

UNITED FIDELITY INSURANCE COMPANY (P.S.C.)

Condensed interim financial information (Unaudited)
For the nine-month period ended 30 September 2024

The Board of Directors' Report – Nine months ended 30th September 2024

On behalf of the Board, I would like to present to you the Board of Directors Report for the period ended September 30, 2024.

Insurance revenue for the period amounted to AED 472.5m as compared to AED 409.9m same period last year, depicting a growth of 15%. This growth is mainly attributable to the consumer business. The significant increase in Insurance service expenses of 61% as compared to last year is primarily linked with higher claims for commercial and consumer business. This increase in claims is mostly on account of the April 16th rains/ flooding incident, which was an unusual event for everyone associated with the UAE Insurance Industry. After considering the reinsurance recoveries, the net Insurance service result is depicting an unfavourable position of AED 30.5m as compared to AED 24.2m for last year.

After accounting for the Investment income which increased by 27% as compared to last year, finance income/ expenses and other operating expenses, the net loss before tax stands at AED 16.9m as compared to AED 12.6m in the corresponding period last year. Key Financial trends are shared below to provide additional perspective.

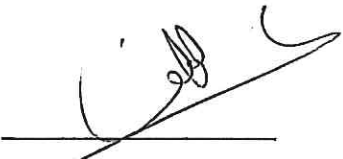
Key Financial Trends (AED In Thousands)	September 30 th		Increase/(Decrease)	
	2024	2023	Amount	%
Insurance Revenue	472,521	409,982	62,539	15%
Insurance Service Expenses	- 717,694	- 446,074	- 271,620	61%
Net Recovery from RI contracts held	214,681	11,869	202,812	1709%
Insurance Service Result	- 30,492	- 24,223	- 6,269	26%
Net Investment Income	16,574	13,001	3,573	27%
Finance Income (expenses) net	- 1,897	- 1,413	- 484	34%
Other Operating Expenses	- 1,133	61	- 1,194	-1957%
Net Loss before Tax	- 16,948	- 12,574	- 4,374	35%

With reference to the qualification by the external auditor in their review report, please note that these reinsurance adjustments are currently in the process of being validated while working closely with the Board of Directors. These reinsurance adjustments will be accounted for in the financial records subject to completion of the above process.

Future Outlook

Under the leadership of the new management, Fidelity United has made good progress in a short period of four months. The key focus has been on achieving superior underwriting results keeping sustainable growth in perspective. Considering the earning pattern of insurance premiums over the period of insurance policy, the above efforts will show positive results gradually moving forward. Fidelity United will continue its efforts to enhance customer services and connectivity with business partners while innovatively working to cater to our customer requirements for an ever-changing business world. The Board is confident that Fidelity United will be able to emerge out of the current scenario much stronger.

The Board of Directors would like to thank all our customers and business partners for their continued trust in Fidelity United, strengthening our image as the reliable insurance partner. The Board of Directors would also like to thank our employees for their unwavering dedication and hard work.


Chairman of the Board
Dated: November 13, 2024

UNITED FIDELITY INSURANCE COMPANY

In Conformity with the Federal Law No. 6 2007 Reg. No (6) dated 22 12 1984. Authorized paid-up Capital Dh. 160,000,000

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**Report on Review of the Condensed Interim
Financial Information****To the Shareholders of United Fidelity Insurance Company (P.S.C.)*****Introduction***

We have reviewed the accompanying condensed interim statement of financial position of United Fidelity Insurance Company (P.S.C.) (the "Company") as at 30 September 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income for the three-month and nine-month periods then ended, condensed interim statement of changes in equity and condensed interim statement of 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 fair presentation of this condensed interim financial information in accordance with International Accounting Standard 34 "*Interim Financial Reporting*". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of condensed 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.

Basis for Qualified Conclusion

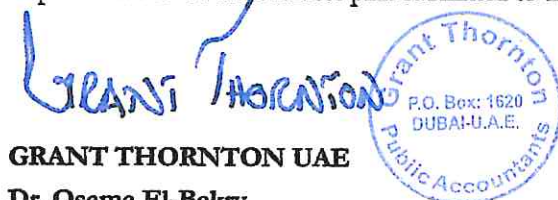
Based on information provided to us by management, the Company has excluded from reinsurance contract assets certain reinsurance adjustments that we believe should be recorded to conform with IFRS 17 "Insurance Contracts". This information indicates that if these reinsurance adjustments were recorded as at 30 September 2024, reinsurance contract assets would be decreased by AED 30.3 million and consequently loss for the period before tax would be increased by AED 30.3 million.

Qualified Conclusion

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "*Interim Financial Reporting*".

Emphasis of Matter

We draw attention to note 19 to the condensed interim financial information which states that, the Company had a deficit of AED 110.1 million against the solvency capital requirement of AED 158.7 million and the Company's ability to comply with the solvency capital requirement depends on the effective implementation of the business plan submitted to the Central Bank of UAE.



