

Ras Al Khaimah National Insurance Company P.S.C.

Condensed interim financial information (Unaudited)

For the three-month period ended 31 March 2026

Ras Al Khaimah National Insurance Company P.S.C.

Condensed interim financial information (Unaudited) For the three-month period ended 31 March 2026

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Ras Al Khaimah National Insurance Company P.S.C.

Directors' report for the Three-month period ended 31 March 2026

The Board of Directors has pleasure in submitting their report and the condensed interim financial information as at 31 March 2026 and for the three-month period (the "Period") ended 31 March 2026 which have been reviewed by the external auditors.

Incorporation and registered office

Ras Al Khaimah National Insurance Company P.S.C. ("RAK Insurance" or the "Company") was incorporated under an Emiri Decree Number 20/76 issued by HH Ruler of Ras Al Khaimah. The address of the registered office is RAK Insurance Head Office, 6th Floor RAK Bank ROC Office, Al Riffa, Ras Al Khaimah, United Arab Emirates.

Financial position and results

RAK Insurance earned a net profit after tax of AED 16.7 million for the three-month period ended 31 March 2026 as compared to a net profit of AED 10.98 million for the three-month period ended 31 March 2025 (the "Previous Period"). This net profit after tax of AED 16.7 million resulted in the Company's equity increasing from AED 226.6 million as at 31 December 2025 to AED 230.8 million as at 31 March 2026.

Basic earnings per share is AED 0.14 for the three-month period ended 31 March 2026 as compared to AED 0.09 in the Previous Period on a capital base of AED 121 million.

On behalf of the Board of Directors of RAK Insurance, I would like to thank the executive management and staff for their dedication, commitment, and constant hard work. The Directors would also like to acknowledge our reinsurance partners, customers and all the stakeholders of the Company.

Yours faithfully,



Sheikh Omar Bin Saqr Bin Khalid Al Qasimi

Chairman

23 April 2026

Report on Review of Condensed Interim Financial Information To the Shareholders of Ras Al Khaimah National Insurance Company P.S.C.

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Ras Al Khaimah National Insurance Company P.S.C. (the “Company”) as at 31 March 2026 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows for the three-month period then ended, and material accounting policy and other related explanatory notes. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 “Interim Financial Reporting”. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.


Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

GRANT THORNTON UAE



Dr. Osama El Bakry
Registration No: 935
Dubai, United Arab Emirates



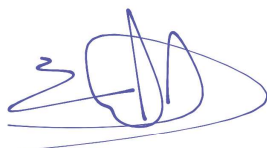
23 April 2026

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Condensed interim statement of financial position
As at 31 March 2026

	Notes	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Assets			
Property and equipment	4	1,024,423	1,036,235
Financial assets	5	350,865,043	332,219,879
Statutory deposit	6	10,000,000	10,000,000
Deferred tax asset	15	786,130	-
Insurance contract assets	7	11,008,342	-
Reinsurance contract assets	7	291,256,767	319,094,338
Other receivables	8	15,221,141	13,822,722
Cash and cash equivalents	9	21,236,257	11,449,557
Deposits	10	160,489,109	164,140,287
Total assets		861,887,212	851,763,018
Equity and liabilities			
Equity			
Share capital	11	121,275,000	121,275,000
Statutory reserve		57,073,467	57,073,467
Reinsurance reserve		6,921,256	6,468,674
Cumulative changes in fair value of FVTOCI investments		(13,381,849)	(875,474)
Retained earnings		58,927,007	42,693,340
Total equity		230,814,881	226,635,007
Liabilities			
Provision for employees' end of service indemnity		7,842,023	7,833,016
Insurance contract liabilities	7	568,970,859	572,626,184
Reinsurance contract liabilities	7	35,565,570	30,931,242
Other payables	13	12,523,029	8,384,735
Income tax payable		6,170,850	4,659,034
Deferred tax liability	15	-	693,800
Total liabilities		631,072,331	625,128,011
Total equity and liabilities		861,887,212	851,763,018

This condensed interim financial information was authorised for issue on 23 April 2026 by the Board of Directors and signed on their behalf by:



Sheikh Omar Bin Saqr Bin Khalid Al Qasimi
Chairman



Sanjeev Badyal
Chief Executive Officer

The notes from 1 to 24 form an integral part of this condensed interim financial information

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Condensed interim income statement
For the period ended 31 March 2026

	Notes	Three-month period ended	
		31 March (Unaudited)	
		2026	2025
		AED	AED
Insurance revenue	7	139,210,101	127,909,289
Insurance service expenses	17	(103,654,743)	(78,722,229)
Insurance service result before reinsurance contracts held		35,555,358	49,187,060
Allocation of reinsurance premiums		(54,334,149)	(51,487,423)
Amounts recoverable from reinsurance for incurred claims		41,048,698	13,354,975
Net expenses from reinsurance contracts held		(13,285,451)	(38,132,448)
Insurance service result		22,269,907	11,054,612
Investment income	18	6,283,128	4,621,351
Insurance finance expense for insurance contracts issued	18	(4,812,778)	(3,731,098)
Reinsurance finance income for reinsurance contracts held	18	1,868,316	3,015,537
Net insurance finance expense		(2,944,462)	(715,561)
Other operating expenses		(7,299,411)	(3,939,011)
Other underwriting income		-	1,002,591
Profit for the period before tax		18,309,162	12,023,982
Income tax expense	16	(1,622,913)	(1,046,997)
Profit for the period after tax		16,686,249	10,976,985
Basic and diluted earnings after tax per share	12	0.14	0.09

The notes from 1 to 24 form an integral part of this condensed interim financial information.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Condensed interim statement of comprehensive income
For the period ended 31 March 2026

	Three-month period ended	
	31 March (Unaudited)	
	2026	2025
	AED	AED
Profit for the period after tax	16,686,249	10,976,985
Other comprehensive income:		
<i>Items that will be reclassified subsequently to profit or loss:</i>		
Net change in fair value of debt investments designated at FVTOCI – net of tax	(11,383,067)	2,516,733
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Net change in fair value of equity investments designated at FVTOCI – net of tax	(1,123,308)	(68,699)
Total other comprehensive (loss) / income for the period	(12,506,375)	2,448,034
Total Comprehensive Income for the Period	4,179,874	13,425,019

The notes from 1 to 24 form an integral part of this condensed interim financial information.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Condensed interim statement of changes in equity
For the period ended 31 March 2026

	Share capital AED	Statutory reserve AED	Voluntary reserve AED	Reinsurance reserve AED	Cumulative changes in fair value of FVTOCI investments AED	(Accumulated losses) / retained earnings AED	Total equity AED
Balance at 1 January 2025 (Audited)	121,275,000	52,754,029	20,000,000	5,286,768	(7,434,423)	(14,999,691)	176,881,683
Profit for the period after tax	-	-	-	-	-	10,976,985	10,976,985
Other comprehensive income for the period	-	-	-	-	2,448,034	-	2,448,034
Total comprehensive income for the period	-	-	-	-	2,448,034	10,976,985	13,425,019
Transfer to reinsurance reserve	-	-	-	426,196	-	(426,196)	-
Transfer of voluntary reserve	-	-	(20,000,000)	-	-	20,000,000	-
Balance at 31 March 2025 (Unaudited)	121,275,000	52,754,029	-	5,712,964	(4,986,389)	15,551,098	190,306,702
Balance at 1 January 2026 (Audited)	121,275,000	57,073,467	-	6,468,674	(875,474)	42,693,340	226,635,007
Profit for the period after tax	-	-	-	-	-	16,686,249	16,686,249
Other comprehensive loss for the period	-	-	-	-	(12,506,375)	-	(12,506,375)
Total comprehensive (loss)/income for the period	-	-	-	-	(12,506,375)	16,686,249	4,179,874
Transfer to reinsurance reserve	-	-	-	452,582	-	(452,582)	-
Balance at 31 March 2026 (Unaudited)	121,275,000	57,073,467	-	6,921,256	(13,381,849)	58,927,007	230,814,881

notes from 1 to 24 form an integral part of this condensed interim financial information.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Condensed interim statement of cash flows
For the period ended 31 March 2026

