

SUPPLEMENTARY DISCLOSURE TO THE FINANCIAL STATEMENTS RELATED TO THE FINANCIAL IMPACT OF COVID-19 AS AT 30 SEPTEMBER 2021

COVID-19 pandemic continues to present challenges for many entities throughout the world. The pandemic arrested the growth in business & resulted in pulling down the activities of the Company. However, the financial impact was insignificant. The Company is actively monitoring the COVID-19 situation to manage the potential business disruption on its operations and financial performance.

The Central Bank of Bahrain (CBB) announced various measures to combat the effects of COVID-19 to ease liquidity conditions in the economy as well as to assist financial institutions in complying with regulatory requirements.

The pandemic as well as the resulting measures and policies have had insignificant impact on the Company as at 30 September 2021:

- There was no major loss of contributions.
- There was no reduction in assets.
- The Company's liquidity was un-affected due to the situation.
- The Company continues to meet the regulatory requirements of minimum capital.
- There was no direct impact on claims due to COVID-19.
- There was no direct effect of COVID-19 situation on general expenses during the first nine months of 2021.

The overall impact of COVID-19 situation on the financial statements as at 30th September 2021 as assessed by the Company is as below:

	Shareholders
<u>Revenue Expenditure</u>	
Sterilization & Disinfection of Premises, Sanitizers, Masks & Gloves, Depreciation, etc.	(135)
COVID-19 Rapid Test expenses for employees	(144)
Total Revenue Expenditure	(279)
<u>Capital Expenditure</u>	
Cost of Laptops for contingency plan	(2,240)
Total Capital Expenditure	(2,240)

The above supplementary information is provided to comply with the CBB circular reference OG/259/2020 (Financial Impact of COVID-19) dated 14 July 2020.

This disclosure should not be considered as an indication of the results of the entire year or relied upon for any other purposes. Since the situation of the COVID-19 is uncertain and is still evolving, the above impact is as of the date of preparation of this information. Circumstances may change which may result in this information to be out-of-date. In addition, this information does not represent the exact full comprehensive assessment of COVID-19 impact on the Company. This information is not subject to a formal review by the external auditors.



Essam Al Arfari
Chief Executive Officer
2 November 2021