

Statement of cash flows

for the year ended 31 December 2008

19

	Notes	2008 Bahraini Dinars	2007 Bahraini Dinars
Operating activities			
Net profit for the year		341,291	3,301,970
Adjustments for:			
Depreciation		45,738	42,082
Directors' remuneration paid		(105,000)	(214,000)
Dividend income	20	(1,250,872)	(452,545)
Interest income	20	(111,245)	(33,342)
Interest expenses	21	3,320	8,852
Realised gains on sale of available-for-sale investments	20	(2,208,196)	(2,834,394)
Profit on sale of property and equipment	21	-	(11,664)
Impairment loss on available-for-sale investments	20	4,244,155	-
Changes in operating assets and liabilities:			
Receivables		(648,768)	201,666
Outstanding claims recoverable from re-insurers		(138,283)	(763,263)
Insurance funds		986,148	1,267,414
Payables and other liabilities		(467,586)	1,099,530
Provision for employees' leaving indemnity, net		11,315	9,516
Net cash provided by operating activities		702,017	1,621,822
Investing activities			
Dividend income received	20	1,250,872	452,545
Interest income received	20	111,245	33,342
Interest expenses paid	21	(3,320)	(8,852)
Purchase of available-for-sale investments	4	(6,996,123)	(4,160,605)
Proceeds from sale of available-for-sale investments		12,380,212	6,155,767
Purchase of property and equipment		(31,235)	(68,933)
Proceeds from sale of property and equipment		-	11,664
Net cash provided by investing activities		6,711,651	2,414,928
Financing activities			
Dividends paid	22	(1,653,750)	(630,000)
Net cash used in financing activities		(1,653,750)	(630,000)
Net increase in cash and cash equivalents		5,759,918	3,406,750
Cash and cash equivalents, beginning of the year		4,895,027	1,488,277
Cash and cash equivalents, at end of the year	2	10,654,945	4,895,027

The accounting policies on pages 20 to 22 and the notes on pages 23 to 36 form an integral part of these financial statements.