

Date :14/02/2021

Reference :PEX 31.12.2020

**Ms. Palestine Exchange
Nablus - Palestine**

Dear Sir,

**Disclosure of the Interim Consolidated Financial Statements for the
year 2020**

We are pleased to attach herewith the interim consolidated financial statements of Global United Insurance Company for the fiscal year ending on 31/12/2020, compared with the financial statements as on December 31, 2019, as reviewed by the company's internal auditor.

We would like to point out that the preliminary final financial statements prepared did not obtain a non-objection from the PCMA, and they are subject to change according to the observations of the PCMA, noting that the amendments made to the initial final financial statements of the company may sometimes be substantial.

The preliminary financial statements include the following:

- Consolidated Statement of Financial Position.
- Consolidated Statement of Income.
- Consolidated Statement of Income and Comprehensive Income
- Consolidated Statement of Cash Flows.
- Consolidated Statement of Changes in Owners' Equity.
- The materials required from Article (38/2) of the applicable disclosure system.

Thank you for your cooperation,

Yours' faithfully,



For Global United Insurance Co.



Global United Insurance Company (GUI)

**Preliminary Financial
Statement for the Year
Ended 31/12/2020**

Global United Insurance Company Ltd. and its Subsidiaries
Consolidated Statement of Financial Position
As of 31 December 2020, Compared with 31 December 2019



	Non Audited	Audited
	2020	2019
	US. \$	US. \$
Assets		
Non Current Assets		
Property, Plant and Equipment	9,024,826	9,139,093
Right to use the assets - Long Term Portion	69,098	409,488
Investment Property	13,517,175	13,484,095
Mandatory Deposits	515,000	515,000
Investments in Associates	250,000	250,000
Deferred Tax Assets	1,160,917	940,024
Cheques Under Collection Due after 1 year	150,523	115,863
Total Non Current Assets	24,687,539	24,853,563
Current Assets		
Accounts Receivable, Net	15,990,384	13,568,960
Reinsurance Contract Asset	5,902,135	5,650,860
Insurance and Reinsurance Companies Receivables	2,379,139	1,290,558
Right to use the assets - short term portion	34,549	136,496
Other Debit Balances	4,635,608	4,033,424
Cheques Under Collection Due within a year	12,060,880	14,496,456
Financial Investments through P&L	1,034,944	1,103,241
Deposits at Banks	4,075,000	5,274,067
Cash and Cash Equivalent	3,101,778	2,612,155
Total Current Assets	49,214,417	48,166,217
Total Assets	73,901,956	73,019,780
Equity and Liability		
Owners' Equity		
Capital	10,560,000	10,560,000
Treasury Stocks	(174,465)	(174,465)
	10,385,535	10,385,535
Additional Paid in Capital	255,390	255,390
Legal Reserve	1,507,913	1,277,339
Optional Reserve	1,504,093	1,273,519
Property Revaluation Reserve	2,354,867	2,354,867
Retained Earnings	3,889,010	2,044,421
Equity Attributable to the Owners of the Company	19,896,808	17,591,071
Non Controlling Interests	165,819	139,391
Total Equity	20,062,627	17,730,462
Non Current Liabilities		
Reserve for Employees' End of Service	2,609,735	2,376,720
Loans - Long Term Portion	-	410,147
Lease Liability - Long Term Portion	70,931	344,692
Total Non Current Liabilities	2,680,666	3,131,559
Current Liabilities		
Accounts Payable	5,725,479	4,267,596
Insurance and Reinsurance Companies Payable	1,050,971	1,303,731
Lease Liability - Short Term Portion	32,483	168,894
Other Credit Balances	1,802,928	3,399,194
Insurance Contract Liability	40,085,086	41,389,596
Loans - Short Term Portion	457,036	462,000
Postdated Cheques Payables	2,004,680	1,166,748
Total Current Liabilities	51,158,663	52,157,759
Total Liabilities	53,839,329	55,289,318
Total Equity and Liability	73,901,956	73,019,780

Sabri Taleeb

Financial Manager

Abed Alrahman
Khaldi

Audit manager

Mahmoud Schwait

Chief Financial Officer (CFO)