GRANT THORNTON UAE
Dr. Osama El-Bakry
Registration No: 935
Dubai, United Arab Emirates

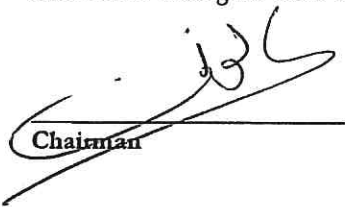
13 November 2024

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Condensed interim statement of financial position
As at 30 September 2024

	Notes	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
ASSETS			
Property and equipment		10,112,438	11,766,413
Investment properties	4	46,639,999	46,639,999
Deferred tax asset	14	1,059,546	-
Investments at fair value through profit and loss (FVTPL)	5	156,401,594	155,987,108
Investments at fair value through other comprehensive income (FVTOCI)	5	118,447,018	113,580,481
Reinsurance contract assets	6	447,589,142	212,801,173
Prepayments and other receivables		12,908,842	6,665,532
Statutory deposits	7	10,000,000	10,000,000
Bank balances and cash	8	33,071,305	76,228,358
TOTAL ASSETS		836,229,884	633,669,064
EQUITY AND LIABILITIES			
EQUITY			
Share capital	9	160,000,000	160,000,000
Statutory reserve	10	1,375,495	1,375,495
General reserve		447,524	447,524
Reinsurance reserve		4,802,026	4,802,026
Cumulative change in fair value of FVTOCI investments		17,246,068	3,988,910
Accumulated losses		(52,783,716)	(36,303,139)
TOTAL EQUITY		131,087,397	134,310,816
LIABILITIES			
Employees' end of service benefits		4,609,422	4,484,362
Insurance contract liabilities	6	678,348,428	465,498,527
Reinsurance contract liabilities	6	19,766	5,442,405
Lease liabilities		7,346,438	7,187,505
Accrued expenses and other payables		14,818,433	16,745,449
TOTAL LIABILITIES		705,142,487	499,358,248
TOTAL EQUITY AND LIABILITIES		836,229,884	633,669,064

This condensed interim financial information was authorised for issue on 13 November 2024 by the Board of Directors and signed on its behalf by:


Chairman


Chief Executive Officer

The notes from 1 to 22 form an integral part of this condensed interim financial information.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Condensed interim income statement
For the period ended 30 September 2024

	Notes	Three-month period ended 30 September (Unaudited)		Nine-month period ended 30 September (Unaudited)	
		2024 AED	<i>Restated</i> 2023 AED	2024 AED	<i>Restated</i> 2023 AED
Insurance revenue		158,988,018	151,337,426	472,521,432	409,981,507
Insurance service expenses	12	(206,195,109)	(190,435,211)	(717,694,042)	(446,074,025)
Insurance service result before reinsurance contracts held		(47,207,091)	(39,097,785)	(245,172,610)	(36,092,518)
Allocation of reinsurance premiums		(73,825,844)	(82,098,212)	(230,489,804)	(229,379,514)
Amounts recoverable from reinsurance for incurred claims		111,254,161	115,892,086	445,170,650	241,248,385
Net recovery from reinsurance contracts held		37,428,317	33,793,874	214,680,846	11,868,871
Insurance service result		(9,778,774)	(5,303,911)	(30,491,764)	(24,223,647)
Net investment income	13	5,399,982	2,276,728	16,574,183	13,000,882
Finance expenses from insurance contracts issued	13	(3,558,386)	(673,731)	(7,568,960)	(4,848,888)
Finance income from reinsurance contracts held	13	2,848,331	358,182	5,672,321	3,436,152
Net insurance finance result		(710,055)	(315,549)	(1,896,639)	(1,412,736)
Net insurance and investment results		(5,088,847)	(3,342,732)	(15,814,220)	(12,635,501)
Other operating (expenses)/income		(308,348)	524,808	(1,133,402)	61,295
Loss for the period before tax		(5,397,195)	(2,817,924)	(16,947,622)	(12,574,206)
Income tax benefit	14	600,058	-	2,205,249	-
Loss for the period after tax		(4,797,137)	(2,817,924)	(14,742,373)	(12,574,206)
Basic and diluted loss per share	11	(0.030)	(0.018)	(0.092)	(0.079)

The notes from 1 to 22 form an integral part of this condensed interim financial information.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Condensed interim statement of comprehensive income
For the period ended 30 September 2024

	Three-month period ended 30 September (Unaudited)		Nine-month period ended 30 September (Unaudited)	
	2024	<i>Restated</i> 2023	2024	<i>Restated</i> 2023
	AED	AED	AED	AED
Loss for the period after tax	(4,797,137)	(2,817,924)	(14,742,373)	(12,574,206)
Other comprehensive income:				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Net change in fair value of equity investments designated at FVTOCI – net of tax	11,979,968	6,475,731	13,257,158	9,916,069
Gain / (loss) on sale of equity instruments designated at FVTOCI – net of tax	199,997	(111,478)	(1,738,204)	3,127,058
Total other comprehensive income for the period	12,179,965	6,364,253	11,518,954	13,043,127
Total comprehensive income/ (loss) for the period	7,382,828	3,546,329	(3,223,419)	468,921

The notes from 1 to 22 form an integral part of this condensed interim financial information.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Condensed interim statement of changes in equity
For the period ended 30 September 2024

	Share capital AED	Statutory reserve AED	General reserve AED	Reinsurance reserve AED	FVTOCI investments AED	Cumulative change in fair value of	Accumulated losses AED	Total equity AED
Balance at 1 January 2023 (Audited)	160,000,000	1,375,495	447,524	2,989,376	(6,621,482)		(21,982,865)	136,208,048
Loss for the period (<i>Restated</i>)	-	-	-	-	-		(12,574,206)	(12,574,206)
Other comprehensive income for the period	-	-	-	-	13,043,127		-	13,043,127
Total comprehensive income / (loss) for the period	-	-	-	-	13,043,127		(12,574,206)	468,921
Transfer to accumulated losses on sale of equity instruments designated at FVTOCI	-	-	-	-	(3,127,058)		3,127,058	-
Restated balance at 30 September 2023 (Unaudited)	160,000,000	1,375,495	447,524	2,989,376	3,294,587		(31,430,013)	136,676,969
Balance at 1 January 2024 (Audited)	160,000,000	1,375,495	447,524	4,802,026	3,988,910		(36,303,139)	134,310,816
Loss for the period	-	-	-	-	-		(14,742,373)	(14,742,373)
Other comprehensive income for the period	-	-	-	-	11,518,954		-	11,518,954
Total comprehensive income / (loss) for the period	-	-	-	-	11,518,954		(14,742,373)	(3,223,419)
Transfer to accumulated losses on sale of equity instruments designated at FVTOCI	-	-	-	-	1,738,204		(1,738,204)	-
Balance at 30 September 2024 (Unaudited)	160,000,000	1,375,495	447,524	4,802,026	17,246,068		(52,783,716)	131,087,397

