

Damaan Islamic Insurance Company
“BEEMA” (Q.P.S.C.)

**INTERIM CONDENSED FINANCIAL INFORMATION AND
INDEPENDENT AUDITOR’S REVIEW REPORT**

**FOR THE NINE-MONTH PERIOD ENDED
30 SEPTEMBER 2024**

INTERIM CONDENSED FINANCIAL INFORMATION AND INDEPENDENT
AUDITOR’S REVIEW REPORT

For the nine-month period ended 30 September 2024

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QR. 83053

RN: 327/JK/FY2025

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Shareholders

Damaan Islamic Insurance Company "BEEMA" (Q.P.S.C.)
Lusail – Qatar

Introduction

We have reviewed the accompanying interim statement of financial position of Damaan Islamic Insurance Company "BEEMA" (Q.P.S.C.) (the "Company") as at 30 September 2024, and the related interim statements of policyholders' revenues, expenses and other comprehensive income, policyholders' surplus, shareholders' income statement and other comprehensive income, changes in shareholders' equity and cash flows for the nine-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with the FAS 41 Interim Financial Reporting issued by the Accounting and Auditing Organisation for Islamic Financial Institutions ("AAOIFI") ("FAS 41"). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim 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 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 financial information is not prepared, in all material respects, in accordance with the FAS 41.

Doha – Qatar
October 29, 2024

For Deloitte & Touche
Qatar Branch

Joseph Khalife
Partner

License No. 433

QFMA Audit Registration 120156





Damaan Islamic Insurance Company "BEEMA" (Q.P.S.C.)

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 September 2024

	Notes	30 September 2024 QR (Reviewed)	31 December 2023 QR (Audited)
Policyholders' assets			
Cash and bank balances	3	149,841,243	76,890,544
Investments at fair value through equity	4 (a)	446,479,838	427,481,383
Investments at fair value through income statement	4 (b)	11,832,801	11,475,535
Due from related parties	6 (b)	23,073,329	16,251,744
Retakaful contract assets	5	87,431,456	137,010,835
Property and equipment		4,615,445	6,214,446
Takaful and other receivables		181,074,093	165,993,427
Total policyholders' assets		904,348,205	841,317,914
Shareholders' assets			
Cash and bank balances	3	51,483,184	50,685,709
Investments at fair value through equity	4 (a)	352,048,676	335,822,659
Investments at fair value through income statement	4 (b)	20,171,424	19,497,979
Prepayments and other receivables		6,615,715	4,885,837
Due from policyholders		81,747,702	51,591,014
Right-of-use assets		2,721,339	2,845,037
Property and equipment		111,053,868	114,979,955
Total shareholders' assets		625,841,908	580,308,190
TOTAL ASSETS		1,530,190,113	1,421,626,104
Policyholders' liabilities			
Takaful contract liabilities	5	550,761,897	524,123,490
Due to related parties	6 (c)	1,852,812	3,889,802
Takaful and other payables		45,538,584	50,102,893
Murabaha finance		-	1,006,116
Due to shareholders		81,747,702	51,591,014
Distributable surplus payable		63,475,683	61,115,196
Total policyholders' liabilities		743,376,678	691,828,511
Policyholders' surplus			
Fair value reserve		(7,128,850)	(19,934,682)
Equalization reserve		90,000,000	90,000,000
Retained surplus		78,100,377	79,424,085
Total policyholders' surplus		160,971,527	149,489,403
Total policyholders' liabilities and surplus		904,348,205	841,317,914
Shareholders' liabilities			
Provisions and other payables		69,931,087	61,897,092
Due to related parties	6 (c)	6,015,960	6,174,565
Net Ijarah liability		2,932,037	2,973,442
Employees' end of service benefits		4,888,598	4,291,220
Total liabilities of shareholders		83,767,682	75,336,319
Shareholders' equity			
Share capital		200,000,000	200,000,000
Legal reserve		200,000,000	200,000,000
Fair value reserve		(369,876)	(11,557,398)
Retained earnings		142,444,102	116,529,269
Total shareholders' equity		542,074,226	504,971,871
Total shareholders' liabilities and equity		625,841,908	580,308,190
TOTAL LIABILITIES, POLICYHOLDERS' SURPLUS AND SHAREHOLDERS' EQUITY		1,530,190,113	1,421,626,104


Sheikh Jassim Bin Hamad Bin Jassim J. Al Thani
Chairman


Nasser Rashid Al Mishad
Chief Executive Officer

This statement has been prepared by the Company and stamped by the Auditors for identification purposes only.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED FINANCIAL INFORMATION

29 OCT 2024

Signed for Identification
Purposes Only

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM STATEMENT OF POLICYHOLDERS’ REVENUES, EXPENSES AND OTHER COMPREHENSIVE INCOME

For the three-month and nine-month period ended 30 September 2024

		<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
		<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>
		<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
	<i>No</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
	<i>te</i>				
Gross contributions	7	115,922,564	90,829,935	356,139,739	285,039,526
Re-Takaful share	7	(16,048,127)	(14,649,066)	(61,241,702)	(63,002,584)
		99,874,437	76,180,869	294,898,037	222,036,942
Net contributions					
Movement in unearned contribution – net	7	(2,642,830)	(1,908,459)	(38,679,652)	(17,640,653)
Net earned contributions		97,231,607	74,272,410	256,218,385	204,396,289
Gross claims paid	7	(45,599,400)	(44,540,242)	(128,069,278)	(130,258,595)
Re-Takaful and other recoveries	7	19,819,534	15,600,706	52,191,215	51,041,860
Movement in outstanding claims and IBNR – net	7	(22,212,419)	(562,976)	(37,538,134)	(3,205,150)
Commission income	7	963,169	792,203	2,609,280	3,001,093
Commission expense	7	(20,539,920)	(14,099,846)	(57,778,481)	(41,354,321)
Net takaful expenses		(67,569,036)	(42,810,155)	(168,585,398)	(120,775,113)
Surplus from Takaful operations	7	29,662,571	31,462,255	87,632,987	83,621,176
Depreciation of property and equipment		(557,228)	-	(1,599,001)	-
Fair value gain/(loss) on investment at fair value through income statement		243,875	19,565	353,626	(53,690)
(Provision) / reversal for impairment of investment at fair value through equity		(241,229)	(34,893)	(53,775)	196,410
Investment income		6,982,561	5,245,790	16,375,787	14,322,812
Investment expenses		(373,939)	(385,078)	(1,102,154)	(981,905)
Mudarib share		(4,619,025)	(3,391,769)	(10,892,031)	(8,574,715)
Wakala fees		(24,828,210)	(23,999,782)	(82,025,227)	(72,421,143)
Other income		2,848,894	471	4,948,614	2,874,755
Other expenses		(3,005,925)	(2,906,487)	(6,139,044)	(5,423,014)
Total surplus for the period		6,112,345	6,010,072	7,499,782	13,560,686
OTHER COMPREHENSIVE INCOME					
Items that may be subsequently reclassified to statement of Policyholders’ revenue and expenses					
Net change in fair value of debt-type instruments designated at fair value through other comprehensive income		10,543,911	(2,827,368)	12,805,832	1,893,754
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		16,656,256	3,182,704	20,305,614	15,454,440