Global United Insurance Company Ltd. and its Subsidiaries

Consolidated Statement of Income For the Year Ended 31 December 2020



	Non Audited	Audited
	2020 US. \$	2019 US. \$
Gross Written Premium	40,263,897	46,233,239
Change in Unearned Premium Reserve	653,326	1,085,596
Earned Premium Revenue	40,917,223	47,318,835
Reinsurance Premium Ceded	(4,069,635)	(4,272,356)
Change in Reinsurance Portion of Unearned Premium Reserve	200,557	92,468
Net Reinsurance Premium Ceded	(3,869,078)	(4,179,888)
Net Insurance Premium Earned	37,048,145	43,138,947
Gross Reinsurance Premium Commission Earned	531,533	538,561
Less: Commission Paid	(2,301,258)	(2,842,695)
Net Insurance Premium Earned After Commission	35,278,420	40,834,813
Claims Incurred		
Gross Claims Incurred	(29,385,043)	(34,917,051)
Reinsurance Share of Claims Incurred	3,632,811	1,799,395
Net Claims Incurred	(25,752,232)	(33,117,656)
Net Insurance Activity Before Administrative Expenses	9,526,188	7,717,157
General and Administrative Expenses Related to Insurance Activities	(7,020,283)	(7,221,548)
Net Insurance Activity After Administrative Expenses	2,505,905	495,609
Provision for Doubtful Debts	(600,000)	(245,000)
Gain on Currency Exchange Differences	1,387,259	137,955
Gain (Loss) from Sale and Revaluation of Investments For Trading	15,270	(206,298)
Gain from Revaluation of Investment Property	-	1,868,907
Gains from Sale of Property Plant and Equipments	-	34,005
Board of Directors Remunerations	(80,000)	(57,901)
Other Revenues	722,116	823,257
General and Administrative Expenses not Allocated	(1,396,672)	(1,850,544)
Net Income for the Year Before Taxes	2,553,878	999,990
Value Added Tax and Income Tax at Profit	(442,606)	(12,171)
Deffered Taxes	220,893	32,202
Net Income After Taxes	2,332,165	1,020,021
Attributable to:		
Owners of the Company	2,305,737	969,057
Non - Controlling Interests	26,428	50,964
	2,332,165	1,020,021
Earnings Per Share	0.22	0.09

Sabri Taleeb
Financial Manager

Abed Elrahman
Khaldi
Audit manager

Mahmoud Schwail
Chief Financial Officer (CFO)

Global United Insurance Company Ltd. and its subsidiaries
Consolidated Statement of Income and Comprehensive Income
For the Year Ended 31 December 2020



	<u>Non Audited</u>	<u>Audited</u>
	<u>2020</u>	<u>2019</u>
	<u>US. \$</u>	<u>US. \$</u>
Net Income After Tax	2,332,165	1,020,021
Other Comprehensive Income:		
Items that will not be reclassified subsequently to Profit and Loss:		
Gain on Revaluation of Property	-	117,106
Total Comprehensive Income for the Year	<u>2,332,165</u>	<u>1,137,127</u>
Attributable to:		
Owners of the Company	2,305,737	969,057
Non - Controlling Interests	26,428	50,964
Total Comprehensive Income for the Year	<u>2,332,165</u>	<u>1,020,021</u>

Sabri Taleeb

Abed Alrahman
Khaldi

Mahmoud Sehwal

Financial Manager

Audit manager

Chief Financial
Officer (CFO)

Global United Insurance Company Ltd. and its Subsidiaries
Consolidated Statement of Changes in Owners' Equity
For the Year Ended to 31 December 2020