The notes from 1 to 22 form an integral part of this condensed interim financial information.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Condensed interim statement of cash flows
For the period ended 30 September 2024

	Note	For the nine-month period ended 30 September (Unaudited)	<i>Restated</i> 2023
		2024 AED	AED
Cash flows from operating activities			
Loss for the period before tax		(16,947,622)	(12,574,206)
Adjustments for:			
Depreciation of property and equipment		2,238,888	3,834,751
Change in fair value for investments at FVTPL		554,348	184,772
Investment income		(20,057,013)	(13,371,991)
Expected credit losses		2,151,727	1,650,335
Interest expense on lease liability		273,690	455,235
Provision for employees' end of service indemnity		613,203	685,821
Operating cash flows before changes in working capital		(31,172,779)	(19,135,283)
Changes in working capital:			
Prepayments and other receivables		(6,243,310)	(898,855)
Reinsurance contract assets		(236,939,696)	(92,323,690)
Reinsurance contract liabilities and insurance contract liabilities		207,427,262	130,411,344
Accrued expenses and other payables		(1,653,326)	337,430
Cash (used in) / generated from operations		(68,581,849)	18,390,946
Employees end of service indemnity paid		(488,143)	(392,288)
Net cash (used in) / generated from operating activities		(69,069,992)	17,998,658
Cash flows from investing activities			
Purchase of property and equipment		(584,913)	(482,442)
Deposits redeemed during the period		10,000,000	3,000,000
Proceeds from disposal of investments at FVTOCI		59,546,605	69,146,269
Purchase of investments at FVTOCI		(49,838,371)	(48,166,491)
Interest received		8,545,441	6,505,143
Proceeds from disposal of investments at FVTPL		17,890,623	21,855,734
Purchase of investments at FVTPL		(18,859,457)	(57,596,992)
Dividend received from investments at FVTOCI		8,149,171	4,931,928
Income received from investment properties		1,452,287	1,469,607
Net cash generated from investing activities		36,301,386	662,756
Cash flows from financing activities			
Interest paid		(273,690)	(455,235)
Payment of lease liability		(114,757)	(3,244,292)
Net cash used in financing activities		(388,447)	(3,699,527)
Net (decrease) / increase in cash and cash equivalents		(33,157,053)	14,961,887
Cash and cash equivalents at beginning of the period		63,228,358	35,736,058
Cash and cash equivalents at end of the period	8	30,071,305	50,697,945

The notes from 1 to 22 form an integral part of this condensed interim financial information.

United Fidelity Insurance Company (P.S.C.)

Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information

For the period ended 30 September 2024

1 Legal status and activities

United Fidelity Insurance Company (P.S.C.) (the “Company”) is a public shareholding company was registered in the Emirate of Ras Al Khaimah by Emiri decree No. 13/76 issued by the ruler of Ras Al Khaimah on 15 September 1976, which was amended by the Emiri decree No. 10/77 issued on 15 December 1977. The Company is subject to the regulations of the UAE Federal Law No. (32) of 2021 and the UAE Federal Law No. 48 of 2023 relating to commercial companies in the UAE and is registered in the Insurance Companies Register of Central Bank of the United Arab Emirates under registration number 8.

The Company was domiciled in the United Arab Emirates, during the previous year the Company changed its registered office to Abu Dhabi located at Office 407, Bloom Central Building, Airport Road, Al Manhal, Al Tibbiya, Abu Dhabi, United Arab Emirates. The Company’s ordinary shares are listed on Abu Dhabi Securities Exchange, United Arab Emirates.

The principal activity of the Company is the writing of all classes of general and life insurance. The Company operates through its Head Office in Abu Dhabi and branch offices in Abu Dhabi, Ras Al Khaimah, Sharjah, Dubai and Fujairah.

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.

2 Basis of preparation

This condensed interim financial information is for the nine-month period ended 30 September 2024 and is presented in United Arab Emirate Dirham (AED), which is also the functional currency of the Company. This condensed interim financial information has been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ and complies with the applicable requirements of the laws in the U.A.E.

This condensed interim financial information has been prepared on the historical cost basis, except for financial assets carried at fair value through other comprehensive income (“FVTOCI”), financial assets carried at fair value through profit or loss (“FVTPL”) and investment property which is measured at fair value and the provision for employees’ end of service indemnity which is measured in accordance with U.A.E labour laws.

The Company’s condensed interim statement of financial position is not presented using a current / non-current classification. However, the following balances would generally be classified as current: bank balances and cash, prepayments and other receivables. The following balances would generally be classified as non-current: property and equipment, investment properties, statutory deposit and employees’ end of service benefits. The following balances are of mixed nature (including both current and non-current portions): investments at fair value through profit and loss and other comprehensive income, reinsurance contract assets, insurance/reinsurance contract liabilities, lease liabilities, accrued expenses and other payables and fixed deposits.

