ABU DHABI NATIONAL TAKAFUL COMPANY P.S.C.

Review report and condensed interim financial information for the nine-month period ended 30 September 2024

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF ABU DHABI NATIONAL TAKAFUL COMPANY P.S.C.

Introduction

We have reviewed the accompanying condensed statement of financial position of Abu Dhabi National Takaful Company P.S.C. (the "Company") as of 30 September 2024, and the related condensed statements of profit or loss, comprehensive income, changes in shareholders' equity and cash flows for the nine-month period then ended and material accounting policy information and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34, *"Interim Financial Reporting"* ("IAS 34"). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of Interim Financial Information performed by the Independent Auditor of the Entity*". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)



Signed by:
Nurani Subramanian Sundar
Registration No. 5540
13 November 2024
Abu Dhabi
United Arab Emirates

Condensed statement of financial position as at 30 September 2024

	Notes	30 September 2024 (Unaudited) AED	31 December 2023 (Audited) AED
ASSETS			
Takaful operations assets			
Re-takaful contract assets	**13**	**421,737,827**	185,582,217
Takaful contract assets	**12**	**-**	1,208,981
Prepaid expenses and other assets		**31,481,341**	44,193,000
Unit linked investments at fair value through profit or loss		**2,277,582**	1,576,487
Term deposits	**5**	**550,346,902**	461,359,871
Cash and bank balances	**5**	**37,937,487**	27,728,110
Total takaful operations assets		**1,043,781,139**	721,648,666
Shareholders' assets			
Property and equipment		**20,011,703**	20,882,342
Right of use assets		**10,424,803**	-
Statutory deposit	**6**	**10,000,000**	10,000,000
Financial assets measured at fair value through other comprehensive income	**7 (a)**	**360,080,012**	352,579,538
Financial assets measured at amortized cost	**7 (b)**	**10,283,000**	10,283,000
Investments properties	**9**	**42,370,000**	53,535,000
Investment in commodities	**10**	**25,797,368**	15,597,187
Prepaid expenses and other assets		**13,097,310**	13,816,682
Term deposits	**5**	**2,310,000**	59,317,243
Cash and bank balances	**5**	**18,903,143**	8,045,041
Total shareholders' assets		**513,277,339**	544,056,033
TOTAL ASSETS		**1,557,058,478**	1,265,704,699
LIABILITIES, POLICYHOLDERS' FUND AND SHAREHOLDERS' EQUITY			
Takaful operations liabilities			
Takaful contract liabilities	**12**	**860,441,918**	618,813,837
Re-takaful contract liabilities	**13**	**35,654,008**	20,596,543
Accrued expenses and other liabilities		**36,871,740**	24,075,506
Total takaful operations liabilities		**932,967,666**	663,485,886

The accompanying notes form an integral part of these condensed interim financial information.

Condensed statement of financial position as at 30 September 2024 (continued)

	Notes	30 September 2024 (Unaudited) AED	31 December 2023 (Audited) AED
Shareholders' liabilities			
Accrued expenses and other liabilities		**118,909,165**	139,044,562
Lease liabilities		**9,431,468**	-
Deferred tax liabilities		**1,191,990**	-
Provision for end of service benefits		**13,655,413**	13,722,727
Total shareholders' liabilities		**143,188,036**	152,767,289
Total liabilities		**1,076,155,702**	816,253,175
Policyholders' fund			
Deficit of family policyholders takaful fund	**14**	**(10,022,449)**	(16,769,788)
Deficit of general policyholders takaful fund	**14**	**(27,539,610)**	(1,220,609)
Loan (Qard Hasan) from shareholders	**14**	**37,562,059**	17,990,397
Total Policyholders' fund		**-**	-
Shareholders' equity			
Share capital		**105,000,000**	105,000,000
Legal reserve		**52,500,000**	52,500,000
General reserve		**42,500,000**	42,500,000
Re-takaful default reserve		**7,627,958**	7,627,958
Investment revaluation reserve		**(43,148,971)**	(53,578,630)
Retained earnings		**316,423,789**	295,402,196
Total shareholders' equity		**480,902,776**	449,451,524
TOTAL LIABILITIES, POLICYHOLDERS' FUND AND SHAREHOLDERS' EQUITY		**1,557,058,478**	1,265,704,699

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the condensed interim financial statements present fairly in all material respects the financial position, financial performance and cash flows of the Company.

Khamis Buharoon
Chairman of the Board of Directors

Osama Abdeen
Chief Executive Officer

The accompanying notes form an integral part of these condensed interim financial information.

Condensed statement of profit or loss
for the nine-month period ended 30 September 2024 (unaudited)

	Notes	3 months ended 30 September		9 months ended 30 September	
		2024	2023	**2024**	2023
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
		AED	AED	**AED**	AED
Attributable to policyholders					
Takaful revenue	**17**	**197,146,946**	191,665,747	**563,607,544**	480,227,967
Takaful Service Expense		**(140,455,403)**	(132,381,979)	**(597,654,084)**	(355,739,921)
Amounts recovered from re-takaful contracts		**58,076,896**	54,616,351	**330,944,983**	156,169,801
Allocation of re-takaful contributions paid		**(109,786,938)**	(102,291,010)	**(319,122,402)**	(271,162,686)
Takaful service result		**4,981,501**	11,609,109	**(22,223,959)**	9,495,161
Investment income		**5,391,155**	5,107,206	**16,946,386**	12,312,473
Mudareb share		**(1,886,905)**	(1,787,522)	**(5,931,236)**	(4,309,366)
Takaful finance expenses		**(10,129,386)**	(80,403)	**(14,735,823)**	(7,758,999)
Re-takaful finance income/(expenses)		**8,668,587**	(1,793,600)	**11,633,873**	6,341,771
Financial takaful result		**2,043,451**	1,445,681	**7,913,200**	6,585,879
Other expenses, net		**(2,113,049)**	(4,282,348)	**(5,260,903)**	(4,410,099)
(Deficit)/surplus of takaful result for the period		**4,911,903**	8,772,442	**(19,571,662)**	11,670,941
Attributable to shareholders					
Shareholders' investment and other income, net		**9,659,067**	5,209,146	**24,744,976**	18,991,271
Mudareb share from policyholders		**1,886,905**	1,787,522	**5,931,236**	4,309,366
Wakalah fees from policyholders		**48,695,069**	43,104,465	**154,557,600**	112,227,969
Takaful expense		**(18,685,845)**	(17,234,767)	**(54,472,767)**	(45,680,888)
General and administrative expenses		**(16,871,465)**	(14,018,544)	**(50,684,531)**	(44,035,174)
(Increase)/decrease in provision of loan from shareholders		**4,911,903**	8,772,442	**(19,571,662)**	11,670,941
Profit for the period before taxation		**29,595,634**	27,620,264	**60,504,852**	57,483,485
Income tax expense		**(2,692,932)**	-	**(5,091,297)**	-
Profit for the period after taxation	**20**	**26,902,702**	27,620,264	**55,413,555**	57,483,485
Basic and diluted earnings per share	**16**	**0.26**	0.26	**0.53**	0.55

The accompanying notes form an integral part of these condensed interim financial information.

