

**Al Buhaira National Insurance Company P.S.C.  
and its Subsidiary**

**Condensed interim consolidated financial information (Unaudited)  
For the three-month period ended 31 March 2025**

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

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## **Directors' report**

The Board of Directors has pleasure in submitting their report and the reviewed condensed interim consolidated financial information for the period ended 31 March 2025.

### **Incorporation and registered offices**

Al Buhaira National Insurance Company P.S.C. (the "Parent Company"), is incorporated as a public shareholding Company by an Emiri Decree issued by His Highness, The Ruler of Sharjah on 16 May 1978. The Parent Company is subject to the regulations of UAE Federal Decree Law No. (48) of 2023 (previously UAE Federal Decree Law No. 6 of 2007, as amended), concerning the formation of Insurance Companies register of the Central Bank of the U.A.E. ("CBUAE"). The Parent Company is registered in the Insurance Companies register of the Central Bank of the U.A.E. under registration number 15. The address of the Parent Company's registered corporate office is P.O. Box 6000, Sharjah, United Arab Emirates.

### **Principal activities**

The principal activity of the Group is the writing of insurance of all types - other than savings and accumulation of funds. The Group operates through its Head Office in Sharjah and has branches in Dubai, Abu Dhabi, Al Ain, Khorfakkan, Fujairah and Ajman.

### **Financial position and results**

The consolidated financial position and results of the Group for the period ended 31 March 2025 are set out in the accompanying condensed interim consolidated financial statements.


### **Directors**

The following were the Directors of the Group for the period ended 31 March 2025:

Sheikh Faisal Bin Khalid Sultan Al Qasimi (Chairman)  
Sheikh Abdulla Mohd Ali Al Thani (Vice Chairman)  
Sheikh Khaled Abdulla Sultan Al Qasimi (Director)  
Sheikh Ahmed Abdulla Bin Mohammed Ali Al Thani (Director)  
Sheikh Saoud Nasser Rashid Abdulaziz Al Moalla (Director)  
Mr. Rashid Ali Rashid Dimas Al Suwaidi (Director)  
Mr. Abdulla Mohamed Salih Abdul Rahim Al Zarooni (Director)  
Ms. Noura Mahmoud Mohamed Al Mahmoud Al-Ali (Director)  
Mr. Bassam Ibrahim Mohammed Elayyan (Director)  
Mr. Nader Tawfiq Qaddumi (CEO)

### **Auditors**

KPMG Lower Gulf Limited were appointed as auditors of the Group for the year ended 31 December 2025.

  
Sheikh Faisal Bin Khalid Bin Sultan Al Qasimi  
Chairman of the Board of Directors

14 May 2025





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# Independent Auditors' Report on Review of Condensed Interim Consolidated Financial Information

## To the Shareholders of Al Buhaira National Insurance Company P.S.C

### Introduction

We have reviewed the accompanying 31 March 2025 condensed interim consolidated financial information of Al Buhaira National Insurance Company P.S.C (the "Company") and its subsidiary (the "Group"), which comprises:

- the condensed interim consolidated statement of financial position as at 31 March 2025;
- the condensed interim consolidated statement of profit or loss for the three-month period ended 31 March 2025;
- the condensed interim consolidated statement of other comprehensive income for the three-month period ended 31 March 2025;
- the condensed interim consolidated statement of changes in equity for the three-month period ended 31 March 2025;
- the condensed interim consolidated statement of cash flows for the three-month period ended 31 March 2025; and
- notes to the condensed interim consolidated financial information.

Management is responsible for the preparation and presentation of this condensed interim consolidated financial information in accordance with IAS 34, '*Interim Financial Reporting*'. Our responsibility is to express a conclusion on this condensed interim consolidated 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 consolidated 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 31 March 2025 condensed interim consolidated financial information is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

## Emphasis of Matter

We draw attention to note 25 in the condensed interim consolidated financial information, which describes that the Group has a deficit in the Solvency Capital Requirement and Minimum Guarantee Fund Requirement as stipulated by the Central Bank of U.A.E by an amount of AED 186,209,299 and AED 30,877,149 respectively and to note 3.4 which describes the judgements applied in evaluating the impact of these deficits. Our conclusion is not modified in respect of this matter.

## Other Matter – Comparative Information

The condensed interim consolidated financial information of the Group for the three-month period ended 31 March 2024, was reviewed by another auditor who expressed an unmodified conclusion on those condensed interim consolidated financial information on 15 May 2024 and the consolidated financial statements of the Group for the year ended 31 December 2024 were audited by another auditor who expressed an unmodified opinion on those consolidated financial statements on 25 March 2025.

KPMG Lower Gulf Limited – SHJ BR

Adil Abid  
Registration No: 5541  
Sharjah, United Arab Emirates

Date: **15 MAY 2025**

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Condensed interim consolidated statement of financial position**

As at

		(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
	Notes		
<b>ASSETS</b>			
Property and equipment	4	15,188,759	11,181,248
Investment properties	5	849,055,989	849,055,989
Investments in securities at FVTOCI	6	56,973,422	56,414,041
Statutory deposit	7	10,000,000	10,000,000
Reinsurance contract assets	8	515,742,663	522,194,793
Insurance contract assets	8	273,490,589	-
Other receivables	9	50,171,964	42,632,402
Bank balances and cash	10	359,660,603	424,285,139
<b>TOTAL ASSETS</b>		<b>2,130,283,989</b>	<b>1,915,763,612</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	11	250,000,000	250,000,000
Statutory reserve		122,126,377	122,126,377
Voluntary reserve		100,000,000	100,000,000
Reinsurance reserve		22,728,537	18,901,014
Cumulative changes in fair value		(18,345,877)	(18,842,169)
Retained earnings/ (accumulated losses)		1,123,199	(15,713,982)
<b>Total Equity</b>		<b>477,632,236</b>	<b>456,471,240</b>
<b>Liabilities</b>			
Provision for employees' end of service indemnity		45,499,526	46,784,750
Bank borrowings	12	261,207,363	300,075,193
Lease liabilities	13	7,381,265	3,231,693
Insurance contract liabilities	8	945,836,924	730,991,127
Reinsurance contract liabilities	8	331,166,999	322,921,593
Other payables		61,071,340	55,288,016
Income tax payable	14	439,252	-
Deferred tax liability	14	49,084	-
<b>Total liabilities</b>		<b>1,652,651,753</b>	<b>1,459,292,372</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,130,283,989</b>	<b>1,915,763,612</b>

Sheikh Faisal Bin Khaled Bin Sultan Al Qasimi  
Chairman



The accompanying notes on pages 9 to 43 form an integral part of these condensed interim consolidated financial information.

The independent auditors' report on review of the condensed interim consolidated financial information is set out on pages 2 and 3.

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Condensed interim consolidated statement of profit or loss**  
**For the three-month period ended 31 March**

	Notes	(Unaudited) Three-month period ended 31 March 2025 AED	(Unaudited) Three-month period ended 31 March 2024 AED
Insurance revenue	16	407,088,456	335,387,306
Insurance service expenses	17	(345,359,870)	(377,112,105)
<b>Insurance service result before reinsurance contracts held</b>		<b>61,728,586</b>	<b>(41,724,799)</b>
Allocation of reinsurance premiums	18	(248,237,490)	(231,999,189)
Amounts recoverable from reinsurance for incurred claims	18	207,858,616	263,015,924
<b>Net (expense) / income from reinsurance contracts held</b>		<b>(40,378,874)</b>	<b>31,016,735</b>
<b>Insurance service result</b>		<b>21,349,712</b>	<b>(10,708,064)</b>
<b>Investment and other income</b>		<b>11,483,818</b>	<b>11,933,878</b>
Insurance finance expense for insurance contracts issued	19	(11,691,529)	(9,361,157)
Reinsurance finance income for reinsurance contracts held	19	6,846,852	5,716,004
<b>Net insurance financial result</b>		<b>(4,844,677)</b>	<b>(3,645,153)</b>
<b>Net insurance and investment results</b>		<b>27,988,853</b>	<b>(2,419,339)</b>
General and administrative expenses		(2,852,873)	(752,505)
Finance costs		(3,951,988)	(4,027,414)
Finance costs – lease		(80,036)	(65,170)
<b>Profit/ (loss) for the period before tax</b>		<b>21,103,956</b>	<b>(7,264,428)</b>
Income tax expense	14	(439,252)	-
<b>Profit/ (loss) for the period after tax</b>		<b>20,664,704</b>	<b>(7,264,428)</b>
<b>Basic and diluted earnings / (loss) per share</b>	15	<b>0.08</b>	<b>(0.03)</b>

The accompanying notes on pages 9 to 43 form an integral part of this condensed interim consolidated financial information.

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**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Condensed interim consolidated statement of other comprehensive income**  
**For the three-month period ended 31 March**

	(Unaudited) Three-month period ended 31 March 2025 AED	(Unaudited) Three-month period ended 31 March 2024 AED
Profit/ (loss) for the period	<u>20,664,704</u>	<u>(7,264,428)</u>
<b>Other comprehensive income/ (loss)</b>		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Change in fair value of investments carried at FVTOCI	545,376	(1,044,157)
Related deferred tax liability	<u>(49,084)</u>	<u>-</u>
<b>Other comprehensive income/ (loss) for the period</b>	<u>496,292</u>	<u>(1,044,157)</u>
<b>Total comprehensive income/ (loss) for the period</b>	<u><b>21,160,996</b></u>	<u><b>(8,308,585)</b></u>

The accompanying notes on pages 9 to 43 form an integral part of these condensed interim consolidated financial information.

The independent auditors' report on review of the condensed interim consolidated financial information is set out on pages 2 and 3.



**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Condensed interim consolidated statement of changes in equity**  
**For the three-month period ended 31 March**

	Share capital AED	Statutory reserve AED	Voluntary reserve AED	Reinsurance reserve AED	Cumulative changes in fair value AED	Accumulated losses AED	Total AED
Balance as at 1 January 2024 (Audited)	250,000,000	122,126,377	200,000,000	14,293,181	(15,689,021)	(74,178,917)	496,551,620
Loss for the period after tax	-	-	-	-	-	(7,264,428)	(7,264,428)
Other comprehensive income for the period	-	-	-	-	(1,044,157)	-	(1,044,157)
Total comprehensive loss for the period	-	-	-	-	(1,044,157)	(7,264,428)	(8,308,585)
Transfer to reinsurance reserve	-	-	-	3,646,423	-	(3,646,423)	-
Balance as at 31 March 2024 (Unaudited)	250,000,000	122,126,377	200,000,000	17,939,604	(16,733,178)	(85,089,768)	488,243,035
<b>Balance as at 1 January 2025 (Audited)</b>	<b>250,000,000</b>	<b>122,126,377</b>	<b>100,000,000</b>	<b>18,901,014</b>	<b>(18,842,169)</b>	<b>(15,713,982)</b>	<b>456,471,240</b>
Profit for the period after tax	-	-	-	-	-	20,664,704	20,664,704
Other comprehensive income for the period	-	-	-	-	496,292	-	496,292
Total comprehensive income for the period	-	-	-	-	496,292	20,664,704	21,160,996
Transfer to reinsurance reserve	-	-	-	3,827,523	-	(3,827,523)	-
<b>Balance as at 31 March 2025 (Unaudited)</b>	<b>250,000,000</b>	<b>122,126,377</b>	<b>100,000,000</b>	<b>22,728,537</b>	<b>(18,345,877)</b>	<b>1,123,199</b>	<b>477,632,236</b>

The accompanying notes on pages 9 to 43 form an integral part of these condensed interim consolidated financial information.

