

Statement of Cash Flows

for the year ended December 31, 2005

	2005 QR	2004 QR
Cash Flows from Operating Activities		
Policyholders' surplus from insurance operations for the year	49,709,422	13,387,693
Net shareholders' income for the year	<u>123,292,971</u>	<u>27,090,511</u>
Operating Profit Before Adjustments	173,002,393	40,478,204
Adjustments for :		
Depreciation of property and equipment	806,177	791,979
Depreciation of investment properties	2,171,098	1,182,235
Loss on disposal of property and equipment	2,343	4,635
Gain on disposal of properties under construction	(949,620)	--
Gain on disposal of investment properties	(18,148,171)	(2,985,759)
Provision for doubtful contributions receivable	--	568,572
	<u>156,884,220</u>	<u>40,039,866</u>
(Increase) / Decrease in due from reinsurers	(1,289,340)	380,013
(Increase) / Decrease in prepayments and other assets	(9,379,355)	1,673,103
(Increase) / Decrease in contributions receivable	(3,499,314)	776,633
Increase / (Decrease) in due to reinsurers	575,702	(943,248)
(Decrease) in payables and other liabilities	(655,148)	(2,368,004)
(Increase) in re-insurance contract assets	(4,104,900)	(4,853,060)
(Decrease) / Increase in Sanabel Takaful program contributions	(12,130,436)	6,213,372
Increase in insurance contract liabilities	19,008,424	9,544,350
Net Cash flow (Used In) / from Operating Activities	145,409,853	50,463,025
Cash Flows from Investing activities		
(Increase) in bank deposits – (maturing over 90 days)	--	(8,972,819)
Increase / (Decrease) in accrued investment income	316,946	(141,242)
Increase / (Decrease) in Sanabel Takaful program Investment	12,130,436	(6,213,372)
Purchase of property and equipment	(85,047)	(232,067)
Purchase of investment properties	(32,023,915)	(35,114,535)
Proceeds on disposal of property and equipment	--	34,000
Proceeds on disposal of investment properties	28,204,868	10,950,000
Proceeds from disposal of properties under construction	6,200,000	--
(Increase) in properties under construction	(23,474,500)	(10,004,170)
Net cash movement in investments	(114,498,367)	(5,101,579)
Net Cash (Used in) Investing Activities	(123,229,579)	(54,795,784)
Cash Flows from Financing activities		
Dividend paid	--	(11,390)
Surplus distributed to policyholders	(2,011,096)	(1,498,989)
Net Cash (Used in) Financing Activities	(2,011,096)	(1,510,379)
Net Increase (Decrease) in Cash and Cash Equivalents	20,169,178	(5,843,138)
Cash and Cash Equivalents at Beginning of the Year	6,714,585	12,557,723
Cash and cash equivalents at end of the year (Note 22)	26,883,763	6,714,585