Condensed statement of comprehensive income for the nine-month period ended 30 September 2024 (unaudited)

	3 months ended 30 September		9 months ended 30 September	
	2024 (Unaudited) AED	2023 (Unaudited) AED	**2024 (Unaudited) AED**	2023 (Unaudited) AED
Profit for the period after taxation	**26,902,702**	27,620,264	**55,413,555**	57,483,485
Other comprehensive income:				
Items that will not be reclassified subsequently to profit or loss:				
Change in fair value of equity investments measured at fair value through other comprehensive income, net of tax	**13,066,239**	(2,931,786)	**5,466,657**	501,033
Items that may be reclassified subsequently to profit or loss:				
Change in fair value of sukuk investments measured at fair value through other comprehensive income, net of tax	**2,098,193**	(1,340,514)	**1,738,894**	(1,796,098)
Total other comprehensive income/(loss) for the period, net of tax	**15,164,432**	(4,272,300)	**7,205,551**	(1,295,065)
Total comprehensive income for the period	**42,067,134**	23,347,964	**62,619,106**	56,188,420

The accompanying notes form an integral part of these condensed interim financial information.

Condensed statement of changes in shareholders' equity for the nine-month period ended 30 September 2024

	Share capital AED	Legal reserve AED	General reserve AED	Re-takaful default reserve AED	Investment revaluation reserve AED	Retained earnings AED	Total AED
Balance at 31 December 2023 (audited)	105,000,000	52,500,000	42,500,000	7,627,958	(53,578,630)	295,402,196	449,451,524
Profit for the period	-	-	-	-	-	55,413,555	55,413,555
Other comprehensive Income for the period	-	-	-	-	7,205,551	-	7,205,551
Total comprehensive income for the period	-	-	-	-	7,205,551	55,413,555	62,619,106
Loss on disposal of financial assets classified at FVTOCI	-	-	-	-	3,224,108	(2,891,962)	332,146
Dividends paid during the period	-	-	-	-	-	(31,500,000)	(31,500,000)
Balance at 30 September 2024 (unaudited)	**105,000,000**	**52,500,000**	**42,500,000**	**7,627,958**	**(43,148,971)**	**316,423,789**	**480,902,776**
Balance at 31 December 2022 (audited)	105,000,000	51,819,922	42,500,000	5,387,784	(20,866,807)	229,591,147	413,432,046
Profit for the period	-	-	-	-	-	57,483,485	57,483,485
Other comprehensive Loss for the period	-	-	-	-	(1,295,065)	-	(1,295,065)
Total comprehensive income for the period	-	-	-	-	(1,295,065)	57,483,485	56,188,420
Gain on disposal of financial assets classified at (FVTOCI)	-	-	-	-	(1,678,716)	1,678,716	-
Dividends paid during the period	-	-	-	-	-	(27,000,000)	(27,000,000)
Balance at 30 September 2023 (unaudited)	105,000,000	51,819,922	42,500,000	5,387,784	(23,840,588)	261,753,348	442,620,466

Condensed statement of cash flows for the nine-month period ended 30 September 2024

	9 months ended 30 September	
	2024	2023
	AED	AED
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Net profit for the period before taxation	**60,504,852**	57,483,485
Adjustments for:		
Depreciation of property and equipment	**1,440,198**	1,588,140
Depreciation of right of use assets	**82,215**	-
Investment and other income	**(41,691,174)**	(31,227,555)
Net movement in provision for end of service benefits	**(67,314)**	1,184,964
Allowance for expected credit losses on receivables	**500,000**	457,892
Allowance for expected credit losses on bank deposits	**505,735**	-
Finance cost, net	**3,113,400**	1,417,228
Gain on disposal of investment properties	**(135,000)**	-
Gain on disposal of property and equipment	**(188)**	(76,189)
Operating profit before movements in working capital:	**24,252,724**	30,827,965
Decrease in prepaid and other assets	**13,431,031**	5,135,234
(Increase)/decrease in re-takaful contract assets	**(224,521,737)**	4,154,256
Decrease in takaful contract assets	**708,981**	-
Increase in unit linked investments	**(701,095)**	-
Increase in takaful contract liabilities	**226,892,258**	26,477,466
Increase/(decrease) in re-takaful contract liabilities	**15,057,465**	(912,437)
(Decrease)/increase in accrued expenses and other liabilities	**(5,502,280)**	64,000,397
Directors' remuneration paid	**(6,448,826)**	(1,637,930)
Net cash generated from operating activities	**43,168,521**	128,044,951
INVESTING ACTIVITIES		
Net movement in investments	**(9,450,322)**	(57,489,894)
Purchase of investment property	**-**	(25,040,600)
Purchase of property and equipment	**(569,561)**	(570,093)
Proceeds from sale of property and equipment	**190**	76,191
Sale of investment properties	**11,300,000**	-
Investment and other income received	**41,691,174**	31,227,555
Net movement in term deposits	**69,314,182**	(75,280,364)
Net cash generated from investing activities	**112,285,663**	(127,077,205)
FINANCING ACTIVITY		
Dividends paid	**(31,500,000)**	(27,000,000)
Lease payments	**(1,087,000)**	-
Net cash used in financing activities	**(32,587,000)**	(27,000,000)
Increase/(decrease) in cash and cash equivalents	**122,867,184**	(26,032,254)
Cash and cash equivalents at the beginning of the period	**80,773,151**	109,040,537
Cash and cash equivalents at the end of the period	**203,640,335**	83,008,283

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024

1 Corporate information

Abu Dhabi National Takaful Company PSC (the "Company") is a public shareholding company which was incorporated in Abu Dhabi, United Arab Emirates ("UAE") on 16 November 2003. The Company is registered in accordance with the Federal Decree Law No. (32) of 2021. The Company is subject to the regulations of the U.A.E. Federal Law No. 48 of 2023 on concerning Financial Regulations of Insurance Companies issued by the Central Bank of United Arab Emirates. and is registered in the Insurance Companies Register of the Central Bank of the UAE ("CBUAE") (formerly, the UAE Insurance Authority ("IA")) under registration number 071.

On 2 October 2023, the UAE Federal Decree Law No. 48 of 2023 regarding the regulation of Insurance activities was issued and came into effect on 30 November 2023 (the "New Insurance Law") which repealed the UAE Federal Law No. 6 of 2007. The Companies must within a period not exceeding (6) six months from the date of the enforcement of its provisions from 30 November 2023 ("the transitional period") comply with the provisions of the UAE Federal Decree Law No 48 of 2023. The Company complies with the requirements of the New Insurance Law.

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance ("MoF") released Federal Decree-Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law ("CT Law") to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. As the Company's accounting year ends on 31 December, the first tax period will be the period from 1 January 2024 to 31 December 2024, with the respective tax return to be filed on or before 30 September 2025.

The taxable income of the entities that are in scope for UAE CT purposes will be subject to a 9% CT rate, however a rate of 0% will be applied to taxable income not exceeding AED 375,000 or to certain types of entities, as prescribed by way of a Cabinet Decision.

The Company carries out takaful and retakaful activities of all classes in accordance with the provisions of the UAE Federal Law No. (48) of 2023. The Company is domiciled and operates in the UAE and its registered address is P.O. Box 35335, Abu Dhabi, UAE.

2 Application of new and revised International Financial Reporting Standards ("IFRS Accounting Standards") (IFRS)

2.1 New and revised IFRS adopted in the condensed interim financial information

The following new and revised IFRS Accounting Standards, which became effective for annual periods beginning on or after 1 January 2024, have been adopted in this condensed interim financial information. The application of these revised IFRS, did not have any material impact on the amounts reported for the current and prior periods.