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Condensed interim consolidated statement of cash flows**  
**For the three-month period ended 31 March**

	Notes	(Unaudited) Three-month period ended 31 March 2025 AED	(Unaudited) Three-month period ended 31 March 2024 AED
<b>OPERATING ACTIVITIES</b>			
Profit/ (loss) for the period before tax		21,103,956	(7,264,428)
Adjustments for:			
Depreciation of property and equipment	4	1,119,187	1,209,922
Interest income on deposits		(4,077,309)	(3,466,788)
Dividend income		(108,984)	(257,680)
Net rental income from investment properties		(7,285,633)	(8,209,409)
Provision for employees' end of service indemnity		301,370	1,098,025
Finance costs		4,032,024	4,092,584
Other income		(11,892)	-
<b>Operating cash flows before changes in working capital</b>		<b>15,072,719</b>	<b>(12,797,774)</b>
<b>Change in working capital</b>			
Net reinsurance contract assets		14,697,536	(40,446,466)
Other receivables		(7,539,562)	(7,813,899)
Net insurance contract liabilities		(58,644,792)	20,186,266
Other payables		5,783,324	1,067,360
<b>Cash used in operating activities</b>		<b>(30,630,775)</b>	<b>(39,804,513)</b>
Employees' end of service benefits paid		(1,586,594)	(401,345)
<b>Net cash used in operating activities</b>		<b>(32,217,369)</b>	<b>(40,205,858)</b>
<b>INVESTING ACTIVITIES</b>			
Movement in fixed deposits		(1,834,344)	(7,847,582)
Purchase of investments in securities at FVTOCI		(14,005)	-
Purchase of property and equipment		(44,251)	(120,068)
Interest received		4,077,309	3,466,788
Dividends received		108,984	257,680
Net rental income from investment properties		7,285,633	8,209,409
Other income		11,892	-
<b>Net cash generated from investing activities</b>		<b>9,591,218</b>	<b>3,966,227</b>
<b>FINANCING ACTIVITIES</b>			
Bank borrowings – net		(38,867,830)	12,488,390
Finance costs paid		(3,951,988)	(4,027,414)
Lease payments		(1,012,911)	(1,157,582)
<b>Net cash (used in)/ generated from financing activities</b>		<b>(43,832,729)</b>	<b>7,303,394</b>
<b>Net change in cash and cash equivalents</b>		<b>(66,458,880)</b>	<b>(28,936,237)</b>
Cash and cash equivalents at the beginning of the period		106,750,419	72,952,230
<b>Cash and cash equivalents at the end of the period</b>	20	<b>40,291,539</b>	<b>44,015,993</b>

The accompanying notes on pages 9 to 43 form an integral part of this condensed interim consolidated financial information.

The independent auditors' report on review of the condensed interim consolidated financial information is set out on pages 2 and 3.

# **Al Buhaira National Insurance Company P.S.C. and its Subsidiary**

## **Condensed interim consolidated financial information (Unaudited)**

### **Notes to the condensed interim consolidated financial information (continued)**

**For the three-month period ended 31 March 2025**

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#### **1. General information**

Al Buhaira National Insurance Company P.S.C. (the “Company”) is incorporated as a public shareholding company by an Emiri Decree issued by His Highness, The Ruler of Sharjah on 16 May 1978. The Company is subject to the regulations of UAE Federal Decree Law No. (48) of 2023 (previously Federal Law No. 6 of 2007, as amended), issued by the Central Bank of UAE and is registered in the Insurance Companies Register of the Central Bank of the UAE under registration Number 15.

This condensed interim consolidated financial information has been prepared in accordance with the requirements of the applicable laws and regulations, including UAE Federal Decree Law No. (32) of 2021.

The Company is domiciled and operates in the UAE and its registered address is P.O. Box 6000, Sharjah, United Arab Emirates. The Company’s ordinary shares are listed on the Abu Dhabi Securities Exchange.

The principal activity of the Company is the writing of insurance of all types – other than savings and accumulation of funds. The Company operates through its head office in Sharjah and has branches in Dubai, Abu Dhabi, Al Ain, Khorfakkan, Fujairah and Ajman.

This condensed interim consolidated financial information comprise the Company and its subsidiary, Al Buhaira Economic Investments Establishment 100% owned by the Company, (together referred to as “the Group”).

The condensed interim financial information does not contain all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2024. In addition, the results for the three-month period ended 31 March 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

#### **2. Basis of preparation**

##### **2.1 Statement of compliance**

This condensed interim consolidated financial information have been prepared in accordance with International Financial Reporting Standards (“IFRS”) promulgated by International Accounting Standard Board (IASB) and interpretations thereof issued by the IFRS Interpretations Committee and in compliance with the applicable requirements of the United Arab Emirates (UAE) Federal Decree Law No. 32 of 2021 (“Companies Law”), relating to commercial companies and United Arab Emirates (UAE) Federal Decree Law No. (48) of 2023 (previously Federal Law No. 6 of 2007, as amended) concerning Insurance Law issued by the Central Bank of the UAE (“CBUAE”) and regulation of its operations.

##### **2.2 Basis of measurement**

This condensed interim consolidated financial information has been prepared on an accrual basis and under the historical cost convention except for investment properties and certain financial instruments that are measured at fair values as at the end of each reporting date and the provision for employees’ end of service indemnity which is calculated in line with UAE labour laws.

##### **2.3 Functional and reporting currency**

This condensed interim consolidated financial information is presented in UAE Dirhams (AED) being the functional and presentation currency of the Group.

##### **2.4 Basis of presentation**

The Group presents its condensed interim consolidated statement of financial position in order of liquidity.

# Al Buhaira National Insurance Company P.S.C. and its Subsidiary

## Condensed interim consolidated financial information (Unaudited)

### Notes to the condensed interim consolidated financial information (continued)

For the three-month period ended 31 March 2025

#### 2. Basis of preparation (continued)

##### 2.5 Basis of consolidation

This condensed interim consolidated financial information incorporate the financial information of the Group and its subsidiary. Control is achieved when the Group:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

The consolidated financial information includes:

Name of subsidiary	Place of incorporation and operation	Proportion of ownership interest and voting power held	Principal activity
Al Buhaira Economic Investments Establishment	Sharjah, U.A.E.	100%	Investing in economic projects.

Al Buhaira National Insurance Company P.S.C. has control over the above entity and derives economic benefit from equity holdings. The Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity via management agreements and accordingly, the entity is consolidated as wholly owned subsidiary in this condensed interim consolidated financial information. Accordingly, the condensed interim consolidated financial information incorporates 100% of the assets, liabilities, income, and expenses of the above company.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

#### 3. Material accounting policies

The accounting policies applied in the condensed interim consolidated financial information are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2024.

##### 3.1 New currently effective requirements

Effective Date	New accounting standards or amendments
1 January 2025	Lack of Exchangeability – Amendments to IAS 21

##### 3.2 Forthcoming requirements (continued)

Effective Date	New accounting standards or amendments
1 January 2026	Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7
	Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7
	Annual Improvements to IFRS Accounting Standards – Volume II

# Al Buhaira National Insurance Company P.S.C. and its Subsidiary

## Condensed interim consolidated financial information (Unaudited)

### Notes to the condensed interim consolidated financial information (continued)

For the three-month period ended 31 March 2025

#### 3.2 Forthcoming requirements (continued)

Effective Date	New accounting standards or amendments
1 January 2027	IFRS 18 Presentation and Disclosure in Financial Statements
	IFRS 19 Subsidiaries without Public Accountability Disclosures
Available for optional adoption/effective date deferred indefinitely	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS28)

#### 3.3 Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2024.

#### 3.4 Use of estimates and judgements

The preparation of this condensed interim consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed interim consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2024.

The financial information has been prepared on a going concern basis. In making this assessment, the directors have exercised significant judgement, particularly in evaluating the impact of a breach of the Group's Solvency Capital Requirement (SCR) and Minimum Guarantee Fund (MGF) as at 31 March 2025.

The breach of the SCR and MGF arose due to several reasons including the inadmissibility of certain assets, including investment properties, and credit risk charge associated with certain balances receivables. For the purposes of the SCR calculations, the credit charge is calculated following the solvency calculation rules however, in management's view those certain balances receivables that are due from Government entities carry minimal default risk. While the breach of SCR and MGF does not affect the Group's operational liquidity or ability to meet its financial obligations in the normal course of business, it triggers enhanced oversight by the regulators and necessitates proactive measures to restore the solvency position in respect of the SCR and MGF deficit.

In determining whether a material uncertainty to the Going Concern assumption exists, the directors considered:

- The Group's current liquidity position and projected cash flows and that the Group has made profits in the three-month period ended 31 March 2025 and holds net assets of AED 477.6 million.
- Forecasts demonstrating profitability over the next 12 months which will improve the Group's solvency position;
- Management's solvency recovery plans to address the solvency deficits;
- Ongoing engagement and communication with the regulators;
- Availability of the financial support in the forms of letter of guarantee from the bank.

While this situation was assessed as a close call, the directors concluded that there is no material uncertainty that casts significant doubt on the Group's ability to continue as a going concern. This judgement is based on reasonably foreseeable outcomes including the Board approved business plan and management's ability to execute the solvency recovery plan.

This conclusion involved significant judgement, and the directors acknowledge that the actual outcomes may differ if there are adverse conditions including worsening loss ratios, large retained losses, catastrophe events exceeding the Company's reinsurance capacity, or any other regulatory concerns. However, the Board is confident about the management's solvency recovery plan and expects significant improvement in the Group's solvency position in the near future.

# Al Buhaira National Insurance Company P.S.C. and its Subsidiary

## Condensed interim consolidated financial information (Unaudited)

### Notes to the condensed interim consolidated financial information (continued)

For the three-month period ended 31 March 2025

#### 4. Property and equipment

- Property and equipment additions during the current period amounted to AED 44,251 (for the year ended 31 December 2024: AED 2,859,680).
- Depreciation charges for the current period amounted to AED 1,119,187 (three-month period ended 31 March 2024: AED 1,209,922).
- Gain from disposal for the current period amounted to AED Nil (three-month period ended 31 March 2024: AED Nil).
- All the property and equipment are located in U.A.E.

#### 5. Investment properties

The fair value of the Group's investments properties as at 31 December 2024 has been arrived at on the basis of valuations carried on the respective dates by independent competent valuers who have recent market experience in the valuation of properties in the United Arab Emirates. Management estimates that there has been no change in the fair value of the investment properties during the three-month period ended 31 March 2025.

The fair value of plots of land and buildings was determined using market approach.

The Group's investment properties are classified as Level 3 in fair value hierarchy as at 31 March 2025 (31 December 2024: Level 3).

Investment property amounting to AED 849 million (31 December 2024: AED 849 million) is mortgaged to a bank (note 12) towards credit facilities granted to the Group.