This condensed interim financial information does not include all the information required in annual financial statements in accordance with IFRS and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2023. Further, results for interim periods are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

3 Material accounting policy information

The accounting policies, critical accounting judgments and key source of estimation used in the preparation of this condensed interim financial information are consistent with those used in the audited financial statements for the year ended 31 December 2023, except for application of new standards effective as of 1 January 2024 and several amendments and interpretations apply for the first time in 2024.

Application of new and revised International Financial Reporting Standards (“IFRS”)

The following relevant standards, interpretations and amendments to existing standards were issued by the IASB:

Standard number	Title	Effective date
IAS 1	Amendment to IAS 1 – Non-current liabilities with covenants and classification of liabilities as current or non-current	1 January 2024
IAS 7	Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures—Supplier Finance Arrangements	1 January 2024
IFRS 16	Amendment to IFRS 16 – Leases on sale and leaseback	1 January 2024

These standards have been adopted by the Company and did not have a material impact on this financial information.

Standard, interpretation or amendment that has been issued but not yet effective

Title	Effective date
IFRS 19 Subsidiary Without Public Accountability: Disclosures	1 January 2027
IFRS 18 'Presentation and Disclosures in Financial Statements'	1 January 2027
Amendments to the SASB standards	1 January 2025
Lack of exchangeability	1 January 2025

The Company has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

Taxation

Current

Provision of current tax is based on the taxable income for the period determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the period.

Income tax expense is recognised in interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Deferred taxation

Deferred tax is accounted for in respect of all temporary differences at the balance sheet date between the tax bases and carrying amounts of assets and liabilities for financial reporting purposes. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences unused tax losses and tax credits can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date. Deferred tax is charged or credited to the condensed interim income statement, except in the case of items credited or charged to condensed interim other comprehensive income or equity in which case it is included in condensed interim other comprehensive income or equity.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

3 Material accounting policy information (continued)

Critical accounting estimates and judgments in applying accounting policies

The preparation of this condensed interim financial information requires management to make judgements, estimates and assumptions that effect 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 accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the audited financial statements as at and for the year ended 31 December 2023.

Insurance and financial risk management

The Company's insurance and financial risk management objectives and policies are consistent with those disclosed in the audited financial statements as at and for the year ended 31 December 2023. There have been no changes in any risk management policies since the year end.

4 Investment properties

Investment properties comprise two commercial buildings in Dubai, UAE and Ras Al Khaimah, UAE.

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).

5 Financial investments

The table below analyses assets at fair value at the end of the reporting period.

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
Investments at fair value through profit and loss (FVTPL)	156,401,594	155,987,108
Investments at fair value through other comprehensive income (FVTOCI)	118,447,018	113,580,481
	<u>274,848,612</u>	<u>269,567,589</u>

Movements in financial investments

The gross movements in investments at FVTPL is as follows:

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
Opening balance	155,987,108	103,295,993
Purchased during the period/year	18,859,457	82,003,515
Sold during the period/year	(17,890,623)	(28,784,371)
Changes in fair value during the period/year	(554,348)	(528,029)
Closing balance	<u>156,401,594</u>	<u>155,987,108</u>

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

5 Financial investments (continued)

The gross movements in equity investments at FVTOCI is as follows:

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
Opening balance	113,580,481	122,132,728
Purchased during the period/year	49,838,371	66,038,520
Sold during the period/year	(59,546,605)	(86,159,802)
Changes in fair value during the period/year	14,574,771	11,569,035
Closing balance	<u>118,447,018</u>	<u>113,580,481</u>

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

6 Insurance and reinsurance contracts

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims

The roll-forward of the net asset or liability for insurance contracts issued, showing the liability for remaining coverage and the liability for incurred claims, is disclosed in the table below:

Contracts measured under the PAA

30 September 2024 (Unaudited)	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of		Total
			the present value of future cash flows	Risk adjustment	
			Unaudited (in AED)		
Insurance contract liabilities as at 1 January	126,274,391	20,876,146	304,650,502	13,697,488	465,498,527
Insurance revenue	(472,521,432)	-	-	-	(472,521,432)
Insurance service expenses	97,699,958	3,977,382	599,035,885	16,980,817	717,694,042
Incurred claims and other expenses	-	-	523,739,223	24,864,629	548,603,852
Amortisation of insurance acquisition cash flows	97,699,958	-	-	-	97,699,958
Losses on onerous contracts	-	3,977,382	-	-	3,977,382
Changes to liabilities for incurred claims	-	-	75,296,662	(7,883,812)	67,412,850
Insurance service result	(374,821,474)	3,977,382	599,035,885	16,980,817	245,172,610
Insurance finance expense	-	-	7,568,960	-	7,568,960
Total changes in the income statement	(374,821,474)	3,977,382	606,604,845	16,980,817	252,741,570
<i>Cash flows</i>					
Premiums received	490,635,300	-	-	-	490,635,300
Claims and other expenses paid	-	-	(425,426,118)	-	(425,426,118)
Insurance acquisition paid	(105,100,851)	-	-	-	(105,100,851)
Total cash flows	385,534,449	-	(425,426,118)	-	(39,891,669)
Insurance contract liabilities as at 30 September	136,987,366	24,853,528	485,829,229	30,678,305	678,348,428

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

6 Insurance and reinsurance contracts (continued)

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims (continued)