New and revised IFRSs	Effective for annual periods beginning or after
Amendment to IFRS 16 Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to IAS 7 and IFRS 7 Supplier Finance Arrangements	1 January 2024
Amendments to IAS 1 Non-current Liabilities with Covenants	1 January 2024
Amendments to IAS 1 Classification of liabilities as current or non-current	1 January 2024

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

2 Application of new and revised International Financial Reporting Standards ("IFRS Accounting Standards") ("IFRS") (continued)

2.2 New and revised IFRS in issue but not yet effective and not early adopted

New and revised IFRSs	Effective for annual periods beginning or after
IFRS 18 — Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 — Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to IAS 21 Lack of exchangeability Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2025
Amendments to IFRS 10 – Consolidated Financial Statements and IAS 28 – Investments in Associates and Joint Ventures (2011)	Effective date deferred indefinitely. Adoption is still permitted.
Amendments to IAS 1 – Amendments to IFRS Practice Statement 2 Making Materiality Judgements Disclosure of Accounting Policies	Effective date deferred indefinitely. Adoption is still permitted.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Company's financial statements as and when they are applicable and adoption of these new standards, interpretations and amendments, may have no material impact on the financial statements of the Company in the period of initial application.

3 Summary of material accounting policy information

3.1 Basis of preparation

The condensed interim financial information for the nine-month period ended 30 September 2024 has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34").

The condensed interim financial information does not contain all information and disclosures required in the annual financial statements prepared in accordance with the International Financial Reporting Standards and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2023. In addition, results for the nine-month period ended 30 September 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

The condensed interim financial information are presented in UAE Dirhams (AED) being the functional and presentation currency of the Company.

The condensed interim financial information has been prepared on the historical cost convention as modified for re-measurement of investment securities and investment properties at fair value.

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

3 Summary of material accounting policy information (continued)

3.2 Material accounting policy information

The accounting policies, including those pertaining to financial assets, property and equipment and investment properties, applied by the Company in the preparation of the condensed interim financial information are consistent with those applied by the Company in the annual financial statements for the year ended 31 December 2023 except for accounting for leases as mentioned below:

Leases

The Company as lessee

The Company assesses whether contract is or contains a lease, at inception of the contract. The Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Company uses its incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:

- fixed lease payments (including in-substance fixed payments), less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease

The lease liability is presented as a separate line item in the statement of financial position.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using effective interest method) and by reducing the carrying amount to reflect the lease payments made.

The Company remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

- the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.
- the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using the initial discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revise discount rate is used).

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

3 Summary of material accounting policy information (continued)

3.2 Material accounting policy information (continued)

- a lease contract is modified and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

The Company did not make any such adjustments during the periods presented.

The right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use of asset reflects that the Company expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.
The right-of-use of assets are presented as a separate line in the statement of financial position.

The Company applies IAS36 to determine whether a right-of-use asset is impaired and accounts for an identified impairment loss as described in the 'Property, plant and equipment' policy.
Variable rents that do not depend on an index or rate are not included in the measurement of the lease liability and the right-of-use asset. The related payments are recognised as an expense in the period in which the event or condition that triggers those payments occurs and are included in the line 'Other expenses' in the statement of profit or loss.

The Company as lessor

Leases for which the Company is a lessor are classified as finance or operating leases. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

When the Company is an intermediate lessor, it accounts for the head lease and the sublease as two separate contracts. The sublease is classified as a finance or operating lease by reference to the right-of-use asset arising from the head lease.

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

Amounts due from lessees under finance leases are recognised as receivables at the amount of the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Company's net investment outstanding in respect of the leases.

When a contract includes lease and non-lease components, the Company applies IFRS 15 to allocate consideration under the contract to each component.

4 Critical accounting judgments and key sources of estimation uncertainty

The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2023.

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

5 Cash and cash equivalents

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Takaful operations assets		
Cash and bank balances	**37,937,487**	27,728,110
Term deposits	**550,852,637**	461,359,871
Expected credit loss on term deposit	**(505,735)**	-
	588,284,389	489,087,981
Less: term deposits with original maturity of more than three months	**(404,052,932)**	(435,359,871)
Add: expected credit loss on term deposits	**505,735**	-
Cash and cash equivalents	**184,737,192**	53,728,110
Shareholders' assets		
Cash and bank balances	**18,903,143**	8,045,041
Term deposits	**2,310,000**	59,317,243
	21,213,143	67,362,284
Less: term deposits with original maturity of more than three months	**(2,310,000)**	(40,317,243)
Cash and cash equivalents	**18,903,143**	27,045,041
Takaful operations assets	**184,737,192**	53,728,110
Shareholders' assets	**18,903,143**	27,045,041
Cash and cash equivalents	**203,640,335**	80,773,151

The movement of expected credit loss is as follows:

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Opening balance	**-**	-
Expected credit loss booked during the period/year	**505,735**	-
Closing balance	**505,735**	-

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

5 Cash and cash equivalents (continued)

Term deposits represent deposits held with Islamic financial institutions in the UAE, are denominated in UAE dirhams and carry profit at the prevailing market rates ranging from 4.1% to 7% per annum (31 December 2023: 4.1% to 7% per annum).

6 Statutory deposit

In accordance with the requirements of the Federal Law No. (48) of 2023, the Company maintains a bank deposit of AED 10,000,000 which cannot be utilised without the consent of the UAE Central Bank. The statutory deposit is held with a commercial bank in the UAE, a related party (note 8).

7 Financial assets

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Financial assets measured at fair value through other comprehensive income	**360,080,012**	352,579,538
Financial assets measured at amortised cost	**10,283,000**	10,283,000
	370,363,012	362,862,538

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

7 Financial assets (continued)

(a) Financial assets measured at fair value through other comprehensive income

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Shareholders' assets		
Quoted securities		
- *Equity securities*	**76,032,958**	87,013,507
- *Sukuks*	**94,943,362**	86,260,040
Expected credit losses on Sukuk	**(508,515)**	(508,515)
Total quoted securities for shareholders' assets	**170,467,805**	172,765,032
Unquoted securities		
- *Unlisted equities*	**189,612,207**	179,814,506
Total unquoted securities for shareholders' assets	**189,612,207**	179,814,506
Total quoted and unquoted securities for shareholders assets	**360,080,012**	352,579,538

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Quoted securities	**170,467,805**	172,765,032
Unquoted securities	**189,612,207**	179,814,506
	360,080,012	352,579,538

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

7 Financial assets (continued)

(a) Financial assets measured at fair value through other comprehensive income (continued)

The movement of investment is as follows

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Opening balance	**352,579,539**	315,880,256
Net (disposal)/purchase during the period	**(3,641,821)**	69,411,105
Realized loss during the period	**3,224,108**	2,818,865
Unrealized gain/(loss) during the period	**7,918,186**	(35,530,687)
Closing balance	**360,080,012**	352,579,539

The geographical concentration of investments is as follows:

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Within UAE	**159,792,070**	164,891,912
Outside UAE	**200,287,942**	187,687,626
	360,080,012	352,579,538

Investments include AED 76 million (2023: AED 197.4 million) registered in the name of custodians who are holding these investments on behalf of the Company through investment agreements.

Unquoted equity securities are valued primarily based on net assets of the investees unless recent transactions provide evidence of the current fair value. The Company classified these as level 3 investments.