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Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM STATEMENT OF POLICYHOLDERS’ SURPLUS

For the nine-month period ended 30 September 2024

	<i>Retained surplus QR</i>	<i>Fair value reserve QR</i>	<i>Equalization reserve QR</i>	<i>Total QR</i>
Balance at 1 January 2023 (Audited)	61,337,936	(29,736,360)	90,000,000	121,601,576
Surplus for the period	13,560,686	-	-	13,560,686
Distribution to policyholders during the period	(8,868,678)	-	-	(8,868,678)
Net change in fair value of investment at fair value through equity	-	1,893,754	-	1,893,754
Balance at 30 September 2023 (Reviewed)	<u>66,029,944</u>	<u>(27,842,606)</u>	<u>90,000,000</u>	<u>128,187,338</u>
Balance as at 1 January 2024 (Audited)	79,424,085	(19,934,682)	90,000,000	149,489,403
Surplus for the period	7,499,782	-	-	7,499,782
Distribution to policyholders during the period	(8,823,490)	-	-	(8,823,490)
Net change in fair value of investment at fair value through equity	-	12,805,832	-	12,805,832
Balance at 30 September 2024 (Reviewed)	<u>78,100,377</u>	<u>(7,128,850)</u>	<u>90,000,000</u>	<u>160,971,527</u>



Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM SHAREHOLDERS’ INCOME STATEMENT AND OTHER
COMPREHENSIVE INCOME

For the three-month and nine-month period ended 30 September 2024

	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
<i>Note</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Income				
Income from shareholders’ investments	4,604,932	3,454,452	11,313,249	10,031,836
Wakala fee	24,828,209	23,999,782	82,025,226	72,421,143
Mudarib share	4,619,025	3,391,769	10,892,031	8,574,715
Other income	759,815	336,288	1,437,798	1,186,091
Total income	34,811,981	31,182,291	105,668,304	92,213,785
Staff costs	(8,238,815)	(8,065,328)	(27,627,829)	(23,993,901)
Depreciation of property and equipment	(1,757,849)	(1,726,559)	(4,879,880)	(4,864,969)
Fair value gain/(loss) on investment at fair value through income statement	383,155	40,950	552,188	(17,836)
(Provision) / reversal for impairment of investment at fair value through equity	(205,133)	(39,408)	(56,679)	310,027
General and administrative expenses	8 (3,433,302)	(1,411,950)	(10,607,274)	(9,225,541)
Finance costs	(137,100)	(91,365)	(225,224)	(539,354)
Investment expenses	(308,804)	(304,620)	(908,773)	(956,678)
Total expenses	(13,697,848)	(11,598,280)	(43,753,471)	(39,288,252)
Profit before tax for the period	21,114,133	19,584,011	61,914,833	52,925,533
Tax expense	--	--	--	--
Net profit for the period	21,114,133	19,584,011	61,914,833	52,925,533
Basic/Diluted earnings per share in Qatari Riyal	12 0.106	0.098	0.310	0.265
OTHER COMPREHENSIVE INCOME				
Items that may be subsequently reclassified to shareholders’ income statement				
Net change in fair value of debt-type instruments designated at fair value through other comprehensive income	8,841,310	(1,967,514)	11,187,522	2,114,578
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	29,955,443	17,616,497	73,102,355	55,040,111



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Damaan Islamic Insurance Company "BEEMA" (Q.P.S.C.)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the nine-month period ended 30 September 2024

	Share Capital QR	Legal reserve QR	Fair value Reserve QR	Retained earnings QR	Total QR
Balance at 1 January 2023 (Audited)	200,000,000	200,000,000	(18,926,538)	80,007,209	461,080,671
Net profit for the period	-	-	-	52,925,533	52,925,533
Net change in fair value of investment at fair value through equity	-	-	2,114,578	-	2,114,578
Dividends paid*	-	-	-	(32,000,000)	(32,000,000)
Balance at 30 September 2023 (Reviewed)	200,000,000	200,000,000	(16,811,960)	100,932,742	484,120,782
Balance at 1 January 2024 (Audited)	200,000,000	200,000,000	(11,557,398)	116,529,269	504,971,871
Net profit for the period	-	-	-	61,914,833	61,914,833
Net change in fair value of investment at fair value through equity	-	-	11,187,522	-	11,187,522
Dividends paid*	-	-	-	(36,000,000)	(36,000,000)
Balance at 30 September 2024 (Reviewed)	200,000,000	200,000,000	(369,876)	142,444,102	542,074,226

* Dividend declared amounting to QR. 36 million at the rate of QR. 0.18 per share (2023: QR. 32 million at the rate of QR. 0.16 per share) was approved by the Shareholders at the Annual General Assembly meeting held on 7 March 2024.