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows Audited (in AED)	Risk adjustment	Total
31 December 2023 (Audited)					
Insurance contract liabilities as at 1 January	48,545,673	11,492,744	264,488,072	16,003,261	340,529,750
Insurance revenue	(566,162,066)	-	-	-	(566,162,066)
Insurance service expenses	107,194,291	9,383,402	446,322,380	(2,305,773)	560,594,300
Incurred claims and other expenses	-	-	441,078,140	12,883,733	453,961,873
Amortisation of insurance acquisition cash flows	107,194,291	-	-	-	107,194,291
Losses on onerous contracts	-	9,383,402	-	-	9,383,402
Changes to liabilities for incurred claims	-	-	5,244,240	(15,189,506)	(9,945,266)
Insurance service result	(458,967,775)	9,383,402	446,322,380	(2,305,773)	(5,567,766)
Insurance finance expense	-	-	6,773,662	-	6,773,662
Total changes in the income statement	(458,967,775)	9,383,402	453,096,042	(2,305,773)	1,205,896
<i>Cash flows</i>					
Premiums received	654,946,688	-	-	-	654,946,688
Claims and other expenses paid	-	-	(412,933,612)	-	(412,933,612)
Insurance acquisition cash flows	(118,250,195)	-	-	-	(118,250,195)
Total cash flows	536,696,493	-	(412,933,612)	-	123,762,881
Insurance contract liabilities as at 31 December	126,274,391	20,876,146	304,650,502	13,697,488	465,498,527

United Fidelity Insurance Company (P.S.C.)
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Notes to the condensed interim financial information
For the period ended 30 September 2024

6 Insurance and reinsurance contracts (continued)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and the amounts recoverable on incurred claims
The roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and the amounts recoverable on incurred claims, is disclosed in the table below:

Contracts measured under the PAA

30 September 2024 (Unaudited)

Reinsurance contract assets as at 1 January	15,456,330	7,439,234	179,427,908	10,477,701	212,801,173
Reinsurance contract liabilities as at 1 January	(7,576,498)	-	2,117,884	16,209	(5,442,405)
Net reinsurance contract assets	7,879,832	7,439,234	181,545,792	10,493,910	207,358,768
An allocation of reinsurance premiums	(230,489,804)	-	-	-	(230,489,804)
Amounts recoverable from reinsurers for incurred claims	-	(3,375,478)	433,878,016	14,668,112	445,170,650
Amounts recoverable for incurred claims and other expenses	-	-	364,701,552	22,868,126	387,569,678
Loss-recovery on onerous underlying contracts and adjustments	-	(3,375,478)	-	-	(3,375,478)
Changes to amounts recoverable for incurred claims	-	-	69,176,464	(8,200,014)	60,976,450
Net income or expense from reinsurance contracts held	(230,489,804)	(3,375,478)	433,878,016	14,668,112	214,680,846
Reinsurance finance income	-	-	5,672,321	-	5,672,321
Total changes in the statement of comprehensive income	(230,489,804)	(3,375,478)	439,550,337	14,668,112	220,353,167
Cash flows					
Premiums paid	282,378,482	-	-	-	282,378,482
Amounts received	-	-	(262,521,041)	-	(262,521,041)
Total cash flows	282,378,482	-	(262,521,041)	-	19,857,441
Net reinsurance contract assets/(liabilities) as at 30 September					
Reinsurance contract assets as at 30 September	59,943,534	4,043,211	358,443,281	25,159,116	447,589,142
Reinsurance contract liabilities as at 30 September	(175,024)	20,545	131,807	2,906	(19,766)
Net reinsurance contract assets/(liabilities) as at 30 September	59,768,510	4,063,756	358,575,088	25,162,022	447,569,376

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

6 Insurance and reinsurance contracts (continued)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and the amounts recoverable on incurred claims (continued)

Contracts measured under the PAA

	Assets for remaining coverage		Amounts recoverable on incurred claims		
	Excluding loss recovery component	Loss component	Estimates of the present value of future cash flows		Risk adjustment
			Audited (in AED)		
31 December 2023 (Audited)					Total
Reinsurance contract assets as at 1 January	(19,697,040)	3,276,163	157,183,982	9,703,745	150,466,850
Reinsurance contract liabilities as at 1 January	(8,600,444)	-	1,032,589	67,253	(7,500,602)
Net reinsurance contract (liabilities)/assets	(28,297,484)	3,276,163	158,216,571	9,770,998	142,966,248
Allocation of reinsurance premiums	(311,311,919)	-	-	-	(311,311,919)
Amounts recoverable from reinsurers for incurred claims	-	4,163,071	268,225,803	722,912	273,111,786
Amounts recoverable for incurred claims and other expenses	-	-	269,343,124	11,804,207	281,147,331
Loss-recovery on onerous underlying contracts and	-	4,163,071	-	-	4,163,071
Changes to amounts recoverable for incurred claims	-	-	(1,117,321)	(11,081,295)	(12,198,616)
Net income or expense from reinsurance contracts held	(311,311,919)	4,163,071	268,225,803	722,912	(38,200,133)
Reinsurance finance income	-	-	4,701,969	-	4,701,969
Total changes in the statement of profit or loss	(311,311,919)	4,163,071	272,927,772	722,912	(33,498,164)
<i>Cash flows</i>					
Premiums paid	347,489,235	-	-	-	347,489,235
Amounts received	-	-	(249,598,551)	-	(249,598,551)
Total cash flows	347,489,235	-	(249,598,551)	-	97,890,684
Net reinsurance contract assets/(liabilities) as at 31 December					
Reinsurance contract assets as at 31 December	15,456,330	7,439,234	179,427,908	10,477,701	212,801,173
Reinsurance contract liabilities as at 31 December	(7,576,498)	-	2,117,884	16,209	(5,442,405)
Net reinsurance contract assets as at 31 December	7,879,832	7,439,234	181,545,792	10,493,910	207,358,768

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

7 Statutory deposits

As at 30 September 2024, deposit of AED 10,000,000 (31 December 2023: AED 10,000,000) has been placed with one of the Company's bank in accordance with UAE Federal Law No. 48 of 2023. This deposit has been pledged to the bank as security against a guarantee issued by the bank in favour of the Central Bank of the United Arab Emirates ("CBUAE") for the same amount. This deposit cannot be withdrawn without prior approval of the Central Bank of the United Arab Emirates and bears an interest rate of 5% per annum (2023: 4.90% per annum).