Notes to the condensed financial statements
for the nine-month period ended 30 September 2024 (continued)

7 Financial assets (continued)

(b) Financial assets measured at amortized cost

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Shareholders' assets		
Unquoted securities		
- *Murabaha placement*	**10,283,000**	10,283,000
Total securities for shareholders assets	**10,283,000**	10,283,000

The geographical concentration of investments is as follows:

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Within UAE	**-**	-
Outside UAE	**10,283,000**	10,283,000
Total investments	**10,283,000**	10,283,000

8 Related parties

Related parties comprise the shareholders, Directors and key management personnel of the Company and those entities in which they have a significant interest and the ability to control or exercise significant influence in financial and operational decisions. Details of significant transactions with related parties in the normal course of business are as follows:

	Shareholders AED	Directors and their related parties AED	Key management personnel AED	Total AED
Balances as at 30 September 2024 (unaudited)				
Statutory deposit (note 6)	**10,000,000**	**-**	**-**	**10,000,000**
Due from related parties	**3,088,802**	**2,276,924**	**-**	**5,365,726**
Due to a related party	**165,891**	**-**	**-**	**165,891**
Investment in Sukuk	**4,648,239**	**-**	**-**	**4,648,239**

Notes to the condensed financial statements
for the nine-month period ended 30 September 2024 (continued)

8 Related parties (continued)

	Shareholders AED	Directors and their related parties AED	Key management personnel AED	Total AED
Transactions for the nine-month period ended 30 September 2024 (unaudited)				
Gross contributions written	**109,183,089**	**28,463,564**	**-**	**137,646,653**
Takaful expenses	**5,714,175**	**-**	**-**	**5,714,175**
Profit on term deposits	**1,539,461**	**-**	**-**	**1,539,461**
Profit on sukuk	**238,099**	**-**	**-**	**238,099**
Short-term benefits	**-**	**-**	**6,068,584**	**6,068,584**
Long-term benefits	**-**	**-**	**129,873**	**129,873**
Board of Directors' remuneration paid	**-**	**6,448,826**	**-**	**6,448,826**

	Shareholders AED	Directors and their related parties AED	Key management personnel AED	Total AED
Transactions for the three-month period ended 30 September 2024 (unaudited)				
Gross contributions written	**82,698,111**	**2,021,365**	**-**	**84,719,476**
Takaful expenses	**2,488,367**	**-**	**-**	**2,488,367**
Profit on term deposits	**641,037**	**-**	**-**	**641,037**
Profit on sukuk	**80,971**	**-**	**-**	**80,971**
Short-term benefits	**-**	**-**	**1,857,161**	**1,857,161**
Long-term benefits	**-**	**-**	**18,770**	**18,770**

	Shareholders AED	Directors and their related parties AED	Key management personnel AED	Total AED
Balances as at 31 December 2023 (audited)				
Statutory deposit (note 6)	10,000,000	-	-	10,000,000
Investment in sukuk	4,795,845	-	-	4,795,845
Due from related parties	26,794	784,088	-	810,882
Due to a related party	963,496	-	-	963,496

Notes to the condensed financial statements
for the nine-month period ended 30 September 2024 (continued)

8 Related parties (continued)

	Shareholders AED	Directors and their related parties AED	Key management personnel AED	Total AED
Transactions for the nine-month period ended 30 September 2023 (unaudited)				
Gross contributions written	98,750,123	21,798,714	-	120,548,837
Takaful expenses	4,746,865	-	-	4,746,865
Profit on term deposits	961,233	-	-	961,233
Profit on sukuk	65,652	-	-	65,652
Short-term benefits	-	-	3,777,923	3,777,923
Long-term benefits	-	-	167,576	167,576
Board of Directors' remuneration paid	-	1,637,930	-	1,637,930

	Shareholders AED	Directors and their related parties AED	Key management personnel AED	Total AED
Transactions for the three-month period ended 30 September 2023 (unaudited)				
Gross contributions written	67,674,482	1,261,739	-	68,936,221
Takaful expenses	1,835,997	-	-	1,835,997
Profit on term deposits	706,966	-	-	706,966
Profit on sukuk	65,652	-	-	65,652
Short-term benefits	-	-	1,364,492	1,364,492
Long-term benefits	-	-	56,473	56,473

The remuneration of key management personnel is based on the remuneration agreed in their employment contracts as approved by the Board of Directors.

At the Annual General Meeting held on April 16, 2024, the Shareholders approved the Directors' remuneration of AED 6,448,826 for the year 2023. For the year 2022, the Directors' remuneration of AED 1,637,930 was approved by the Shareholders at the Annual General Meeting held on April 11, 2023.

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

9 Investment properties

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
At 1 January	**53,535,000**	17,850,000
Addition during the period/year	**-**	25,040,600
Disposal during the period/year	**(11,165,000)**	-
Change in fair value	-	10,644,400
	42,370,000	53,535,000

Investment properties are stated at fair value which represents the amount at which the assets could be exchanged between a knowledgeable, willing buyer and a knowledgeable, willing seller in an arm's length transaction at the date of valuation. Management estimates that there has been no change in the fair value of investment properties. Investment properties are classified as Level 3 in the fair value hierarchy as at 30 September 2024 (31 December 2023: Level 3).

10 Investment in commodities

The Company has invested in gold and silver which has been classified as investments at fair value through profit and loss. The commodity market value is determined from the commodities market which is a secondary market and accordingly it has been classified under level 2 investment. There were no transfers between Level 1 and 3 or to Level 2 during current period. As of 30 September 2024, the Company holds physical gold bullions having market value of AED 25.5 million (31 December 2023: AED 15.3 million) and silver bullions having market value of AED 0.3 million (31 December 2023: AED 0.3 million).

11 Dividends

For the year ended 31 December 2023, cash dividend of AED 31,500,000 at a rate of AED 0.3 per share was approved by shareholders on 16 April 2024 and paid in April 2024.

For the year ended 31 December 2022, cash dividend of AED 27,000,000 at a rate of AED 0.2571 per share was approved by shareholders on 11 April 2023 and paid in April 2023.

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

12 Takaful contract assets and liabilities

Reconciliation of the liability for remaining coverage and the liability for incurred claims for takaful contracts

	LRC			LIC for contracts under PAA		
	Excluding loss components AED	Loss Components AED	LIC for contracts not measured under PAA AED	Present value of future cash flows AED	Risk adjustment for non-fin-risk AED	Total AED
Opening takaful contract assets	(3,638,846)	-	-	2,271,137	158,728	(1,208,981)
Opening takaful contract liabilities	329,973,926	15,970,064	31,612,781	230,769,198	10,487,868	618,813,837
Net balance at 1 January 2024 (audited)	**326,335,080**	**15,970,064**	**31,612,781**	**233,040,335**	**10,646,596**	**617,604,856**
Takaful revenue	**(563,607,544)**	**-**	**-**	**-**	**-**	**(563,607,544)**
Takaful service expenses						
Incurred benefits and expenses	-	-	18,260,923	457,969,433	8,687,040	484,917,396
Changes that relate to past service - adjustments to LIC	-	-	(11,040,195)	(8,646,639)	(9,685,158)	(29,371,992)
Losses on onerous contracts and reversal of those losses	-	(10,918,062)	-	-	-	(10,918,062)
Amortisation of takaful acquisition cash flows	153,026,742	-	-	-	-	153,026,742
Takaful service expenses	**153,026,742**	**(10,918,062)**	**7,220,728**	**449,322,794**	**(998,118)**	**597,654,084**
Takaful finance expenses through profit and loss	6,242,044	65,609	911,529	7,516,672	-	14,735,854
Net foreign exchange income or expense	21	(32)	(20)	-	-	(31)
Investment components	(630,603)	-	630,603	-	-	-
Total changes in statement of profit and loss	**(404,969,340)**	**(10,852,485)**	**8,762,840**	**456,839,466**	**(998,118)**	**48,782,363**
Cash flows						
Contributions received	634,536,945	-	-	-	-	634,536,945
Claims paid	-	-	(6,935,275)	(265,472,626)	-	(272,407,901)
Directly attributable expenses paid	-	-	(1,506,586)	-	-	(1,506,586)
Acquisition cost paid	(166,567,759)	-	-		-	(166,567,759)
Total cash flow	**467,969,186**	**-**	**(8,441,861)**	**(265,472,626)**	**-**	**194,054,699**
Net balance at 30 September 2024	**389,334,926**	**5,117,579**	**31,933,760**	**424,407,175**	**9,648,478**	**860,441,918**
Closing takaful contract assets	-	-	-	-	-	-
Closing takaful contract liabilities	389,334,926	5,117,579	31,933,760	424,407,175	9,648,478	860,441,918
Net closing balance 30 September 2024 (unaudited)	**389,334,926**	**5,117,579**	**31,933,760**	**424,407,175**	**9,648,478**	**860,441,918**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