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Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM STATEMENT OF CASH FLOWS

For the nine-month period ended 30 September 2024

	<i>For the nine-month period ended</i>	
	<i>30 September</i>	<i>30 September</i>
	<i>2024</i>	<i>2023</i>
	<i>QR</i>	<i>QR</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
OPERATING ACTIVITIES		
Shareholders' profit for the period	61,914,833	52,925,533
Policyholders' surplus for the period	7,499,782	13,560,686
	<u>69,414,615</u>	<u>66,486,219</u>
<i>Adjustments for:</i>		
Depreciation of property and equipment	6,478,881	4,864,969
Amortization of right-of-use assets	123,698	123,698
Net provision / (reversal) of impairment of financial investments	110,454	(506,437)
Realized gain from investments	(27,689,036)	(24,354,648)
Loss / (gain) on disposal of property and equipment	5,084	(125,884)
Amortization of deferred cost	151,607	153,602
Fair value (gain) / loss on investments at fair value through income statement	(905,814)	71,526
Provision for employees' end of service benefits	884,884	364,722
Operating profit before changes in working capital	<u>48,574,373</u>	<u>47,077,767</u>
Change in due from related parties	(6,821,585)	6,420,787
Change in prepayments, takaful and other receivables	(16,810,544)	(10,769,395)
Change in due to related parties	(2,195,595)	(207,000,328)
Change in net takaful contract liabilities	76,217,786	20,845,803
Change in provisions, takaful and other payables	<u>3,469,686</u>	<u>(598,684)</u>
Net cash generated from / (used in) operations	102,434,121	(144,024,050)
Tax paid	-	(1,064,981)
Employees' end of service benefits paid	<u>(287,506)</u>	<u>(201,346)</u>
Net cash generated from / (used in) operating activities	<u>102,146,615</u>	<u>(145,290,377)</u>
INVESTING ACTIVITIES		
Acquisition of property and equipment	(999,427)	(1,898,271)
Proceeds from disposal of property and equipment	40,550	139,045
Acquisition of capital work in progress	-	(2,269,704)
Investment in fixed deposits	(52,719,818)	960,000
Net movement in investments	(11,466,469)	130,332,225
Realized gain from investments	<u>27,689,036</u>	<u>24,354,648</u>
Net cash generated from investing activities	<u>(37,456,128)</u>	<u>151,617,943</u>
FINANCING ACTIVITIES		
Policyholders' surplus paid during the period	(6,463,003)	(4,117,712)
Dividends paid	(36,000,000)	(32,000,000)
Repayment of gross Ijarah liability	(193,012)	(193,012)
Murabaha finance	<u>(1,006,116)</u>	<u>(216,075,058)</u>
Net cash used in financing activities	<u>(43,662,131)</u>	<u>(252,385,782)</u>
Net increase / (decrease) in cash and cash equivalents	21,028,356	(246,058,216)
Cash and cash equivalents at 1 January	<u>40,676,253</u>	<u>278,817,003</u>
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER (Note 3)	<u>61,704,609</u>	<u>32,758,787</u>

The changes in due from policyholders and in due to shareholders were netted off and not included in the above statement.

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THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED FINANCIAL INFORMATION

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the nine-month period ended 30 September 2024

1 LEGAL STATUS AND OPERATIONS

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.) (“the Company”) was incorporated in the State of Qatar on October 18, 2009, as a closed Qatari Private Shareholding Company under Qatar Commercial Companies’ Law No. 5 of 2002 with Registration No: 43652. The Head Office of the Company is located in Lusail, in the State of Qatar.

The Company is primarily engaged in the business of underwriting Marine, Aviation, Motor, Fire, General Accident, Takaful and Medical in accordance with the provisions of Islamic Shari’a. The Company commenced international underwriting business on a facultative basis during the third quarter of 2023. The Company also invests its capital, and other available resources in all related activities on non-interest (Riba free) basis.

By virtue of an extraordinary general assembly resolution dated 30 November 2022, the Founders, being the shareholders of the Company prior to its conversion, resolved to convert the Company from a private shareholding company to a public shareholding company and subsequently list on the Qatar Stock Exchange. It was further resolved that the conversion to a public shareholding company (Q.P.S.C.) shall be carried out by offering 25% of the shares held by shareholders of the Company prior to its conversion to the public through an Initial Public Offering (“IPO”). Post the successful completion of the IPO, the conversion from a Qatari private shareholding company (Q.P.S.C.) to a Qatari public shareholding company (Q.P.S.C.) was formally announced in the Constitutive General Assembly (“CGA”) meeting held on 11 December 2022. The shares of the Company were listed for trading at the Qatar Stock Exchange on 16 January 2023. Also, it was resolved to change nominal value of share from QR 10 to QR 1 per share.

Consequently, the interest held by Qatar Islamic Bank Q.P.S.C., Qatar Insurance Company Q.P.S.C., Masraf Al Rayan Q.P.S.C., Barwa Real Estate Company Q.P.S.C. and Q-Invest LLC, in the Company, has been reduced by 25% of its issued and paid-up share capital.

This interim condensed financial information of the Company for the nine-month period ended 30 September 2024 were approved by the Board of Directors on 29 October 2024.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

This interim condensed financial information has been prepared in accordance with the Financial Accounting Standards 41 (FAS 41) issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”), the Islamic Shari’a Rules and Principles as determined by the Shari’a Supervisory Board of the Company and the applicable provisions of the Qatar Commercial Companies Law.

Although the Company adopted FAS 41 Interim Financial Reporting standard effective from 1 January 2023 but the adoption of this standard had no impact on the Company’s interim financial information as FAS 41 requires takaful entities to follow the requirements of FAS 12 “General Presentation and Disclosure in the Financial Statements of Islamic Insurance Companies”, until the adoption of FAS 42 “Presentation and Disclosures in the Financial Statements of Takaful Institutions”, effective 1 January 2025.

This interim condensed financial information does not contain all the information and disclosures required in the financial statements and should be read in conjunction with the financial statements as of 31 December 2023. In addition, the results for the nine-month period ended 30 September 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

This interim condensed financial information has been prepared under the historical cost basis except for the “investments at fair value through equity” and “investments at fair value through income statement” that are measured at fair value.

This interim condensed financial information has been presented in Qatari Riyal (‘QR’), which is the Company’s functional and presentation currency.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

(b) Estimates and judgements

The preparation of the interim condensed financial information in conformity with FAS which requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future period affected.

The significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the financial statements as at and for the year ended 31 December 2023.

(c) Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed financial information are consistent with those followed in the preparation of the Company’s annual financial statements for the year ended 31 December 2023.

