

Al Ain Ahlia Insurance Company P.S.C.

Condensed interim consolidated financial information
(Unaudited)

For the three-month period ended 31 March 2026

Al Ain Ahlia Insurance Company P.S.C.
Condensed Interim Consolidated Financial Information (Unaudited)

For the three-month period ended 31 March 2026

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**BOARD OF DIRECTORS' REPORT**

We are pleased to submit report in respect of the company's business activities during the first quarter of the year 2026 together with the Auditor's report in addition to the summary of financials for the period ended 31 March 2026.

The UAE's economy continues to perform strongly, with GDP growth of 5–6% and inflation contained at 1–2%. Tourism and real estate are rebounding, supported by rising visitor numbers and increased property transactions. The currency peg to the US dollar remains stable, backed by ample foreign reserves, and the government is running a healthy fiscal surplus.

In the insurance sector, premium growth remains solid and insurers are effectively managing claims, maintaining combined ratios below 90%. Investment income is steady, supported by improving global markets. Regulators are progressing with new frameworks for IFRS 17 and climate-related risk. Reinsurance costs have edged up slightly, while insurers continue to expand digital capabilities and Insurtech adoption. Overall, the outlook for the sector is positive.

The main highlights of the company's Financial Results for the period ended 31 March 2026 can be summarized as follows:

Figures in AED '000

Description	31/03/2026	31/03/2025	%
Insurance Revenue	272,260	307,786	(12)
Net Insurance Result	(16,379)	(2,726)	(501)
Net Investment & Other Income	28,961	33,843	(14)
Net Profit for the period	8,057	17,823	(55)
Total Assets	3,127,837	2,989,426	5
Shareholders' Equity	1,396,004	1,337,025	4
Basic & Diluted Earnings per share (EPS)	0.54	1.19	(55)

Chairman**Chief Executive Officer**

**Report on review of the condensed interim consolidated financial information
To the Shareholders of Al Ain Ahlia Insurance Company P.S.C.****Introduction**


We have reviewed the accompanying condensed interim consolidated statement of financial position of Al Ain Ahlia Insurance Company P.S.C. (the “Company”) and its subsidiaries (collectively referred to as “the Group”) as at 31 March 2026, and the related condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of other comprehensive income, condensed interim consolidated statement of changes in shareholders’ equity, and condensed interim consolidated statement of cash flows for the three-month period then ended and material accounting policy information and other related explanatory notes. Management is responsible for the preparation and presentation of this condensed interim consolidated financial information in accordance with International Accounting Standard 34 (“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 condensed interim consolidated financial information is not prepared, in all material respects, in accordance with IAS 34 “*Interim Financial Reporting*”.

GRANT THORNTON

Dr. Osama El Bakry
Registration No: 935
Abu Dhabi, United Arab Emirates
Date: 13 May 2026




Al Ain Ahlia Insurance Company P.S.C.
Condensed Interim Consolidated Financial Information (Unaudited)

Condensed interim consolidated statement of financial position
As at 31 March 2026

	Notes	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
ASSETS			
Property and equipment	4	762,884	766,481
Investment properties	5	59,991	124,866
Property under construction	6	64,875	-
Intangible assets		168	186
Statutory deposit	7	10,000	10,000
Investments carried at fair value through other comprehensive income	8	668,429	709,793
Investments carried at fair value through profit or loss	9	53,371	41,312
Reinsurance contract assets	10	1,170,623	1,004,032
Other receivables and prepayments		112,589	61,823
Term deposits	11	160,897	170,239
Cash and cash equivalents	12	64,010	57,166
TOTAL ASSETS		3,127,837	2,945,898
EQUITY AND LIABILITIES			
Share capital		150,000	150,000
Statutory reserve		75,000	75,000
General reserve		600,000	600,000
Technical reserve		8,083	8,083
Reinsurance default reserve		27,646	26,894
Investment revaluation reserve		335,024	357,651
Retained earnings		200,251	192,946
TOTAL EQUITY		1,396,004	1,410,574
LIABILITIES			
Provision for employees' end of service benefits		18,473	17,778
Insurance contract liabilities	10	1,563,323	1,374,292
Reinsurance contract liabilities	10	69,965	71,563
Accruals and other payables	14	80,072	71,691
TOTAL LIABILITIES		1,731,833	1,535,324
TOTAL EQUITY AND LIABILITIES		3,127,837	2,945,898

To the best of our knowledge, the condensed interim consolidated financial information present fairly in all material respects the financial position, results of operation and cash flows of the Group as of, and for the three-month period ended 31 March 2026.