12 Takaful contract assets and liabilities (continued)

Reconciliation of the liability for remaining coverage and the liability for incurred claims for takaful contracts (continued)

	LRC		LIC for contracts under PAA			
	Excluding loss Components AED	Loss Components AED	LIC for contracts not measured under PAA AED	Present value of future cash flows AED	Risk adjustment for non-financial risk AED	Total AED
Opening takaful contract assets	-	-	-	-	-	-
Opening takaful contract liabilities	288,012,562	20,679,495	32,694,778	142,506,272	5,204,323	489,097,430
Net balance at 1 January 2023 (audited)	**288,012,562**	**20,679,495**	**32,694,778**	**142,506,272**	**5,204,323**	**489,097,430**
Takaful revenue	**(672,453,727)**	**-**	**-**	**-**	**-**	**(672,453,727)**
Takaful service expenses						
Incurred benefits and expenses	-	-	20,042,837	343,191,363	9,339,598	372,573,798
Changes that relate to past service - adjustments to LIC	-	-	(11,826,994)	(19,632,113)	(3,897,325)	(35,356,432)
Losses on onerous contracts and reversal of those losses	-	(4,715,093)	-	-	-	(4,715,093)
Amortisation of takaful acquisition cash flows	168,977,978	-	-	-	-	168,977,978
Takaful service expenses	**168,977,978**	**(4,715,093)**	**8,215,843**	**323,559,250**	**5,442,273**	**501,480,251**
Takaful finance expenses through profit and loss	11,137,313	5,664	1,032,785	4,782,280	-	16,958,042
Net foreign exchange income or expense	(1)	(2)	(9)	-	-	(12)
Total changes in statement of profit and loss	**(492,338,437)**	**(4,709,431)**	**9,248,619**	**328,341,530**	**5,442,273**	**(154,015,446)**
Cash flows						
Contributions received	746,433,473	-	-	-	-	746,433,473
Claims paid	-	-	(9,719,302)	(237,807,467)	-	(247,526,769)
Directly attributable expenses paid	-	-	(611,314)	-	-	(611,314)
Takaful acquisition cash flows	(215,772,518)	-	-	-	-	(215,772,518)
Total cash flow	**530,660,955**	**-**	**(10,330,616)**	**(237,807,467)**	**-**	**282,522,872**
Net balance at 31 December 2023	**326,335,080**	**15,970,064**	**31,612,781**	**233,040,335**	**10,646,596**	**617,604,856**
Closing takaful contract assets	(3,638,846)	-	-	2,271,137	158,728	(1,208,981)
Closing takaful contract liabilities	329,973,926	15,970,064	31,612,781	230,769,198	10,487,868	618,813,837
Net closing balance 31 December 2023 (audited)	**326,335,080**	**15,970,064**	**31,612,781**	**233,040,335**	**10,646,596**	**617,604,856**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

12 Takaful contract assets and liabilities (continued)

Reconciliation of measurement component of takaful contract balances not measured under the PAA

	Present value of future cash flows AED	Risk adjustment for non-fin-risk AED	CSM AED	Total AED
Opening takaful contract assets	-	-	-	-
Opening takaful contract liabilities	154,773,837	7,871,468	24,554,650	187,199,955
Net balance at 1 January 2024 (audited)	**154,773,837**	**7,871,468**	**24,554,650**	**187,199,955**
Changes related to current services				
CSM recognized in profit and loss	-	-	(2,763,643)	(2,763,643)
Risk adjustment recognized in profit and loss	-	(378,182)	-	(378,182)
Experience adjustments	5,131,503	177,351	-	5,308,854
	5,131,503	**(200,831)**	**(2,763,643)**	**2,167,029**
Changes related to future services				
Contracts initially recognized in the period	(2,728,202)	213,909	4,109,767	1,595,474
Changes in estimates that adjust CSM	1,051,148	(258,903)	(792,245)	-
Changes in estimates that result in onerous contracts or reversal of losses	1,365,977	(139,077)	-	1,226,900
	(311,077)	**(184,071)**	**3,317,522**	**2,822,374**
Changes that relate to past service				
Changes that relate to past service - adjustments to LIC	**(10,870,425)**	**(169,772)**	**-**	**(11,040,197)**
Takaful Service result	**(6,049,999)**	**(554,674)**	**553,879**	**(6,050,794)**
Takaful finance expenses through profit and loss	6,449,357	-	769,826	7,219,183
Net foreign exchange income or expense	(39)	-	8	(31)
Total changes in statement of profit and loss	**399,319**	**(554,674)**	**1,323,713**	**1,168,358**
Cash flows				
Contribution reversal	(2,243,126)	-	-	(2,243,126)
Claims paid	(6,935,275)	-	-	(6,935,275)
Directly attributable expenses paid	(1,506,581)	-	-	(1,506,581)
Acquisition cost paid	(2,035,223)	-	-	(2,035,223)
Total cash flow	**(12,720,205)**	**-**	**-**	**(12,720,205)**
Net balance at 30 September 2024	**142,452,951**	**7,316,794**	**25,878,363**	**175,648,108**
Closing takaful contract assets	**-**	**-**	**-**	**-**
Closing takaful contract liabilities	**142,452,951**	**7,316,794**	**25,878,363**	**175,648,108**
Net closing balance 30 September 2024 (unaudited)	**142,452,951**	**7,316,794**	**25,878,363**	**175,648,108**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

12 Takaful contract assets and liabilities (continued)

Reconciliation of measurement component of takaful contract balances not measured under the PAA (continued)