The rental proceeds from Al Khan, Al Nahda Tower and Al Buhairah Corniche Tower are assigned to a bank against credit facilities granted to the Group.

#### 6. Investment in securities at fair value through other comprehensive income (FVTOCI)

##### Financial assets carried at fair value through other comprehensive income

The Group's financial investments at the end of reporting period are as follows:

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
Quoted – at fair value	53,495,324	52,935,943
Unquoted – at fair value	3,478,098	3,478,098
	<u>56,973,422</u>	<u>56,414,041</u>
In U.A.E	56,973,422	56,414,041
In other GCC countries	-	-
	<u>56,973,422</u>	<u>56,414,041</u>

Movement during the period / year was as follows:

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
Fair value at the beginning of the period/ year	56,414,041	59,567,189
Purchases during the period/ year	14,005	-
Disposals during the period/ year	-	-
Change in fair value during the period/ year	545,376	(3,153,148)
Fair value at the end of the period/ year	<u>56,973,422</u>	<u>56,414,041</u>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**7. Statutory deposit**

In accordance with the requirements of Article (38) of the UAE Federal Decree Law No. (48) of 2023 (previously UAE Federal Law No. 6 of 2007, as amended), the Group maintains a bank deposit of AED 10 million (31 December 2024: AED 10 million) as a statutory deposit. This deposit cannot be withdrawn without prior approval of the CBUAE and yields interest rate per annum of 4.65% (31 December 2024: 5.40%).

**8. Insurance and reinsurance contracts**

The breakdown of groups of insurance and reinsurance contracts issued, and reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

		(Unaudited)			(Audited)		
		31 March 2025			31 December 2024		
	Notes	Assets	Liabilities	Net	Assets	Liabilities	Net
		AED	AED	AED	AED	AED	AED
<b>Insurance contracts issued</b>							
Motor	8.1	206,076,447	-	206,076,447	-	19,423,629	(19,423,629)
Marine	8.2	-	61,539,131	(61,539,131)	-	82,355,884	(82,355,884)
FGA	8.3	59,162,121	-	59,162,121	-	36,305,345	(36,305,345)
Medical	8.4	-	884,297,793	(884,297,793)	-	582,245,224	(582,245,224)
Life	8.5	8,252,021	-	8,252,021	-	10,661,045	(10,661,045)
<b>Total insurance contracts issued</b>		273,490,589	945,836,924	(672,346,335)	-	730,991,127	(730,991,127)
<b>Reinsurance contracts held</b>							
Motor	8.6	39,175,495	175,078	39,000,417	57,075,325	-	57,075,325
Marine	8.7	53,089,976	-	53,089,976	48,810,684	-	48,810,684
FGA	8.8	64,636,110	9,204,241	55,431,869	74,980,724	26,032,768	48,947,956
Medical	8.9	352,295,520	319,355,931	32,939,589	329,926,364	293,820,843	36,105,521
Life	8.10	6,545,562	2,431,749	4,113,813	11,401,696	3,067,982	8,333,714
<b>Total reinsurance contracts held</b>		515,742,663	331,166,999	184,575,664	522,194,793	322,921,593	199,273,200

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**8. Insurance and reinsurance contracts (continued)**

***Discount rates:***

Insurance contract liabilities are calculated by discounting expected future cash flows at a risk free rate, plus an illiquidity premium where applicable. Risk free rates are determined by reference to the yields of highly liquid AAA-rated sovereign securities in the currency of the insurance contract liabilities. The illiquidity premium is determined by reference to observable market rates.

EIOPA USD risk free Volatility Adjusted (Spot) rates were used with country risk premium/ illiquidity premium of 0.66% is applied for discounting of future cash flows listed below:

	<b>1 year</b>		<b>3 years</b>		<b>5 years</b>		<b>10 years</b>	
	<b>Q1-2025</b>	<b>Year-2024</b>	<b>Q1-2025</b>	<b>Year-2024</b>	<b>Q1-2025</b>	<b>Year-2024</b>	<b>Q1-2025</b>	<b>Year-2024</b>
Liability for Incurred Claims								
AED	<b>5.10%</b>	5.27%	<b>4.77%</b>	5.15%	<b>4.78%</b>	5.11%	<b>4.91%</b>	5.16%
USD	<b>4.44%</b>	4.55%	<b>4.11%</b>	4.43%	<b>4.12%</b>	4.39%	<b>4.25%</b>	4.44%
Liability for reinsurance contracts issued								
AED	<b>5.10%</b>	5.27%	<b>4.77%</b>	5.15%	<b>4.78%</b>	5.11%	<b>4.91%</b>	5.16%
USD	<b>4.44%</b>	4.55%	<b>4.11%</b>	4.43%	<b>4.12%</b>	4.39%	<b>4.25%</b>	4.44%

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

The Group disaggregates information to provide disclosures in respect of major product lines separately for Motor, Marine, FGA, Medical and Life. This disaggregation has been determined based on how the Group is managed.

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 note 8.1.



**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

**For the three-month period ended 31 March 2025**

**8. 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)**

**Contracts measured under the PAA**

**8.1 Motor**

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
	AED	AED	AED	AED	AED
<b>31 March 2025</b>					
Net insurance contract liabilities as at 1 January 2025	(167,521,935)	(2)	180,519,911	6,425,655	19,423,629
Insurance revenue	(60,709,346)	-	-	-	(60,709,346)
Insurance service expenses					
Incurred claims and other expenses	-	-	142,544,977	2,529,826	145,074,803
Amortisation of insurance acquisition cash flows	5,676,583	-	-	-	5,676,583
Losses on onerous contracts and reversals	-	2,848,757	-	-	2,848,757
Changes to liabilities for incurred claims	-	-	(72,987,865)	(3,370,873)	(76,358,738)
<b>Insurance service result</b>	<b>(55,032,763)</b>	<b>2,848,757</b>	<b>69,557,112</b>	<b>(841,047)</b>	<b>16,532,059</b>
Insurance finance expenses	-	-	2,521,276	89,744	2,611,020
<b>Total changes in the statement of comprehensive income</b>	<b>(55,032,763)</b>	<b>2,848,757</b>	<b>72,078,388</b>	<b>(751,303)</b>	<b>19,143,079</b>
<b>Cash flows</b>					
Premiums received	(143,676,922)	-	-	-	(143,676,922)
Claims and other expenses	-	-	(95,289,650)	-	(95,289,650)
Insurance acquisition cash flows	(5,676,583)	-	-	-	(5,676,583)
<b>Total cash flows</b>	<b>(149,353,505)</b>	<b>-</b>	<b>(95,289,650)</b>	<b>-</b>	<b>(244,643,155)</b>
<b>Net insurance contract assets as at 31 March 2025</b>	<b>(371,908,203)</b>	<b>2,848,755</b>	<b>157,308,649</b>	<b>5,674,352</b>	<b>(206,076,447)</b>
<b>31 December 2024</b>					
Insurance contract liabilities as at 1 January 2024	(165,152,113)	(2)	159,221,140	6,210,519	279,544
Insurance revenue	(240,057,394)	-	-	-	(240,057,394)
Insurance service expenses					
Incurred claims and other expenses	-	-	390,141,393	5,447,886	395,589,279
Amortisation of insurance acquisition cash flows	21,975,129	-	-	-	21,975,129
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(41,500,247)	(5,466,119)	(46,966,366)
<b>Insurance service result</b>	<b>(218,082,265)</b>	<b>-</b>	<b>348,641,146</b>	<b>(18,233)</b>	<b>130,540,648</b>
Insurance finance expenses	-	-	5,982,963	233,369	6,216,332
<b>Total changes in the statement of comprehensive income</b>	<b>(218,082,265)</b>	<b>-</b>	<b>354,624,109</b>	<b>215,136</b>	<b>136,756,980</b>
<b>Cash flows</b>					
Premiums received	237,687,572	-	-	-	237,687,572
Claims and other expenses	-	-	(333,325,338)	-	(333,325,338)
Insurance acquisition cash flows	(21,975,129)	-	-	-	(21,975,129)
<b>Total cash flows</b>	<b>215,712,443</b>	<b>-</b>	<b>(333,325,338)</b>	<b>-</b>	<b>(117,612,895)</b>
<b>Net insurance contract liabilities as at 31 December 2024</b>	<b>(167,521,935)</b>	<b>(2)</b>	<b>180,519,911</b>	<b>6,425,655</b>	<b>19,423,629</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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)

Contracts measured under the PAA (continued)

**8.2 Marine**

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
	AED	AED	AED	AED	AED
<b>31 March 2025</b>					
Net insurance contract liabilities as at 1 January 2025	36,714,755	-	43,758,449	1,882,680	82,355,884
Insurance revenue	(8,743,014)	-	-	-	(8,743,014)
Insurance service expenses					
Incurred claims and other expenses	-	-	12,186,402	386,169	12,572,571
Amortisation of insurance acquisition cash flows	581,047	-	-	-	581,047
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(3,314,418)	(242,345)	(3,556,763)
<b>Insurance service result</b>	<b>(8,161,967)</b>	<b>-</b>	<b>8,871,984</b>	<b>143,824</b>	<b>853,841</b>
Insurance finance expenses	-	-	621,461	26,738	648,199
<b>Total changes in the statement of comprehensive income</b>	<b>(8,161,967)</b>	<b>-</b>	<b>9,493,445</b>	<b>170,562</b>	<b>1,502,040</b>
<b>Cash flows</b>					
Premiums received	(15,578,565)	-	-	-	(15,578,565)
Claims and other expenses	-	-	(6,159,181)	-	(6,159,181)
Insurance acquisition cash flows	(581,047)	-	-	-	(581,047)
<b>Total cash flows</b>	<b>(16,159,612)</b>	<b>-</b>	<b>(6,159,181)</b>	<b>-</b>	<b>(22,318,793)</b>
<b>Net insurance contract liabilities as at 31 March 2025</b>	<b>12,393,176</b>	<b>-</b>	<b>47,092,713</b>	<b>2,053,242</b>	<b>61,539,131</b>
<b>31 December 2024</b>					
Insurance contract liabilities as at 1 January 2024	36,008,909	-	25,577,887	1,205,906	62,792,702
Insurance revenue	(31,567,709)	-	-	-	(31,567,709)
Insurance service expenses					
Incurred claims and other expenses	-	-	37,436,408	1,262,121	38,698,529
Amortisation of insurance acquisition cash flows	2,285,739	-	-	-	2,285,739
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	6,308,847	(637,901)	5,670,946
<b>Insurance service result</b>	<b>(29,281,970)</b>	<b>-</b>	<b>43,745,255</b>	<b>624,220</b>	<b>15,087,505</b>
Insurance finance expenses	-	-	1,114,709	52,554	1,167,263
<b>Total changes in the statement of comprehensive income</b>	<b>(29,281,970)</b>	<b>-</b>	<b>44,859,964</b>	<b>676,774</b>	<b>16,254,768</b>
<b>Cash flows</b>					
Premiums received	32,273,555	-	-	-	32,273,555
Claims and other expenses	-	-	(26,679,402)	-	(26,679,402)
Insurance acquisition cash flows	(2,285,739)	-	-	-	(2,285,739)
<b>Total cash flows</b>	<b>29,987,816</b>	<b>-</b>	<b>(26,679,402)</b>	<b>-</b>	<b>3,308,414</b>
<b>Net insurance contract liabilities as at 31 December 2024</b>	<b>36,714,755</b>	<b>-</b>	<b>43,758,449</b>	<b>1,882,680</b>	<b>82,355,884</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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)