This condensed interim consolidated financial information was approved by the Board of Directors on 13 May 2026 and signed on their behalf by:



 Chairman



 Chief Executive Officer



 Chief Financial Officer

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

Al Ain Ahlia Insurance Company P.S.C.
Condensed Interim Consolidated Financial Information (Unaudited)

Condensed interim consolidated statement of profit or loss
For the three-month period ended 31 March 2026

	Notes	(Unaudited) 31 March 2026 AED'000	(Unaudited) 31 March 2025 AED'000
Insurance revenue		272,260	307,786
Insurance service expenses		(205,918)	(209,848)
Insurance service result before reinsurance contracts held		66,342	97,938
Allocation of reinsurance premiums		(146,269)	(130,273)
Amounts recoverable from reinsurance for incurred claims		65,623	31,154
Net expenses from reinsurance contracts held		(80,646)	(99,119)
Insurance service result		(14,304)	(1,181)
Insurance finance expenses for insurance contracts issued		(8,021)	(17,678)
Reinsurance finance income for reinsurance contracts held		5,946	16,133
Net insurance financial results		(2,075)	(1,545)
Net insurance result		(16,379)	(2,726)
Income from investments - net	15	21,704	24,473
Income from investment properties - net	5	546	405
Total investment income		22,250	24,878
Other income	16	6,711	8,965
Other expenses		(4,085)	(12,292)
Profit for the period before tax		8,497	18,825
Income tax expense		(440)	(1,002)
Profit for the period after tax		8,057	17,823
Basic and diluted earnings per share - AED	17	0.54	1.19

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

Al Ain Ahlia Insurance Company P.S.C.
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Condensed interim consolidated statement of other comprehensive income
For the three-month period ended 31 March 2026

	(Unaudited) 31 March 2026 AED'000	(Unaudited) 31 March 2025 AED'000
Profit for the period after tax	8,057	17,823
Other comprehensive (loss) / income		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Change in fair value of equity instruments carried at FVTOCI – net of tax	(19,798)	18,822
<i>Items that may be subsequently reclassified to profit or loss:</i>		
Change in fair value of debt instruments carried at FVTOCI – net of tax	(2,829)	277
Total other comprehensive (loss) / income for the period	(22,627)	19,099
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD	(14,570)	36,922

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

Al Ain Ahlia Insurance Company P.S.C.
Condensed Interim Consolidated Financial Information (Unaudited)

Condensed interim consolidated statement of changes in shareholders' equity
For the three-month period ended 31 March 2026

	Share capital AED'000	Statutory reserve AED'000	General reserve AED'000	Technical reserve AED'000	Reinsurance default reserve AED'000	Investment revaluation reserve AED'000	Retained earnings AED'000	Total equity AED'000
Balance as at 1 January 2025	150,000	75,000	600,000	8,083	22,965	244,957	199,098	1,300,103
Profit for the period after tax	-	-	-	-	-	-	17,823	17,823
Other comprehensive income for the period	-	-	-	-	-	19,099	-	19,099
Total comprehensive income for the period	-	-	-	-	-	19,099	17,823	36,922
Transfer to reinsurance default reserve	-	-	-	-	1,070	-	(1,070)	-
Balance as at 31 March 2025 (Unaudited)	150,000	75,000	600,000	8,083	24,035	264,056	215,851	1,337,025
Balance as at 1 January 2026	150,000	75,000	600,000	8,083	26,894	357,651	192,946	1,410,574
Profit for the period after tax	-	-	-	-	-	-	8,057	8,057
Other comprehensive loss for the period	-	-	-	-	-	(22,627)	-	(22,627)
Total comprehensive loss for the period	-	-	-	-	-	(22,627)	8,057	(14,570)
Transfer to reinsurance default reserve	-	-	-	-	752	-	(752)	-
Balance as at 31 March 2026 (Unaudited)	150,000	75,000	600,000	8,083	27,646	335,024	200,251	1,396,004

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

Al Ain Ahlia Insurance Company P.S.C.
Condensed Interim Consolidated Financial Information (Unaudited)

Condensed interim consolidated statement of cash flows
For the three-month period ended 31 March 2026