	Notes	For the three-month period ended 31 March (Unaudited)	
		2026	2025
		AED	AED
Cash flows from operating activities			
Profit for the period before tax		18,309,162	12,023,982
Adjustments for:			
Depreciation of property and equipment	4	99,861	82,405
Amortisation of intangible assets		-	428,931
Provision for expected credit loss		2,952,313	605,907
Provision for employees' end of service indemnity		267,743	203,215
Realised (gains) / losses on disposal of FVTOCI Investments	5	(442,902)	245,440
Amortisation of premium on FVTOCI debt investments	5	(118,710)	(154,742)
Interest income		(5,710,495)	(4,730,744)
Dividend income		(143,107)	(135,700)
Interest expenses		7,845	259,193
Operating cash flows before changes in working capital		15,221,710	8,827,887
Changes in working capital:			
Reinsurance contract assets and liabilities – net		35,044,511	17,010,507
Insurance contract liabilities		(16,869,631)	(40,134,110)
Other receivables		99,200	(5,283,602)
Other payables		4,240,291	5,012,832
Net cash generated from/(used in) operations		37,736,081	(14,566,486)
Directors' remuneration paid		(102,000)	(135,000)
Employees' end of service indemnity paid		(258,736)	-
Interest paid on bank borrowing		(7,845)	(124,920)
Net cash generated from / (used in) operating activities		37,367,500	(14,826,406)
Cash flows from investing activities			
Purchase of property and equipment	4	(88,049)	(50,052)
Purchase of intangible assets		-	(19,831)
Purchase of financial assets at FVTOCI	5	(53,201,768)	(60,348,822)
Proceeds from disposal of financial assets at FVTOCI	5	7,346,000	44,397,272
Proceeds from maturity of financial assets at FVTOCI	5	10,357,325	6,795,050
Interest received		2,862,585	8,867,555
Dividend income received		143,107	-
Maturities of fixed deposits with banks with original maturities greater than three months		9,000,000	65,736,360
Placements of fixed deposits with banks with original maturities greater than three months		(4,000,000)	(87,000,251)
Net cash used in investing activities		(27,580,800)	(21,622,719)

The notes from 1 to 24 form an integral part of this condensed interim financial information.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Condensed interim statement of cash flows (continued)
For the period ended 31 March 2026

	For the three-month period ended 31 March (Unaudited)	
	2026	2025
	AED	AED
Cash flows from financing activity		
Decrease in borrowing	-	(29,922,351)
Net cash used in financing activity	-	(29,922,351)
Net increase / (decrease) in cash and cash equivalents	9,786,700	(66,371,476)
Cash and cash equivalents at beginning of the period	11,449,557	117,508,265
Cash and cash equivalents at end of the period	21,236,257	51,136,789

The notes from 1 to 24 form an integral part of this condensed interim financial information.

Ras Al Khaimah National Insurance Company P.S.C.

Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information

For the period ended 31 March 2026

1 Legal status and activities

Ras Al Khaimah National Insurance Company P.S.C. (the “Company”) is a public joint-stock company, established and incorporated in the Emirate of Ras Al Khaimah by Emiri decree No. 20/76 dated 26 October 1976. The Company is subject to the regulations of the U.A.E. Federal Decree Law No. (6) of 2025, concerning Financial Regulations of Insurance Companies issued by the Central Bank of UAE and regulation of its operations and is registered in the Insurance Companies Register of the Central Bank of the UAE, under registration number 7.

This condensed interim 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 (as amended).

In 2025, Federal Decree Law No. (6) of 2025 (“CBUAE Law”) was issued, effective 16 September 2025, repealing Federal Decree Law No. (48) of 2023. Pursuant to Article 184 of CBUAE Law, the Company has a period of one year from the effective date to align its operations and governance framework with the requirements of the new legislation. The Company is currently evaluating the impact of the CBUAE Law and will implement any necessary changes within the permitted transition period.

The Company is a subsidiary of National Bank of Ras Al Khaimah P.S.C. (the “Parent company”) which is incorporated in the Emirate of Ras Al Khaimah, United Arab Emirates. The address of the Company’s registered head office is P. O. Box 506, Ras Al Khaimah, United Arab Emirates. The Company’s ordinary shares are listed on the Abu Dhabi Securities Exchange, United Arab Emirates. The principal activity of the Company is to undertake all classes of insurance business including life assurance, saving and accumulation of funds. The Company operates through its head office in Ras Al Khaimah and branch offices in Ras Al Khaimah, Dubai, and Abu Dhabi.

2 Basis of preparation

This condensed interim financial information is for the three-month period ended 31 March 2026 and is presented in United Arab Emirate Dirham (AED), which is also the functional currency of the Company. This condensed interim financial information has been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ and complies with the applicable requirements of the laws in the U.A.E.

This condensed interim financial information has been prepared on the historical cost basis, except for financial assets carried at fair value through other comprehensive income which are carried at fair value and the provision for employees’ end of service indemnity which is calculated in line with UAE labour laws.

The Company’s condensed interim statement of financial position is not presented using a current / non-current classification. However, the following balances would generally be classified as current: cash and cash equivalents, income tax payable, other receivables, other payables and bank borrowings. The following balances would generally be classified as non-current: property and equipment, intangible assets, statutory deposit and provision for employees’ end of service indemnity. The following balances are of a mixed nature (including both current and non-current portions): financial assets at fair value through other comprehensive income, reinsurance contract assets, insurance contract liabilities, reinsurance contract liabilities, deferred tax liability and deposits.

This condensed interim financial information does not include all of the information required in annual financial statements in accordance with International Financial Reporting Standards (“IFRS”) Accounting Standards as issued by the International Accounting Standards Board (“IASB”) and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2025. Further, results for interim periods are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

3 Material accounting policy information

The accounting policies, critical accounting judgments and key sources of estimation used in the preparation of this condensed interim financial information are consistent with those used in the audited financial statements for the year ended 31 December 2025, except for application of new standards effective as of 1 January 2026 and several amendments and interpretations apply for the first time in 2026.

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

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

Standard number	Title	Effective date
IFRS 9 & IFRS 7	Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures regarding the Classification and Measurement of Financial Instruments and Contracts Referencing Nature-Dependent Electricity	1 January 2026

This standard did not have any impact on this financial information.

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

Standard number	Title	Effective date
IFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027

Property and equipment

Property and equipment are carried at historical cost less accumulated depreciation and any identified impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset’s carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the income statement during the reporting period in which they are incurred.

Depreciation is calculated using the straight-line method to allocate the cost or revalued amounts of the assets, net of their residual values, over their estimated useful lives as follows:

	Years
Furniture and fixtures	4
Office equipment	4
Motor vehicles	4
Computer equipment	4

The estimated useful lives, residual values and depreciation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis. The gain or loss arising on the disposal or retirement of an item of property and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss. An asset’s carrying amount is written down immediately to its recoverable amount if the asset’s carrying amount is greater than its estimated recoverable amount.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

3 Material accounting policy information (continued)

Intangible assets

Intangible assets comprise computer software and are reported at cost less accumulated amortisation and identified impairment losses, if any. Amortisation is charged on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each annual reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. The useful lives considered in the calculation of amortisation is 5 - 10 years.