Contracts measured under the PAA (continued)

**8.3 FGA**

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
31 March 2025	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED
Net insurance contract liabilities as at 1 January 2025	(63,642,591)	(4)	95,157,803	4,790,137	36,305,345
Insurance revenue	(26,991,515)	-	-	-	(26,991,515)
Insurance service expenses					
Incurred claims and other expenses	-	-	20,525,683	362,025	20,887,708
Amortisation of insurance acquisition cash flows	1,098,389	-	-	-	1,098,389
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(19,056,236)	(1,242,051)	(20,298,287)
<b>Insurance service result</b>	<b>(25,893,126)</b>	<b>-</b>	<b>1,469,447</b>	<b>(880,026)</b>	<b>(25,303,705)</b>
Insurance finance expenses	-	-	1,390,688	69,633	1,460,321
<b>Total changes in the statement of comprehensive income</b>	<b>(25,893,126)</b>	<b>-</b>	<b>2,860,135</b>	<b>(810,393)</b>	<b>(23,843,384)</b>
<b>Cash flows</b>					
Premiums received	(51,178,570)	-	-	-	(51,178,570)
Claims and other expenses	-	-	(19,347,123)	-	(19,347,123)
Insurance acquisition cash flows	(1,098,389)	-	-	-	(1,098,389)
<b>Total cash flows</b>	<b>(52,276,959)</b>	<b>-</b>	<b>(19,347,123)</b>	<b>-</b>	<b>(71,624,082)</b>
<b>Net insurance contract assets as at 31 March 2025</b>	<b>(141,812,676)</b>	<b>(4)</b>	<b>78,670,815</b>	<b>3,979,744</b>	<b>(59,162,121)</b>
31 December 2024					
Insurance contract assets as at 1 January 2024	(59,114,394)	(4)	44,106,839	2,545,146	(12,462,413)
Insurance revenue	(142,835,988)	-	-	-	(142,835,988)
Insurance service expenses					
Incurred claims and other expenses	-	-	105,224,312	3,781,996	109,006,308
Amortisation of insurance acquisition cash flows	3,600,869	-	-	-	3,600,869
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(11,694,871)	(1,632,389)	(13,327,260)
<b>Insurance service result</b>	<b>(139,235,119)</b>	<b>-</b>	<b>93,529,441</b>	<b>2,149,607</b>	<b>(43,556,071)</b>
Insurance finance expenses	-	-	1,665,117	95,384	1,760,501
<b>Total changes in the statement of comprehensive income</b>	<b>(139,235,119)</b>	<b>-</b>	<b>95,194,558</b>	<b>2,244,991</b>	<b>(41,795,570)</b>
<b>Cash flows</b>					
Premiums received	138,307,791	-	-	-	138,307,791
Claims and other expenses	-	-	(44,143,594)	-	(44,143,594)
Insurance acquisition cash flows	(3,600,869)	-	-	-	(3,600,869)
<b>Total cash flows</b>	<b>134,706,922</b>	<b>-</b>	<b>(44,143,594)</b>	<b>-</b>	<b>90,563,328</b>
<b>Net insurance contract liabilities as at 31 December 2024</b>	<b>(63,642,591)</b>	<b>(4)</b>	<b>95,157,803</b>	<b>4,790,137</b>	<b>36,305,345</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
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**Notes to the condensed interim consolidated financial information (continued)**  
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**8. 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)**

**Contracts measured under the PAA (continued)**

**8.4 Medical**

31 March 2025	Liabilities for remaining coverage		Liabilities for incurred claims		Total Unaudited AED
	Excluding loss component Unaudited AED	Loss component Unaudited AED	Estimates of the present value of future cash flows Unaudited AED	Risk adjustment Unaudited AED	
Net insurance contract liabilities as at 1 January 2025	71,517,982	-	500,623,076	10,104,166	582,245,224
Insurance revenue	(305,057,291)	-	-	-	(305,057,291)
Insurance service expenses					
Incurred claims and other expenses	-	-	251,965,429	4,861,345	256,826,774
Amortisation of insurance acquisition cash flows	14,050,451	-	-	-	14,050,451
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(7,526,814)	(3,552,156)	(11,078,970)
<b>Insurance service result</b>	<b>(291,006,840)</b>	<b>-</b>	<b>244,438,615</b>	<b>1,309,189</b>	<b>(45,259,036)</b>
Insurance finance expenses	-	-	6,622,492	133,661	6,756,153
<b>Total changes in the statement of comprehensive income</b>	<b>(291,006,840)</b>	<b>-</b>	<b>251,061,107</b>	<b>1,442,850</b>	<b>(38,502,883)</b>
<b>Cash flows</b>					
Premiums received	541,731,495	-	-	-	541,731,495
Claims and other expenses	-	-	(187,125,592)	-	(187,125,592)
Insurance acquisition cash flows	(14,050,451)	-	-	-	(14,050,451)
<b>Total cash flows</b>	<b>527,681,044</b>	<b>-</b>	<b>(187,125,592)</b>	<b>-</b>	<b>340,555,452</b>
<b>Net insurance contract liabilities as at 31 March 2025</b>	<b>308,192,186</b>	<b>-</b>	<b>564,558,591</b>	<b>11,547,016</b>	<b>884,297,793</b>
31 December 2024					
Insurance contract liabilities as at 1 January 2024	39,161,664	-	418,150,419	9,248,112	466,560,195
Insurance revenue	(1,019,550,375)	-	-	-	(1,019,550,375)
Insurance service expenses					
Incurred claims and other expenses	-	-	909,088,586	8,017,975	917,106,561
Amortisation of insurance acquisition cash flows	30,932,501	-	-	-	30,932,501
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(662,153)	(7,390,399)	(8,052,552)
Insurance service result	(988,617,874)	-	908,426,433	627,576	(79,563,865)
Insurance finance expenses	-	-	10,330,809	228,478	10,559,287
<b>Total changes in the statement of comprehensive income</b>	<b>(988,617,874)</b>	<b>-</b>	<b>918,757,242</b>	<b>856,054</b>	<b>(69,004,578)</b>
<b>Cash flows</b>					
Premiums received	1,051,906,693	-	-	-	1,051,906,693
Claims and other expenses	-	-	(836,284,585)	-	(836,284,585)
Insurance acquisition cash flows	(30,932,501)	-	-	-	(30,932,501)
<b>Total cash flows</b>	<b>1,020,974,192</b>	<b>-</b>	<b>(836,284,585)</b>	<b>-</b>	<b>184,689,607</b>
<b>Net insurance contract liabilities as at 31 December 2024</b>	<b>71,517,982</b>	<b>-</b>	<b>500,623,076</b>	<b>10,104,166</b>	<b>582,245,224</b>

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**Notes to the condensed interim consolidated financial information (continued)**  
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**8. 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)**

**Contracts measured under the PAA (continued)**

**8.5 Life**

	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED
<b>31 March 2025</b>					
Net insurance contract liabilities as at 1 January 2025	(5,373,242)	1	15,968,659	65,627	10,661,045
Insurance revenue	(5,587,290)	-	-	-	(5,587,290)
Insurance service expenses					
Incurred claims and other expenses	-	-	4,921,454	17,424	4,938,878
Amortisation of insurance acquisition cash flows	171,454	-	-	-	171,454
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(8,031,466)	(43,321)	(8,074,787)
<b>Insurance service result</b>	<b>(5,415,836)</b>	<b>-</b>	<b>(3,110,012)</b>	<b>(25,897)</b>	<b>(8,551,745)</b>
Insurance finance expenses	-	-	214,953	883	215,836
<b>Total changes in the statement of comprehensive income</b>	<b>(5,415,836)</b>	<b>-</b>	<b>(2,895,059)</b>	<b>(25,014)</b>	<b>(8,335,909)</b>
<b>Cash flows</b>					
Premiums received	(7,084,188)	-	-	-	(7,084,188)
Claims and other expenses	-	-	(3,321,515)	-	(3,321,515)
Insurance acquisition cash flows	(171,454)	-	-	-	(171,454)
<b>Total cash flows</b>	<b>(7,255,642)</b>	<b>-</b>	<b>(3,321,515)</b>	<b>-</b>	<b>(10,577,157)</b>
<b>Net insurance contract assets as at 31 March 2025</b>	<b>(18,044,720)</b>	<b>1</b>	<b>9,752,085</b>	<b>40,613</b>	<b>(8,252,021)</b>
<b>31 December 2024</b>					
Insurance contract liabilities as at 1 January 2024	(5,715,407)	1	13,706,896	60,388	8,051,878
Insurance revenue	(14,890,925)	-	-	-	(14,890,925)
Insurance service expenses					
Incurred claims and other expenses	-	-	13,510,118	26,703	13,536,821
Amortisation of insurance acquisition cash flows	709,489	-	-	-	709,489
Losses on onerous contracts and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(1,013,799)	(23,364)	(1,037,163)
<b>Insurance service result</b>	<b>(14,181,436)</b>	<b>-</b>	<b>12,496,319</b>	<b>3,339</b>	<b>(1,681,778)</b>
Insurance finance expenses	-	-	431,032	1,900	432,932
<b>Total changes in the statement of comprehensive income</b>	<b>(14,181,436)</b>	<b>-</b>	<b>12,927,351</b>	<b>5,239</b>	<b>(1,248,846)</b>
<b>Cash flows</b>					
Premiums received	15,233,090	-	-	-	15,233,090
Claims and other expenses	-	-	(10,665,588)	-	(10,665,588)
Insurance acquisition cash flows	(709,489)	-	-	-	(709,489)
<b>Total cash flows</b>	<b>14,523,601</b>	<b>-</b>	<b>(10,665,588)</b>	<b>-</b>	<b>3,858,013</b>
<b>Net insurance contract liabilities as at 31 December 2024</b>	<b>(5,373,242)</b>	<b>1</b>	<b>15,968,659</b>	<b>65,627</b>	<b>10,661,045</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**8. 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