		(Unaudited) 31 March 2026 AED'000	(Unaudited) 31 March 2025 AED'000
	Notes		
OPERATING ACTIVITIES			
Profit for the period before tax		8,497	18,825
Adjustments for:			
Depreciation on property and equipment		3,721	3,661
Amortisation of intangible assets		18	7
Change in fair value of investments carried at FVTPL	9	7,281	1,913
Gain on sale of financial assets carried at FVTPL		(1,513)	(1,317)
Interest and dividend income	15	(27,546)	(25,282)
Provision for employees' end of service benefits		785	589
		(8,757)	(1,604)
Working capital changes:			
Change in insurance contract assets		-	3,245
Change in reinsurance contract assets		(166,591)	192,763
Change in insurance contract liabilities		189,031	(228,093)
Change in reinsurance contract liabilities		(1,598)	7,590
Change in other receivables and prepayments		(26,211)	(29,393)
Change in accruals and other payables		11,240	15,838
Cash used in operations		(2,886)	(39,654)
Employees' end of service benefits paid		(90)	(20)
Net cash used in operating activities		(2,976)	(39,674)
INVESTING ACTIVITIES			
Purchase of property and equipment		(124)	(74)
Purchase of intangible assets		-	(12)
Purchase of investments carried at fair value through other comprehensive income	8	(6,404)	(18,350)
Purchase of investments carried at fair value through profit or loss	9	(109,798)	(16,167)
Proceeds from the sale of financial assets carried at FVTOCI		21,842	-
Proceeds from the sale of financial assets carried at FVTPL		91,971	19,567
Change in term deposits maturing for more three months		9,342	18,000
Interest and dividend received	15	2,991	25,282
Net cash generated from investing activities		9,820	28,246
Net change in cash and cash equivalents		6,844	(11,428)
Cash and cash equivalents at the beginning of the period		57,166	65,032
Cash and cash equivalents at the end of the period		64,010	53,604

Principle non-cash transactions include fair value loss on financial assets carried at fair value through OCI to the fair value reserve amounting to AED 22,627 thousand (31 March 2025: fair value gain of AED 19,099 thousand).

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

Al Ain Ahlia Insurance Company P.S.C.

Condensed Interim Consolidated Financial Information (Unaudited)

Notes to the condensed interim consolidated financial information For the three-month period ended 31 March 2026

1 Legal status and principal activities

Al Ain Ahlia Insurance Company P.S.C. (the “Company”) is incorporated in Abu Dhabi with limited liability by Law No. (18) of 1975. Al Ain Ahlia Insurance Company P.S.C. is registered as a public shareholding company in accordance with the Federal Decree Law No. (32) of 2021 (as amended). The Company is subject to the regulations of the U.A.E. Federal Decree Law No. (6) of 2025. The Company is registered in the Insurance Companies Register of the Central Bank of the UAE, under registration number 3.

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

During the year ended 31 December 2025, Federal Decree Law No. (6) of 2025 was issued, effective 16 September 2025, repealing Federal Decree Law No. (48) of 2023. Pursuant to Article 184 of Federal Decree Law No. (6) of 2025, 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 domiciled and operates in the UAE and its registered address is P.O. Box 3077, Abu Dhabi, United Arab Emirates. The Company’s ordinary shares are listed on the Abu Dhabi Securities Exchange.

The Company’s principal activity is underwriting of all classes of insurance.

The Company had 281 employees as of 31 March 2026 (31 December 2025: 286).

These condensed interim consolidated financial information comprise the Company and its subsidiaries 100% owned by the Company, (together referred to as “the Group”).

2 Basis of preparation

2.1 Statement of compliance

The condensed interim consolidated financial information has been prepared in accordance with International Accounting Standard (IAS) 34 “Interim Financial Reporting” and complies with the applicable requirements of the laws in the UAE.

This condensed interim consolidated financial information does not include all of the information required for full annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2025, which were prepared in accordance with International Financial Reporting Standards (“IFRS”). In addition, the results for the three-month period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

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.

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Notes to the condensed interim consolidated financial information
For the three-month period ended 31 March 2026

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. All the financial information has been presented in this condensed interim consolidated financial information has been rounded off to nearest thousands (AED'000) except where otherwise indicated.

2.4 Basis of presentation

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

2.5 Basis of consolidation

This condensed interim consolidated financial information incorporate the financial information of the Group and its subsidiaries. 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 condensed interim consolidated financial information includes:

Name of subsidiary	Principal activity	Country of incorporation
Al Bandar Investment owned by Al Ain Ahlia Insurance One Person Company LLC	Investment management in commercial enterprises, retail trade enterprises, oil and natural gas, agricultural enterprises, industrial enterprises, educational enterprises, and tourist enterprises.	United Arab Emirates
Al Bandar Rotana Hotel*	Hotel apartment rentals	United Arab Emirates

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

*Al Bandar Rotana Hotel has been registered as a Sole Establishment of Al Bandar Investment.

