



RAK INSURANCE

Board Report on the performance of RAK Insurance Co. for the nine-month period ended 30th September 2014

Ras Al Khaimah National Insurance Co., achieved a gross underwriting profit from insurance operations of AED 51.7 Mn compared to AED 46 Mn for the same period last year, an increase of 12.39%. Total number of customers increased by 28% with corporate clients increasing by 20% & retail clients by 30% compared to the same period last year.

Net profits was AED 33.6 million at the end of the third quarter of 2014 compared to AED 31.2 million for the same period in 2013 an increase of 7.7%

Gross earned premium increased by 4.8% to AED 205.8 Mn compared to AED 196.3 Mn in the same period last year.

The profits from investments amounted to AED 6.6Mn compared to AED 4.8Mn in the same period last year. Income from bank interest was maintained at a similar level to the same period last year despite a reduction in overall interest rates during the first nine months. Income from shares increased by 107% compared to the same period last year.

The Company's assets increased from AED 479.8 million to AED 511.2 million and the shareholders' equity increased from AED 215.4 million to AED 249.7 million as compared to the position as at 31 December 2013.

The total Non-Current assets were AED 80.1 million and the total Current assets were AED 431.1 million at 30th September 2014 as compared to AED 66.7million and AED 413.1 million respectively at 31 December 2013.

The total Current Liabilities were AED 257.6 million and the Non-Current Liabilities were AED 3.9 million at 30th September 2014 as compared to AED 260.9 million and AED 3.4 million respectively at 31 December 2013.

The basic earnings per share remains as it is at AED 0.31 compare with the same period last year AED 0.28 (restated) on the capital base of AED 110 million in 2014.

Chairman

Chief Executive Officer