Financial assets

Classification and measurement - Financial assets

All financial assets are recognised and derecognised on a trade date where the purchase or sale of a financial asset is under a contract whose terms require delivery of the financial asset within the timeframe established by the market concerned, and are initially measured at fair value, plus transaction costs, except for those financial assets classified as at fair value through profit or loss (FVTPL). Transaction costs directly attributable to the acquisition of financial assets classified as at FVTPL are recognised immediately in profit or loss.

All recognised financial assets that are within the scope of IFRS 9 are required to be subsequently measured at amortised cost or fair value on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. Specifically:

- (i) debt instruments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI), are subsequently measured at amortised cost;
- (ii) debt instruments that are held within a business model whose objective is both to collect the contractual cash flows and to sell the debt instruments, and that have contractual cash flows that are SPPI, are subsequently measured at fair value through other comprehensive income (FVTOCI);
- (iii) all other debt instruments (e.g. debt instruments managed on a fair value basis, or held for sale) and equity investments are subsequently measured at FVTPL. However, the Company may make the following irrevocable election/designation at initial recognition of a financial asset on an asset-by-asset basis:
 - a. the Company may irrevocably elect to present subsequent changes in fair value of an equity investment that is neither held for trading nor contingent consideration recognised by an acquirer in a business combination to which IFRS 3 applies, in other comprehensive income (OCI); and
 - b. the Company may irrevocably designate a debt instrument that meets the amortised cost or FVTOCI criteria as measured at FVTPL if doing so eliminates or significantly reduces an accounting mismatch (referred to as the fair value option).

Equity instruments at FVTOCI

Investments in equity instruments/funds at FVTOCI are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognised in other comprehensive income and accumulated in the cumulative changes in fair value of securities. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the investments in equity instruments/funds but reclassified to retained earnings. The Company has designated all investments in equity instruments that are not held for trading as FVTOCI.

Dividends on these investments in equity instruments are recognised in profit or loss when the Company's right to receive the dividends is established, unless the dividends clearly represent a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to profit or loss.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

3 Material accounting policy information (continued)

Financial assets (continued)

Equity instruments at FVTPL

Investments in equity instruments classified as Fair Value Through Profit or Loss (FVTPL) are measured at fair value on initial recognition, with transaction costs expensed in profit or loss. Subsequently, they continue to be measured at fair value, and all changes in fair value are recognised in profit or loss as they occur. On disposal, any gains or losses remain in profit or loss and are not reclassified to reserves.

Dividends are recognised in profit or loss when the right to receive them is established, provided they do not represent a recovery of investment cost. The Company designates equity investments as FVTPL when investments are held for trading.

Debt instruments at amortised cost or at FVTOCI

When a debt instrument measured at FVTOCI is derecognised, the cumulative gain/loss previously recognised in OCI is reclassified from equity to profit or loss.

Debt instruments that are subsequently measured at amortised cost or at FVTOCI are subject to impairment.

Derecognition of financial assets

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowings for the proceeds received.

Taxation

Income tax comprises current and deferred tax. Income tax is recognised in the profit and loss account except to the extent that relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current taxation

Provision of current tax is based on the taxable income for the period determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the period. The charge for current tax also includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessments finalised during the current year for such years.

Deferred taxation

Deferred taxation is accounted for using the statement of financial position liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised.

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted by the reporting date. Deferred tax is charged or credited in the profit and loss account, except in the case of items credited or charged to statement of comprehensive income in which case it is included in statement of comprehensive income.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

3 Material accounting policy information (continued)

Judgements and estimates

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

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period.

Measurement of the expected credit loss (“ECL”) allowance

The measurement of ECL is a significant estimate that involves determination of methodology, models and data inputs. The following components have a major impact on the credit loss allowance for debt instruments carried at amortised cost, FVTOCI investments, other receivables, bank balances and fixed deposits probability of default (“PD”), exposure at default (“EAD”), and loss given default (“LGD”) and the historical loss experience per ageing bucket has the major impact on the credit loss allowance for Insurance and other receivables. The Company regularly reviews and validates the models and inputs to the models to reduce any differences between expected credit loss estimates and actual credit loss experience.

Insurance and reinsurance contracts

The Company applies the Premium Allocation Approach (“PAA”) to simplify the measurement of insurance contracts. When measuring liabilities for incurred claims, the Company discounts all future cash flows that are expected to occur after the date on which the claims are incurred and includes an explicit risk adjustment for non-financial risk.

Liability for remaining coverage

For insurance acquisition cashflows, the Company is eligible and choose to recognise the payment as an expense immediately (coverage period of a year or less) for all acquisition cashflows except for commission expense which is capitalised.

The Company includes insurance acquisition cash flows in the measurement of a group of insurance contracts if they are directly attributable to either the individual contracts in a group, the group itself or the portfolio of insurance contracts to which the group belongs. The Company estimates, at a portfolio level, insurance acquisition cash flows not directly attributable to the group but directly attributable to the portfolio. The Company then allocates them to the group of newly written and renewed contracts on a systematic and rational basis.

Liability for incurred claims

The ultimate cost of outstanding claims is estimated by using a range of standard actuarial claims projection techniques, such as Chain Ladder and Bornheutter-Ferguson methods.

The main assumption underlying these techniques is that a Company’s past claims development experience can be used to project future claims development and hence ultimate claims costs. These methods extrapolate the development of paid and incurred losses, average costs per claim (including claims handling costs), and claim numbers based on the observed development of earlier years and expected loss ratios. Historical claims development is mainly analysed by accident years, but can also be further analysed by geographical area, as well as by significant business lines and claim types. Large claims are usually separately addressed, either by being reserved at the face value of loss adjuster estimates or separately projected in order to reflect their future development. In most cases, no explicit assumptions are made regarding future rates of claims inflation or loss ratios. Instead, the assumptions used are those implicit in the historical claims development data on which the projections are based. Additional qualitative judgement is used to assess the extent to which past trends may not apply in future, (e.g., to reflect one-off occurrences, changes in external or market factors such as public attitudes to claiming, economic conditions, levels of claims inflation, judicial decisions and legislation, as well as internal factors such as portfolio mix, policy features and claims handling procedures) in order to arrive at the estimated ultimate cost of claims that present the

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

3 Material accounting policy information (continued)

Judgements and estimates (continued)

Liability for incurred claims (continued)

probability weighted expected value outcome from the range of possible outcomes, taking account of all the uncertainties involved.

Other key circumstances affecting the reliability of assumptions include variation in interest rates and delays in settlement and changes in foreign currency exchange rates.

Discount rates

The Company uses bottom-up approach to derive the discount rate. Under this approach, the discount rate is determined as the risk-free yield, adjusted for differences in liquidity characteristics between the financial assets used to derive the risk-free yield and the relevant liability cash flows (known as an ‘illiquidity premium’). The risk-free rate was derived using swap rates available in the market denominated in the same currency as the product being measured. When swap rates are not available, highly liquid sovereign bonds with a AAA credit rating were used. Management uses judgment to assess liquidity characteristics of the liability cash flows.