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

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Notes to the condensed interim consolidated financial information
For the three-month period ended 31 March 2026

3 Material accounting policies

The accounting policies, critical accounting judgments and key sources of estimation used in the preparation of this condensed interim consolidated financial information are consistent with those used in the audited consolidated 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.

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

Standard	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	1 January 2026

These amendments to the standards have been adopted by the Group and do not have a material impact on the condensed interim consolidated financial information.

3.2 Standards, amendments and interpretations to existing Standards that are not yet effective and have not been adopted early by the Company

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

These standards, amendments and interpretations are not expected to have a significant impact on the condensed interim consolidated financial information in the period of initial application and therefore no disclosures have been made.

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 2025.

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 2025.

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Notes to the condensed interim consolidated financial information
For the three-month period ended 31 March 2026

4 Property and equipment

Property and equipment include land with a carrying value of AED 301 million (31 December 2025: AED 301 million).

5 Investment property

The fair value of the Group's investment properties has been arrived at on the basis of a valuation carried out for the year ended 31 December 2025 by independent valuers not related to the Group. These valuers are registered with Real Estate Regulatory Agency (RERA) and have appropriate qualifications and recent experience in the valuation of properties in the relevant locations.

The Group owns a land located in the Al Jaddaf area of Dubai, which has been reclassified as property under construction and measured at fair value amounting to AED 64.9 million (note 6).

Management believes that the net impact of any potential changes in the key assumptions underlying this valuation used is not material and accordingly there is no change in the fair value of the investment properties as at 31 March 2026 compared to 31 December 2025. Management believes that fair value has not changed significantly during the period.

Management estimates that there has been no change in the fair value of investment properties. Investment properties are classified as Level 3 in the fair value hierarchy as at 31 March 2026 (31 December 2025: Level 3).

All investment properties are located in the United Arab Emirates.

The rental income earned by the Group from its investment properties, part of which is leased out under operating leases and the direct operating expenses arising on the investment properties is as follows:

	Three-month period ended	
	31 March	
	2026	2025
	(Unaudited)	(Unaudited)
	AED'000	AED'000
Rental income	816	715
Direct operating expenses	(270)	(310)
	546	405

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For the three-month period ended 31 March 2026

6 Property under construction

The Group has entered into an agreement with a developer to construct a residential building project on the land owned by the Group in Al Jaddaf area of Dubai. The property is being constructed with an intention for sale upon completion. The Group has received approvals from the regulatory bodies during January 2026 for the construction of this project.

Further, the Group has also paid AED 14.5 million in connection with the Al Jaddaf development project to the developer in form of advance against the cost and expenses incurred on this development during the period ended 31 March 2026. This advance is classified as a prepayment as at 31 March 2026.

As at 31 December 2025, the fair value of this land was valued at AED 64.9 million based on a discounted cash flow approach taking consideration of the proceeds from sale of the units and expected expenditures by the Group. This amount has been transferred from investment properties to property under construction during the period ended 31 March 2026.

Management estimates that there has been no change in the fair value of the land.

7 Statutory deposit

In accordance with the requirements of UAE Federal Decree Law No. (6) of 2025, covering insurance companies and agencies, the Group maintains a bank deposit of AED 10,000,000 (31 December 2025: AED 10,000,000) which cannot be utilized without the consent of the Central Bank of the United Arab Emirates.

8 Investments carried at fair value through other comprehensive income

	31 March 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
Quoted UAE equity securities	447,712	488,428
Quoted UAE debt securities	198,138	198,786
Unquoted UAE debt securities	20,000	20,000
Unquoted non-UAE equity securities	2,579	2,579
	668,429	709,793

The movement in the investments carried at fair value through other comprehensive income is as follows:

	31 March 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
Fair value at beginning of period / year	709,793	578,812
Additions	6,404	37,318
Disposals	(21,842)	(30,176)
Change in fair value taken to other comprehensive income:		
<i>Equity instruments</i>	(22,817)	119,396
<i>Debt instruments</i>	(3,109)	4,443
Fair value at end of the period / year	668,429	709,793

Al Ain Ahlia Insurance Company P.S.C.
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Notes to the condensed interim consolidated financial information
For the three-month period ended 31 March 2026

9 Investments carried at fair value through profit or loss

	31 March 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
Quoted UAE equity securities	53,371	41,312

The movement in the investments at fair value through profit or loss is as follows:

	31 March 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
Fair value at beginning of year	41,312	21,882
Additions	109,798	143,530
Disposals	(90,458)	(120,369)
Change in fair value taken to profit and loss	(7,281)	(3,731)
Fair value at end of the period / year	53,371	41,312

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Notes to the condensed interim consolidated financial information
For the three-month period ended 31 March 2026