	Present value of future cash flows AED	Risk adjustment for non-financial risk AED	CSM AED	Total AED
Opening takaful contract assets	-	-	-	-
Opening takaful contract liabilities	174,102,928	9,371,704	30,896,030	214,370,662
Net balance at 1 January 2023 (audited)	**174,102,928**	**9,371,704**	**30,896,030**	**214,370,662**
Changes related to current services				
CSM recognized for service provided	-	-	(9,960,292)	(9,960,292)
Risk adjustment recognized for the risk expired	-	(1,176,378)	-	(1,176,378)
Experience adjustments	4,520,544	63,276	-	4,583,820
	4,520,544	**(1,113,102)**	**(9,960,292)**	**(6,552,850)**
Changes related to future services				
Contracts initially recognized in the period	(5,213,958)	312,050	4,973,453	71,545
Changes in estimates that adjust CSM	3,041,002	(434,971)	(2,606,031)	-
Changes in estimates that result in onerous contracts or reversal of losses	435,981	(142,072)	-	293,909
	(1,736,975)	**(264,993)**	**2,367,422**	**365,454**
Changes that relate to past service				
Changes that relate to past service - adjustments to LIC	**(11,704,854)**	**(122,140)**	**-**	**(11,826,994)**
Takaful Service result	**(8,921,285)**	**(1,500,235)**	**(7,592,870)**	**(18,014,390)**
Takaful finance expenses through profit and loss	10,924,257	-	1,251,502	12,175,759
Net foreign exchange income or expense	2	(1)	(12)	(11)
Total changes in statement of profit and loss	**2,002,974**	**(1,500,236)**	**(6,341,380)**	**(5,838,642)**
Cash flows				
Contribution reversal	(7,877,555)	-	-	(7,877,555)
Claims paid	(9,719,284)	-	-	(9,719,284)
Directly attributable expenses paid	(611,314)	-	-	(611,314)
Takaful acquisition cash flows	(3,123,912)	-	-	(3,123,912)
Total cash flow	**(21,332,065)**	**-**	**-**	**(21,332,065)**
Net balance at 31 December 2023	**154,773,837**	**7,871,468**	**24,554,650**	**187,199,955**
Closing takaful contract assets	**-**	**-**	**-**	**-**
Closing takaful contract liabilities	**154,773,837**	**7,871,468**	**24,554,650**	**187,199,955**
Net closing balance 31 December 2023 (audited)	**154,773,837**	**7,871,468**	**24,554,650**	**187,199,955**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

13 Re-takaful contracts assets and liabilities

Reconciliation of changes in re-takaful contracts held by remaining coverage and incurred claims

				Incurred claims for contract under PAA		
	Remaining coverage excluding loss-recovery component AED	Remaining coverage loss-recovery component AED	Incurred claims for contracts not measured under PAA AED	Present value of future cash flows AED	Risk adjustment for non-financial risk AED	Total AED
Opening re-takaful contract assets	**21,357,697**	**5,969,851**	**30,284,182**	**121,880,032**	**6,090,455**	**185,582,217**
Opening re-takaful contract liabilities	**(56,075,412)**	**-**	**-**	**33,822,656**	**1,656,213**	**(20,596,543)**
Net balance at 1 January 2024 (audited)	**(34,717,715)**	**5,969,851**	**30,284,182**	**155,702,688**	**7,746,668**	**164,985,674**
Net income or expense from re-takaful contracts held						
Allocation of re-takaful contribution	(319,122,402)	-	-	-	-	(319,122,402)
Amounts recoverable for claims and other expenses	-	-	16,025,653	342,830,679	6,317,995	365,174,327
Changes that relate to past service – adjustments to AIC	-	-	(10,719,186)	(10,867,997)	(6,635,756)	(28,222,939)
Changes in loss recovery component	-	(5,076,255)	-	-	-	(5,076,255)
Effect of changes in the risk of reinsurers non-performance	(582,973)	-	(461)	(346,716)	-	(930,150)
Net (expense)/income from re-takaful contracts held	**(319,705,375)**	**(5,076,255)**	**5,306,006**	**331,615,966**	**(317,761)**	**11,822,581**
Re-takaful finance income through profit and loss	5,397,984	-	875,574	5,360,317	-	11,633,875
Net foreign exchange income or expense	8	-	(10)	-	-	(2)
Total changes in statement of profit and loss	**(314,307,383)**	**(5,076,255)**	**6,181,570**	**336,976,283**	**(317,761)**	**23,456,454**
Cash flows						
Contributions paid to re-takaful	378,866,655	-	-	-	-	378,866,655
Recoveries from re-takaful	-	-	(5,928,319)	(175,296,645)	-	(181,224,964)
Total cash flows	**378,866,655**	**-**	**(5,928,319)**	**(175,296,645)**	**-**	**197,641,691**
Net balance at 30 September 2024	**29,841,557**	**893,596**	**30,537,433**	**317,382,326**	**7,428,907**	**386,083,819**
Closing re-takaful contract assets	92,909,019	893,596	30,536,086	291,434,905	5,964,221	421,737,827
Closing re-takaful contract liabilities	(63,067,462)	-	1,347	25,947,421	1,464,686	(35,654,008)
Net closing balance 30 September 2024 (unaudited)	**29,841,557**	**893,596**	**30,537,433**	**317,382,326**	**7,428,907**	**386,083,819**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

13 Re-takaful contracts assets and liabilities (continued)

Reconciliation of changes in re-takaful contracts held by remaining coverage and incurred claims (continued)

				Incurred claims for contract under PAA		
	Remaining coverage excluding loss-recovery component AED	Remaining coverage loss-recovery component AED	Incurred claims for contracts not measured under PAA AED	Present value of future cash flows AED	Risk adjustment for non-financial risk AED	Total AED
Opening re-takaful contract assets	**42,557,918**	**4,412,863**	**31,295,709**	**52,790,269**	**3,653,656**	**134,710,415**
Opening re-takaful contract liabilities	**(79,167,789)**	**-**	**-**	**42,990,510**	**382,799**	**(35,794,480)**
Net balance at 1 January 2023 (audited)	**(36,609,871)**	**4,412,863**	**31,295,709**	**95,780,779**	**4,036,455**	**98,915,935**
Net income or expense from re-takaful contracts held						
Allocation of re-takaful contribution	(379,234,065)	-	-	-	-	(379,234,065)
Amounts recoverable for claims and other expenses	-	-	18,811,720	96,877,028	4,465,791	120,154,539
Changes that relate to past service – adjustments to AIC	-	-	(11,329,578)	105,614,527	(755,578)	93,529,371
Changes in loss recovery component	-	1,556,988	-	-	-	1,556,988
Effect of changes in the risk of reinsurers non-performance	-	-	(7,331)	(459,673)	-	(467,004)
Net (expense)/income from re-takaful contracts held	**(379,234,065)**	**1,556,988**	**7,474,811**	**202,031,882**	**3,710,213**	**(164,460,171)**
Re-takaful finance income through profit and loss	9,006,911	-	988,962	3,534,115	-	13,529,988
Net foreign exchange income or expense	(2)	-	(8)	-	-	(10)
Total changes in statement of profit and loss	**(370,227,156)**	**1,556,988**	**8,463,765**	**205,565,997**	**3,710,213**	**(150,930,193)**
Cash flows						
Contributions paid to re-takaful	372,119,312	-	-	-	-	372,119,312
Recoveries from re-takaful	-	-	(9,475,292)	(145,644,088)	-	(155,119,380)
Total cash flows	**372,119,312**	**-**	**(9,475,292)**	**(145,644,088)**	**-**	**216,999,932**
Net balance at 31 December 2023	**(34,717,715)**	**5,969,851**	**30,284,182**	**155,702,688**	**7,746,668**	**164,985,674**
Closing re-takaful contract assets	21,357,697	5,969,851	30,284,182	121,880,032	6,090,455	185,582,217
Closing re-takaful contract liabilities	(56,075,412)	-	-	33,822,656	1,656,213	(20,596,543)
Net closing balance 31 December 2023 (audited)	**(34,717,715)**	**5,969,851**	**30,284,182**	**155,702,688**	**7,746,668**	**164,985,674**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

13 Re-takaful contracts assets and liabilities (continued)

Reconciliation of measurement component of re-takaful contract balances not measured under the PAA

