

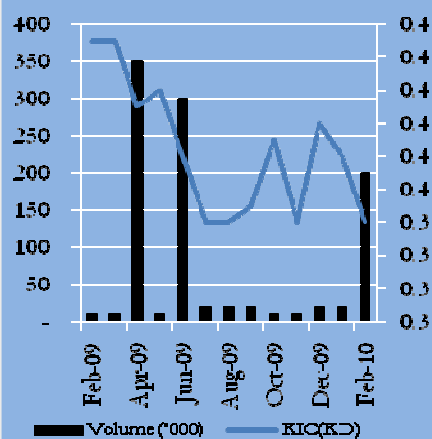
Market Data

Bloomberg Code:	KINS KK
Reuters:	KINS.KW
CMP (8 th Feb'2010):	KD0.340
O/S (mn):	194.04
Market Cap (KDmn):	65.97
Market Cap (US\$m):	228.26
Price/EPS 2010e (x):	22.4
Price/Bv 2010e (x):	1.5

Price Performance 1-Yr

High (KD):	0.400
Low (KD):	0.335
Average Volume:	58,222

Share Price Performance



Source: Zawya

Kuwait Insurance Company – FY09 Review

- **Kuwait Insurance Company (KIC)** reported net loss of KD6.2mn for FY09 as compared to net profit of KD2.9mn in FY08. The company had reported net losses in the 9M09 of KD4.5mn as compared to net profit of KD8.2mn during the same period last year.
- The company has not yet disclosed full results, but the net losses made by the company indicates the tough market environment. The company had reported an impairment of KD12.3mn on its investments during the 9M09. The results of the company have been significantly lower than our estimates.

Kuwait Insurance Company Results

(KDmn)	FY09	FY08	% Change
PAT	(6.2)	2.9	-311.6%
Total Assets	112.7	125.2	-10.0%
Shareholder's Equity	38.6	47.0	-17.9%

Source: Company Reports

- The total assets of the company declined from KD125mn in FY08 to KD112mn in FY09, this was due to decline in the investment portfolio. The shareholder's equity also decreased from KD46mn in FY08 to KD38mn in FY09. The equity reduced due to net losses reported by the company in FY09 of KD6.2mn. We continue to remain positive on the earnings going ahead.
- The company's performance iterates that the worst may be over for the company, as it has already written of losses on investments during 9M09. We expect the company will adopt a strong risk averse approach to invest in risky securities going ahead in the future.
- At the CMP of KD0.340 the stock trades at FY10E 22.4x and 1.5x P/E and P/BV. We will be able to come up with detailed analysis once the financial statements are disclosed by the company.

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