10 Insurance contract liabilities and reinsurance contract assets

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	Liabilities	Net	Assets	Liabilities	Net
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Insurance contracts issued						
Life and Medical	-	80,718	(80,718)	-	38,394	(38,394)
General and Motor	-	1,482,605	(1,482,605)	-	1,335,898	(1,335,898)
Total insurance contracts issued	-	1,563,323	(1,563,323)	-	1,374,292	(1,374,292)
Reinsurance contracts held						
Life and Medical	5,135	66,785	(61,650)	3,642	69,898	(66,256)
General and Motor	1,165,488	3,180	1,162,308	1,000,390	1,665	998,725
Total reinsurance contracts held	1,170,623	69,965	1,100,658	1,004,032	71,563	932,469

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.

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	4.34%	4.01 %	4.22%	4.25 %	4.26%	4.48 %	4.54%	4.66 %
Reinsurance contracts issued	4.34%	4.01 %	4.22%	4.25 %	4.26%	4.48 %	4.54%	4.66 %

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Notes to the condensed interim consolidated financial information
For the three-month period ended 31 March 2026

10 Insurance contract liabilities and reinsurance contract assets (continued)

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

Contracts measured under the PAA

31 March 2026 (unaudited)	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	
	AED'000	AED'000	AED'000	AED'000	
Insurance contract liabilities as at 1 January	404,580	134	928,828	40,750	1,374,292
Insurance contract assets as at 1 January	-	-	-	-	-
Insurance contract liabilities as at 1 January	404,580	134	928,828	40,750	1,374,292
Insurance revenue	(272,260)	-	-	-	(272,260)
Insurance service expenses	27,105	(134)	177,212	1,735	205,918
Incurred claims and other expenses	-	-	202,801	7,213	210,014
Insurance acquisition cash flows	27,105	-	-	-	27,105
Losses on onerous contracts and reversals	-	(134)	-	-	(134)
Changes to liabilities for incurred claims	-	-	(25,589)	(5,478)	(31,067)
Insurance service result	(245,155)	(134)	177,212	1,735	(66,342)
Insurance finance expenses	-	-	7,612	409	8,021
Total changes in the statement of comprehensive income	(245,155)	(134)	184,824	2,144	(58,321)
Cash flows					
Premiums received	435,211	-	-	-	435,211
Claims and other expenses paid	-	-	(159,300)	-	(159,300)
Insurance acquisition cash flows	(28,559)	-	-	-	(28,559)
Total cash flows	406,652	-	(159,300)	-	247,352
Net insurance contract liabilities as at 31 March	566,077	-	954,352	42,894	1,563,323
Insurance contract liabilities as at 31 March	566,077	-	954,352	42,894	1,563,323
Insurance contract assets as at 31 March	-	-	-	-	-
Net insurance contract liabilities as at 31 March	566,077	-	954,352	42,894	1,563,323

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10 Insurance contract liabilities and reinsurance contract assets (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)

31 December 2025 (Audited)	Liabilities for remaining coverage		Liabilities for incurred claims		Total AED'000
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	AED'000	AED'000	AED'000	AED'000	
Insurance contract liabilities as at 1	412,544	25,546	1,222,484	63,409	1,723,983
Insurance contract assets as at 1 January	(4,112)	-	866	1	(3,245)
Insurance contract liabilities as at 1	408,432	25,546	1,223,350	63,410	1,720,738
Insurance revenue	(1,156,821)	-	-	-	(1,156,821)
Insurance service expenses	104,435	(25,412)	630,962	(24,853)	685,132
Incurred claims and other expenses	-	-	663,295	15,885	679,180
Insurance acquisition cash flows	104,435	-	-	-	104,435
Losses on onerous contracts and reversals	-	(25,412)	-	-	(25,412)
Changes to liabilities for incurred claims	-	-	(32,333)	(40,738)	(73,071)
Insurance service result	(1,052,386)	(25,412)	630,962	(24,853)	(471,689)
Insurance finance expenses	-	-	48,126	2,193	50,319
Total changes in the statement of comprehensive income	(1,052,386)	(25,412)	679,088	(22,660)	(421,370)
<i>Cash flows</i>					
Premiums received	1,144,330	-	-	-	1,144,330
Claims and other expenses paid	-	-	(973,610)	-	(973,610)
Insurance acquisition cash flows	(95,796)	-	-	-	(95,796)
Total cash flows	1,048,534	-	(973,610)	-	74,924
Net insurance contract liabilities as at 31 December	404,580	134	928,828	40,750	1,374,292
Insurance contract liabilities as at 31 December	404,580	134	928,828	40,750	1,374,292
Insurance contract assets as at 31 December	-	-	-	-	-
Net insurance contract liabilities as at 31 December	404,580	134	928,828	40,750	1,374,292

