**Al Fujairah National Insurance Company PJSC**

Condensed interim financial information (Unaudited)

For the period ended 30 June 2026

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# Al Fujairah National Insurance Company PJSC
## Condensed interim financial information (Unaudited)

## For the period ended 30 June 2026

## Al Fujairah National Insurance Company PJSC
**Directors' report for the six-month period ended 30 June 2026**

The Board of Directors has the pleasure of submitting their report and the condensed interim financial information for the six-month period ended 30 June 2026.

**Incorporation and registered office**

Al Fujairah National Insurance Company P.J.S.C (the "Company") was incorporated under Emiri Decree No. 3 issued by His Highness, The Ruler of Fujairah in 1976. The address of the Company's registered head office is P.O. Box 277, Fujairah, United Arab Emirates.

**Financial position and results**

The Company earned a net profit after tax of AED 53.17 million for six-month period ended 30 June 2026 compared to net profit of AED 37.06 million for the six-month period ended 30 June 2025.

The Company insurance service results are AED 36.84 million for the six-month period ended 30 June 2026 compared to AED 22.42 million for the six-month period ended 30 June 2025.

The Company's insurance revenue is AED 338.58 million for the six-month period ended 30 June 2026 compared to AED 306.22 million for the six-month period ended 30 June 2025.

The Company's investment and other income is AED 25.98 million for the six-month period ended 30 June 2026 compared to AED 22.56 million for the six-month period ended 30 June 2025.

The shareholder's equity increased from AED 405.80 million as at 31 December 2025 to AED 442.58 million as at 30 June 2026.

Basic earnings per share for the six-month period ended 30 June 2026 is AED 39.95 as compared to AED 27.84 for the six-month period ended 30 June 2025 on a paid-up capital base of AED 133.10 million.

On behalf of the Board of Directors of Al Fujairah National Insurance Company P.J.S.C, I would like to thank the executive management and staff for their dedication, commitment and constant hard work.

**Mr. Saif Sultan Abdulla Ahmed Al Salami**
On behalf of Chairman
10 August 2026



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**Independent Auditor's Review Report on review of the Condensed Interim Financial Information**

To,
The Shareholders,
Al Fujairah National Insurance Company PJSC.

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of Al Fujairah National Insurance Company PJSC (the "Company") as at June 30, 2026, the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows and notes for the six-month period then ended and the summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with applicable International Accounting Standard 34, "Interim Financial Reporting" ("IAS-34"). 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 do not present fairly, in all material respects, in accordance with International Accounting Standard (IAS) 34 *Interim Financial Reporting*.

### Other matter

The financial statements of the Company for the year ended December 31, 2025, were audited by another auditor who expressed an unmodified opinion on those financial statements dated February 23, 2026. The condensed interim financial information of the Company for the six-month period ended June 30, 2025, was reviewed by another auditor who expressed an unmodified conclusion on those condensed interim financial information on August 06, 2025.

For, Crowe Mak

كرو ماك
P.O.Box : 6747
DUBAI - UAE
CROWE MAK

Basil Naser
Partner
Registered Auditor Number: 5507
Dubai, United Arab Emirates
August 10, 2026

## Condenced interim statement of financial position
## As at 30 June 2026

| | Notes | (Unaudited) 30 June 2026 AED | (Audited) 31 December 2025 AED |
|---|---|---|---|
| **Assets** | | | |
| Property and equipment | 4 | **22,191,379** | 25,342,766 |
| Intangible assets | | **1,717,459** | 2,130,305 |
| Investment properties | 5 | **78,211,250** | 78,211,250 |
| Investments at fair value through other comprehensive income | 6 | **211,927,590** | 216,023,828 |
| Investments at fair value through profit and loss | 6 | **109,436,595** | 88,319,432 |
| Investments at amortised cost | 6 | **234,407,500** | 190,498,242 |
| Statutory deposits | 7 | **10,000,000** | 10,000,000 |
| Reinsurance contract assets | 8 | **139,596,224** | 96,944,903 |
| Other receivables | | **16,366,316** | 18,547,530 |
| Deferred tax assets | 9 | **385,938** | 88,264 |
| Cash and bank balances | 11 | **42,635,297** | 65,541,389 |
| Deposits | 12 | **178,816,555** | 181,312,254 |
| **Total assets** | | **1,045,692,103** | 972,960,163 |
| **Equity and liabilities** | | | |
| **Equity** | | | |
| Share capital | 13 | **133,100,000** | 133,100,000 |
| Statutory reserve | | **50,613,925** | 50,613,925 |
| General reserve | | **46,768,765** | 46,768,765 |
| Reinsurance reserve | | **3,490,011** | 2,955,146 |
| Cumulative changes in fair value of FVTOCI investments | | **89,588,713** | 92,918,500 |
| Property revaluation reserve | | **11,205,588** | 11,205,588 |
| Retained earnings | | **107,810,740** | 68,242,962 |
| **Total equity** | | **442,577,742** | 405,804,886 |
| **Liabilities** | | | |
| Provision for employees' end of service benefits | | **20,031,794** | 19,236,657 |
| Insurance contract liabilities | 8 | **539,928,589** | 503,869,139 |
| Other payables | | **23,497,064** | 25,699,273 |
| Tax payable | | **11,363,062** | 6,781,788 |
| Lease liabilities | | **8,293,852** | 11,568,420 |
| **Total liabilities** | | **603,114,361** | 567,155,277 |
| **Total equity and liabilities** | | **1,045,692,103** | 972,960,163 |