Discount rates applied for discounting future cash flows are listed below:

	1 year		3 years		5 years		10 years	
	2026	2025	2026	2025	2026	2025	2026	2025
Insurance contracts issued	4.51%	4.57%	4.25%	4.31%	4.33%	4.37%	4.66%	4.70%
Reinsurance contracts held	4.51%	4.57%	4.25%	4.31%	4.33%	4.37%	4.66%	4.70%

Risk adjustment for non-financial risk

The Company uses Mack method or bootstrapping to determine its risk adjustment for non-financial risk. The bootstrap effectively allows the Company to measure the uncertainty about the amount and timing of the cash flows that arise from non-financial risk since bootstrapping the triangles aims to illustrate the variability of the paid claims.

The risk adjustment for non-financial risk is the compensation that the Company requires for bearing the uncertainty about the amount and timing of the cash flows of groups of insurance contracts. The risk adjustment reflects an amount that an insurer would rationally pay to remove the uncertainty that future cash flows will exceed the expected value amount.

The Company has estimated the risk adjustment using a confidence level (probability of sufficiency) approach at the 70th percentile for Motor, Medical, and Life lines of business, and at the 75th percentile for Property and Casualty lines. That is, the Company has assessed its indifference to uncertainty for all product lines (as an indication of the compensation that it requires for bearing non-financial risk) as being equivalent to the chosen confidence level less the mean of an estimated probability distribution of the future cash flows. The Company has estimated the probability distribution of the future cash flows, and the additional amount above the expected present value of future cash flows required to meet the target percentiles.

The above methodology of Risk Adjustment calculation results in estimation of undiversified risk adjustment. The results are diversified using the Correlation matrix provided within the CBUAE e-Forms. For a given confidence interval, the diversification benefit is determined for all reserving portfolios combined and is then allocated to each portfolio based on the proportional approach where the weight of each portfolio is the undiversified risk adjustment amount.

Insurance and financial risk management

The Company’s insurance and financial risk management objectives and policies are consistent with those disclosed in the audited financial statements as at and for the year ended 31 December 2025. There have been no changes in any risk management policies since the year end.

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

4 Property and equipment

All property and equipment are located in the United Arab Emirates.

During the three-month period ended 31 March 2026, the Company has purchased AED 88,049 (during the year ended 31 December 2025: AED 614,480) of various types of equipment.

The depreciation charge for the three-month period ended 31 March 2026 amounted to AED 99,861 (for the year ended 31 December 2025: AED 333,354). Net book value of disposal is nil (during the year ended 31 December 2025: AED nil) and net book value of write-offs is nil (during the year ended 31 December 2025: AED 421) during the three-month period ended 31 March 2026.

5 Financial assets

The Company's financial investments at the end of reporting period are detailed below:

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
<i>Financial assets at fair value through other comprehensive income</i>		
Quoted debt securities	337,733,819	316,520,183
Quoted equity securities	16,950,962	16,201,946
Allowance for expected credit loss on financial assets at fair value through other comprehensive income	(3,819,738)	(502,250)
	<u>350,865,043</u>	<u>332,219,879</u>

FVTOCI investments comprise of quoted equity and debt instruments within the G.C.C. region except one investment valued at AED 9.5 million as at 31 March 2026 (31 December 2025: AED 9.6 million) which is an investment outside the G.C.C. region. The Company has designated all investments in equity instruments that are not held for trading as FVTOCI. Debt instruments carry an interest rate ranging from 1.75% to 7.5% per annum (31 December 2025: 1.75% to 7.5%) and they are redeemable at par from 2026 to 2037 (31 December 2025: 2026 to 2037) based on their maturity dates. There are no significant concentrations of credit risk for debt instruments and the carrying amount reflected above represents the Company's maximum exposure to credit risk for such assets.

Quoted equity securities include Tier 1 Notes amounting to AED 11.37 million as at 31 March 2026 (31 December 2025: AED 9.7 million). These instruments exhibit equity-like characteristics and based on their contractual terms, do not meet the Solely Payments of Principal and Interest (SPPI) criterion under IFRS 9. Accordingly, they are classified under equity securities.

The movement in the financial assets at fair value through other comprehensive income is as follows:

	FVTOCI debt AED	FVTOCI equity AED	Total AED
Balance at 31 December 2025 (Audited)	316,017,933	16,201,946	332,219,879
Additions during the period	51,218,348	1,983,420	53,201,768
Matured during the period	(10,357,325)	-	(10,357,325)
Disposals during the period	(7,346,000)	-	(7,346,000)
Realised gain on disposal of FVTOCI investments	442,902	-	442,902
Net change in fair value	(12,862,999)	(1,234,404)	(14,097,403)
Amortisation of premium on FVTOCI debt investments to profit or loss	118,710	-	118,710
Allowance for expected credit loss	(3,317,488)	-	(3,317,488)
Balance at 31 March 2026 (Unaudited)	<u>333,914,081</u>	<u>16,950,962</u>	<u>350,865,043</u>

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

5 Financial assets (continued)

	FVTOCI debt AED	FVTOCI equity AED	Total AED
Balance at 31 December 2024 (Audited)	218,484,146	4,033,534	222,517,680
Additions during the year	160,837,703	11,020,728	171,858,431
Matured during the year	(12,562,190)	-	(12,562,190)
Disposals during the year	(57,117,279)	-	(57,117,279)
Realised loss on disposal of FVTOCI investments	(118,726)	-	(118,726)
Net change in fair value	6,059,953	1,147,684	7,207,637
Amortisation of premium on FVTOCI debt investments to profit or loss	650,915	-	650,915
Allowance for expected credit loss	(216,589)	-	(216,589)
Balance at 31 December 2025 (Audited)	<u>316,017,933</u>	<u>16,201,946</u>	<u>332,219,879</u>

Details of allowance for expected credit loss were as follows:

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Balance at the beginning of the year	502,250	285,661
Provision for impairment during the period/year	3,317,488	216,589
Balance at the end of the period/year	<u>3,819,738</u>	<u>502,250</u>

There were no reclassifications between financial investment categories during 2026 and 2025.

All the investments in scope of the impairment model are in stage 1.

6 Statutory deposit

A deposit of AED 10 million (31 December 2025: AED 10 million) has been placed with one of the banks, in accordance with Article (42) of the UAE Federal Decree Law No. (6) of 2025. This deposit has been pledged to the bank as security against a guarantee issued by the Bank in favour of the Central Bank of the United Arab Emirates (“CBUAE”) for the same amount. This deposit cannot be withdrawn without prior approval of the CBUAE and bears an interest rate of 4.6% per annum (31 December 2025: 4.6% per annum).

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

7 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 2026			31 December 2025		
	Assets AED	Liabilities AED	Net AED	Assets AED	Liabilities AED	Net AED
Insurance contracts issued						
Life and Medical	11,008,342	(135,923,445)	(124,915,103)	-	(117,235,742)	(117,235,742)
General and Motor	-	(433,047,414)	(433,047,414)	-	(455,390,442)	(455,390,442)
Total insurance contracts issued	11,008,342	(568,970,859)	(557,962,517)	-	(572,626,184)	(572,626,184)
Reinsurance contracts held						
Life and Medical	36,495,701	(20,561,512)	15,934,189	35,996,193	(17,720,136)	18,276,057
General and Motor	254,761,066	(15,004,058)	239,757,008	283,098,145	(13,211,106)	269,887,039
Total reinsurance contracts held	291,256,767	(35,565,570)	255,691,197	319,094,338	(30,931,242)	288,163,096

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

The Company disaggregates information to provide disclosure in respect of major product lines separately: Life & Medical and General & Motor. This disaggregation has been determined based on how the Company 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 the table on the next page:

Ras Al Khaimah National Insurance Company P.S.C.
Condensed interim financial information (Unaudited)