	Capital		Additional Paid in Capital		Legal Reserve		Optional Reserve		Property Revaluation Reserve		Retained Earnings		Treasury Stocks		Atributable to the Owners of the Parent Company		Non Controlling Interest		Total Equity		
	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	
Balance as of 31 December 2019	10,560,000	-	255,390	1,277,339	1,273,519	2,354,867	2,044,421	(174,465)	17,591,071	139,391	17,730,462										
Net Income for the Year	-	-	-	-	-	-	2,305,737	-	-	-	2,305,737	-	-	-	2,305,737	26,428	2,332,165				
Total Comprehensive Income for the Year	-	-	-	-	-	-	2,305,737	-	-	-	2,305,737	-	-	-	2,305,737	26,428	2,332,165				
Transferred for Legal Reserve	-	-	-	230,574	-	-	(230,574)	-	-	-	(230,574)	-	-	-	-	-	-	-	-	-	-
Transferred for Optional Reserve	-	-	-	-	230,574	-	(230,574)	-	-	-	(230,574)	-	-	-	-	-	-	-	-	-	-
Balance as of 31 December 2020	10,560,000	-	255,390	1,507,913	1,504,093	2,354,867	3,889,010	(174,465)	19,896,808	165,819	20,062,627										
Balance as of 31 December 2018	9,600,000	-	255,390	1,180,433	1,176,613	2,237,761	3,189,176	(174,465)	17,464,908	88,427	17,553,335										
Net Income for the Year	-	-	-	-	-	-	969,057	-	-	-	969,057	-	-	-	969,057	50,964	1,020,021				
Other Comprehensive Income for the Year	-	-	-	-	-	117,106	-	-	-	-	117,106	-	-	-	117,106	-	117,106				
Total Comprehensive Income for the Year	-	-	-	-	-	117,106	969,057	-	-	-	1,086,163	50,964	-	-	1,086,163	50,964	1,137,127				
Increase in Capital-Stock Dividends	960,000	-	-	-	-	-	(960,000)	-	-	-	(960,000)	-	-	-	-	-	-	-	-	-	-
Payment of Dividends	-	-	-	-	-	-	(960,000)	-	-	-	(960,000)	-	-	-	(960,000)	-	(960,000)				
Transferred for Legal Reserve	-	-	-	96,906	-	-	(96,906)	-	-	-	(96,906)	-	-	-	-	-	-	-	-	-	-
Transferred for Optional Reserve	-	-	-	-	96,906	-	(96,906)	-	-	-	(96,906)	-	-	-	-	-	-	-	-	-	-
Balance as of 31 December 2019	10,560,000	-	255,390	1,277,339	1,273,519	2,354,867	2,044,421	(174,465)	17,591,071	139,391	17,730,462										

Sabri Taleeb
Financial Manager

Abed Alrahman Khaldi
Audit manager

Mahmoud Sehwail
Chief Financial Officer (CFO)

Global United Insurance Company Ltd. and its Subsidiaries



Consolidated Statement of Cash Flows For the Year Ended to 31 December 2020

	2020 دولار	2019 دولار
Cash Flow from Operating Activities		
Net Income for the Year before Tax	2,553,878	999,990
Adjustments:		
Provision for Doubtful Debts	600,000	245,000
(Gain) Loss from Revaluation of Financial Investments through P&L	80,567	267,222
(Gain) Loss from Sales of Financial Investments through P&L	(14,620)	(9,083)
(Gains) from Sale of Property, Plant and Equipment	-	(34,005)
(Gains) from the Revaluation of Investment Property	-	(1,868,907)
Depreciation	276,031	329,774
Amortization of Right to use Assets	32,165	(32,398)
Provision for Employees End of Service Indemnity	395,130	577,921
Cash Flow Generated By Operating Activities Before Changes in Assets and Liabilities	3,923,151	475,514
(Increase) Decrease In Account Receivables	(3,021,424)	3,831,049
(Increase) Decrease In Insurance and Reinsurance Companies Receivables	(1,088,581)	41,630
(Increase) Decrease In Other Debit Balances	(690,990)	(2,001,449)
(Increase) Decrease In Post Dated Cheques	2,400,916	(3,222,137)
Increase (Decrease) In Account payable	1,457,883	861,424
Increase (Decrease) In Insurance and Reinsurance Companies Payables	(252,760)	(313,980)
(Increase) Decrease In Insurance Contract Assets	(251,275)	(359,199)
(Increase) Decrease In Insurance Contract Liability	(1,304,510)	743,369
Increase (Decrease) In Other Credit Balances	(1,596,266)	1,342,325
Cash Flow Generated by Operating Activities	(423,856)	1,398,546
Indemnities Paid For Employees	(162,115)	(655,463)
Taxes Paid	(353,800)	(1,502,004)
Net Cash Flow (Used in) Generated by Operating Activities	(939,771)	(758,921)
Cash Flow from Investing Activities		
Proceeds from Disposal of Property, Plant and Equipment	-	133,708
Net (Purchase) Sale of Investments For Trading	(917,280)	(563,296)
Proceed From Sales of Financial Investement Through P & L	919,630	526,768
Acquisition of Land	(33,080)	(103,098)
Acquisition of Property and Equipment	(161,764)	(898,192)
Net Cash Flow Generated by (Used in) Investing Activities	(192,494)	(904,110)
Cash Flow from Financing Activities		
Decrease (Increase) in Deposits at Banks	1,199,067	(781,778)
Increase (Decrease) in Postdated Cheques	837,932	450,088
Cash Dividends Paid to Shareholders	-	(960,000)
(Decrease) Increase in Loans and Due to Banks	(415,111)	(397,457)
Net Cash Flow (Used in) Generated by Financing Activities	1,621,888	(1,689,147)
Net Increase (Decrease) in Cash and Cash Equivalents	489,623	(3,352,178)
Cash and Cash Equivalent at Beginning of the Year	2,612,155	5,964,333
Cash and Cash Equivalent at End of the Year	3,101,778	2,612,155