	Present value of future cash flows AED	Risk adjustment for non-financial risk AED	CSM AED	Total AED
Opening re-takaful contract assets	**(8,258,583)**	**5,969,015**	**22,576,597**	**20,287,029**
Opening re-takaful contract liabilities	-	-	-	-
Net balance at 1 January 2024 (audited)	**(8,258,583)**	**5,969,015**	**22,576,597**	**20,287,029**
Changes related to current services				
CSM recognized for services received	-	-	(568,791)	(568,791)
Risk adjustment recognized for the risk expired	-	(39,635)	-	(39,635)
Experience adjustments	5,434,981	160,536	-	5,595,517
	5,434,981	**120,901**	**(568,791)**	**4,987,091**
Changes related to future services				
Contracts initially recognized in the period	(2,520,895)	219,631	2,301,264	-
Changes in estimates that adjust CSM	(1,078,811)	(727,313)	1,806,124	-
	(3,599,706)	**(507,682)**	**4,107,388**	**-**
Changes that relate to past service				
Changes that relate to past service - adjustments to AIC	(10,560,047)	(159,138)	-	(10,719,185)
Effect of changes in the risk of reinsurers non-performance	(583,434)	-	-	(583,434)
Takaful Service result	**(9,308,206)**	**(545,919)**	**3,538,597**	**(6,315,528)**
Takaful finance income through profit and loss	5,728,828	-	544,731	6,273,559
Net foreign exchange income or expense	(6)	(1)	5	(2)
Total changes in statement of profit and loss	**(3,579,384)**	**(545,920)**	**4,083,333**	**(41,971)**
Cash flows				
Contributions paid to re-takaful	13,023,499	-	-	13,023,499
Recoveries from re-takaful	(5,928,322)	-	-	(5,928,322)
Total cash flows	**7,095,177**	**-**	**-**	**7,095,177**
Net closing balance 30 September 2024	**(4,742,790)**	**5,423,095**	**26,659,930**	**27,340,235**
Closing re-takaful contract assets	(4,694,717)	5,421,242	26,621,678	27,348,203
Closing re-takaful contract liabilities	(48,073)	1,853	38,252	(7,968)
Net closing balance 30 September 2024 (unaudited)	**(4,742,790)**	**5,423,095**	**26,659,930**	**27,340,235**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

13 Re-takaful contracts assets and liabilities (continued)

Reconciliation of measurement component of re-takaful contract balances not measured under the PAA (continued)

	Present value of future cash flows AED	Risk adjustment for non-financial risk AED	CSM AED	Total AED
Opening re-takaful contract assets	**(10,501,930)**	**6,949,320**	**17,304,271**	**13,751,661**
Opening re-takaful contract liabilities	**-**	**-**	**-**	**-**
Net balance at 1 January 2023 (audited)	**(10,501,930)**	**6,949,320**	**17,304,271**	**13,751,661**
Changes related to current services				
CSM recognized for services received	-	-	(4,288,097)	(4,288,097)
Risk adjustment recognized for the risk expired	-	(667,029)	-	(667,029)
Experience adjustments	6,002,060	56,312	-	6,058,372
	6,002,060	**(610,717)**	**(4,288,097)**	**1,103,246**
Changes related to future services				
Contracts initially recognized in the period	(4,111,597)	431,232	3,680,365	-
Changes in estimates that adjust CSM	(4,620,650)	(690,285)	5,310,935	-
	(8,732,247)	**(259,053)**	**8,991,300**	**-**
Changes that relate to past service				
Changes that relate to past service - adjustments to AIC	(11,219,044)	(110,534)	-	(11,329,578)
Effect of changes in the risk of reinsurers non-performance	(7,331)	-	-	(7,331)
Takaful Service result	**(13,956,562)**	**(980,304)**	**4,703,203**	**(10,233,663)**
Takaful finance income through profit and loss	9,426,758	-	569,118	9,995,876
Net foreign exchange income or expense	(14)	(1)	5	(10)
Total changes in statement of profit and loss	**(4,529,818)**	**(980,305)**	**5,272,326**	**(237,797)**
Cash flows				
Contributions paid to re-takaful	16,248,458	-	-	16,248,458
Recoveries from re-takaful	(9,475,293)	-	-	(9,475,293)
Total cash flows	**6,773,165**	**-**	**-**	**6,773,165**
Net closing balance 31 December 2023	**(8,258,583)**	**5,969,015**	**22,576,597**	**20,287,029**
Closing re-takaful contract assets	(8,258,583)	5,969,015	22,576,597	20,287,029
Closing re-takaful contract liabilities	-	-	-	-
Net closing balance 31 December 2023 (audited)	**(8,258,583)**	**5,969,015**	**22,576,597**	**20,287,029**

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

14 Movement in policyholders' funds and distribution payable to life Policyholders

	Surplus/(deficit) of family policyholders' funds AED	Surplus/(deficit) of general policyholders takaful funds AED	Loan from shareholders AED	Investment revaluation reserve AED	Total AED
At 1 January 2024 (audited)	**(16,769,788)**	**(1,220,609)**	**17,990,397**	**-**	**-**
Surplus/(deficit) in the reporting period	**6,747,339**	**(26,319,001)**	**-**	**-**	**(19,571,662)**
Loan (Qard Hasan) taken from shareholders	**-**	**-**	**19,571,662**	**-**	**19,571,662**
At 30 September 2024 (unaudited)	**(10,022,449)**	**(27,539,610)**	**37,562,059**	**-**	**-**
At 1 January 2023 (audited)	(26,997,664)	(3,329,190)	30,326,854	-	-
Surplus in the reporting year	10,227,876	2,108,581	-	-	12,336,457
Loan (Qard Hasan) paid back to shareholders	-	-	(12,336,457)	-	(12,336,457)
At 31 December 2023 (audited)	(16,769,788)	(1,220,609)	17,990,397	-	-

15 Mudareb share and wakalah fees

The shareholders manage the policyholders' investment fund and charge 35% (30 September 2023: 35%) of investment income earned by policyholders' investment fund as mudareb share.

The shareholders manage the takaful operations for the policyholders and charge 25.29% (30 September 2023: 27.64%) of gross takaful contributions as wakalah fees.

16 Basic and diluted earnings per share

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of shares outstanding during the period as follows:

	3 months ended 30 September		9 months ended 30 September	
	2024 (unaudited)	2023 (unaudited)	**2024 (unaudited)**	2023 (unaudited)
Profit for the period (AED)	**26,902,702**	27,620,264	**55,413,555**	57,483,485
Weighted average number of shares outstanding at 1 January	**105,000,000**	105,000,000	**105,000,000**	105,000,000
Weighted average number of shares at	**105,000,000**	105,000,000	**105,000,000**	105,000,000
Basic and diluted earnings per share (AED)	**0.26**	0.26	**0.53**	0.55

The Company has not issued any instruments which would have a dilutive impact on earnings per share when converted or exercised.