8 Bank balances and cash

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED	(Unaudited) 30 September 2023 AED
Bank balances and cash with local banks in UAE	33,071,305	76,228,358	70,697,945
Less: Bank deposits with maturity over 3 months	(3,000,000)	(13,000,000)	(20,000,000)
Cash and cash equivalents	30,071,305	63,228,358	50,697,945

9 Share capital

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
<i>Issued and fully paid:</i>		
160,000,000 ordinary shares of AED 1 each	160,000,000	160,000,000

10 Statutory reserve

In accordance with the UAE Federal Decree Law No. (32) of 2021, the Company has established a statutory reserve by appropriation of 5% of the Company's net profit for each year which will be increased until the reserve equals 50% of the share capital. This reserve is not available for distribution, except as stipulated by the Law. No allocation to the statutory reserve has been made for the nine-month-period ended 30 September 2024, as this will be affected at the year-end based on the Company's results for the year ending 31 December 2024.

11 Basic and diluted loss per share

	Nine-month period ended 30 September (Unaudited)	
	2024	Restated 2023
Loss for the period after tax (AED)	(14,742,373)	(12,574,206)
Weighted average number of shares	160,000,000	160,000,000
Loss per share (AED)	(0.092)	(0.079)

Basic and diluted loss per share are calculated by dividing the loss for the period by the number of shares outstanding at the end of the reporting period. Diluted loss per share is equivalent to basic loss per share as the Company did not issue any new instrument that would impact loss per share when executed.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

12 Insurance service expenses

	Nine-month period ended 30 September (Unaudited)	
	<i>Restated</i>	
	2024 AED	2023 AED
Incurred claims and other expenses	548,603,852	379,245,873
Amortisation of insurance acquisition cash flows	97,699,958	75,617,070
Losses on onerous contracts	3,977,382	1,086,570
Changes to liabilities for incurred claims	67,412,850	(9,875,488)
Insurance Service Expenses	717,694,042	446,074,025

	Three-month period ended 30 September (Unaudited)	
	<i>Restated</i>	
	2024 AED	2023 AED
Incurred claims and other expenses	146,170,094	167,618,170
Amortisation of insurance acquisition cash flows	33,731,442	26,457,906
(Reversals)/ losses on onerous contracts	(196,243)	458,498
Changes to liabilities for incurred claims	26,489,816	(4,099,363)
Insurance Service Expenses	206,195,109	190,435,211

13 Investment income and net insurance financial result

Investment income:

	Nine-month period ended 30 September (Unaudited)	
	2024 AED	2023 AED
Rental income from investment properties	2,068,376	2,009,717
Investment property expenses	(616,089)	(540,110)
Income from investment property – net	1,452,287	1,469,607
Dividend income - investments at FVTOCI	8,149,171	4,931,928
Interest income from bonds	4,311,515	2,569,694
Dividend income - investments at FVTPL	3,507,204	2,968,852
Interest on fixed deposits	726,722	966,597
(Loss)/gain on disposal of investments at FVTPL	(917,258)	465,313
Loss in fair value of investments at FVTPL	(554,348)	(184,772)
Other investment expenses	(101,110)	(186,337)
Net investment income	16,574,183	13,000,882

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

13 Investment income and net insurance financial result (continued)

Investment income	Three-month period ended 30 September (Unaudited)	
	2024	2023
	AED	AED
Rental income from investment properties	732,471	589,031
Investment property expenses	(238,917)	(153,534)
Income from investment property – net	493,554	435,497
Interest income from bonds	1,443,983	918,482
Dividend income - investments at FVTOCI	1,343,862	677,289
Gain/(loss) in fair value of investments at FVTPL	1,181,679	(976,487)
Dividend income - investments at FVTPL	763,702	887,801
Interest on fixed deposits	155,133	348,216
Gain on disposal of investments at FVTPL	13,986	50,314
Other investment income/(expenses)	4,083	(64,384)
Net investment income	5,399,982	2,276,728
Insurance finance expense and reinsurance finance income:		
	Nine-month period ended 30 September (Unaudited)	
	2024	2023
	AED	AED
		<i>Restated</i>
Finance expenses from insurance contracts issued	(7,568,960)	(4,848,888)
Finance income from reinsurance contracts held	5,672,321	3,436,152
Net insurance finance expenses	(1,896,639)	(1,412,736)
	Three-month period ended 30 September (Unaudited)	
	2024	2023
	AED	AED
		<i>Restated</i>
Finance expenses from insurance contracts issued	(3,558,386)	(673,731)
Finance income from reinsurance contracts held	2,848,331	358,182
Net insurance finance expenses	(710,055)	(315,549)

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

14 Income Tax

Current provision of current tax is based on the taxable income for the period determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the period. Income tax expense is recognised in interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year/period. Amounts accrued for income tax expense in interim period may have to be adjusted in a subsequent interim period of that financial year/period if the estimate of the annual income tax rate changes.