This condensed interim financial information was authorised for issue on 10 August 2026 by the Board of Directors and signed on their behalf by:

**Mr. Saif Sultan Abdulla Ahmed Al Salami**
**On behalf of Chairman**

**Mr. Antoine Maalouli**
**Chief Executive Officer**

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

## Condenced interim statement of profit or loss
## For the period ended 30 June 2026

| | Note | (Unaudited) Three-month Period ended 30 June | | (Unaudited) Six-month Period ended 30 June | |
|---|---|---|---|---|---|
| | | **2026** | 2025 | **2026** | 2025 |
| | | **AED** | AED | **AED** | AED |
| Insurance revenue | 16 | **172,814,934** | 161,712,062 | **338,575,678** | 306,223,004 |
| Insurance service expenses | 16 | **(160,184,528)** | (134,817,615) | **(294,297,264)** | (241,468,611) |
| **Insurance service results before reinsurance contracts held** | | **12,630,406** | 26,894,447 | **44,278,414** | 64,754,393 |
| Allocation of reinsurance premium | | **(41,268,378)** | (41,779,738) | **(76,583,963)** | (80,232,555) |
| Amounts recoverable from reinsurance for incurred claims | | **42,321,675** | 21,006,500 | **70,564,761** | 40,625,671 |
| **Net income / (expense) from reinsurance contracts held** | | **1,053,297** | (20,773,238) | **(6,019,202)** | (39,606,884) |
| Net reinsurance finance (expense) / income for reinsurance contracts held | | **(734,918)** | 223,771 | **(1,418,728)** | (2,731,779) |
| **Insurance service result** | | **12,948,785** | 6,344,980 | **36,840,484** | 22,415,730 |
| Investment and other income | | **22,661,912** | 14,127,179 | **25,983,085** | 22,563,398 |
| Other operating expenses | | **(2,628,500)** | (2,352,957) | **(5,326,487)** | (5,034,561) |
| **Profit for the period before tax** | | **32,982,197** | 18,119,202 | **57,497,082** | 39,944,567 |
| Tax expense | 10 | **(2,658,992)** | (1,409,504) | **(4,325,822)** | (2,886,118) |
| **Profit for the period after tax** | | **30,323,205** | 16,709,698 | **53,171,260** | 37,058,449 |
| **Basic and diluted earnings per share after tax** | 14 | **22.78** | 12.55 | **39.95** | 27.84 |

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

Condensed interim statement of comprehensive income
For the period ended 30 June 2026

| | **(Unaudited) Three-month Period ended 30 June** | | **(Unaudited) Six-month Period ended 30 June** | |
|---|---|---|---|---|
| | **2026** | 2025 | **2026** | 2025 |
| | **AED** | AED | **AED** | AED |
| **Profit for the period after tax** | **30,323,205** | 16,709,698 | **53,171,260** | 37,058,449 |
| **Other comprehensive income:** | | | | |
| **Items that will be reclassified subsequently to profit or loss** | | | | |
| Net increase / (decrease) in fair value of investments designated at FVTOCI | **345,055** | 170,358 | **(104,689)** | 439,760 |
| Tax related to items that will be reclassified | **(31,055)** | (15,332) | **9,422** | (39,578) |
| **Items that will not be reclassified subsequently to profit or loss** | | | | |
| Net (decrease) / increase in fair value of investments designated at FVTOCI | **(8,715,153)** | 237,144 | **(3,252,755)** | 6,301,578 |
| (Loss) / gain on sale of investments designated at FVTOCI | **(23,651)** | (202,434) | **226,817** | (202,434) |
| Tax related to items that will not be reclassified | **(125,830)** | (2,427,066) | **32,801** | (2,390,157) |
| **Other comprehensive (loss) / income for the period** | **(8,550,634)** | (2,237,330) | **(3,088,404)** | 4,109,169 |
| **Total comprehensive income for the period** | **21,772,571** | 14,472,368 | **50,082,856** | 41,167,618 |