Notes to the condensed interim financial information
For the period ended 31 March 2026

7 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)

2026	Life and Medical				General and Motor				Total (Unaudited) AED
	Liabilities for remaining coverage		Liabilities for incurred claims		Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component (Unaudited) AED	Loss component (Unaudited) AED	Estimates of the present value of future cash flows (Unaudited) AED	Risk adjustment (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	
Insurance contract liabilities as at 1 January	31,209,661	-	82,702,667	3,323,414	88,510,440	177,462	354,370,188	12,332,352	572,626,184
Insurance revenue	(74,292,191)	-	-	-	(64,917,910)	-	-	-	(139,210,101)
Insurance service expenses	8,036,452	-	46,190,556	(543,000)	12,928,080	251,187	37,344,804	(553,336)	103,654,743
Incurred claims and other expenses	-	-	51,457,233	1,705,334	-	-	47,678,242	1,505,676	102,346,485
Amortisation of insurance acquisition cash flows	8,036,452	-	-	-	12,928,080	-	-	-	20,964,532
Losses on onerous contracts	-	-	-	-	-	251,187	-	-	251,187
Changes to liabilities for incurred claims	-	-	(5,266,677)	(2,248,334)	-	-	(10,333,438)	(2,059,012)	(19,907,461)
Insurance service result	(66,255,739)	-	46,190,556	(543,000)	(51,989,830)	251,187	37,344,804	(553,336)	(35,555,358)
Insurance finance expenses	-	-	873,010	-	-	-	3,939,768	-	4,812,778
Total changes in the statement of comprehensive income	(66,255,739)	-	47,063,566	(543,000)	(51,989,830)	251,187	41,284,572	(553,336)	(30,742,580)
<i>Cash flows</i>									
Premiums received	92,505,377	-	-	-	67,088,777	-	-	-	159,594,154
Claims and other expenses paid	-	-	(55,893,856)	-	-	-	(63,974,299)	-	(119,868,155)
Insurance acquisition cash flows	(9,196,987)	-	-	-	(14,450,099)	-	-	-	(23,647,086)
Total cash flows	83,308,390	-	(55,893,856)	-	52,638,678	-	(63,974,299)	-	16,078,913
Net insurance contract liabilities / (assets) as at 31 March	48,262,312	-	73,872,377	2,780,414	89,159,288	428,649	331,680,461	11,779,016	557,962,517
Insurance contract assets as at 31 March	(24,701,943)	-	13,083,572	610,029	-	-	-	-	(11,008,342)
Insurance contract liabilities as at 31 March	72,964,255	-	60,788,805	2,170,385	89,159,288	428,649	331,680,461	11,779,016	568,970,859
Net insurance contract liabilities / (assets) as at 31 March	48,262,312	-	73,872,377	2,780,414	89,159,288	428,649	331,680,461	11,779,016	557,962,517

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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7 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)

2025	Life and Medical				General and Motor				Total
	Liabilities for remaining coverage		Liabilities for incurred claims		Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
	AED	AED	AED	AED	AED	AED	AED	AED	AED
Insurance contract liabilities as at 1 January	31,980,781	1,267,568	73,187,607	2,239,606	110,402,718	4,226,867	246,579,254	9,709,197	479,593,598
Insurance revenue	(272,162,793)	-	-	-	(260,242,876)	-	-	-	(532,405,669)
Insurance service expenses	33,217,719	(1,267,568)	169,109,680	1,083,808	55,399,080	(4,049,405)	230,494,977	2,623,155	486,611,446
Incurred claims and other expenses	-	-	166,968,240	5,916,578	-	-	285,137,549	9,366,776	467,389,143
Amortisation of insurance acquisition cash flows	33,217,719	-	-	-	55,399,080	-	-	-	88,616,799
Reversal on onerous contracts	-	(1,267,568)	-	-	-	(4,049,405)	-	-	(5,316,973)
Changes to liabilities for incurred claims	-	-	2,141,440	(4,832,770)	-	-	(54,642,572)	(6,743,621)	(64,077,523)
Insurance service result	(238,945,074)	(1,267,568)	169,109,680	1,083,808	(204,843,796)	(4,049,405)	230,494,977	2,623,155	(45,794,223)
Insurance finance expenses	-	-	1,239,079	-	-	-	6,386,110	-	7,625,189
Total changes in the statement of comprehensive income	(238,945,074)	(1,267,568)	170,348,759	1,083,808	(204,843,796)	(4,049,405)	236,881,087	2,623,155	(38,169,034)
<i>Cash flows</i>									
Premiums received	268,775,472	-	-	-	236,944,169	-	-	-	505,719,641
Claims and other expenses paid	-	-	(160,833,699)	-	-	-	(129,090,153)	-	(289,923,852)
Insurance acquisition cash flows paid	(30,601,518)	-	-	-	(53,992,651)	-	-	-	(84,594,169)
Total cash flows	238,173,954	-	(160,833,699)	-	182,951,518	-	(129,090,153)	-	131,201,620
Net insurance contract liabilities as at 31 December	31,209,661	-	82,702,667	3,323,414	88,510,440	177,462	354,370,188	12,332,352	572,626,184

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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7 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
2026

	Life and Medical				General and Motor				Total (Unaudited) AED
	Assets for remaining coverage		Amounts recoverable on incurred claims		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 cash flows (Unaudited) AED	Risk adjustment (Unaudited) AED	Excluding loss recovery component (Unaudited) AED	Loss component (Unaudited) AED	Estimates of the present value of cash flows (Unaudited) AED	Risk adjustment (Unaudited) AED	
Reinsurance contract assets as at 1 January	(34,583,916)	-	69,662,250	917,859	(14,881,548)	-	288,550,405	9,429,288	319,094,338
Reinsurance contract liabilities as at 1 January	(43,887,660)	-	25,275,981	891,543	(7,652,154)	-	(5,721,612)	162,660	(30,931,242)
Net reinsurance contract assets/(liabilities) as at 1 January	(78,471,576)	-	94,938,231	1,809,402	(22,533,702)	-	282,828,793	9,591,948	288,163,096
Allocation of reinsurance premiums	(29,300,221)	-	-	-	(25,033,928)	-	-	-	(54,334,149)
Amounts recoverable from reinsurers for incurred claims	-	-	21,779,883	(170,926)	-	1,961	20,192,880	(755,100)	41,048,698
Amounts recoverable for incurred claims and other expenses	-	-	28,878,066	387,863	-	-	19,301,062	625,949	49,192,940
Loss-recovery on onerous underlying contracts	-	-	-	-	-	1,961	-	-	1,961
Changes to amounts recoverable for incurred claims	-	-	(7,098,183)	(558,789)	-	-	891,818	(1,381,049)	(8,146,203)
Net income or expense from reinsurance contracts held	(29,300,221)	-	21,779,883	(170,926)	(25,033,928)	1,961	20,192,880	(755,100)	(13,285,451)
Reinsurance finance income	-	-	684,462	-	-	-	2,942,933	-	3,627,395
Effect of changes in non-performance risk of reinsurers	-	-	(547,289)	-	-	-	(1,211,790)	-	(1,759,079)
Total changes in the statement of comprehensive income	(29,300,221)	-	21,917,056	(170,926)	(25,033,928)	1,961	21,924,023	(755,100)	(11,417,135)
<i>Cash flows</i>									
Premiums paid	17,765,729	-	-	-	17,663,757	-	-	-	35,429,486
Amounts received	-	-	(12,553,506)	-	-	-	(43,930,744)	-	(56,484,250)
Total cash flows	17,765,729	-	(12,553,506)	-	17,663,757	-	(43,930,744)	-	(21,054,764)
Net reinsurance contract (liabilities) / assets as at 31 March	(90,006,068)	-	104,301,781	1,638,476	(29,903,873)	1,961	260,822,072	8,836,848	255,691,197
Reinsurance contract assets as at 31 March	(46,266,253)	-	81,624,036	1,137,918	(23,572,058)	-	269,623,268	8,709,856	291,256,767
Reinsurance contract liabilities as at 31 March	(43,739,815)	-	22,677,745	500,558	(6,331,815)	1,961	(8,801,196)	126,992	(35,565,570)
Net reinsurance contract (liabilities) /assets as at 31 March	(90,006,068)	-	104,301,781	1,638,476	(29,903,873)	1,961	260,822,072	8,836,848	255,691,197