The adoption of the below standards and amendments to standards did not result in changes to previously reported net profit or equity of the Company:

New accounting standards, amendments and interpretations that are issued and effective from 1 January 2024

- **FAS 1 (Revised 2021) - General Presentation and Disclosures in the Financial Statements**

The standard introduces the concepts of quasi-equity, off-balance-sheet assets under management and other comprehensive income to enhance the information provided to the users of the financial statements. It also provides definitions that are aligned with the accounting treatments prescribed in the recently issued AAOIFI FASs. The standard also provides consequential amendments to other standards to bring consistency in treatments.

Some of the significant revisions to the standard are as follows:

- i. Revised conceptual framework is now an integral part of the AAOIFI FASs;
- ii. Concept of comprehensive income has been introduced, with the option to prepare one statement that is a combination of statement of income and statement of other comprehensive income, or to prepare the two statements separately. The Company elected to prepare the one statement that is a combination of statement of income and statement of other comprehensive income;
- iii. Institutions other than Banking institutions are allowed to classify assets and liabilities as current and non current;
- iv. Treatment for change in accounting policies, change in estimates and correction of errors has been introduced;
- v. Disclosures of related parties, subsequent events and going concern have been improved;
- vi. Improvement in reporting for foreign currency and segment reporting; and
- vii. Presentation and disclosure requirements have been divided into three parts. First part is applicable to all institutions, second part is applicable only to Islamic banks and similar IFIs and third part prescribes the authoritative status, effective date and amendments to other AAOIFI FASs.

- **FAS 40 - Financial Reporting for Islamic Finance Windows**

The objective of this standard is to establish financial reporting requirements for Islamic financial services offered by conventional financial institutions (in form of Islamic finance windows).

This standard shall be applicable to all conventional financial institutions providing Islamic financial services through an Islamic finance window, provided that such institutions opt to apply the standard in its entirety.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

(c) Significant accounting policies (continued)

New standards, amendments and interpretations issued but not yet effective

• **FAS 42 - Presentation and Disclosures in the Financial Statements of Takaful Institutions**

This standard aims to prescribe and improve the presentation and disclosure requirements for the financial statements of Takaful institutions, in line with the global best practices and to reflect the business model of the Takaful institutions in a fair and more understandable manner. This standard will supersede FAS 12 “General Presentation and Disclosures in the Financial Statements of Islamic Insurance Companies”.

Management is expecting that adoption of this standard will have material impact on the financial statements of the Company however, management is in the process of assessing the impact.

This standard shall be effective on the annual financial statements of the Takaful institutions beginning on or after 01 January 2025. Early adoption of the standard is permitted if adopted alongside FAS 43 “Accounting for Takaful: Recognition and Measurement”, provided that FAS 1 “General Presentation and Disclosures in the Financial Statements” has already been adopted or is simultaneously adopted.

• **FAS 43 - Accounting for Takaful: Recognition and Measurement**

Objectives of this standard is to set out the principles for the recognition and measurement of Takaful arrangements. The standard shall be applicable to the Takaful institutions and their managed participants’ Takaful fund (PTF) and managed participants’ investment fund (PIF) in respect of Takaful arrangements, re-Takaful arrangements, investment contracts with participants with or without discretionary features and ancillary transactions. This standard supersedes FAS 13 “Disclosure of Bases for Determining and Allocation Surplus or Deficit in Islamic Insurance Companies”, FAS 15 “Provisions and Reserves in Islamic Insurance Companies” and FAS 19 “Contributions in Islamic Insurance Companies”.

Management is expecting that adoption of this standard will have material impact on the financial statements of the Company however, management is in the process of assessing the impact.

This standard shall be effective on the financial statements of the Takaful institutions for the annual financial reporting period beginning on or after 01 January 2025. Early adoption of the standard is permitted if adopted alongside FAS 42 – “Presentation and Disclosures in the Financial Statements of Takaful Institutions”

• **FAS 45 - Quasi-Equity (Including Investment Accounts)**

This standard prescribes the principles of financial reporting related to the participatory investment instruments (including investment accounts) in which an Islamic financial institution controls the underlying assets (mostly, as a working partner), on behalf of the stakeholders other than the owners’ equity. Such instruments (including, in particular, the unrestricted investment accounts) normally qualify for on-balance-sheet accounting and are reported as quasi-equity. This standard also provides the overall criteria for on-balance-sheet accounting for participatory investment instruments and quasi-equity, as well as, pooling, recognition, derecognition, measurement, presentation and disclosure for quasi-equity. It further addresses financial reporting related to other quasi-equity instruments and certain specific issues. This standard shall be effective for the financial reporting periods beginning on or after 1 January 2026.

The concept of quasi-equity has been introduced in FAS 1 “General Presentation and Disclosures in the Financial Statements (Revised 2021)”. The Company shall address the requirements of FAS 45 “Quasi-Equity (Including Investment Accounts)” on the effective date of the standard.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

(c) Significant accounting policies (continued)

New standards, amendments and interpretations issued but not yet effective (continued)

• **FAS 46 - Off-Balance sheet Assets Under Management**

This standard prescribes the criteria for characterisation of off-balance sheet assets under management, and the related principles of financial reporting in line with the “AAOIFI Conceptual Framework for Financial Reporting”. The standard encompasses the aspects of recognition, derecognition, measurement, selection and adoption of accounting policies, related to off-balance-sheet assets under management, as well as certain specific aspects of financial reporting such as impairment and onerous commitments by the institution. The standard also includes the presentation and disclosure requirements particularly aligning the same with the requirements of the revised FAS 1” General Presentation and Disclosures in the Financial Statements” in respect of the statement of changes in off-balance sheet assets under management. This standard, along with, FAS 45 “Quasi-Equity (Including Investment Accounts)” supersedes the earlier FAS 27 “Investment Accounts”. This standard shall be effective for the financial periods beginning on or after 1 January 2026 and shall be adopted at the same time of adoption of FAS 45 “Quasi-Equity (Including Investment Accounts)”.

• **FAS 47 - Transfer of Assets Between Investment Pools**

This standard prescribes the financial reporting principles and disclosure requirements applicable to all transfers between investment pools related to (and where material, between significant categories of) owners’ equity, quasi-equity and off-balance sheet assets under management of an institution. It requires adoption and consistent application of accounting policies for such transfers in line with Shari’ah principles and rules and describes general disclosure requirements in this respect. This standard shall be effective for the financial periods beginning on or after 1 January 2026 and supersedes the earlier FAS 21 “Disclosure on Transfer of Assets”.