Contracts measured under the PAA

**8.6 Motor**

31 March 2025	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	Total
	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED
Reinsurance contract assets as at 1 January 2025	10,111,170	-	44,919,931	2,044,224	57,075,325
Reinsurance contract liabilities as at 1 January 2025	-	-	-	-	-
<b>Net reinsurance contract assets as at 1 January 2025</b>	<b>10,111,170</b>	<b>-</b>	<b>44,919,931</b>	<b>2,044,224</b>	<b>57,075,325</b>
An allocation of reinsurance premiums	(9,618,901)	-	-	-	(9,618,901)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	4,765,094	368,422	5,133,516
Changes to amounts recoverable for incurred claims	-	-	1,170,627	(973,157)	197,470
Amortization of insurance acquisition cash flows	(3,607,801)	-	-	-	(3,607,801)
Losses on onerous contracts and reversals of those losses – net	-	(175,078)	-	-	(175,078)
<b>Net income or expense from reinsurance contracts held</b>	<b>(13,226,702)</b>	<b>(175,078)</b>	<b>5,935,721</b>	<b>(604,735)</b>	<b>(8,070,794)</b>
Reinsurance finance income	-	-	607,114	27,629	634,743
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
<b>Total changes in the statement of comprehensive income</b>	<b>(13,226,702)</b>	<b>(175,078)</b>	<b>6,542,835</b>	<b>(577,106)</b>	<b>(7,436,051)</b>
<b>Cash flows</b>					
Premiums paid	8,622,063	-	-	-	8,622,063
Reinsurance acquisition cash flows	3,607,801	-	-	-	3,607,801
Amounts received	-	-	(22,868,721)	-	(22,868,721)
<b>Total cash flows</b>	<b>12,229,864</b>	<b>-</b>	<b>(22,868,721)</b>	<b>-</b>	<b>(10,638,857)</b>
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>9,114,332</b>	<b>(175,078)</b>	<b>28,594,045</b>	<b>1,467,118</b>	<b>39,000,417</b>
Reinsurance contract assets as at 31 March 2025	9,114,332	-	28,594,045	1,467,118	39,175,495
Reinsurance contract liabilities as at 31 March 2025	-	(175,078)	-	-	(175,078)
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>9,114,332</b>	<b>(175,078)</b>	<b>28,594,045</b>	<b>1,467,118</b>	<b>39,000,417</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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 (continued)**

**8.6 Motor (continued)**

	Assets for remaining coverage		Amounts recoverable on incurred claims		Total AED
	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	
31 December 2024					
Reinsurance contract assets as at 1 January 2024	-	-	31,146,463	1,592,722	32,739,185
Reinsurance contract liabilities as at 1 January 2024	(59,068,777)	-	-	-	(59,068,777)
Net reinsurance contract assets	(59,068,777)	-	31,146,463	1,592,722	(26,329,592)
An allocation of reinsurance premiums	(43,641,078)	-	-	-	(43,641,078)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	91,493,508	952,961	92,446,469
Changes to amounts recoverable for incurred claims	-	-	7,764,050	(557,156)	7,206,894
Amortisation of insurance acquisition cash flows	16,502,041	-	-	-	16,502,041
Losses on onerous contracts and reversals of those losses – net	-	-	-	-	-
Net income or expense from reinsurance contracts held	(27,139,037)	-	99,257,558	395,805	72,514,326
Reinsurance finance income	-	-	1,089,195	55,697	1,144,892
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
Total changes in the statement of profit or loss	(27,139,037)	-	100,346,753	451,502	73,659,218
<i>Cash flows</i>					
Premiums paid	112,821,025	-	-	-	112,821,025
Reinsurance acquisition cash flows	(16,502,041)	-	-	-	(16,502,041)
Amounts received	-	-	(86,573,285)	-	(86,573,285)
Total cash flows	96,318,984	-	(86,573,285)	-	9,745,699
Net reinsurance contract liabilities as at 31 December 2024	10,111,170	-	44,919,931	2,044,224	57,075,325
Reinsurance contract assets as at 31 December 2024	10,111,170	-	44,919,931	2,044,224	57,075,325
Reinsurance contract liabilities as at 31 December 2024	-	-	-	-	-
Net reinsurance contract assets as at 31 December 2024	10,111,170	-	44,919,931	2,044,224	57,075,325

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**8. 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 (Continued)

**8.7 Marine**

31 March 2025	Assets for remaining coverage		Amounts recoverable on incurred claims		
	Excluding loss recovery component Unaudited AED	Loss component Unaudited AED	Estimates of the present value of future cash flows Unaudited AED	Risk adjustment Unaudited AED	Total Unaudited AED
Reinsurance contract assets as at 1 January 2025	3,783,280	-	43,033,594	1,993,810	48,810,684
Reinsurance contract liabilities as at 1 January 2025	-	-	-	-	-
<b>Net reinsurance contract assets as at 1 January 2025</b>	<b>3,783,280</b>	<b>-</b>	<b>43,033,594</b>	<b>1,993,810</b>	<b>48,810,684</b>
An allocation of reinsurance premiums	(3,981,922)	-	-	-	(3,981,922)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	1,047,433	583,814	1,631,247
Changes to amounts recoverable for incurred claims	-	-	94,608	(410,168)	(315,560)
Amortization of insurance acquisition cash flows	898,114	-	-	-	898,114
Losses on onerous contracts and reversals of those losses - net	-	-	-	-	-
<b>Net income or expense from reinsurance contracts held</b>	<b>(3,083,808)</b>	<b>-</b>	<b>1,142,041</b>	<b>173,646</b>	<b>(1,768,121)</b>
Reinsurance finance income	-	-	588,532	27,269	615,801
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
<b>Total changes in the statement of comprehensive income</b>	<b>(3,083,808)</b>	<b>-</b>	<b>1,730,573</b>	<b>200,915</b>	<b>(1,152,320)</b>
<b>Cash flows</b>					
Premiums paid	5,368,579	-	-	-	5,368,579
Reinsurance acquisition cash flows	(898,114)	-	-	-	(898,114)
Amounts received	-	-	961,147	-	961,147
<b>Total cash flows</b>	<b>4,470,465</b>	<b>-</b>	<b>961,147</b>	<b>-</b>	<b>5,431,612</b>
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>5,169,937</b>	<b>-</b>	<b>45,725,314</b>	<b>2,194,725</b>	<b>53,089,976</b>
Reinsurance contract assets as at 31 March 2025	5,169,937	-	45,725,314	2,194,725	53,089,976
Reinsurance contract liabilities as at 31 March 2025	-	-	-	-	-
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>5,169,937</b>	<b>-</b>	<b>45,725,314</b>	<b>2,194,725</b>	<b>53,089,976</b>



**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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 (continued)**

**8.7 Marine (continued)**

	Assets for remaining coverage		Amounts recoverable on incurred claims		
	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Total AED
31 December 2024					
Reinsurance contract assets as at 1 January 2024	3,200,829	-	26,115,527	1,626,917	30,943,273
Reinsurance contract liabilities as at 1 January 2024	-	-	-	-	-
Net reinsurance contract assets	3,200,829	-	26,115,527	1,626,917	30,943,273
An allocation of reinsurance premiums	(17,159,030)	-	-	-	(17,159,030)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	15,025,575	1,084,255	16,109,830
Changes to amounts recoverable for incurred claims	-	-	5,057,859	(756,652)	4,301,207
Amortisation of insurance acquisition cash flows	4,121,099	-	-	-	4,121,099
Losses on onerous contracts and reversals of those losses – net	-	-	-	-	-
Net income or expense from reinsurance contracts held	(13,037,931)	-	20,083,434	327,603	7,373,106
Reinsurance finance income	-	-	632,472	39,290	671,762
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
Total changes in the statement of profit or loss	(13,037,931)	-	20,715,906	366,893	8,044,868
<i>Cash flows</i>					
Premiums paid	17,741,481	-	-	-	17,741,481
Reinsurance acquisition cash flows	(4,121,099)	-	-	-	(4,121,099)
Amounts received	-	-	(3,797,839)	-	(3,797,839)
Total cash flows	13,620,382	-	(3,797,839)	-	9,822,543
Net reinsurance contract assets as at 31 December 2024	3,783,280	-	43,033,594	1,993,810	48,810,684
Reinsurance contract assets as at 31 December 2024	3,783,280	-	43,033,594	1,993,810	48,810,684
Reinsurance contract liabilities as at 31 December 2024	-	-	-	-	-
Net reinsurance contract assets as at 31 December 2024	3,783,280	-	43,033,594	1,993,810	48,810,684

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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 (Continued)

**8.8 FGA**

	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	Total
31 March 2025	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED
Reinsurance contract assets as at 1 January 2025	-	-	71,325,785	3,654,939	74,980,724
Reinsurance contract liabilities as at 1 January 2025	(26,032,768)	-	-	-	(26,032,768)
<b>Net reinsurance contract assets as at 1 January 2025</b>	<b>(26,032,768)</b>	<b>-</b>	<b>71,325,785</b>	<b>3,654,939</b>	<b>48,947,956</b>
An allocation of reinsurance premiums	(23,646,907)	-	-	-	(23,646,907)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	2,453,683	172,016	2,625,699
Changes to amounts recoverable for incurred claims	-	-	(1,189,815)	(694,687)	(1,884,502)
Amortization of insurance acquisition cash flows	6,769,735	-	-	-	6,769,735
Losses on onerous contracts and reversals of those losses - net	-	-	-	-	-
<b>Net income or expense from reinsurance contracts held</b>	<b>(16,877,172)</b>	<b>-</b>	<b>1,263,868</b>	<b>(522,671)</b>	<b>(16,135,975)</b>
Reinsurance finance income	-	-	1,036,216	52,871	1,089,087
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
<b>Total changes in the statement of comprehensive income</b>	<b>(16,877,172)</b>	<b>-</b>	<b>2,300,084</b>	<b>(469,800)</b>	<b>(15,046,888)</b>
<b>Cash flows</b>					
Premiums paid	40,475,434	-	-	-	40,475,434
Reinsurance acquisition cash flows	(6,769,735)	-	-	-	(6,769,735)
Amounts received	-	-	(12,174,898)	-	(12,174,898)
<b>Total cash flows</b>	<b>33,705,699</b>	<b>-</b>	<b>(12,174,898)</b>	<b>-</b>	<b>21,530,801</b>
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>(9,204,241)</b>	<b>-</b>	<b>61,450,971</b>	<b>3,185,139</b>	<b>55,431,869</b>
Reinsurance contract assets as at 31 March 2025	-	-	61,450,971	3,185,139	64,636,110
Reinsurance contract liabilities as at 31 March 2025	(9,204,241)	-	-	-	(9,204,241)
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>(9,204,241)</b>	<b>-</b>	<b>61,450,971</b>	<b>3,185,139</b>	<b>55,431,869</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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 (continued)

**8.8 FGA (continued)**

	Assets for remaining coverage		Amounts recoverable on incurred claims		
	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Total AED
31 December 2024					
Reinsurance contract assets as at 1 January 2024	8,981,908	-	27,962,850	1,726,986	38,671,744
Reinsurance contract liabilities as at 1 January 2024	-	-	-	-	-
Net reinsurance contract assets	8,981,908	-	27,962,850	1,726,986	38,671,744
An allocation of reinsurance premiums	(137,213,053)	-	-	-	(137,213,053)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	73,815,658	2,768,509	76,584,167
Changes to amounts recoverable for incurred claims	-	-	(4,551,017)	(896,488)	(5,447,505)
Amortisation of insurance acquisition cash flows	16,974,695	-	-	-	16,974,695
Losses on onerous contracts and reversals of those losses – net	-	-	-	-	-
Net income or expense from reinsurance contracts held	(120,238,358)	-	69,264,641	1,872,021	(49,101,696)
Reinsurance finance income	-	-	909,665	55,932	965,597
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
Total changes in the statement of profit or loss	(120,238,358)	-	70,174,306	1,927,953	(48,136,099)
<i>Cash flows</i>					
Premiums paid	102,198,377	-	-	-	102,198,377
Reinsurance acquisition cash flows	(16,974,695)	-	-	-	(16,974,695)
Amounts received	-	-	(26,811,371)	-	(26,811,371)
Total cash flows	85,223,682	-	(26,811,371)	-	58,412,311
Net reinsurance contract assets as at 31 December 2024	(26,032,768)	-	71,325,785	3,654,939	48,947,956
Reinsurance contract assets as at 31 December 2024	-	-	71,325,785	3,654,939	74,980,724
Reinsurance contract liabilities as at 31 December 2024	(26,032,768)	-	-	-	(26,032,768)
Net reinsurance contract assets as at 31 December 2024	(26,032,768)	-	71,325,785	3,654,939	48,947,956