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7 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)

2025	Life and Medical				General and Motor				Total
	Assets for remaining coverage		Amounts recoverable on incurred claims		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	Excluding loss recovery component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
	AED	AED	AED	AED	AED	AED	AED	AED	AED
Reinsurance contract assets as at 1 January	(43,993,342)	833,320	94,147,491	720,629	(29,648,118)	797,122	201,654,131	7,067,020	231,578,253
Reinsurance contract liabilities as at 1 January	(49,883,700)	-	22,362,677	733,961	(3,248,911)	1,138	2,015,246	99,491	(27,920,098)
Net reinsurance contract (liabilities)/assets as at 1 January	(93,877,042)	833,320	116,510,168	1,454,590	(32,897,029)	798,260	203,669,377	7,166,511	203,658,155
Allocation of reinsurance premiums	(117,605,954)	-	-	-	(100,864,662)	-	-	-	(218,470,616)
Amounts recoverable from reinsurers for incurred claims	-	(833,320)	88,051,267	354,812	-	(798,260)	125,283,757	2,425,437	214,483,693
Amounts recoverable for incurred claims and other expenses	-	-	91,211,243	1,509,323	-	-	172,857,150	5,715,463	271,293,179
Reversal on onerous underlying contracts	-	(833,320)	-	-	-	(798,260)	-	-	(1,631,580)
Changes to amounts recoverable for incurred claims	-	-	(3,159,976)	(1,154,511)	-	-	(47,573,393)	(3,290,026)	(55,177,906)
Net income or expense from reinsurance contracts held	(117,605,954)	(833,320)	88,051,267	354,812	(100,864,662)	(798,260)	125,283,757	2,425,437	(3,986,923)
Reinsurance finance income	-	-	1,818,954	-	-	-	4,980,879	-	6,799,833
Effect of changes in non-performance risk of reinsurers	-	-	(381,509)	-	-	-	(1,091,561)	-	(1,473,070)
Total changes in the statement of comprehensive income	(117,605,954)	(833,320)	89,488,712	354,812	(100,864,662)	(798,260)	129,173,075	2,425,437	1,339,840
<i>Cash flows</i>									
Premiums paid	133,011,420	-	-	-	111,227,989	-	-	-	244,239,409
Amounts received	-	-	(111,060,649)	-	-	-	(50,013,659)	-	(161,074,308)
Total cash flows	133,011,420	-	(111,060,649)	-	111,227,989	-	(50,013,659)	-	83,165,101
Net reinsurance contract (liabilities) /assets as at 31 December	(78,471,576)	-	94,938,231	1,809,402	(22,533,702)	-	282,828,793	9,591,948	288,163,096
Reinsurance contract assets as at 31 December	(34,583,916)	-	69,662,250	917,859	(14,881,548)	-	288,550,405	9,429,288	319,094,338
Reinsurance contract liabilities as at 31 December	(43,887,660)	-	25,275,981	891,543	(7,652,154)	-	(5,721,612)	162,660	(30,931,242)
Net reinsurance contract (liabilities) /assets as at 31 December	(78,471,576)	-	94,938,231	1,809,402	(22,533,702)	-	282,828,793	9,591,948	288,163,096

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8 Other receivables

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Accrual of interest and other income	6,086,585	4,588,966
Advances and prepayments	3,976,868	4,087,026
Due from related parties	1,064,657	1,064,657
Other receivables	9,019,521	9,008,563
	<u>20,147,631</u>	<u>18,749,212</u>
Allowance for impairment	<u>(4,926,490)</u>	<u>(4,926,490)</u>
	<u>15,221,141</u>	<u>13,822,722</u>

Included in other receivables is an amount of AED 3.9 million (31 December 2025: AED 3.9 million) for the exposure to a foreign bank that does not meet the recognition and classification requirements of bank balances and fixed deposits. This balance relates to receivables other than those due from policyholders and reinsurers.

Movement in the allowance for impairment was as follows:

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Balance at the beginning of the period/year	4,926,490	4,944,756
Reversal during the period /year	-	(18,266)
Balance at the end of the period / year	<u>4,926,490</u>	<u>4,926,490</u>

9 Cash and cash equivalents

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Cash in hand	19,620	15,897
Current accounts with banks	21,216,637	11,433,660
	<u>21,236,257</u>	<u>11,449,557</u>

10 Deposits

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Fixed deposits with original maturities greater than three months	156,530,248	159,971,957
Fixed deposits under lien	4,000,000	4,208,000
Allowance for impairment	(41,139)	(39,670)
Total fixed deposits	<u>160,489,109</u>	<u>164,140,287</u>

Certain fixed deposit with carrying amount of AED 4,000,000 as at 31 March 2026 (31 December 2025: AED 4,000,000) are under lien against letters of guarantee amounting to AED 590,000 (31 December 2025: AED 590,000). The interest rates on fixed deposits with banks range between 4 % to 5.1 % per annum (31 December 2025: 4% to 5.1% per annum). All fixed deposits are held in local banks in the United Arab Emirates.

Ras Al Khaimah National Insurance Company P.S.C.
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For the period ended 31 March 2026

10 Deposits (continued)

Details of allowance for expected credit loss as per IFRS 9 were as follows:

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Balance at the beginning of the period/year	39,670	71,217
Charge/(reversal) during the period / year	1,469	(31,547)
Balance at the end of the period / year	<u>41,139</u>	<u>39,670</u>

All the bank balances and fixed deposits in the scope of the impairment model are in stage 1 and there have been no movements between the stages during the period / year.

11 Share capital

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Authorised, issued and fully paid: 121.275 million ordinary shares of AED 1 each	<u>121,275,000</u>	<u>121,275,000</u>

(31 December 2025: 121.275 million ordinary shares of AED 1 each)

12 Basic and diluted earnings per share

	Three-month period ended 31 March (Unaudited)	
	2026	2025
Profit after tax for the period (in AED)	<u>16,686,249</u>	10,976,985
Number of shares	<u>121,275,000</u>	121,275,000
Basic and diluted profit per share (in AED)	<u>0.14</u>	0.09

Basic earnings per share is calculated by dividing the profit after tax for the period by the number of weighted average shares outstanding during the reporting period. Diluted earnings per share is equivalent to earnings per share as the Company did not issue any new instrument that would impact earnings per share when executed.

13 Other payables

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Accrued expenses	3,986,641	2,316,256
Payables to suppliers	1,718,277	1,031,154
Due to related parties	2,352,475	872,744
Other payable balances	4,465,636	4,164,581
	<u>12,523,029</u>	<u>8,384,735</u>

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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14 Dividend and Directors' remuneration

At the Annual General Meeting held on 02 April 2026, the shareholders approved not paying a dividend and approved Board of Directors' remuneration of AED 690,000 and an amount of AED 10,000 as a sitting fee for each member for the Board committees and AED 13,000 for each meeting that they chaired for the year ended 31 December 2025. (At the Annual General Meeting held on 20 March 2025, the shareholders approved not paying a dividend and approved Board of Directors' remuneration of AED 400,000 and an amount of AED 10,000 as a sitting fee for each member for the Board committees and AED 13,000 for each meeting that they Chaired for the year ended 31 December 2024).