Management anticipates that these new standards, interpretations, and amendments will be adopted in the financial statements as and when they are applicable and adoption of these new standards, interpretations, and amendments, except as highlighted in previous paragraphs, may have no material impact on the financial statements of the Company in the period of initial application.

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the nine-month period ended 30 September 2024

3 CASH AND BANK BALANCES

For the purposes of interim statement of cash flows, cash and cash equivalents include cash on hand and in banks and term deposits with original maturities of three months or less. Cash and cash equivalents at the end of the financial period as shown in the interim statement of cash flows can be reconciled to the related items in the statement of financial position as follows:

	<i>30 September 2024 QR (Reviewed)</i>	<i>31 December 2023 QR (Audited)</i>
Shareholders:		
Investment deposits (Islamic banks)	42,800,000	44,900,000
Saving accounts (Islamic banks)	566,084	5,247,468
Current accounts	8,117,100	538,241
Total	<u>51,483,184</u>	<u>50,685,709</u>
Policyholders:		
Investment deposits (Islamic banks)	138,838,424	69,000,006
Saving accounts (Islamic banks)	1,625,780	4,123,828
Current accounts (Islamic banks)	9,377,039	3,766,710
Total	<u>149,841,243</u>	<u>76,890,544</u>
Total cash and bank balances	201,324,427	127,576,253
Less: deposits with original maturity over ninety days	<u>(139,619,818)</u>	<u>(86,900,000)</u>
Total cash and cash equivalents	<u>61,704,609</u>	<u>40,676,253</u>

- Investment deposits earn profit at annual rates ranging from 4.00% to 6.00% (30 September 2023: 5.25% to 6.00%) and shall be maturing during the next twelve months.
- Saving accounts earn profit at rates ranging from 0.65% to 0.75% (30 September 2023: 0.50% to 0.65%).
- Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the respective countries. Accordingly, management of the Company estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. Management of the Company has assessed loss allowance as at reporting date and have adjusted the loss allowance accordingly.

4 FINANCIAL INVESTMENTS

a. Investments at fair value through equity

	<i>Policyholders QR</i>	<i>Shareholders QR</i>	<i>Total QR</i>
Sukuks through Managed Funds	453,608,688	352,418,552	806,027,240
Fair value reserve	<u>(7,128,850)</u>	<u>(369,876)</u>	<u>(7,498,726)</u>
Investments at fair value through equity as at 30 September 2024 (Reviewed)	<u>446,479,838</u>	<u>352,048,676</u>	<u>798,528,514</u>
Investments at fair value through equity as at 31 December 2023 (Audited)	<u>427,481,383</u>	<u>335,822,659</u>	<u>763,304,042</u>

Notes:

During the period, the Company has recorded provision for impairment of QR 53,775 (30 September 2023: reversal of impairment QR 196,410) for policyholders and QR 56,679 (30 September 2023: reversal of impairment QR 310,027) for shareholders, respectively.

4 FINANCIAL INVESTMENTS**a. Investments at fair value through equity (continued)**

As of reporting date, provision for expected credit loss for policyholders and shareholders amounted to QR 849,577 (31 December 2023: QR 795,802) and QR 535,844 (31 December 2023: QR 479,165) respectively, which is netted off against the investment value.

b. Investments at fair value through income statement

Investments classified at fair value through income statement are presented in the statement of financial position as follows:

	<i>30 September 2024</i>		<i>31 December 2023</i>	
	<i>Policyholders</i>	<i>Shareholders</i>	<i>Policyholders</i>	<i>Shareholders</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
Sukuks through Managed funds	<u>11,832,801</u>	<u>20,171,424</u>	<u>11,475,535</u>	<u>19,497,979</u>

Note:

The fair value of investments pledged against the Murabaha financing taken by the Company amounted to QR Nil (2023: QR 1,006,116).

The above investments of shareholders and policyholders are managed by reputed fund managers who take investment decisions on behalf of the Company.

5 TAKAFUL CONTRACT LIABILITIES AND RETAKAFUL CONTRACT ASSETS

	<i>30 September 2024 QR (Reviewed)</i>	<i>31 December 2023 QR (Audited)</i>
<i>Gross takaful contract liabilities</i>		
Claims reported unsettled	130,320,845	140,313,126
Claims incurred but not reported	45,171,176	46,122,064
Unearned contributions	<u>375,269,876</u>	<u>337,688,300</u>
Total	<u>550,761,897</u>	<u>524,123,490</u>
<i>Retakaful share of takaful contract liabilities</i>		
Claims reported unsettled	48,082,941	84,974,885
Claims incurred but not reported	14,141,445	25,730,804
Unearned contributions	<u>25,207,070</u>	<u>26,305,146</u>
Total	<u>87,431,456</u>	<u>137,010,835</u>
<i>Net takaful contract liabilities</i>		
Claims reported unsettled	82,237,904	55,338,241
Claims incurred but not reported	31,029,731	20,391,260
Unearned contributions	<u>350,062,806</u>	<u>311,383,154</u>
Total	<u>463,330,441</u>	<u>387,112,655</u>