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

17 Takaful revenue

The following table presents an analysis of takaful revenue recognised in the period:

	3 months ended 30 September		9 months ended 30 September	
	2024	2023	**2024**	2023
	AED	AED	**AED**	AED
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Amounts relating to changes in LFRC				
Expected benefits incurred	**3,941,444**	4,132,051	**10,883,791**	11,290,214
Expected expenses incurred	**885,652**	-	**1,384,576**	-
Change in the risk adjustment	**76,568**	220,865	**371,724**	716,335
CSM recognized	**608,837**	3,897,715	**2,763,643**	9,037,284
Recovery of acquisition cash flows	**95,718**	752,030	**701,971**	1,535,718
Contracts not measured under PAA	**5,608,219**	9,002,661	**16,105,705**	22,579,551
Contracts measured under PAA	**191,538,727**	182,663,086	**547,501,839**	457,648,416
Total takaful revenue	**197,146,946**	191,665,747	**563,607,544**	480,227,967

18 Segment information

For operating purposes, the Company is organised into two main business segments:

- Underwriting of takaful business incorporating all classes of takaful including fire, marine, motor, general accident, engineering, medical and family takaful. This business is conducted fully within the UAE.
- Investments incorporating investments in UAE marketable equity securities, short-term investments with banks and other securities.

Information regarding the Company's reportable segments is presented below:

Segment revenue and results

	Nine months ended 30 September 2024 (unaudited)			Nine months ended 30 September 2023 (unaudited)		
	Underwriting	**Investments**	**Total**	Underwriting	Investments	Total
	AED	**AED**	**AED**	AED	AED	AED
Direct revenues	**563,607,544**	**41,691,362**	**605,298,906**	480,227,967	31,164,398	511,392,365
Direct costs	**(431,273,903)**	-	**(431,273,903)**	(358,504,837)	-	(358,504,837)
Finance cost, net	**(3,113,400)**	-	**(3,113,400)**	(1,417,228)	-	(1,417,228)
Other (expenses)/income, net	**(5,249,453)**	-	**(5,249,453)**	(4,410,099)	139,346	(4,270,753)
Takaful expenses	**(54,472,767)**	-	**(54,472,767)**	(45,680,888)	-	(45,680,888)
Segment results	**69,498,021**	**41,691,362**	**111,189,383**	70,214,915	31,303,744	101,518,659
Unallocated costs			**(55,775,828)**			(44,035,174)
Profit for the period			**55,413,555**			57,483,485

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

18 Segment information (continued)

Segment revenue and results (continued)

	Three months ended 30 September 2024 (unaudited)			Three months ended 30 September 2023 (unaudited)		
	Underwriting AED	**Investments AED**	**Total AED**	Underwriting AED	Investments AED	Total AED
Direct revenues	**197,146,946**	**15,050,222**	**212,197,168**	191,665,747	10,316,352	201,982,099
Direct costs	**(143,470,376)**	-	**(143,470,376)**	(136,952,173)	-	(136,952,173)
Finance cost, net	**(1,472,249)**	-	**(1,472,249)**	(1,874,003)	-	(1,874,003)
Other expenses, net	**(2,101,599)**	-	**(2,101,599)**	(4,282,348)	-	(4,282,348)
Takaful expenses	**(18,685,845)**	-	**(18,685,845)**	(17,234,767)	-	(17,234,767)
Segment results	**31,416,877**	**15,050,222**	**46,467,099**	31,322,456	10,316,352	41,638,808
Unallocated costs			**(19,564,397)**			(14,018,544)
Profit for the period			**26,902,702**			27,620,264

Revenue reported above represents revenue generated from external customers and third parties. There were no inter-segment revenues in the period (30 September 2023: AED nil).

Segment assets and liabilities

	As at 30 September 2024 (unaudited)			As at 31 December 2023 (audited)		
	Underwriting AED	**Investments AED**	**Total AED**	Underwriting AED	Investments AED	Total AED
Segment assets	**453,219,168**	**1,060,305,493**	**1,513,524,661**	230,984,198	1,000,021,477	1,231,005,675
Unallocated assets	**-**	-	**43,533,817**	-	-	34,699,024
Total assets	**453,219,168**	**1,060,305,493**	**1,557,058,478**	230,984,198	1,000,021,477	1,265,704,699
Segment liabilities	**1,035,625,645**	**-**	**1,035,625,645**	769,785,896	-	769,785,896
Unallocated liabilities	**-**	-	**40,530,057**	-	-	46,467,279
Total liabilities	**1,035,625,645**	**-**	**1,076,155,702**	769,785,896	-	816,253,175
Capital expenditure			**569,562**			694,140

19 Seasonality of results

No income of seasonal nature was recorded in the income statement for the nine-month period ended 30 September 2024 and 2023.

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

20 Profit for the period

The Company's combined net profit for the period after tax for policyholder and shareholder, before Qard Hasan provision is AED 55,413,555 (30 September 2023: AED 57,483,485).

21 Contingent liabilities and commitments

	30 September 2024 (unaudited) AED	31 December 2023 (audited) AED
Bank guarantees	**-**	500,000

Bank guarantees were issued in the normal course of business.

22 Fair value of financial instruments

Management considers that the carrying amounts of financial assets and financial liabilities recognised at amortised cost in the financial statements approximate their fair values.

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value into Levels 1 to 3 based on the degree to which the fair value is observable.

	Level 1 AED	**Level 2 AED**	**Level 3 AED**	**Total AED**
30 September 2024 (unaudited)				
Financial assets measured at fair value through profit or loss	**2,277,582**	**-**	**-**	**2,277,582**
Financial assets measured at fair value through other comprehensive income	**170,467,805**	**-**	**189,612,207**	**360,080,012**
	172,745,387	**-**	**189,612,207**	**362,357,594**
31 December 2023 (audited)				
Financial assets measured at fair value through profit or loss	1,576,487	-	-	1,576,487
Financial assets measured at fair value through other comprehensive income	172,765,032	-	179,814,506	352,579,538
	174,341,519	-	179,814,506	354,156,025

During the period, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurements.

Notes to the condensed interim financial information for the nine-month period ended 30 September 2024 (continued)

23 Solvency margin

Section 2 of the Financial Regulations for Takaful Companies (the "Regulations") issued by the Central Bank of UAE identifies the required solvency margin to be held in addition to takaful liabilities. The solvency margin must be maintained at all times throughout the year. The Company is subject to the Regulations which have been complied with during the period. The Company has incorporated in its policies and procedures the necessary tests to ensure continuous and full compliance with these Regulations.

The table below summarises the Minimum Capital Requirement, Minimum Guarantee Fund and Solvency Capital Requirement of the Company and the total capital held to meet these solvency margins as defined in the Regulations.

	30 September 2024 (unaudited) AED	31 December 2023 (unaudited) AED
Minimum Capital Requirement (MCR)	100,000,000	100,000,000
Solvency Capital Requirement (SCR)	124,591,566	126,401,551
Minimum Guarantee Fund (MGF)	80,329,989	71,092,892
Basic Own Funds	357,934,290	380,592,327
MCR Solvency Margin – Surplus	257,934,290	280,592,327
SCR Solvency Margin – Surplus	233,342,724	254,190,776
MGF Solvency Margin – Surplus	277,604,302	309,499,435

24 Other matter

On 27 October 2022, the Company reached an initial agreement to acquire the individual life takaful portfolio from Dubai Islamic Insurance & Reinsurance Company PJSC. The agreement was subject to certain requirements before the acquisition of the portfolio would be completed. Pending the satisfaction of these requirements the ongoing responsibility for the management of the portfolio and its liabilities remained solely the responsibility of AMAN.

As the requirements for the acquisition of the portfolio have not been met, the board of directors have decided not to proceed further with the acquisition. The Company has therefore notified AMAN of its decision to terminate the agreement in accordance with its terms and conditions.

25 Approval of condensed interim financial information and responsibility statement

The condensed interim financial information of the Company for the period ended 30 September 2024 has been authorised for issue in accordance with a resolution of the Board of Directors on 13 November 2024.