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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 (Continued)

**8.9 Medical**

	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	Total
31 March 2025	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED	Unaudited AED
Reinsurance contract assets as at 1 January 2025	-	-	323,160,897	6,765,467	329,926,364
Reinsurance contract liabilities as at 1 January 2025	(293,820,843)	-	-	-	(293,820,843)
<b>Net reinsurance contract assets as at 1 January 2025</b>	<b>(293,820,843)</b>	<b>-</b>	<b>323,160,897</b>	<b>6,765,467</b>	<b>36,105,521</b>
An allocation of reinsurance premiums	(205,698,517)	-	-	-	(205,698,517)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	148,901,475	2,953,085	151,854,560
Changes to amounts recoverable for incurred claims	-	-	4,857,272	(2,434,882)	2,422,390
Amortization of insurance acquisition cash flows	43,165,335	-	-	-	43,165,335
Losses on onerous contracts and reversals of those losses - net	-	-	-	-	-
<b>Net income or expense from reinsurance contracts held</b>	<b>(162,533,182)</b>	<b>-</b>	<b>153,758,747</b>	<b>518,203</b>	<b>(8,256,232)</b>
Reinsurance finance income	-	-	4,265,053	89,290	4,354,343
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
<b>Total changes in the statement of comprehensive income</b>	<b>(162,533,182)</b>	<b>-</b>	<b>158,023,800</b>	<b>607,493</b>	<b>(3,901,889)</b>
<b>Cash flows</b>					
Premiums paid	180,163,429	-	-	-	180,163,429
Reinsurance acquisition cash flows	(43,165,335)	-	-	-	(43,165,335)
Amounts received	-	-	(136,262,137)	-	(136,262,137)
<b>Total cash flows</b>	<b>136,998,094</b>	<b>-</b>	<b>(136,262,137)</b>	<b>-</b>	<b>735,957</b>
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>(319,355,931)</b>	<b>-</b>	<b>344,922,560</b>	<b>7,372,960</b>	<b>32,939,589</b>
Reinsurance contract assets as at 31 March 2025	-	-	344,922,560	7,372,960	352,295,520
Reinsurance contract liabilities as at 31 March 2025	(319,355,931)	-	-	-	(319,355,931)
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>(319,355,931)</b>	<b>-</b>	<b>344,922,560</b>	<b>7,372,960</b>	<b>32,939,589</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**8. 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 (continued)**

**8.9 Medical (continued)**

31 December 2024	Assets for remaining coverage		Amounts recoverable on incurred claims		Total AED
	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	
Reinsurance contract assets as at 1 January 2024	-	-	303,544,682	7,092,262	310,636,944
Reinsurance contract liabilities as at 1 January 2024	(246,352,553)	-	-	-	(246,352,553)
Net reinsurance contract liabilities	(246,352,553)	-	303,544,682	7,092,262	64,284,391
An allocation of reinsurance premiums	(707,887,293)	-	-	-	(707,887,293)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	601,731,622	5,239,094	606,970,716
Changes to amounts recoverable for incurred claims	-	-	(23,521,412)	(5,736,440)	(29,257,852)
Amortisation of insurance acquisition cash flows	79,498,808	-	-	-	79,498,808
Losses on onerous contracts and reversals of those losses – net	-	-	-	-	-
Net income or expense from reinsurance contracts held	(628,388,485)	-	578,210,210	(497,346)	(50,675,621)
Reinsurance finance income	-	-	7,299,518	170,551	7,470,069
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
Total changes in the statement of profit or loss	(628,388,485)	-	585,509,728	(326,795)	(43,205,552)
<i>Cash flows</i>					
Premiums paid	660,419,003	-	-	-	660,419,003
Reinsurance acquisition cash flows	(79,498,808)	-	-	-	(79,498,808)
Amounts received	-	-	(565,893,513)	-	(565,893,513)
Total cash flows	580,920,195	-	(565,893,513)	-	15,026,682
Net reinsurance contract assets as at 31 December 2024	(293,820,843)	-	323,160,897	6,765,467	36,105,521
Reinsurance contract assets as at 31 December 2024	-	-	323,160,897	6,765,467	329,926,364
Reinsurance contract liabilities as at 31 December 2024	(293,820,843)	-	-	-	(293,820,843)
Net reinsurance contract assets as at 31 December 2024	(293,820,843)	-	323,160,897	6,765,467	36,105,521

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**8. 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 (Continued)**

**8.10 Life**

31 March 2025	Assets for remaining coverage		Amounts recoverable on incurred claims		Total Unaudited AED
	Excluding loss recovery component Unaudited AED	Loss component Unaudited AED	Estimates of the present value of future cash flows Unaudited AED	Risk adjustment Unaudited AED	
Reinsurance contract assets as at 1 January 2025	-	-	11,354,037	47,659	11,401,696
Reinsurance contract liabilities as at 1 January 2025	(3,067,982)	-	-	-	(3,067,982)
<b>Net reinsurance contract assets as at 1 January 2025</b>	<b>(3,067,982)</b>	<b>-</b>	<b>11,354,037</b>	<b>47,659</b>	<b>8,333,714</b>
An allocation of reinsurance premiums	(5,291,243)	-	-	-	(5,291,243)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	2,327,090	9,599	2,336,689
Changes to amounts recoverable for incurred claims	-	-	(4,992,926)	(30,122)	(5,023,048)
Amortization of insurance acquisition cash flows	1,829,850	-	-	-	1,829,850
Losses on onerous contracts and reversals of those losses – net	-	-	-	-	-
<b>Net income or expense from reinsurance contracts held</b>	<b>(3,461,393)</b>	<b>-</b>	<b>(2,665,836)</b>	<b>(20,523)</b>	<b>(6,147,752)</b>
Reinsurance finance income	-	-	152,241	637	152,878
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
<b>Total changes in the statement of comprehensive income</b>	<b>(3,461,393)</b>	<b>-</b>	<b>(2,513,595)</b>	<b>(19,886)</b>	<b>(5,994,874)</b>
<b>Cash flows</b>					
Premiums paid	5,927,476	-	-	-	5,927,476
Reinsurance acquisition cash flows	(1,829,850)	-	-	-	(1,829,850)
Amounts received	-	-	(2,322,653)	-	(2,322,653)
<b>Total cash flows</b>	<b>4,097,626</b>	<b>-</b>	<b>(2,322,653)</b>	<b>-</b>	<b>1,774,973</b>
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>(2,431,749)</b>	<b>-</b>	<b>6,517,789</b>	<b>27,773</b>	<b>4,113,813</b>
Reinsurance contract assets as at 31 March 2025	-	-	6,517,789	27,773	6,545,562
Reinsurance contract liabilities as at 31 March 2025	(2,431,749)	-	-	-	(2,431,749)
<b>Net reinsurance contract assets as at 31 March 2025</b>	<b>(2,431,749)</b>	<b>-</b>	<b>6,517,789</b>	<b>27,773</b>	<b>4,113,813</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**8. 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 (continued)

**8.10 Life (continued)**

	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	Total
31 December 2024	AED	AED	AED	AED	AED
Reinsurance contract assets as at 1 January 2024	-	-	9,169,541	43,263	9,212,804
Reinsurance contract liabilities as at 1 January 2024	(3,361,276)	-	-	-	(3,361,276)
Net reinsurance contract assets	(3,361,276)	-	9,169,541	43,263	5,851,528
An allocation of reinsurance premiums	(14,701,049)	-	-	-	(14,701,049)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	10,623,917	17,569	10,641,486
Changes to amounts recoverable for incurred claims	-	-	(225,641)	(14,490)	(240,131)
Amortisation of insurance acquisition cash flows	2,791,106	-	-	-	2,791,106
Losses on onerous contracts and reversals of those losses – net	-	-	-	-	-
Net income or expense from reinsurance contracts held	(11,909,943)	-	10,398,276	3,079	(1,508,588)
Reinsurance finance income	-	-	279,302	1,317	280,619
Effect of changes in non-performance risk of reinsurers	-	-	-	-	-
Total changes in the statement of profit or loss	(11,909,943)	-	10,677,578	4,396	(1,227,969)
<i>Cash flows</i>					
Premiums paid	14,994,343	-	-	-	14,994,343
Reinsurance acquisition cash flows	(2,791,106)	-	-	-	(2,791,106)
Amounts received	-	-	(8,493,082)	-	(8,493,082)
Total cash flows	12,203,237	-	(8,493,082)	-	3,710,155
Net reinsurance contract assets as at 31 December 2024	(3,067,982)	-	11,354,037	47,659	8,333,714
Reinsurance contract assets as at 31 December 2024	-	-	11,354,037	47,659	11,401,696
Reinsurance contract liabilities as at 31 December 2024	(3,067,982)	-	-	-	(3,067,982)
Net reinsurance contract assets as at 31 December 2024	(3,067,982)	-	11,354,037	47,659	8,333,714

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**9. Other receivables**

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
Staff receivables	3,444,126	3,393,984
Rent receivable	23,148,329	23,697,192
Prepayments and others	23,579,509	15,541,226
	<u>50,171,964</u>	<u>42,632,402</u>

**10. Bank balances and cash**

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
Cash on hand	104,100	221,284
<b>Bank balances:</b>		
Current accounts	39,538,272	105,497,314
Call accounts	649,167	1,031,821
Margin deposits	1,087,390	1,087,390
Fixed deposits	318,281,674	316,447,330
	<u>359,660,603</u>	<u>424,285,139</u>

Fixed deposits amounting to AED 274.6 million (31 December 2024: AED 276.4 million) (note 12) are under lien in respect of bank credit facilities granted to the Group. All fixed deposits are held in local banks in the United Arab Emirates. The interest rate on fixed deposits with banks ranges from 3.89% to 5.75% (31 December 2024: 3.89% to 5.75%) per annum.