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

## Al Fujairah National Insurance Company PJSC
## Condensed interim financial information (Unaudited)

Condensed interim statement of changes in equity
For the period ended 30 June 2026

| | Share capital | Statutory reserve | General reserve | Reinsurance reserve | Cumulative changes in fair value of FVTOCI investments | Property revaluation reserve | Retained earnings | Total equity |
|---|---|---|---|---|---|---|---|---|
| | AED | AED | AED | AED | AED | AED | AED | AED |
| Balance at 1 January 2025 (Audited) | 133,100,000 | 43,465,976 | 39,620,816 | 2,207,733 | 68,829,721 | 11,205,588 | 5,433,805 | 303,863,639 |
| Profit for the period | - | - | - | - | - | - | 37,058,449 | 37,058,449 |
| Other comprehensive income for the period | - | - | - | - | 4,109,169 | - | - | 4,109,169 |
| **Total comprehensive income for the period** | - | - | - | - | 4,109,169 | - | 37,058,449 | 41,167,618 |
| Transfer to retained earnings on sale of investments at FVTOCI | - | - | - | - | (4,086,249) | - | 4,086,249 | - |
| Transfer to reinsurance reserve | - | - | - | 451,913 | - | - | (451,913) | - |
| **Balance at 30 June 2025 (Unaudited)** | 133,100,000 | 43,465,976 | 39,620,816 | 2,659,646 | 68,852,641 | 11,205,588 | 46,126,590 | 345,031,257 |
| **Balance at 1 January 2026 (Audited)** | **133,100,000** | **50,613,925** | **46,768,765** | **2,955,146** | **92,918,500** | **11,205,588** | **68,242,962** | **405,804,886** |
| Profit for the period | **-** | **-** | **-** | **-** | **-** | **-** | **53,171,260** | **53,171,260** |
| Other comprehensive loss for the period | **-** | **-** | **-** | **-** | **(3,088,404)** | **-** | **-** | **(3,088,404)** |
| **Total comprehensive income for the Period** | **-** | **-** | **-** | **-** | **(3,088,404)** | **-** | **53,171,260** | **50,082,856** |
| Transfer to reinsurance reserve | **-** | **-** | **-** | **534,865** | **-** | **-** | **(534,865)** | **-** |
| Dividend paid (Note 15) | **-** | **-** | **-** | **-** | **-** | **-** | **(13,310,000)** | **(13,310,000)** |
| Transfer to retained earnings on sale of investments at FVTOCI | **-** | **-** | **-** | **-** | **(241,383)** | **-** | **241,383** | **-** |
| **Balance at 30 June 2026 (Unaudited)** | **133,100,000** | **50,613,925** | **46,768,765** | **3,490,011** | **89,588,713** | **11,205,588** | **107,810,740** | **442,577,742** |

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

Condensed interim statement of cash flows
For the period ended 30 June 2026

| | Notes | **(Unaudited) Six-month Period ended 30 June 2026 AED** | (Unaudited) Six-month Period ended 30 June 2025 AED |
|---|---|---|---|
| **Cash flows from operating activities** | | | |
| Profit for the period before tax | | **57,497,082** | 39,944,567 |
| **Adjustments for:** | | | |
| Depreciation of property and equipment | 4 | **7,633,255** | 7,507,108 |
| Amortisation of intangible assets | | **412,846** | 246,298 |
| Gain on disposal of property & Equipment | | **-** | (210,525) |
| Gain on disposal of investments at FVTPL | | **(6,648,926)** | (6,870,710) |
| Unrealised loss from investments at FVTPL | 6 | **2,838,342** | 605,752 |
| Provision for employees' end of service benefits | | **1,172,601** | 839,756 |
| Interest income | | **(10,106,812)** | (6,724,010) |
| Dividend income | | **(11,020,055)** | (8,906,674) |
| Income from investment properties | | **(910,866)** | (630,319) |
| Amortisation of premium on amortised cost debt investments | 6 | **185,605** | 173,088 |
| Foreign currency exchange loss on financial investments | 6 | **126,720** | - |
| Finance costs | | **231,912** | 481,004 |
| **Operating cash flows before changes in working capital** | | **41,411,704** | 26,455,335 |
| **Changes in working capital:** | | | |
| Reinsurance contract assets and liabilities – net | | **(42,651,321)** | 27,593,310 |
| Insurance contract liabilities | | **36,059,450** | 45,944,290 |
| Other receivables | | **1,397,243** | (609,304) |
| Other payables | | **(2,202,209)** | (4,837,919) |
| **Net cash generated from operations** | | **34,014,867** | 94,545,712 |
| Employees' end of service benefits paid | | **(377,464)** | (716,847) |
| **Net cash generated from operating activities** | | **33,637,403** | 93,828,865 |
| **Cash flows from investing activities** | | | |
| Purchase of property and equipment | 4 | **(1,000,015)** | (1,795,767) |
| Increase in investment in fixed deposits with original maturity over 3 months | | **2,495,699** | (69,172,494) |
| Purchase of investment in securities | 6 | **(179,740,193)** | (205,792,812) |
| Proceeds from disposal of investments | | **102,652,642** | 126,207,130 |
| Proceeds from maturity of financial assets at amortised cost | 6 | **16,525,000** | - |
| Interest received | | **10,890,784** | 7,519,292 |
| Dividend received | | **11,020,055** | 8,906,674 |
| Income from investment properties | | **910,866** | 630,319 |
| Proceeds from disposal of property and equipment | | **-** | 210,525 |
| **Net cash used in investing activities** | | **(36,245,162)** | (133,287,133) |
| **Cash flows from financing activity** | | | |
| Payment of lease liabilities | | **(6,988,333)** | (6,973,333) |
| Dividend paid (Note 15) | 15 | **(13,310,000)** | - |
| **Net cash used in financing activity** | | **(20,298,333)** | (6,973,333) |
| **Net decrease in cash and cash equivalents** | | **(22,906,092)** | (46,431,601) |
| Cash and cash equivalents at beginning of the period | | **65,541,389** | 124,902,644 |
| **Cash and cash equivalents at end of the period** | | **42,635,297** | 78,471,043 |

