

# Methaq Takaful Insurance Company PSC

## THE REPORT OF THE BOARD OF DIRECTORS

For the year ended 31 December 2017

On behalf of the Board of Directors, we are pleased to present the financial results of Methaq Takaful Insurance Company PSC for the year ended 31 December 2017.

Methaq succeeded in implementing its plans for the year 2017 based on achievable strategic goals. This is a reflection of the continued confidence and support of its shareholders and customers along with Methaq's team that is comprised of professionals and technical experts. Our strategic direction focuses on the following key objectives to deliver enhanced sustainable returns for the Policyholders and the Shareholders:

- Targeted profitable growth;
- Performance Management of Takaful portfolios;
- Operational excellence; and
- Optimal Retakaful agreements for all takaful portfolios.

The Company has recognised a net profit of AED 803,700 for the year ended 31 December 2017 compared to a net profit of AED 9,329,883 for the year ended 31 December 2016. The Company has achieved total comprehensive loss of AED 4,512,300 during 2017 that led to the decrease of the shareholders' equity to AED 75,417,537 as at 31 December 2017 compared to AED 79,929,837 as at 31 December 2016.

Management has implemented successful strategies in the year 2017 in respect of underwriting and claims management process where all takaful portfolios showed positive performance.

The results are summarized as below:

	<i>31 December 2017 AED</i>	<i>31 December 2016 AED</i>
<b>Brief of the statement of financial position:</b>		
Total assets	<b>573,761,507</b>	411,112,589
Total liabilities	<b>498,343,970</b>	331,182,752
Total shareholders' equity	<b>75,417,537</b>	79,929,837
<b>Brief of the income statement:</b>		
Total revenues (gross takaful contributions written)	<b>408,784,811</b>	264,716,681
Profit for the year	<b>803,700</b>	9,329,883
Earning per share	<b>0.005</b>	0.062



## Methaq Takaful Insurance Company PSC

### THE REPORT OF THE BOARD OF DIRECTORS continued

For the year ended 31 December 2017

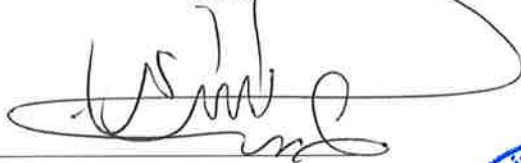
As for the Company's future plans for the year 2017, the Company has developed a budget plan supported by a set of ambitious goals especially takaful portfolios and retakaful agreements, operating expenses, and profitability. The company expects a significant improvement in performance and results for 2017.

Methaq has a very sound corporate governance in place and all the regulatory and legislative compliance is made timely, thereby reflecting a positive image of the Company and entrusting strong confidence amongst its customers, staff and all concerned entities.

On behalf of the Board of Directors, we reiterate our commitment to the growth and development of the UAE and particularly to the Abu Dhabi's 2030 vision under the leadership of His Highness Sheikh Khalifa bin Zayed Al Nahyan, the President of the UAE and the Ruler of Abu Dhabi and His Highness Sheikh Mohammed bin Rashid Al Maktoum, the Vice President, the Ruler of Dubai, and His Highness Sheikh Mohammed Bin Zayed Al Nahyan, the Crown Prince and all the Rulers of the UAE.

We also take this opportunity to thank and appreciate the staff and the management of Methaq Takaful Insurance Company PSC for their continued efforts, hard work, and sincerity. We also express our sincere thanks to the Company's Shareholders, clients, and all those institutions and individuals with whom the company deals in the UAE locally, in the region, and at the international level.

**On Behalf of the Board of Directors**



**Ali Zaal Al-Mansoori**

Chairman

Date: 28<sup>th</sup> March 2018