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10 Insurance contract liabilities and reinsurance contract assets (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

31 March 2026 (Unaudited)	Assets for remaining coverage		Amounts recoverable on incurred claims		Total
	Excluding loss recovery component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	AED'000	AED'000	AED'000	AED'000	
Reinsurance contract assets as at 1 January	297,111	2	674,465	32,454	1,004,032
Reinsurance contract liabilities as at 1 January	(99,321)	8	27,737	13	(71,563)
Net reinsurance contract assets	197,790	10	702,202	32,467	932,469
Allocation of reinsurance premiums	(146,269)	-	-	-	(146,269)
Amounts recoverable from reinsurers for incurred claims	-	(10)	60,210	5,423	65,623
Amounts recoverable for incurred claims and other expenses	-	-	99,715	5,923	105,638
Loss-recovery on onerous underlying contracts and adjustments	-	(10)	-	-	(10)
Changes to amounts recoverable for incurred claims	-	-	(39,505)	(500)	(40,005)
Net (expense)/income or from reinsurance contracts held	(146,269)	(10)	60,210	5,423	(80,646)
Reinsurance finance income	-	-	5,740	326	6,066
Effect of changes in non-performance risk of reinsurers	-	-	(120)	-	(120)
Total changes in the statement of comprehensive income	(146,269)	(10)	65,830	5,749	(74,700)
Cash flows					
Premiums paid	270,919	-	-	-	270,919
Amounts received	-	-	(28,030)	-	(28,030)
Total cash flows	270,919	-	(28,030)	-	242,889
Net reinsurance contract assets as at 31 March	322,440	-	740,002	38,216	1,100,658
Reinsurance contract assets as at 31 March	417,851	-	714,548	38,224	1,170,623
Reinsurance contract liabilities as at 31 March	(95,411)	-	25,454	(8)	(69,965)
Net reinsurance contract assets as at 31 March	322,440	-	740,002	38,216	1,100,658

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10 Insurance contract liabilities and reinsurance contract assets (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)

31 December 2025 (Audited)	Assets for remaining coverage		Amounts recoverable on incurred claims		Total
	Excluding loss recovery component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	
	AED'000	AED'000	AED'000	AED'000	
Reinsurance contract assets as at 1 January	197,327	6,304	1,027,466	56,087	1,287,184
Reinsurance contract liabilities as at 1	(79,526)	-	25,288	-	(54,238)
Net reinsurance contract assets	117,801	6,304	1,052,754	56,087	1,232,946
Allocation of reinsurance premiums	(542,606)	-	-	-	(542,606)
Amounts recoverable from reinsurers for	-	(6,294)	56,695	(25,501)	24,900
Amounts recoverable for incurred claims and other expenses	-	-	144,703	7,441	152,144
Loss-recovery on onerous underlying contracts and adjustments	-	(6,294)	-	-	(6,294)
Changes to amounts recoverable for incurred claims	-	-	(88,008)	(32,942)	(120,950)
Net (expense) / income from reinsurance contracts held	(542,606)	(6,294)	56,695	(25,501)	(517,706)
Reinsurance finance income	-	-	41,388	1,881	43,269
Effect of changes in non-performance risk of reinsurers	-	-	10	-	10
Total changes in the statement of comprehensive income	(542,606)	(6,294)	98,093	(23,620)	(474,427)
<i>Cash flows</i>					
Reinsurance premiums paid	622,595	-	-	-	622,595
Amounts received	-	-	(448,645)	-	(448,645)
Total cash flows	622,595	-	(448,645)	-	173,950
Net reinsurance contract assets as at 31 December	197,790	10	702,202	32,467	932,469
Reinsurance contract assets as at 31 December	297,111	2	674,465	32,454	1,004,032
Reinsurance contract liabilities as at 31 December	(99,321)	8	27,737	13	(71,563)
Net reinsurance contract assets as at 31 December	197,790	10	702,202	32,467	932,469

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11 Term deposits

Term deposits represent fixed deposits with bank amounting to AED 161 million as at 31 March 2026 (31 December 2025: AED 170 million), carry average interest at the rate of 3.83% (31 December 2025: 3.81%) per annum with a maturity of 1 year.