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

5 TAKAFUL CONTRACT LIABILITIES AND RETAKAFUL CONTRACT ASSETS (CONTINUED)

Movement of incurred claims and retakafuls' share	2024 (Reviewed)			2023 (Audited)		
	Gross QR	Retakafuls' Share QR	Net QR	Gross QR	Retakafuls' share QR	Net QR
At 1 January						
Claims reported unsettled	140,313,126	(84,974,885)	55,338,241	141,934,667	(83,645,510)	58,289,157
Claims incurred but not reported	46,122,064	(25,730,804)	20,391,260	46,442,227	(26,853,543)	19,588,684
Total	186,435,190	(110,705,689)	75,729,501	188,376,894	(110,499,053)	77,877,841
<i>Movements during the period / year</i>						
Claims reported unsettled	(9,992,281)	36,891,944	26,899,663	(1,621,541)	(1,329,375)	(2,950,916)
Claims incurred but not reported	(950,888)	11,589,359	10,638,471	(320,163)	1,122,739	802,576
Total	(10,943,169)	48,481,303	37,538,134	(1,941,704)	(206,636)	(2,148,340)
At 30 September / December						
Claims reported unsettled	130,320,845	(48,082,941)	82,237,904	140,313,126	(84,974,885)	55,338,241
Claims incurred but not reported	45,171,176	(14,141,445)	31,029,731	46,122,064	(25,730,804)	20,391,260
Total	175,492,021	(62,224,386)	113,267,635	186,435,190	(110,705,689)	75,729,501
Movement of unearned contributions and retakafuls' share						
	2024 (Reviewed)			2023 (Audited)		
	Gross QR.	Re-takaful of liabilities QR.	Net QR.	Gross QR.	Re-takaful of liabilities QR.	Net QR.
At January 1						
Contributions written during the period / year	337,688,300	(26,305,146)	311,383,154	315,345,602	(23,610,640)	291,734,962
Contributions earned during the period / year	356,139,739	(61,241,702)	294,898,037	401,324,624	(91,671,641)	309,652,983
	(318,558,163)	62,339,778	(256,218,385)	(378,981,926)	88,977,135	(290,004,791)
At 30 September / December	375,269,876	(25,207,070)	350,062,806	337,688,300	(26,305,146)	311,383,154

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

6 RELATED PARTY DISCLOSURES**(a) Transactions with related parties**

These represent transactions with related parties, i.e. parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions and directors of the Company and entities of which they are key management personnel. Pricing policies and terms of these transactions are approved by the Company management and are negotiated under normal commercial terms.

The following transactions were carried out with related parties:

	<i>30 September 2024 QR (Reviewed)</i>	<i>30 September 2023 QR (Reviewed)</i>
<i>Takaful contribution written</i>		
Qatar Islamic Bank Q.P.S.C. “shareholder”	160,218,290	123,875,386
Masraf Al Rayan Q.P.S.C. “shareholder”	13,355,542	19,891,322
Barwa Real Estate Company Q.P.S.C. “shareholder”	544,976	525,302
Q-Invest L.L.C. “shareholder”	2,104,531	4,361,605
Qatar Insurance Company Q.P.S.C. “shareholder”	2,358,085	3,174,648
	<u>178,581,424</u>	<u>151,828,263</u>

Claims Paid

Qatar Islamic Bank Q.P.S.C. “shareholder”	22,545,847	23,260,445
Masraf Al Rayan Q.P.S.C. “shareholder”	2,856,282	4,260,304
Barwa Real Estate Company Q.P.S.C. “shareholder”	199,776	127,172
Q-Invest L.L.C. “shareholder”	6,442	243,876
Qatar Insurance Company Q.P.S.C. “shareholder”	1,289,544	1,659,846
	<u>26,897,891</u>	<u>29,551,643</u>

(b) Due from related parties

	<i>30 September 2024 QR (Reviewed)</i>	<i>31 December 2023 QR (Audited)</i>
<i>Policyholders</i>		
Qatar Insurance Company Q.P.S.C. “shareholder”	7,248,626	6,796,575
Barwa Real Estate Company Q.P.S.C. “shareholder”	78,250	5,517,718
Q-Invest L.L.C. “shareholder”	15,748	2,071,765
Qatar Islamic Bank Q.P.S.C. “shareholder”	15,730,705	1,865,686
	<u>23,073,329</u>	<u>16,251,744</u>

(c) Due to related parties

	<i>30 September 2024 QR (Reviewed)</i>	<i>31 December 2023 QR (Audited)</i>
<i>Policyholders</i>		
Masraf Al Rayan Q.P.S.C. “shareholder”	1,852,812	3,889,802
	<u>1,852,812</u>	<u>3,889,802</u>

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

6 RELATED PARTY DISCLOSURES (CONTINUED)

(c) Due to related parties (continued)

	<i>30 September 2024 QR (Reviewed)</i>	<i>31 December 2023 QR (Audited)</i>
<i>Shareholders</i>		
Qatar Insurance Company Q.P.S.C. “shareholder”	<u>6,015,960</u>	<u>6,174,565</u>
	<u>6,015,960</u>	<u>6,174,565</u>

(d) Compensation of key management personnel

	<i>30 September 2024 QR (Reviewed)</i>	<i>30 September 2023 QR (Reviewed)</i>
Short term benefits	3,506,688	3,679,910
Board of directors’ remuneration	1,500,000	1,646,872
Shari’a board remuneration	<u>375,000</u>	<u>373,750</u>
	<u>5,381,688</u>	<u>5,700,532</u>

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

7 SEGMENT INFORMATION

a) Segment reporting by line of business

	Reviewed											
	Marine and Aviation			Motor			Fire and General Accident			Takaful and Medical		
	30 September 2024 QR	30 September 2023 QR	30 September 2024 QR	30 September 2024 QR	30 September 2023 QR	30 September 2024 QR	30 September 2024 QR	30 September 2023 QR	30 September 2024 QR	30 September 2023 QR	30 September 2024 QR	30 September 2023 QR
For the nine-month period ended												
Gross contributions	4,603,600	1,706,027	85,670,273	83,288,882	38,336,701	198,392,197	161,707,916	285,039,526	356,139,739	285,039,526	356,139,739	285,039,526
Re-Takaful share	(984,287)	(990,141)	(1,478,474)	(1,601,948)	(29,758,369)	(31,948,757)	(30,652,126)	(63,002,584)	(61,241,702)	(63,002,584)	(61,241,702)	(63,002,584)
Net contributions	3,619,313	715,886	84,191,799	81,686,934	8,578,332	166,443,440	131,055,790	222,036,942	294,898,037	222,036,942	294,898,037	222,036,942
Movement in unearned contribution - net	(901,282)	319,636	(133,393)	(3,982,762)	(954,956)	(26,567,314)	(13,022,571)	(17,640,653)	(38,679,652)	(17,640,653)	(38,679,652)	(17,640,653)
Net earned contributions	2,718,031	1,035,522	84,058,406	77,704,172	7,623,376	139,876,126	118,033,219	204,396,289	256,218,385	204,396,289	256,218,385	204,396,289
Expenses:												
Gross claims paid	(91,611)	(253,258)	(64,311,065)	(61,141,322)	(7,076,514)	(58,581,415)	(61,787,501)	(130,258,595)	(128,069,278)	(130,258,595)	(128,069,278)	(130,258,595)
Re-Takaful and other recoveries	48,255	50,421	25,304,533	21,223,245	5,819,882	23,485,822	23,948,312	51,041,860	52,191,215	51,041,860	52,191,215	51,041,860
Movement in outstanding claims and IBNR - net	(1,918,952)	(174,082)	(7,572,389)	2,566,247	(8,200,013)	(5,656,554)	2,602,698	(3,205,150)	(37,538,134)	(3,205,150)	(37,538,134)	(3,205,150)
Commission income	180,202	207,658	10,718	544	2,410,136	412,214	382,755	3,001,093	2,609,280	3,001,093	2,609,280	3,001,093
Commission expense	(913,628)	(183,910)	(11,739,494)	(7,948,565)	(1,719,970)	(34,839,837)	(31,501,876)	(41,354,321)	(57,778,481)	(41,354,321)	(57,778,481)	(41,354,321)
Net takaful expenses	(2,695,734)	(353,171)	(58,307,697)	(45,299,851)	(8,766,479)	(75,179,770)	(66,355,612)	(120,775,113)	(168,585,398)	(120,775,113)	(168,585,398)	(120,775,113)
Surplus from takaful operations	22,297	682,351	25,750,709	32,404,321	(1,143,103)	64,696,356	51,677,607	83,621,176	87,632,987	83,621,176	87,632,987	83,621,176