The tables below show the details of the provision for current and deferred income tax expense:

	Three-month period ended 30 September (Unaudited)	
	2024	2023
	AED	AED
Deferred Tax:		
Condensed interim income statement	600,058	-
Condensed interim statement of comprehensive income	(1,211,078)	-

	Nine-month period ended 30 September (Unaudited)	
	2024	2023
	AED	AED
Deferred Tax:		
Condensed interim income statement	2,205,249	-
Condensed interim statement of comprehensive income	(1,145,703)	-

During the current period, adjusted taxable loss amounted to AED 24,502,771 and as a result the company has not provided for current taxes.

Deferred taxation

Deferred tax is accounted for in respect of all temporary differences at the balance sheet date between the tax bases and carrying amounts of assets and liabilities for financial reporting purposes. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date. Deferred tax is charged or credited to the condensed interim income statement, except in the case of items credited or charged to condensed interim other comprehensive income or equity in which case it is included in condensed interim statement of comprehensive income or condensed interim statement of changes in equity.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

14 Income Tax (continued)

The tables below show the details of the deferred tax liabilities:

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
<i>Deferred tax arising in respect of:</i>		
Net change in fair value of equity investments designated at FVTOCI and disposal of equity instruments through statement of comprehensive income	(1,145,703)	-
Recognised through income statement	2,205,249	-
	<u>1,059,546</u>	<u>-</u>

15 Related party balances and transactions

Related parties represent, major shareholders, directors and key management personnel of the Company, and entities controlled, jointly controlled or significantly influenced by such parties. The pricing policies and terms of these transactions are approved by the Company's management.

At the end of the reporting period, significant balances due from related parties are as follows:

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
<i>Affiliates of major shareholders:</i>		
Insurance contract liabilities	(2,383,202)	(5,207,946)
Liability for incurred claims	(1,984,459)	(5,142,571)
Other receivables	406,939	649,608

Transactions

During the period, the Company entered into the following transactions with related parties:

	Three-month period ended 30 September (Unaudited) 2024 AED	2023 AED
<i>Affiliates of major shareholders:</i>		
Insurance revenue	1,893,348	3,034,566
Insurance service expenses	(4,491,474)	(16,892,752)
Net payments to reinsurance brokers	(473,547)	6,050,345
Employee benefits to key management personnel	1,170,239	(690,098)
	<u>1,170,239</u>	<u>(690,098)</u>
	Nine-month period ended 30 September (Unaudited) 2024 AED	2023 AED
<i>Affiliates of major shareholders:</i>		
Insurance revenue	10,193,369	15,858,417
Insurance service expenses	(15,533,588)	(26,356,013)
Net payments to reinsurance brokers	(2,437,501)	(484,726)
Employee benefits to key management personnel	3,312,760	2,515,622

United Fidelity Insurance Company (P.S.C.)
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16 Segment information

For management purposes, the Company is organised into three business segments commercial, consumer and employee benefits (Medical and Group Life). The commercial insurance segment comprises engineering, marine, property, liability and casualty and consumer segment comprises of motor, pet, travel and others. These segments are the basis on which the Company reports its primary segment information. Segment-wise information is disclosed below:

2024	For the Three-month period ended 30 September 2024 (Unaudited)			
	Commercial AED	Consumer AED	Employee benefits AED	Total AED
Insurance revenue	35,737,558	58,056,939	65,193,521	158,988,018
Insurance service expenses	(60,234,867)	(84,903,262)	(61,056,980)	(206,195,109)
Insurance service result before reinsurance contracts held	(24,497,309)	(26,846,323)	4,136,541	(47,207,091)
Allocation of reinsurance premiums	(23,963,353)	(12,905,936)	(36,956,555)	(73,825,844)
Amounts recoverable from reinsurance	44,610,689	33,158,438	33,485,034	111,254,161
Net recovery/(expenses) from reinsurance contracts held	20,647,336	20,252,502	(3,471,521)	37,428,317
Insurance service result	(3,849,973)	(6,593,821)	665,020	(9,778,774)

2023	For the Three-month period ended 30 September 2023 (Unaudited)			
	Commercial AED	Consumer AED	Employee benefits AED	Total AED
Insurance revenue	39,426,297	29,174,574	82,736,555	151,337,426
Insurance service expenses	(78,905,434)	(33,325,304)	(78,204,473)	(190,435,211)
Insurance service result before reinsurance contracts held	(39,479,137)	(4,150,730)	4,532,082	(39,097,785)
Allocation of reinsurance premiums	154,001,630	51,304,656	(89,414,200)	115,892,086
Amounts recoverable from reinsurance	(126,116,635)	(43,548,787)	87,567,210	(82,098,212)
Net recovery/(expenses) from reinsurance contracts held	27,884,995	7,755,869	(1,846,990)	33,793,874
Insurance service result	(11,594,142)	3,605,139	2,685,092	(5,303,911)

United Fidelity Insurance Company (P.S.C.)
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Notes to the condensed interim financial information
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16 Segment information (continued)