12 Cash and cash equivalents

	31 March 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
Current accounts with banks	63,402	56,310
Cash on hand	608	856
Time deposits	160,897	170,239
Cash and bank balances	<u>224,907</u>	<u>227,405</u>
Less: fixed deposits with an original maturity of more than three months (note 11)	<u>(160,897)</u>	<u>(170,239)</u>
Cash and cash equivalents	<u>64,010</u>	<u>57,166</u>

13 Related party transactions and balances

Related parties comprise the major shareholders, the directors and key management personnel of the Group and those entities in which they have the ability to control or exercise significant influence in financial and operation decisions. The Group maintains significant balances with these related parties which arise from commercial transactions as follows:

Details of related party balances are as follows:

	<i>Nature of relationship</i>	31 March 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
<i>Due from related parties</i>			
Related parties due to common directorship	<i>Affiliates</i>	<u>16,997</u>	<u>15,115</u>
Key management personnel	<i>Key management personnel</i>	<u>514</u>	<u>462</u>

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13 Related party transactions and balances (continued)

Related party transactions

The Group, in the normal course of business, collects premiums from and settles claims of other businesses that fall within the definition of related parties as contained in IFRS.

The following are the details of significant transactions with related parties:

		Three-month period ended 31 March	
		2026	2025
		(Unaudited)	(Unaudited)
		AED'000	AED'000
Policies issued to Directors' affiliates	<i>Affiliates</i>	2,254	2,430
Claims paid to Directors' affiliates	<i>Directors</i>	2	91
Remuneration of key management personnel	<i>Key management personnel</i>	2,131	4,749

The remuneration of the Board of Directors is subject to approval by the shareholders at the forthcoming Annual General Meeting.

The remuneration of key management personnel is based on the threshold allowed in accordance with Federal Decree Law no 32 of 2021 (as amended).

14 Accruals and other payables

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
	AED'000	AED'000
Staff payables	184	113
Other payables	79,888	71,578
	80,072	71,691

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15 Income from investments, net

	Three-month period ended 31 March	
	2026 (Unaudited) AED'000	2025 (Unaudited) AED'000
Dividend income	23,199	19,919
Interest income	4,347	5,363
Fair value loss on financial assets carried at FVTPL	(7,281)	(1,913)
Gain on disposal of investments at FVTPL	1,513	1,317
Other investment expenses	(74)	(213)
	21,704	24,473

16 Other income

	Three-month period ended 31 March	
	2026 (Unaudited) AED'000	2025 (Unaudited) AED'000
Income from hotel operations - net (Note 16.1)	5,563	8,060
Other income	1,148	905
	6,711	8,965

16.1 Income from hotel operations - net

	Three-month period ended 31 March	
	2026 (Unaudited) AED'000	2025 (Unaudited) AED'000
Revenue from hotel operations	18,426	21,613
Cost of revenue from hotel operations	(6,318)	(6,505)
General, administrative and other expenses	(6,545)	(7,048)
	5,563	8,060

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17 Basic and diluted earnings per share

Basic earnings per share is computed by dividing the profit for the period after tax by the weighted average number of shares outstanding during the period.

Diluted earnings per share are calculated by dividing the profit for the period after tax by the weighted average number of ordinary shares outstanding during the period, adjusted for the effects of dilutive instruments.

	Three-month period ended	
	31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Profit for the period after tax (AED'000)	8,057	17,823
Weighted average number of ordinary shares outstanding during the period (Shares'000)	15,000	15,000
Basic and diluted earnings per share (AED)	0.54	1.19

18 Segment reporting

18.1 Segment revenue and results

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units are managed separately because they require different approach, technology and marketing strategies. For each of the strategic business units, the Chief Operating Decision Maker (CODM) reviews internal management reports on at least a quarterly basis.

The following summary describes the two main business segments:

- Underwriting of general insurance business - incorporating all classes of general insurance such as fire, marine, motor, medical, general accident and miscellaneous.
- Investments - incorporating investments in marketable equity securities and investment funds, development bonds, term deposits with banks and investment properties and other securities.

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18 Segment reporting (continued)

18.1 Segment revenue and results (continued)

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

	Three-month period ended 31 March (Unaudited)					
	2026			2025		
	Underwriting AED'000	Investments AED'000	Total AED'000	Underwriting AED'000	Investments AED'000	Total AED'000
Segment revenue	272,260	22,250	294,510	307,786	24,878	332,664
Segment result	(16,379)	22,250	5,871	(2,726)	24,878	22,152
Unallocated income / (expenses)			2,626			(3,327)
Profit for the period before tax			8,497			18,825
Income tax expense			(440)			(1,002)
Profit for the period after tax			8,057			17,823