Sabri Taleeb

Financial Manager

Abed Alrahman Khaldi

Audit manager

Mahmoud Sehwal

Chief Financial Officer (CFO)

Summary of the Preliminary Results of PEX – Listed Companies

Main Information:	
Name of the company:	GLOBAL UNITED INSURANCE COMPANY
Sector:	Insurance
Trading symbol:	GUI
ISIN Number:	PS3007112108
Date of Registration:	15/4/2010
Type of Market (First/ Second):	-----
Authorized Capital:	US. \$ 10,560,000
Subscribed Capital:	US. \$ 10,560,000
Paid-in Capital:	US. \$ 10,560,000
Name of the Chairman of the Board:	Mr / Jamal Nayef Hafez Barahmeh
Name of the Chief Executive Officer/ General Manager:	Mr / Jamal Nayef Hafez Barahmeh
Name of the Internal Auditor:	Mr / Abdulrahman Issa Alkhaldi
Name of the External Auditor:	Talal Abu Ghazaleh
Location (Head Office):	Nablus
Telephone Number:	09-2390919
E-mail:	info@gui-pal.com

Information about the Annual Report & General Assembly Meeting:	
Approximate date for the publication of the Annual Report:	03/2021
The site where the Annual Report shall be displayed for viewing by the public:	Head office of the company, all branches and the electronic site www.gui-pal.com
The proposed date for the annual Ordinary General Assembly Meeting:	2021/03/29

Preliminary Results Comparison:		Currency: USD	
Item		31/12/2020 (Unaudited)	31/12/2019 (Audited)
1.	Total assets:		
	a) Non-current assets:	73,901,956	73,019,780
	b) Current assets:	24,687,539	24,853,563
		49,214,417	48,166,217
2.	Total Liabilities:		
	a) Non-current liabilities:	53,839,329	55,289,318
	b) Current liabilities:	2,680,666	3,131,559
	c) Unrestricted investments accounts (Islamic Banks):	51,158,663	52,157,759
	d) Restricted investments accounts (Islamic Banks):		
3.	Total Equity:		
	a) Equity attributable to equity holders of the company	20,062,627	17,730,462
	b) Non-controlling interests	19,896,808	17,591,071
		165,819	139,391
4.	Net Operating Income/ (Loss)	2,505,905	495,609
5.	Net Income/ (Loss) before Tax	2,553,878	999,990
6.	Provision for Income Tax	442,606	32,202
7.	Net Income/ (Loss) after Tax:		
	a) Attributable to equity holders of the company	2,332,165	1,020,021
	b) Non-controlling interests	2,305,737	969,057
		26,428	50,964
8.	Other Comprehensive Income	0	117,106
9.	Total Comprehensive Income (7+8)	2,332,165	1,137,127
	a) Equity Holders of the Company	2,305,737	969,057
	b) Non-controlling interests	26,428	50,964
10.	Summary of the Company's Financial Performance for 2021:		

The company has maintained its market share of total revenues and achieved operating profits of approximately 2.3 Million Dollars

Equity attributable to equity holders of the company has increased to equal 20.062 Million Dollars

Total Assets increased to reach the 74 Million Dollars

Sabri Taleeb

Financial Manager

Date:

14/02/ 2021

Mahmoud Sehwal

CFO