**11. Share capital**

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
Authorised, issued and fully paid:		
250 million ordinary shares of AED 1 each		
(31 December 2024: 250 million ordinary shares of AED 1 each)	<u>250,000,000</u>	<u>250,000,000</u>



**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**12. Bank borrowings**

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
Bank overdrafts	129,783,030	125,475,926
Term loans	131,424,333	174,599,267
	<u>261,207,363</u>	<u>300,075,193</u>
<b>Bank borrowings are payable as follows:</b>		
On demand or within one year	176,536,363	213,409,193
In the second year	61,970,000	61,718,000
In the third and subsequent years	22,701,000	24,948,000
	<u>261,207,363</u>	<u>300,075,193</u>
Less: Amount due for settlement within 12 months	(176,536,363)	(213,409,193)
Amount due for settlement after 12 months	<u>84,671,000</u>	<u>86,666,000</u>

Main features of bank borrowings:

- Bank loans are obtained to finance the construction of investment properties. The interest rate on term loans with banks ranges from 0.65% plus fixed deposit rate to 2.75% plus 1 month EIBOR (31 December 2024: 0.65% plus fixed deposit rate to 2.75% plus 1 month EIBOR) per annum.
- Bank overdrafts are repayable on demand and carry out interest rates ranging from CSAF plus 0.5% to 2.5% plus 3 months EIBOR (31 December 2024: CSAF plus 0.5% to 2.5% plus 3 months EIBOR) per annum.

At 31 March 2024, bank borrowings were secured by lien on fixed deposits amounting to AED 274.6 million (31 December 2024: AED 276.4 million) (note 10) and mortgage of investment properties with fair value of AED 849 million (31 December 2024: AED 849 million) (note 5) and assignment of rental proceeds from certain investments properties against bank credit facilities granted to the Group. Borrowing agreement with one bank includes financial covenant, which was breached as at reporting date.

**13. Lease liabilities**

Lease liabilities are presented in the statement of financial position as follows:

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
Current	3,375,455	2,072,832
Non-current	4,005,810	1,158,861
	<u>7,381,265</u>	<u>3,231,693</u>

The Group has leases for the offices all in UAE. Each lease is reflected on the condensed interim consolidated statement of financial position as a right-of-use assets and lease liabilities. The Group classifies its right-of-use assets in a consistent manner to its property and equipment.

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**13. Lease liabilities (continued)**

Right-of-use assets	Number of right-of-use assets leased	Range of remaining term	Average remaining lease term	Number of leases with extension options	Number of leases with termination options
Offices	19	2 to 3 years	2 years	19	19

The lease liabilities are secured by the related underlying assets. Future minimum lease payments at 31 March 2025 and 31 December 2024 are as follows:

	Minimum lease payments due		
	Within 1 year	1-2 years	Total
	AED	AED	AED
<b>31 March 2025</b>			
Lease payments	3,603,887	4,145,667	7,749,554
Finance charges	(228,432)	(139,857)	(368,289)
<b>Net present value</b>	<b>3,375,455</b>	<b>4,005,810</b>	<b>7,381,265</b>
<b>31 December 2024</b>			
Lease payments	2,163,498	1,197,020	3,360,518
Finance charges	(90,666)	(38,159)	(128,825)
<b>Net present value</b>	<b>2,072,832</b>	<b>1,158,861</b>	<b>3,231,693</b>

**14. Taxation**

On 9 December 2022, the UAE Ministry of Finance released Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses (UAE CT Law) to enact a Federal corporate tax regime in the UAE. The Corporate Tax regime is effective for the accounting periods beginning on or after 1 June 2023. For the Group, current taxes shall be accounted for as appropriate in the financial statements for the period beginning 1 January 2024. The UAE CT Law applies to the standalone results of the Group's entities.

The Cabinet of Ministers Decision No. 116/2022 effective from 2023, specifies the threshold of income over which the 9% tax rate would apply and accordingly, the Law is now considered to be substantively enacted. A rate of 9% will apply to taxable income exceeding AED 375,000, a rate of 0% will apply to taxable income not exceeding AED 375,000. The income tax expense is recognised at an amount determined by multiplying the profit before tax for the reporting period ended 31 March 2025 by management's best estimate of the weighted-average annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognised in full in the period.

	(Unaudited) 31 March 2025 AED	(Unaudited) 31 March 2024 AED
<b>Condensed interim consolidated statement of profit or loss</b>		
Current income tax expense	439,252	-
<b>Condensed interim consolidated statement of other comprehensive income</b>		
Deferred tax expense	49,084	-

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**15. Basic and diluted earnings / (loss) per share**

	(Unaudited) Three-month period ended 31 March 2025 AED	(Unaudited) Three-month period ended 31 March 2024 AED
Profit/ (loss) for the period	<u>21,103,956</u>	<u>(7,264,428)</u>
Weighted average number of shares	<u>250,000,000</u>	<u>250,000,000</u>
Basic and diluted earnings/ (loss) per share	<u><u>0.08</u></u>	<u><u>(0.03)</u></u>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

**For the three-month period ended 31 March 2025**

**16. Insurance revenue**

	Motor AED	Marine AED	FGA AED	Medical AED	Life AED	Total AED
<b>For the three-month period ended 31 March 2025 (Unaudited)</b>						
<b>Contract measured under PAA</b>						
Insurance contract issued	60,709,346	8,743,014	26,991,515	305,057,291	5,587,290	407,088,456
<b>For the three-month period ended 31 March 2024 (Unaudited)</b>						
<b>Contract measured under PAA</b>						
Insurance contract issued	56,523,202	7,616,118	30,698,078	237,160,053	3,389,855	335,387,306

**17. Insurance service expenses**

	Motor AED	Marine AED	FGA AED	Medical AED	Life AED	Total AED
<b>For the three-month period ended 31 March 2025 (Unaudited)</b>						
<b>Contract measured under PAA</b>						
Incurred claims and other expenses	145,074,803	12,572,571	20,887,708	256,826,774	4,938,878	440,300,734
Changes to liabilities for incurred claims	(76,358,738)	(3,556,763)	(20,298,287)	(11,078,970)	(8,074,787)	(119,367,545)
Amortisation of insurance acquisition cash flows	5,676,583	581,047	1,098,389	14,050,451	171,454	21,577,924
Losses on onerous contracts and reversals of those losses - net	2,848,757	-	-	-	-	2,848,757
	77,241,405	9,596,855	1,687,810	259,798,255	(2,964,455)	345,359,870
<b>For the three-month period ended 31 March 2024 (Unaudited)</b>						
<b>Contract measured under PAA</b>						
Incurred claims and other expenses	145,637,761	7,027,570	24,496,705	232,518,920	6,379,379	416,060,335
Changes to liabilities for incurred claims	(49,153,938)	(4,791,628)	(6,402,942)	3,708,121	(2,057,223)	(58,697,610)
Amortisation of insurance acquisition cash flows	4,374,940	486,731	1,024,870	8,621,483	60,227	14,568,251
Losses on onerous contracts and reversals of those losses - net	5,181,129	-	-	-	-	5,181,129
	106,039,892	2,722,673	19,118,633	244,848,524	4,382,383	377,112,105

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**18. Net income from reinsurance contracts held**

	Motor AED	Marine AED	FGA AED	Medical AED	Life AED	Total AED
For the three-month period ended 31 March 2025 (Unaudited)						
Allocation of reinsurance premiums	(9,618,901)	(3,981,922)	(23,646,907)	(205,698,517)	(5,291,243)	(248,237,490)
Amount recoverable from claims and other expenses						
Amounts recoverable for incurred claims	5,133,516	1,631,247	-	151,854,560	2,336,689	160,956,012
Changes to amounts recoverable for incurred claims	197,470	(315,560)	2,625,699	2,422,390	(5,023,048)	(93,049)
Amortisation of insurance acquisition cash flows	(3,607,801)	898,114	(1,884,502)	43,165,335	1,829,850	40,400,996
Losses on onerous contracts and reversals of those losses - net	(175,078)	-	6,769,735	-	-	6,594,657
	1,548,107	2,213,801	7,510,932	197,442,285	(856,509)	207,858,616
Net income from reinsurance contracts held	(8,070,794)	(1,768,121)	(16,135,975)	(8,256,232)	(6,147,752)	(40,378,874)
For the three-month period ended 31 March 2024 (Unaudited)						
Allocation of reinsurance premiums	(6,333,515)	(6,166,934)	(24,380,654)	(192,094,879)	(3,023,207)	(231,999,189)
Amount recoverable from claims and other expenses						
Amounts recoverable for incurred claims	21,307,271	1,666,734	11,738,185	166,343,441	4,168,450	205,224,081
Changes to amounts recoverable for incurred claims	8,210,526	(2,325,491)	(2,551,052)	4,474,022	(583,155)	7,224,850
Amortisation of insurance acquisition cash flows	1,670,600	1,323,744	8,488,538	37,480,048	871,843	49,834,773
Losses on onerous contracts and reversals of those losses - net	732,220	-	-	-	-	732,220
	31,920,617	664,987	17,675,671	208,297,511	4,457,138	263,015,924
Net income from reinsurance contracts held	25,587,102	(5,501,947)	(6,704,983)	16,202,632	1,433,931	31,016,735

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**19. Net insurance financial result**

	<b>Motor AED</b>	<b>Marine AED</b>	<b>FGA AED</b>	<b>Medical AED</b>	<b>Life AED</b>	<b>Total AED</b>
<b>For the three-month period ended 31 March 2025 (Unaudited)</b>						
Insurance finance expense for insurance contracts issued	<b>(2,611,020)</b>	<b>(648,199)</b>	<b>(1,460,321)</b>	<b>(6,756,153)</b>	<b>(215,836)</b>	<b>(11,691,529)</b>
Reinsurance finance income for reinsurance contracts held	<b>634,743</b>	<b>615,801</b>	<b>1,089,087</b>	<b>4,354,343</b>	<b>152,878</b>	<b>6,846,852</b>
<b>For the three-month period ended 31 March 2024 (Unaudited)</b>						
Insurance finance expense for insurance contracts issued	<b>(2,169,045)</b>	<b>(344,778)</b>	<b>(585,440)</b>	<b>(6,069,211)</b>	<b>(192,683)</b>	<b>(9,361,157)</b>
Reinsurance finance income for reinsurance contracts held	<b>406,143</b>	<b>388,180</b>	<b>376,804</b>	<b>4,415,978</b>	<b>128,899</b>	<b>5,716,004</b>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**20. Cash and cash equivalents for statements of cash flows**

	(Unaudited) 31 March 2025 AED	(Unaudited) 31 March 2024 AED
Bank balances and cash	359,660,603	294,642,343
Less: Deposits under lien	(274,626,302)	(206,595,933)
Fixed deposits on maturity of more than three months	(43,655,372)	(42,941,027)
Margin deposits	(1,087,390)	(1,089,390)
	<u>40,291,539</u>	<u>44,015,993</u>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**21. Segment information**

The Group is organised into two business segments: underwriting and investments. The underwriting segment incorporates motor insurance, marine insurance, FGA insurance, medical insurance, and life insurance.

Investments segment includes investments in equity securities, investment properties and fixed deposit.

These segments are the basis on which the Group reports its primary segment information to the Chief Operating decision maker. There are no transactions between the business segments.