15 Deferred taxation

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Deferred tax arising in respect of:		
Recognised in OCI:		
Net change in fair value of debt investments designated at FVTOCI	<u>786,130</u>	<u>(693,800)</u>

Deferred taxes arising from temporary differences and unused tax losses are summarised as follows:

	Net balance at 1 January	Recognised in profit or loss	Recognised in OCI	Net balance at 31 March
2026				
Financial assets	<u>(693,800)</u>	<u>322,260</u>	<u>1,157,670</u>	<u>786,130</u>
	Net balance at 1 January	Recognised in profit or loss	Recognised in OCI	Net balance at 31 December
2025				
Financial assets	<u>(148,405)</u>	<u>-</u>	<u>(545,395)</u>	<u>(693,800)</u>

16 Income tax expense

	Three-month period ended 31 March (Unaudited) 2026 AED	2025 AED
Condensed interim income statement:		
Current tax expense	<u>(1,622,913)</u>	<u>(1,046,997)</u>
Condensed interim statement of comprehensive income:		
Current tax credit	<u>111,096</u>	<u>6,794</u>
Deferred tax credit / (expense)	<u>1,200,666</u>	<u>(248,907)</u>

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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16 Income tax expense (continued)

Relationship between tax expense and accounting profit:

	Three-month period ended	
	31 March	
	(Unaudited)	
	2026	2025
	AED	AED
Profit for the year before taxation	18,309,162	12,023,982
Basic exemption limit	(375,000)	(375,000)
Tax applicable profit	<u>17,934,162</u>	<u>11,648,982</u>
Tax at the applicable rate of 9%	(1,614,075)	(1,048,408)
Effect of items that are not considered in determining taxable income – net		
Exempt income	-	12,213
Non-deductible expenses	(8,838)	(10,802)
Income tax expense	(1,622,913)	(1,046,997)
Profit for the year after taxation	<u>16,686,249</u>	<u>10,976,985</u>

17 Insurance service expenses

	Life and	General	Total
	Medical	and Motor	
For the three-month period ended 31 March 2026	(Unaudited)	(Unaudited)	(Unaudited)
	AED	AED	AED
Incurring claims and other expenses	53,162,567	49,183,918	102,346,485
Amortisation of insurance acquisition cash flows	8,036,452	12,928,080	20,964,532
Losses on onerous contracts	-	251,187	251,187
Changes to liabilities for incurred claims	(7,515,011)	(12,392,450)	(19,907,461)
	<u>53,684,008</u>	<u>49,970,735</u>	<u>103,654,743</u>
For the three-month period ended 31 March 2025			
Incurring claims and other expenses	43,747,750	62,063,790	105,811,540
Amortisation of insurance acquisition cash flows	6,884,447	13,848,533	20,732,980
Losses on onerous contracts and (reversals) of those losses	(1,267,568)	1,131,778	(135,790)
Changes to liabilities for incurred claims	(6,897,521)	(40,788,980)	(47,686,501)
	<u>42,467,108</u>	<u>36,255,121</u>	<u>78,722,229</u>

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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18 Total investment income and net insurance financial result

The table below presents an analysis of total investment income and insurance financial result recognised in condensed interim income statement for the period:

For the three-month period ended 31 March 2026	Life and Medical (Unaudited) AED	General and Motor (Unaudited) AED	Total (Unaudited) AED
Investment income - net			
<i>Amounts recognised in the profit or loss</i>			
Interest income	1,795,609	3,914,886	5,710,495
Dividend income	-	143,107	143,107
Realised gain on disposal of financial investments at FVTOCI	442,902	-	442,902
Reversal of other income	(13,376)	-	(13,376)
	2,225,135	4,057,993	6,283,128
Insurance finance expenses from insurance contracts issued			
Interest accreted to insurance contracts using current financial assumptions	(860,680)	(3,869,089)	(4,729,769)
Due to changes in interest rates and other financial assumptions	(12,330)	(70,679)	(83,009)
Total insurance finance expenses from insurance contracts issued	(873,010)	(3,939,768)	(4,812,778)
Reinsurance finance income/(expenses) from reinsurance contracts held			
Interest accreted to reinsurance contracts using current financial assumptions	674,074	2,887,938	3,562,012
Changes in non-performance risk of reinsurer	(547,288)	(1,211,790)	(1,759,078)
Due to changes in interest rates and other financial assumptions	10,387	54,995	65,382
Reinsurance finance income from reinsurance contracts held	137,173	1,731,143	1,868,316
Net insurance finance expense	(735,837)	(2,208,625)	(2,944,462)

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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18 Total investment income and net insurance financial result (continued)

For the three-month period ended 31 March 2025	Life and Medical (Unaudited) AED	General and Motor (Unaudited) AED	Total (Unaudited) AED
Investment income - net <i>Amounts recognised in the profit or loss</i>			
Interest income	1,769,683	2,961,061	4,730,744
Dividend income from financial investments	-	135,700	135,700
Realised loss on disposal of financial investments at FVTOCI	-	(245,440)	(245,440)
Other income	347	-	347
	<u>1,770,030</u>	<u>2,851,321</u>	<u>4,621,351</u>
Insurance finance income/(expenses) from insurance contracts issued			
Interest accreted to insurance contracts using current financial assumptions	(752,172)	(2,985,960)	(3,738,132)
Due to changes in interest rates and other financial assumptions	1,922	5,112	7,034
Total insurance finance expenses from insurance contracts issued	<u>(750,250)</u>	<u>(2,980,848)</u>	<u>(3,731,098)</u>
Reinsurance finance income/(expenses) from reinsurance contracts held			
Interest accreted to reinsurance contracts using current financial assumptions	1,147,214	2,076,489	3,223,703
Changes in non-performance risk of reinsurer Due to changes in interest rates and other financial assumptions	(73,526)	(130,794)	(204,320)
	<u>(1,513)</u>	<u>(2,333)</u>	<u>(3,846)</u>
Reinsurance finance income from reinsurance contracts held	<u>1,072,175</u>	<u>1,943,362</u>	<u>3,015,537</u>
Net insurance finance income /(expense)	<u>321,925</u>	<u>(1,037,486)</u>	<u>(715,561)</u>

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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19 Segment information

The Company is organised into two segments: Life and Medical as one segment and Motor and General as the other segment.

These segments are the basis on which the Company reports its primary segment information to the Chief Executive Officer. Insurance revenue represent the total income arising from insurance contracts. The Company does not conduct any business outside the UAE. There are no transactions between the business segments.

