INCOME</b>						
Allowance for doubtful debts	(3,532)	-	(3,532)	(6,226)	-	(6,226)
General and administrative expenses	(32,718)	(1,008)	(33,726)	(32,623)	(1,487)	(34,110)
Dividends and investment income	-	4,704	4,704	83	5,689	5,772
<b>TOTAL OTHER OPERATING (EXPENSES) / INCOME</b>	<b>(36,250)</b>	<b>3,696</b>	<b>(32,554)</b>	<b>(38,766)</b>	<b>4,202</b>	<b>(34,564)</b>
<b>Total (loss) / income before zakat</b>	<b>(27,199)</b>	<b>3,696</b>	<b>(23,503)</b>	<b>(27,314)</b>	<b>4,202</b>	<b>(23,112)</b>
Zakat charge	-	(1,149)	(1,149)	-	(9,670)	(9,670)
<b>Net (loss) / income after zakat</b>	<b>(27,199)</b>	<b>2,547</b>	<b>(24,652)</b>	<b>(27,314)</b>	<b>(5,468)</b>	<b>(32,782)</b>
<b>Total income for the period attributed to the insurance operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>deficit / (Surplus) transferred to shareholders</b>	<b>27,199</b>	<b>(27,199)</b>	<b>-</b>	<b>27,314</b>	<b>(27,314)</b>	<b>-</b>
<b>Net (loss) attributable to the shareholders after zakat</b>	<b>-</b>	<b>(24,652)</b>	<b>(24,652)</b>	<b>-</b>	<b>(32,782)</b>	<b>(32,782)</b>

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.3 Interim statement of comprehensive income

	For the three-months period ended 30 September 2020 (Unaudited)					
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Net loss/income after zakat	-	(30,981)	(30,981)	-	(7,281)	(7,281)
Other comprehensive income / (loss) :						
<i>Items that will not be reclassified to statement of income in subsequent years</i>	-	-	-	-	-	-
<i>Items that may be reclassified to statement of insurance operations' surplus in subsequent years</i>						
- Change in fair value of available-for-sale investments	-	529	529	-	-	-
Total comprehensive loss for the period	-	(30,452)	(30,452)	-	(7,281)	(7,281)
Total comprehensive loss attributable to the insurance operations	-	(30,452)	(30,452)	-	(7,281)	(7,281)
Net comprehensive loss attributable to the shareholders		(30,452)	(30,452)	-	(7,281)	(7,281)

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.3 Interim condensed statement of comprehensive income (continued)

	For the nine-months period ended 30 September 2020 (Unaudited)					
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Net loss after zakat	-	(24,652)	(24,652)	-	(32,782)	(32,782)
Other comprehensive income / (loss) :						
<i>Items that will not be reclassified to statement of income in subsequent years</i>	-	-	-	-	-	-
<i>Items that may be reclassified to statement of insurance operations' surplus in subsequent years</i>						
- Change in fair value of available-for-sale investments	-	1,451	1,451	-	1,236	1,236
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>(23,201)</b>	<b>(23,201)</b>	<b>-</b>	<b>(31,546)</b>	<b>(31,546)</b>
<b>Total comprehensive income attributable to the insurance operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net comprehensive loss attributable to the shareholders</b>		<b>(23,201)</b>	<b>(23,201)</b>	<b>-</b>	<b>(31,546)</b>	<b>(31,546)</b>

AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.4 Interim statement of cash flows

CASH FLOWS FROM OPERATING ACTIVITIES

Total loss before zakat

Adjustments for non-cash items:

Depreciation and amortization

Change in allowance for doubtful debts

Realized loss on sale of available-for-sale investments

Amortization of held-to-maturity investments

Provision for employees' end-of-service benefits

Changes in operating assets and liabilities:

Premiums and reinsurers' receivable

Reinsurers' share of unearned premiums

Reinsurers' share of outstanding claims

Reinsurers' share of claims incurred but not reported

Deferred policy acquisition costs

Due from shareholders

Prepaid expenses and other assets

Policyholders claims payable

Accrued expenses and other liabilities

Reinsurers' balances payable

Unearned premiums

Unearned reinsurance commission

Outstanding claims

Claims incurred but not reported

Premium deficiency reserve

Other technical reserves

Due to insurance operation

	For the nine-months period ended 30 September 2020 (Unaudited)			For the nine-month period ended 30 September 2019 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Total loss before zakat	-	(23,503)	(23,503)	-	(23,112)	(23,112)
Adjustments for non-cash items:						
Depreciation and amortization	1,259	-	1,259	1,196	-	1,196
Change in allowance for doubtful debts	3,532	-	3,532	6,226	-	6,226
Realized loss on sale of available-for-sale investments	-	-	-	-	134	134
Amortization of held-to-maturity investments	-	(303)	(303)	-	-	-
Provision for employees' end-of-service benefits	1,379	-	1,379	1,146	-	1,146
	6,170	(23,806)	(17,636)	8,568	(22,978)	(14,410)
Changes in operating assets and liabilities:						
Premiums and reinsurers' receivable	(84,330)	-	(84,330)	(54,725)	-	(54,725)
Reinsurers' share of unearned premiums	1,842	-	1,842	11,461	-	11,461
Reinsurers' share of outstanding claims	187	-	187	2,234	-	2,234
Reinsurers' share of claims incurred but not reported	1,006	-	1,006	3,848	-	3,848
Deferred policy acquisition costs	(5,800)	-	(5,800)	(3,059)	-	(3,059)
Due from shareholders	16,713	-	16,713	(13,323)	-	(13,323)
Prepaid expenses and other assets	(4,155)	2,089	(2,066)	(148)	(2,700)	(2,848)
Policyholders claims payable	(211)	-	(211)	157	-	157
Accrued expenses and other liabilities	17,255	(45)	17,210	18,399	(1,671)	16,728
Reinsurers' balances payable	(7,986)	-	(7,986)	(21,191)	-	(21,191)
Unearned premiums	66,988	-	66,988	34,064	-	34,064
Unearned reinsurance commission	(340)	-	(340)	340	-	340
Outstanding claims	1,296	-	1,296	(11,686)	-	(11,686)
Claims incurred but not reported	16,710	-	16,710	16,313	-	16,313
Premium deficiency reserve	6,324	-	6,324	4,692	-	4,692
Other technical reserves	(7,104)	-	(7,104)	(229)	-	(229)
Due to insurance operation	-	(16,713)	(16,713)	-	13,323	13,323
	24,565	(38,475)	(13,910)	(4,285)	(14,026)	(18,311)



AMANA COOPERATIVE INSURANCE COMPANY  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

19 SUPPLEMENTARY INFORMATION (CONTINUED)

19.4 Interim statement of cash flows

	For the nine-months period ended 30 September 2020 (Unaudited)			For the nine-month period ended 30 September 2019 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SR '000			SR '000		
Employees' end-of-service benefits paid	(1,518)	-	(1,518)	(89)	-	(89)
Zakat paid	-	-	-	-	(75)	(75)
<b>Net cash generated from / (used in) operating activities</b>	<b>23,047</b>	<b>(38,475)</b>	<b>(15,428)</b>	<b>(4,374)</b>	<b>(14,101)</b>	<b>(18,475)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Short-term deposits	-	35,619	35,619	-	(74,590)	(74,590)
Purchase of available-for-sale investments	-	-	-	-	(6,599)	(6,599)
Purchase of held-to-maturity investments	-	-	-	-	(1,064)	(1,064)
Purchase of property, equipment and intangibles	(2,721)	-	(2,721)	(1,696)	-	(1,696)
Purchase of long term deposit	-	(10,000)	(10,000)	-	-	-
<b>Net cash (used in) / generated from investing activities</b>	<b>(2,721)</b>	<b>25,619</b>	<b>22,898</b>	<b>(1,696)</b>	<b>(82,253)</b>	<b>(83,949)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>						
Increase in statutory deposit	-	-	-	-	(15,000)	(15,000)
Proceeds from issuance of capital	-	-	-	-	100,000	100,000
<b>Net cash generated from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>85,000</b>	<b>85,000</b>
<b>Net change in cash and cash equivalents</b>	<b>20,326</b>	<b>(12,856)</b>	<b>7,470</b>	<b>(6,070)</b>	<b>(11,354)</b>	<b>(17,424)</b>
Cash and cash equivalents at the beginning of the period	21,230	23,285	44,515	25,935	13,289	39,224
<b>Cash and cash equivalents at the end of the period</b>	<b>41,556</b>	<b>10,429</b>	<b>51,985</b>	<b>19,865</b>	<b>1,935</b>	<b>21,800</b>
<b>Supplemental non-cash information:</b>						
Transfer from capital work in progress to fixed asset	480	-	480	-	-	-
Changes in fair values of available-for-sale investments - net	-	1,451	1,451	-	1,236	1,236
	<b>480</b>	<b>1,451</b>	<b>1,931</b>	<b>-</b>	<b>1,236</b>	<b>1,236</b>

**AMANA COOPERATIVE INSURANCE COMPANY**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020**

---

**20 APPROVAL OF FINANCIAL STATEMENTS**

The interim condensed financial statements have been approved by the Board of Directors on 4 November 2020 (corresponding to 18 Rabi' I 1442 AH).