The accounting policies of the reportable segments are the same as the Group's accounting policies described in Note 3 to the annual audited consolidated financial statements for the year ended 31 December 2024 of the Group.

a) *Segment consolidated statement of financial position is as follows:*

	(Unaudited) 31 March 2025			(Audited) 31 December 2024		
	Underwriting AED	Investments AED	Total AED	Underwriting AED	Investments AED	Total AED
Segment assets	789,233,252	1,247,459,414	2,036,692,666	522,194,793	1,245,614,552	1,767,809,345
Unallocated assets	-	-	93,591,323	-	-	147,954,267
<b>Total</b>	<b>789,233,252</b>	<b>1,247,459,414</b>	<b>2,130,283,989</b>	<b>522,194,793</b>	<b>1,245,614,552</b>	<b>1,915,763,612</b>
Segment liabilities	1,277,003,923	150,310,229	1,427,314,152	1,053,912,720	193,894,661	1,247,807,381
Unallocated liabilities	-	-	225,337,601	-	-	211,484,991
<b>Total</b>	<b>1,277,003,923</b>	<b>150,310,229</b>	<b>1,652,651,753</b>	<b>1,053,912,720</b>	<b>193,894,661</b>	<b>1,459,292,372</b>



**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**

For the three-month period ended 31 March 2025

**21. Segment information (continued)**

*b) Segment consolidated statement of income is as follows:*

For the three-month period ended 31 March 2025 (Unaudited)

	Underwriting					Investments	Total
	Motor AED	Marine AED	FGA AED	Medical AED	Life AED	Total AED	AED
Insurance revenue	60,709,346	8,743,014	26,991,515	305,057,291	5,587,290	407,088,456	407,088,456
Insurance service expenses	(77,241,405)	(9,596,855)	(1,687,810)	(259,798,255)	2,964,455	(345,359,870)	(345,359,870)
Net income from reinsurance contracts held	(8,070,794)	(1,768,121)	(16,135,975)	(8,256,232)	(6,147,752)	(40,378,874)	(40,378,874)
Net insurance financial result	(1,976,277)	(32,398)	(371,234)	(2,401,810)	(62,958)	(4,844,677)	(4,844,677)
<b>Segment result</b>	<b>(26,579,130)</b>	<b>(2,654,360)</b>	<b>8,796,496</b>	<b>34,600,994</b>	<b>2,341,035</b>	<b>16,505,035</b>	<b>27,988,853</b>
Unallocated costs							<b>(6,884,897)</b>
<b>Profit for the period before tax</b>							<b>21,103,956</b>

For the three-month period ended 31 March 2024 (Unaudited)

	Underwriting					Investments	Total
	Motor AED	Marine AED	FGA AED	Medical AED	Life AED	Total AED	AED
Insurance revenue	56,523,202	7,616,118	30,698,078	237,160,053	3,389,855	335,387,306	335,387,306
Insurance service expenses	(106,039,892)	(2,722,673)	(19,118,633)	(244,848,524)	(4,382,383)	(377,112,105)	(377,112,105)
Net income from reinsurance contracts held	25,587,102	(5,501,947)	(6,704,983)	16,202,632	1,433,931	31,016,735	31,016,735
Net insurance financial result	(1,762,902)	43,402	(208,636)	(1,653,233)	(63,784)	(3,645,153)	(3,645,153)
Segment result	(25,692,490)	(565,100)	4,665,826	6,860,928	377,619	(14,353,217)	(2,419,339)
Unallocated costs							<b>(4,845,089)</b>
Loss for the period before tax							<b>(7,264,428)</b>

# Al Buhaira National Insurance Company P.S.C. and its Subsidiary

## Condensed interim consolidated financial information (Unaudited)

### Notes to the condensed interim consolidated financial information (continued)

#### For the three-month period ended 31 March 2025

## 22. Related party balances and transactions

Related parties include the Group's major shareholders, directors and businesses controlled by them and their families over which they exercise significant influence as well as key management personnel.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group, being the directors, chief executive officer and his direct reports.

The Group maintains significant balances with these related parties which arise from commercial transactions in the ordinary course of business at commercial rates as follows.

### *Related parties as per the requirement of local regulations:*

#### 22.1 Due from/to related parties

At the end of reporting period, amounts due from/to related parties included under due from policy holders and gross outstanding claims from Board of Directors, affiliated companies and key management staff were as follows:

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
<b>Board members and entities under common control</b>		
Due from policy holders	7,207,145	5,892,532
Gross outstanding claims	<u>1,939,939</u>	<u>764,949</u>

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received, and no expense has been recognised in the period for bad or doubtful debts in respect of the amounts owed by related parties.

#### 22.2 Transactions with related parties

During the period, the Group entered into the following transactions with Board of Directors, affiliated companies and key management staff:

	(Unaudited) Three-month period ended 31 March 2025 AED	(Unaudited) Three-month period ended 31 March 2024 AED
<b>Board members and entities under common control</b>		
Insurance revenue	2,386,136	2,220,012
Claims paid	<u>456,634</u>	<u>1,207,945</u>

### *Related parties as per the requirement of IAS 24:*

#### Compensations of key management staff and Board of Directors

	(Unaudited) Three-month period ended 31 March 2025 AED	(Unaudited) Three-month period ended 31 March 2024 AED
<b>Key management staff:</b>		
Short term benefits	1,351,996	1,114,696
Long term benefits	<u>71,852</u>	<u>57,392</u>

**Al Buhaira National Insurance Company P.S.C. and its Subsidiary**  
**Condensed interim consolidated financial information (Unaudited)**

**Notes to the condensed interim consolidated financial information (continued)**  
**For the three-month period ended 31 March 2025**

**23. Commitments and contingent liabilities**

	(Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED
<b>Commitments</b>		
Letters of guarantee	<u>8,678,722</u>	<u>111,663,190</u>

**Legal claims**

The Group, in common with the significant majority of insurers, is subject to litigation in the normal course of its business. The Group, based on independent legal advice, doesn't believe that the outcome of these court cases will have a material impact on the Group's income or financial condition.

**24. Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As such, differences can arise between book values and the fair value estimates. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to materially curtail the scale of its operation or to undertake a transaction on adverse terms.

**Fair value of financial instruments carried at amortised cost**

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

**Valuation techniques and assumptions applied for the purposes of measuring fair value**

The fair values of financial and non-financial assets and financial liabilities are determined using similar valuation techniques and assumptions as used in the audited annual consolidated financial statements for the year ended 31 December 2024.

**Fair value of the Group's financial assets that are measured at fair value on recurring basis**

Some of the Group's financial assets are measured at fair value at the end of the reporting period. The following table gives information about how the fair values of these financial assets are determined:

Financial assets	Fair value as at (Unaudited) 31 March 2025 AED	(Audited) 31 December 2024 AED	Fair value hierarchy	Valuation techniques and key inputs	Significant unobservable input	Relationship of unobservable inputs to fair value
Quoted equity securities – FVTOCI	53,495,324	52,935,943	Level 1	Quoted bid prices in an active market.	None.	NA.
Unquoted equity securities – FVTOCI	3,478,098	3,478,098	Level 3	Net assets valuation method	Net assets value.	Higher the net assets value of the investees, higher the fair value.
	<u>56,973,422</u>	<u>56,414,041</u>				

# Al Buhaira National Insurance Company P.S.C. and its Subsidiary

## Condensed interim consolidated financial information (Unaudited)

### Notes to the condensed interim consolidated financial information (continued)

For the three-month period ended 31 March 2025

#### 24. Fair value measurement (continued)

Fair value measurements recognised in the condensed interim consolidated statement of financial position

The following table provides an analysis of financial assets and non-financial assets 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).

#### 31 March 2025 (Unaudited)

	Level 1 AED	Level 2 AED	Level 3 AED	Total AED
<b>Financial assets at FVTOCI</b>				
Quoted equities	53,495,324	-	-	53,495,324
Unquoted equities	-	-	3,478,098	3,478,098
Investment properties	-	-	849,055,989	849,055,989
	<u>53,495,324</u>	<u>-</u>	<u>852,534,087</u>	<u>906,029,411</u>

#### 31 December 2024 (Audited)

	Level 1 AED	Level 2 AED	Level 3 AED	Total AED
<b>Financial assets at FVTOCI</b>				
Quoted equities	52,935,943	-	-	52,935,943
Unquoted equities	-	-	3,478,098	3,478,098
Investment properties	-	-	849,055,989	849,055,989
	<u>52,935,943</u>	<u>-</u>	<u>852,534,087</u>	<u>905,470,030</u>

There was no transfer between the levels during the period. There are no financial liabilities which should be measured at fair value and accordingly no disclosure is made in the above table.

Movement of level 3 instruments is as below:

#### 31 March 2025 (Unaudited)

	Opening balance AED	Additions/ (Disposals) AED	Change in fair value AED	Ending balance AED
Investment properties	849,055,989	-	-	849,055,989
<i>Financial assets at FVTOCI</i>				
Unquoted equities	3,478,098	-	-	3,478,098
31 December 2024 (Audited)				
Investment properties	847,850,000	4,205,989	(3,000,000)	849,055,989
<i>Financial assets at FVTOCI</i>				
Unquoted Equity securities	3,478,098	-	-	3,478,098

# Al Buhaira National Insurance Company P.S.C. and its Subsidiary

## Condensed interim consolidated financial information (Unaudited)

### Notes to the condensed interim consolidated financial information (continued)

For the three-month period ended 31 March 2025

#### 25. Capital risk management

The solvency regulations identify the required Solvency Margin to be held in addition to insurance liabilities. The Solvency Margin (presented in the table below) must be maintained at all times throughout the period. The Group is subject to solvency regulations which it has not complied with during the period. The Group has incorporated in its policies and procedures the necessary tests to ensure continuous and full compliance with such regulations. The table below summarises the Minimum Capital Requirement, Minimum Guarantee Fund and Solvency Capital Requirement of the Group and the total capital held to meet these required Solvency Margins.

The following disclosure has been prepared based on financial information prepared in accordance with IFRS 4. The group has disclosed the solvency position for the year ended 31 December 2024 as the current three-month period ended 31 March 2025 solvency position is not finalised.

	31 December 2024 AED (Restated)*	31 December 2023 AED (Restated)*
Minimum Capital Requirement (MCR)	100,000,000	100,000,000
Solvency Capital Requirement (SCR)	306,677,859	296,743,776
Minimum Guarantee Fund (MGF)	151,345,709	101,603,494
Total Basic Own Funds	120,468,561	131,884,762
Ancillary Own Funds	40,937,121	63,769,523
MCR Solvency Margin – Surplus	-	-
SCR Solvency Margin – Deficit	(186,209,299)	(164,859,015)
MGF Solvency Margin – (Deficit)/ Surplus	(30,877,149)	30,281,268

As of 31 December 2024, the Group has a deficit in the Solvency Capital Requirement and Minimum Guarantee Fund Requirement as stipulated by the Central Bank of the U.A.E. by an amount of AED 186,209,299 and AED 30,877,149 respectively. The Group's ability to comply with the solvency requirements depends on implementing an effective business plan.

\*The amount of total basic own funds was incorrectly stated amounting to AED 100,000,000 in the audited Group's consolidated financial statements for the year ended 31 December 2024; however, it has been restated with the correct amount of AED 120,468,561 and AED 131,884,762 as at 31 December 2024 and 31 December 2023 respectively in the above table.

#### 26. Subsequent events

There have been no events subsequent to the condensed interim consolidated financial position date that would significantly affect the amounts reported in the condensed interim consolidated financial information as at and for the three-month period ended 31 March 2025.

#### 27. Approval of condensed interim consolidated financial information

The condensed interim consolidated financial information was approved by the Board of Directors and authorised for issue on 14 May 2025.