2024	For the Nine-month period ended 30 September 2024 (Unaudited)			
	Commercial AED	Consumer AED	Employee benefits AED	Total AED
Insurance revenue	109,504,281	161,360,384	201,656,767	472,521,432
Insurance service expenses	(293,546,595)	(243,795,625)	(180,351,822)	(717,694,042)
Insurance service result before reinsurance contracts held	(184,042,314)	(82,435,241)	21,304,945	(245,172,610)
Allocation of reinsurance premiums	(73,626,288)	(36,339,856)	(120,523,660)	(230,489,804)
Amounts recoverable from reinsurance	248,852,397	93,897,294	102,420,959	445,170,650
Net recovery / (expenses) from reinsurance contracts held	175,226,109	57,557,438	(18,102,701)	214,680,846
Insurance service result	(8,816,205)	(24,877,803)	3,202,244	(30,491,764)
2023	For the Nine-month period ended 30 September 2023 (Unaudited)			
	Commercial AED	Consumer AED	Employee benefits AED	Total AED
Insurance revenue	108,169,647	74,860,041	226,951,819	409,981,507
Insurance service expenses	(124,227,816)	(91,681,659)	(230,164,550)	(446,074,025)
Insurance service result before reinsurance contracts held	(16,058,169)	(16,821,618)	(3,212,731)	(36,092,518)
Allocation of reinsurance premiums	177,524,759	61,484,610	2,239,016	241,248,385
Amounts recoverable from reinsurance	(172,332,401)	(54,086,938)	(2,960,175)	(229,379,514)
Net recovery / (expenses) from reinsurance contracts held	5,192,358	7,397,672	(721,159)	11,868,871
Insurance service result	(10,865,811)	(9,423,946)	(3,933,890)	(24,223,647)

The following is an analysis of the Company's assets and liabilities classified by segment:

	As at 30 September 2024 (Unaudited)			
	Commercial AED	Consumer AED	Employee benefits AED	Total AED
Investments at fair value through profit and loss (FVTPL)	36,245,222	53,409,263	66,747,109	156,401,594
Investments at fair value through other comprehensive income (FVTOCI)	27,449,454	40,448,232	50,549,332	118,447,018
Insurance contract liabilities	(320,757,189)	(236,929,585)	(120,661,654)	(678,348,428)
Reinsurance contract assets	342,109,435	83,429,403	22,050,304	447,589,142
Reinsurance contract liabilities	-	(19,766)	-	(19,766)

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16 Segment information (continued)

	As at 31 December 2023 (Audited)			
	Commercial	Consumer	Employee	Total
	AED	AED	benefits	AED
			AED	
Investments at fair value through profit and loss (FVTPL)	38,444,412	31,951,812	85,590,884	155,987,108
Investments at fair value through other comprehensive income (FVTOCI)	27,992,921	23,265,398	62,322,162	113,580,481
Insurance contract liabilities	(162,328,214)	(173,513,014)	(129,657,299)	(465,498,527)
Reinsurance contract assets	134,619,311	43,258,138	34,923,724	212,801,173
Reinsurance contract liabilities	(1,776,586)	-	(3,665,819)	(5,442,405)

17 Contingent liabilities

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
Letters of guarantee	11,114,948	11,074,948

Letters of guarantee includes AED 10 million (31 December 2023: AED 10 million) issued in favour of the CBUAE. The Company in common with the significant majority of insures, is subject to litigation in normal course of its business. The Company, based on independent legal advice, does not expect that the outcome of these court cases will have a material impact on the Company's financial performance or financial position.

18 Financial instruments

The fair values of financial assets are determined using similar valuation techniques and assumptions as used in the audited annual financial statements for the year ended 31 December 2023. Financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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18 Financial instruments (continued)

The following table gives information about how the fair values of these financial assets are determined:

Financial assets	Fair value as at		Fair value hierarchy	Valuation techniques and key inputs
	30 September 2024 (Unaudited) AED	31 December 2023 (Audited) AED		
<i>Investments at FVTOCI -</i> Quoted equity securities	118,447,018	113,580,481	Level 1	Quoted bid prices in an active market.
<i>Investments at FVTPL -</i> Unquoted Investments	156,401,594	155,987,108	Level 3	Net assets valuation method

19 Capital risk management

The Company is subject to solvency regulations identify the required Solvency Margin to be held in addition to insurance liabilities. The Solvency Margin must be maintained at all times throughout the period.

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 required Solvency Margins.

	(Unaudited) 30 September 2024 AED	(Audited) 31 December 2023 AED
Minimum Capital Requirement (MCR)	100,000,000	100,000,000
Solvency Capital Requirement (SCR)	158,651,481	108,647,062
Minimum Guarantee Fund (MGF)	76,170,191	60,561,719
Basic Own Funds	48,560,010	103,509,027
MCR Solvency Margin - Minimum Capital Requirement (deficit)/surplus	(51,439,990)	3,509,027
MCR Solvency Margin - Solvency Capital Requirement Deficit	(110,091,471)	(5,138,035)
MGF Solvency Margin – Minimum Guarantee Fund (deficit)/surplus	(27,610,181)	42,947,309

As per Article (8) of Section 2 of the financial regulations issued for insurance companies in UAE, the Company shall at all times comply with the solvency requirements. As of 30 September 2024, the Company had a deficit of AED 110,091,471 against the solvency capital requirement of AED 158,651,481 and the Company's ability to comply with the solvency capital requirements depends on the effective implementation of the business plan submitted to the Central Bank of UAE.

20 Restatement

During Q4 2023, the Company changed the basis of Measurement of long-term liability contracts from General Measurement Model (GMM) to Premium Allocation Approach (PAA) as the difference of Liability for Remaining Coverage (LFRC) between PAA and GMM approach at policy inception is not material and thus meets the PAA applicability criteria. The net impact of restatement on loss for the three-month period is AED 412,027 and for the nine-month period ended 30 September 2023 is AED 959,395. Accordingly, the comparative figures for this condensed interim financial information have been restated where required.

United Fidelity Insurance Company (P.S.C.)
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 30 September 2024

21 Subsequent events

There have been no other events subsequent to the condensed interim statement of financial position date that would significantly affect the amounts reported in the condensed interim financial information as at and for the nine-month period ended 30 September 2024.

22 Approval of the condensed interim financial information

The condensed interim financial information was approved by the Board of Directors and authorised for issue on 13 November 2024.