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

7 SEGMENT INFORMATION (CONTINUED)

	Marine and Aviation		Motor		Fire and General Accident		Takaful and Medical		Total	
	30	September	30	September	30	September	30	September	30	September
	September	2023	September	2023	September	2023	September	2023	September	2023
For the three-month period ended	2024	QR	2024	QR	2024	QR	2024	QR	2024	QR
Gross contributions	1,553,811	430,071	28,712,796	28,437,685	24,771,994	11,195,810	60,883,963	50,766,369	115,922,564	90,829,935
Re-Takaful share	(222,375)	(280,907)	(507,919)	(445,136)	(9,969,856)	(8,237,391)	(5,347,977)	(5,685,632)	(16,048,127)	(14,649,066)
Net contributions	1,331,436	149,164	28,204,877	27,992,549	14,802,138	2,958,419	55,535,986	45,080,737	99,874,437	76,180,869
Movement in unearned contribution - net	13,370	312,861	1,139,522	(1,086,181)	817,320	(352,935)	(4,613,042)	(782,204)	(2,642,830)	(1,908,459)
Net earned contributions	1,344,806	462,025	29,344,399	26,906,368	15,619,458	2,605,484	50,922,944	44,298,533	97,231,607	74,272,410
Expenses:										
Gross claims paid	(40,633)	-	(21,560,303)	(20,543,078)	(2,596,371)	(1,741,302)	(21,402,093)	(22,255,862)	(45,599,400)	(44,540,242)
Re-Takaful and other recoveries	20,321	-	8,468,451	5,641,878	2,262,557	1,502,873	9,068,205	8,455,955	19,819,534	15,600,706
Movement in outstanding claims and IBNR - net	(166,692)	(33,836)	(3,301,184)	(29,375)	(15,515,218)	320,326	(3,229,325)	(820,091)	(22,212,419)	(562,976)
Commission income	48,795	62,570	10,718	-	805,818	600,598	97,838	129,035	963,169	792,203
Commission expense	(305,568)	(44,567)	(4,141,156)	(2,544,937)	(4,095,970)	(554,053)	(11,997,226)	(10,956,289)	(20,539,920)	(14,099,846)
Net takaful expenses	(443,777)	(15,833)	(20,523,474)	(17,475,512)	(19,139,184)	128,442	(27,462,601)	(25,447,252)	(67,569,036)	(42,810,155)
Surplus from takaful operations	901,029	446,192	8,820,925	9,430,856	(3,519,726)	2,733,926	23,460,343	18,851,281	29,662,571	31,462,255

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

7 SEGMENT INFORMATION (CONTINUED)

b) Segment reporting by geographical location

For the nine-month period ended	30 September 2024 (Reviewed)			30 September 2023 (Reviewed)		
	<i>Qatar</i> <i>QR</i>	<i>International</i> <i>QR</i>	<i>Total</i> <i>QR</i>	<i>Qatar</i> <i>QR</i>	<i>International</i> <i>QR</i>	<i>Total</i> <i>QR</i>
Gross contributions	317,718,274	38,421,465	356,139,739	284,585,204	454,322	285,039,526
Re-Takaful share	(58,983,690)	(2,258,012)	(61,241,702)	(63,002,584)	-	(63,002,584)
Net contributions	258,734,584	36,163,453	294,898,037	221,582,620	454,322	222,036,942
Movement in unearned contribution – net	(26,801,296)	(11,878,356)	(38,679,652)	(17,231,847)	(408,806)	(17,640,653)
Net earned contributions	231,933,288	24,285,097	256,218,385	204,350,773	45,516	204,396,289
Expenses:						
Gross claims paid	(128,069,278)	-	(128,069,278)	(130,258,595)	-	(130,258,595)
Re-Takaful and other recoveries	52,191,215	-	52,191,215	51,041,860	-	51,041,860
Movement in outstanding claims and IBNR - net	(10,835,458)	(26,702,676)	(37,538,134)	(3,182,434)	(22,716)	(3,205,150)
Commission income	2,609,280	-	2,609,280	3,001,093	-	3,001,093
Commission expense	(48,626,078)	(9,152,403)	(57,778,481)	(41,241,439)	(112,882)	(41,354,321)
Net takaful expenses	(132,730,319)	(35,855,079)	(168,585,398)	(120,639,515)	(135,598)	(120,775,113)
Surplus from takaful operations	99,202,969	(11,569,982)	87,632,987	83,711,258	(90,082)	83,621,176

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

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For the nine-month period ended 30 September 2024