The following is an analysis of the Company's condensed interim income statement classified by major segments:

	For the three-month period ended 31 March 2026 (Unaudited)		
	Life and Medical AED	Motor and General AED	Total AED
Insurance revenue	74,292,191	64,917,910	139,210,101
Insurance service expenses	(53,684,008)	(49,970,735)	(103,654,743)
Insurance service result before reinsurance contracts held	20,608,183	14,947,175	35,555,358
Allocation of reinsurance premiums	(29,300,221)	(25,033,928)	(54,334,149)
Amounts recoverable from reinsurance	21,608,957	19,439,741	41,048,698
Net expenses from reinsurance contracts held	(7,691,264)	(5,594,187)	(13,285,451)
Investment income	2,225,135	4,057,993	6,283,128
Finance expenses from insurance contracts issued	(873,010)	(3,939,768)	(4,812,778)
Finance income from reinsurance contracts held	137,173	1,731,143	1,868,316
Net insurance finance expense	(735,837)	(2,208,625)	(2,944,462)
Other operating expenses	(3,462,468)	(3,836,943)	(7,299,411)
Profit for the period before tax	10,943,749	7,365,413	18,309,162

Ras Al Khaimah National Insurance Company P.S.C.
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19 Segment information (continued)

	For the three-month period ended 31 March 2025 (Unaudited)		
	Life and Medical AED	Motor and General AED	Total AED
Insurance revenue	66,934,482	60,974,807	127,909,289
Insurance service expenses	(42,467,108)	(36,255,121)	(78,722,229)
Insurance service result before reinsurance contracts held	24,467,374	24,719,686	49,187,060
Allocation of reinsurance premiums	(29,341,399)	(22,146,024)	(51,487,423)
Amounts recoverable from reinsurance	19,296,903	(5,941,928)	13,354,975
Net expenses from reinsurance contracts held	(10,044,496)	(28,087,952)	(38,132,448)
Investment income	1,770,030	2,851,321	4,621,351
Finance expenses from insurance contracts issued	(750,250)	(2,980,848)	(3,731,098)
Finance income from reinsurance contracts held	1,072,175	1,943,362	3,015,537
Net insurance finance expense	321,925	(1,037,486)	(715,561)
Other operating expenses	(2,057,154)	(1,881,857)	(3,939,011)
Other underwriting income	1,002,591	-	1,002,591
Profit for the period before tax	15,460,270	(3,436,288)	12,023,982

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

	As at 31 March 2026 (Unaudited)		
	Life and Medical AED	Motor and General AED	Total AED
Total assets	261,980,947	599,906,265	861,887,212
Total equity	93,642,864	137,172,017	230,814,881
Total liabilities	168,338,083	462,734,248	631,072,331

	As at 31 December 2025 (Audited)		
	Life and Medical AED	Motor and General AED	Total AED
Total assets	231,564,941	620,198,077	851,763,018
Total equity	87,464,959	139,170,048	226,635,007
Total liabilities	144,099,982	481,028,029	625,128,011

Ras Al Khaimah National Insurance Company P.S.C.
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20 Related party balances and transactions

The Company, in the normal course of business, collects premiums, settles claims and enters into transactions with other business enterprises that fall within the definition of a related party. Related parties include the Company's major shareholders, directors and businesses controlled by them and their families over which they exercise significant management influence as well as key management personnel. The Company's management believes that the terms of such transactions are not significantly different from those that could have been obtained from third parties.

At the end of the reporting period/year, amounts due from/to related parties were as follows:

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
<i>Due from related parties</i>		
Due from Parent Company (insurance contract liabilities)	25,431,715	38,992,823
Due from Parent company (other receivables)	1,064,657	1,064,657
Due from Directors (insurance contract liabilities)	-	99,230
Due from other related parties under common control (insurance contract liabilities)	59,041,258	15,618,814
	<u>85,537,630</u>	<u>55,775,524</u>
<i>Due to related parties</i>		
Due to Parent company (other payables)	<u>(2,352,475)</u>	<u>(869,354)</u>

Balances due from and due to related parties are interest free and repayable on demand.

	(Unaudited) 31 March 2026 AED	(Audited) 31 December 2025 AED
Fixed deposits placed with Parent company	85,049,346	89,637,058
Bank balances placed with Parent company	<u>20,319,243</u>	<u>10,511,224</u>

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

	Three-month period ended 31 March (Unaudited)	
	2026 AED	2025 AED
Insurance revenue (Parent company)	31,472,193	31,217,434
Insurance revenue (Directors)	64,478	32,894
Insurance revenue (other related parties)	35,158,514	24,316,940
Insurance service expenses (Parent company)	(19,705,450)	(14,870,552)
Insurance service expenses (Directors)	(440,953)	(19,860)
Insurance service expenses (other related parties)	(18,811,796)	(18,209,410)
Other expenses (Parent company)	(1,375,580)	(1,547,953)
Investment income (Parent company)	<u>883,269</u>	<u>1,178,820</u>

Ras Al Khaimah National Insurance Company P.S.C.
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Notes to the condensed interim financial information
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20 Related party balances and transactions (continued)

During the three-month period ended 31 March 2026, the Company purchased financial assets at AED 53.2 million (31 December 2025: AED 200.6 million) and disposal of AED 7.3 million financial assets (31 December 2025: AED 88 million) through the Parent company.

Key management personnel compensation

	Three-month period ended 31 March (Unaudited)	
	2026	2025
	AED	AED
Board of Directors' remuneration and other expenses	402,660	209,436
Short-term benefits	2,814,961	2,458,756
Long-term benefits	142,039	62,500
	3,359,660	2,730,692

21 Contingent liabilities

	(Unaudited)	(Audited)
	31 March	31 December
	2026	2025
	AED	AED
Letters of guarantee	10,590,000	10,590,000

Letters of guarantee includes AED 10 million (31 December 2025: AED 10 million) issued in favour of the CBUAE. The above guarantees were issued in the normal course of business. The Company, in common with the significant majority of insurers, is subject to litigation in the normal course of its business. The Company, based on independent legal advice, does not expect that the outcome of these court cases will have a material impact on the Company's financial performance or financial position.

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22 Fair value measurements

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, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

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 financial information approximate their fair values except for financial investments measured at fair value through other comprehensive income of which fair value is determined based on the quoted market prices and disclosed in Note 5 of this condensed interim financial information.

Fair value of financial instruments carried at fair value

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

The fair values of assets are determined using similar valuation techniques and assumptions as used in the audited annual financial statements for the year ended 31 December 2025.

Financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

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

- Level 1 the fair value of financial instruments traded in an active market is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the company is the current bid price. These instruments are included in Level 1.
- Level 2 the fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are unobservable, the instrument is included in Level 2.
- Level 3 if one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

Some of the Company'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:

	Fair value as at		Fair value hierarchy	Valuation techniques and key inputs	Significant unobservable input	Relationship of unobservable inputs to fair value
	31 March 2026 (Unaudited) AED	31 December 2025 (Audited) AED				
Financial assets						
FVTOCI:						
Debt securities	333,914,081	316,017,933	Level 1	Quoted bid prices in an active market	None	N/A
Quoted equity securities	16,950,962	16,201,946	Level 1	Quoted bid prices in an active market	None	N/A

There were no transfers between 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.

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23 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 Company is subject to solvency regulations which it has complied with during the year. The Company 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 Company and the total capital held to meet these required Solvency Margins. In accordance with Circular No. CBUAE/BSD/N/2022/923 of CBUAE dated 28 February 2022, the Company has disclosed the solvency position for the immediately preceding period as the current period solvency position is not yet finalised.

	(Audited)
	31 December
	2025
	AED
Minimum Capital Requirement (MCR)	100,000,000
Solvency Capital Requirement (SCR)	111,594,844
Minimum Guarantee Fund (MGF)	80,768,955
Basic Own Funds	156,872,910
MCR Solvency Margin - Minimum Capital Requirement surplus	56,872,910
SCR Solvency Margin - Solvency Capital Requirement surplus	45,278,066
MGF Solvency Margin – Minimum Guarantee Fund surplus	<u>76,103,955</u>

24 Approval of the condensed interim financial information

The condensed interim financial information was approved by the Board of Directors and authorised for issue on 23 April 2026.