18.2 Segment assets and liabilities

	As at 31 March 2026 (Unaudited)			As at 31 December 2025 (Audited)		
	Underwriting AED'000	Investments AED'000	Total AED'000	Underwriting AED'000	Investments AED'000	Total AED'000
Segment assets	2,046,264	1,017,563	3,063,827	1,832,522	1,056,210	2,888,732
Unallocated assets	-	-	64,010	-	-	57,166
Total assets			3,127,837	1,832,522	1,056,210	2,945,898
Segment liabilities	1,713,360	-	1,713,360	1,517,546	-	1,517,546
Unallocated liabilities	-	-	18,473	-	-	17,778
Total liabilities	1,713,360	-	1,731,833	1,517,546	-	1,535,324

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19 Fair value of financial instruments

Financial instruments comprise financial assets and financial liabilities. Financial assets consist of statutory deposits, investments carried at fair value through other comprehensive income, insurance receivables, deposits, bank balances and cash, and certain other assets. Financial liabilities consist of insurance payables, and certain other liabilities.

The fair values of the financial assets and liabilities are not materially different from their carrying values.

The following table shows the analysis of financial instruments recorded at fair value by level of the fair value hierarchy as at 31 March 2026 and 31 December 2025:

	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
31 March 2026 (Unaudited)				
Investments carried at FVTOCI	645,850	20,000	2,579	668,429
Investments carried at FVTPL	53,371	-	-	53,371
	<u>699,221</u>	<u>20,000</u>	<u>2,579</u>	<u>721,800</u>
31 December 2025 (Audited)				
Investments carried at FVTOCI	687,214	20,000	2,579	709,793
Investments carried at FVTPL	41,312	-	-	41,312
	<u>728,526</u>	<u>20,000</u>	<u>2,579</u>	<u>751,105</u>

Fair values of Level 1 securities have been determined by reference to quoted prices at the reporting date.

Management considers that the fair values of financial assets and financial liabilities that are not measured at fair value approximates to their carrying amounts as stated in the condensed interim consolidated financial information.

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

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19 Fair value of financial instruments (continued)

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		Fair value hierarchy	Valuation techniques and key inputs	Significant unobservable input	Relationship of unobservable inputs to fair value
	31 March 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000				
Quoted equity investments – FVTPL	53,371	41,312	Level 1	Quoted bid prices in an active market.	None	N/A
Quoted equity investments – FVTOCI	447,712	488,428	Level 1	Quoted bid prices in an active market	None	N/A
Quoted debts investments – FVTOCI	198,138	198,786	Level 1	Quoted bid prices in an active market.	None	N/A
Unquoted debt investments – FVTOCI	20,000	20,000	Level 2	Unquoted debt Market data obtained from observable sources	None	N/A
Unquoted equity investments – FVTOCI	2,579	2,579	Level 3	Adjusted net assets valuation method after adjusting for certain components in financial information of underlying companies.	Net assets value	Higher the net assets value of the investees, higher the fair value

20 Contingencies and commitments

The Group's bankers have issued in the normal course of business letters of guarantee in favor of third parties amounting to AED 18.96 million (31 December 2025: AED 18.96 million).

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20 Contingencies and commitments (continued)

The Group is subject to litigation in the normal course of its business. Although the ultimate outcome of these claims cannot presently be determined, the management, based on advice from independent loss adjusters and internal legal counsel, has made a provision of AED 22.66 million (31 December 2025: AED 16.03 million) representing amounts expected to result in a probable outflow of economic resources.

21 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 year. The Group is subject to solvency regulations which it has complied with during the year. 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.

	31 December 2025 AED'000	31 December 2024 AED'000
Minimum Capital Requirement (MCR)	100,000	100,000
Solvency Capital Requirement (SCR)	305,758	275,287
Minimum Guarantee Fund (MGF)	134,867	149,904
<i>Own Funds</i>		
Basic Own Funds	917,262	954,286
MCR Solvency Margin surplus	817,262	854,286
SCR Solvency Margin surplus	611,504	678,998
MGF Solvency Margin surplus	782,396	804,381

22 Subsequent events

The Group held its General Assembly meeting on 22 April 2026 and approved to distribute cash dividends of 20% of the share capital amounting to AED 30 million (AED 2 per share) for the year ended 31 December 2025 as approved by the Board of Directors.

There have been no other events subsequent to the condensed interim consolidated statement of financial position date that would significantly affect the amounts reported in the condensed interim consolidated financial information as at and for the period ended 31 March 2026.

23 Approval of condensed interim consolidated financial information

The condensed interim consolidated financial information was approved and authorised for issue by the Board of Directors on 13 May 2026.