7 SEGMENT INFORMATION (CONTINUED)

	30 September 2024 (Reviewed)			30 September 2023 (Reviewed)		
	<i>Qatar</i> <i>QR</i>	<i>International</i> <i>QR</i>	<i>Total</i> <i>QR</i>	<i>Qatar</i> <i>QR</i>	<i>International</i> <i>QR</i>	<i>Total</i> <i>QR</i>
For the three-month period ended						
Gross contributions	99,722,994	16,199,570	115,922,564	90,375,613	454,322	90,829,935
Re-Takaful share	(14,919,121)	(1,129,006)	(16,048,127)	(14,649,066)	-	(14,649,066)
Net contributions	84,803,873	15,070,564	99,874,437	75,726,547	454,322	76,180,869
Movement in unearned contribution – net	(1,729,410)	(913,420)	(2,642,830)	(1,499,653)	(408,806)	(1,908,459)
Net earned contributions	83,074,463	14,157,144	97,231,607	74,226,894	45,516	74,272,410
Expenses:						
Gross claims paid	(45,599,400)	-	(45,599,400)	(44,540,242)	-	(44,540,242)
Re-Takaful and other recoveries	19,819,534	-	19,819,534	15,600,706	-	15,600,706
Movement in outstanding claims and IBNR - net	(4,451,992)	(17,760,427)	(22,212,419)	(540,260)	(22,716)	(562,976)
Commission income	963,169	-	963,169	792,203	-	792,203
Commission expense	(16,997,188)	(3,542,732)	(20,539,920)	(13,986,964)	(112,882)	(14,099,846)
Net takaful expenses	(46,265,877)	(21,303,159)	(67,569,036)	(42,674,557)	(135,598)	(42,810,155)
Surplus from takaful operations	36,808,586	(7,146,015)	29,662,571	31,552,337	(90,082)	31,462,255

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

7 SEGMENT INFORMATION (CONTINUED)

c) Segment assets, liabilities and equity as at reporting date

	30 September 2024 (Reviewed)		31 December 2023 (Audited)	
	<i>Qatar</i> <i>QR</i>	<i>International</i> <i>QR</i>	<i>Qatar</i> <i>QR</i>	<i>International</i> <i>QR</i>
		<i>Total</i> <i>QR</i>		<i>Total</i> <i>QR</i>
Policyholders' assets				
Insurance contract assets	77,290,250	87,431,456	136,897,934	112,901
Assets (other than insurance funds)	790,320,135	816,916,749	701,607,477	2,699,602
Total policyholders' assets	867,610,385	904,348,205	838,505,411	2,812,503
Policyholders' liabilities				
Insurance contract liabilities	499,245,303	550,761,897	521,216,234	2,907,256
Liabilities (other than insurance funds)	192,614,781	192,614,781	165,184,137	2,520,884
Total policyholders' liabilities	691,860,084	743,376,678	686,400,371	5,428,140
Total policyholders' surplus	175,750,301	160,971,527	152,105,040	(2,615,637)

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

8 GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023	2024	2023
	QR.	QR.	QR.	QR.
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
Technical fee	181,249	174,910	720,293	524,727
Insurance expenses	640,335	545,690	1,824,895	1,620,395
Board of directors’ remuneration	500,000	306,250	1,500,000	1,646,872
IT charges, Postage, and telephone	332,476	(1,227,123)	672,788	518,421
Legal and professional fees	744,933	521,477	2,172,320	1,579,676
Repair and maintenance expenses	454,006	460,448	1,696,198	1,231,669
Subscription fees	-	22,841	-	203,224
Printing and stationery	61,138	79,051	168,551	236,334
Shari’a board remuneration	125,000	191,250	375,000	373,750
Amortization of right-of-use asset	61,849	61,849	123,698	123,698
Business promotion expenses	53,463	(148,935)	190,681	150,685
Other operating expenses (i)	278,853	424,242	1,162,850	1,016,090
	<u>3,433,302</u>	<u>1,411,950</u>	<u>10,607,274</u>	<u>9,225,541</u>

(i) Other operating expenses pertain to water, electricity and other expenses.

9 FAIR VALUES OF FINANCIAL INSTRUMENTS

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

As at 30 September 2024, the Company held the following classes of financial instruments measured at fair value:

30 September 2024 (Reviewed)	Level 1 QR	Level 2 QR	Level 3 QR	Total QR
- Investments at fair value through equity	798,528,514	-	-	798,528,514
- Investments at fair value through income statement	32,004,225	-	-	32,004,225
	<u>830,532,739</u>	<u>-</u>	<u>-</u>	<u>830,532,739</u>
31 December 2023 (Audited)	Level 1 QR	Level 2 QR	Level 3 QR	Total QR
- Investments at fair value through equity	763,304,042	-	-	763,304,042
- Investments at fair value through income statement	30,973,514	-	-	30,973,514
	<u>794,277,556</u>	<u>-</u>	<u>-</u>	<u>794,277,556</u>

During the period / year ended 30 September 2024 and 31 December 2023, there were no transfers between Level 1 and Level 3 fair value measurements.

When measuring the fair value of an asset or liability, the Company uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the nine-month period ended 30 September 2024

9 FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

- Level 1: Quoted market price (unadjusted) in active markets for an identical assets or liabilities
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3: inputs for the assets or liability that are not based on observable market data (unobservable inputs)

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

10 COMMITMENTS AND CONTINGENT LIABILITIES

The Company had the following commitments and contingent liabilities outstanding:

	<i>30 September 2024 QR (Reviewed)</i>	<i>31 December 2023 QR (Audited)</i>
Bank guarantees	19,600	19,600
Performance bond	3,206,303	3,110,457
Tender bond	3,195,584	1,853,782
	<u>6,421,487</u>	<u>4,983,839</u>

11 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2023.

12 BASIC AND DILUTED EARNINGS PER SHARE

The basic and diluted earnings per share are calculated as follows:

	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023	2024	2023
	QR.	QR.	QR.	QR.
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
Earnings (QR.)				
Earnings for the purposes of basic/diluted earnings per share being net profit attributable to owners of the Company	<u>21,114,133</u>	<u>19,584,011</u>	<u>61,914,833</u>	<u>52,925,533</u>
Number of shares				
Weighted average number of ordinary shares for the purposes of basic/diluted earnings per share	<u>200,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>
Earnings per share (QR.)				
Basic/Diluted earnings per share	<u>0.106</u>	<u>0.098</u>	<u>0.310</u>	<u>0.265</u>

13 SHARI'A SUPERVISORY BOARD

The Company's business activities are subject to the supervision of a Shari'a Committee appointed by the Shareholders. The Shari'a Supervisory Board performs a supervisory role in order to determine whether the operations of the Company are conducted in accordance with Shari'a rules and principles.