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

## 1 Legal status and activities

Al Fujairah National Insurance Company PJSC, Fujairah (the "Company") is incorporated as a public shareholding Company by Emiri Decree No. 3 issued by His Highness, The Ruler of Fujairah in 1976. The Company is subject to the regulations of the Federal Decree-Law No. (6) of 2025, Regarding the Central Bank, Regulation of Financial Institutions and Activities, and Insurance Business and is registered in the Insurance Companies Register of the Central Bank of the United Arab Emirates under registration number (11). The address of the Company's registered head office is P.O. Box 277, Fujairah, United Arab Emirates.

In 2025, Federal Decree Law No. (6) of 2025 Regarding the Central Bank, Regulation of Financial Institutions and Activities, and Insurance Business (CBUAE Law) was issued, effective 16 September 2025, repealing Federal Decree Law No. (48) of 2023. Pursuant to Article 184 of the 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's ordinary shares are listed on Abu Dhabi Securities Exchange, United Arab Emirates.

The principal activity of the Company is the writing of all classes of general insurance and short-term life insurance. The company operates through its head office in Fujairah and branch offices in Dubai, Abu Dhabi, Sharjah, Khorfakkan and Dibba.

This condensed interim financial information have been prepared in accordance with the requirements of the applicable laws and regulations, including U.A.E Federal Decree-Law No. (32) of 2021 (as amended).

## 2 Basis of preparation

This condensed interim financial information is for the six-month period ended 30 June 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, financial assets carried at fair value through profit or loss and investment properties which are carried at fair value and the provision for employees' end of service benefits which is calculated in line with U.A.E labour laws.

The Company' 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 bank balances, deposits, investment at fair value through profit or loss, other receivables, other payable and tax payable. The following balances would generally be classified as non-current: property and equipment, intangible assets, investment properties, deferred tax assets, statutory deposits and employees' end of service benefits. The following balances are of mixed nature (including both current and non-current portions): financial assets at fair value through other comprehensive income, financial investment at amortised cost, reinsurance contract assets, insurance contract liabilities and lease liabilities.

This condensed interim financial information does not include all of the information required in annual financial statements in accordance with International Financial Reporting Standard ("IFRS") issued by the International Accounting Standard 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.

### 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:

**a) New standards, interpretations and amendments adopted from 1 January 2026**

These standards and amendments did not have a material impact on this condensed interim financial information.

| 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 |

**b) New standards, interpretations and amendments not yet effective**

There are a number of standards, amendments to standards, and interpretations which have been issued by the IASB that are effective in future accounting periods that the Company has decided not to adopt early.

| 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 |
| IFRS 20 | Regulatory Assets and Regulatory Liabilities | 1 January 2029 |

**Property and equipment**

Property and equipment are recorded at cost less accumulated depreciation and any impairment losses. Depreciation is charged on a straight-line basis over the estimated useful lives of the property and equipment.

Capital work in progress is stated at cost. When commissioned, capital work in progress is transferred to the appropriate property and equipment and is depreciated in accordance with the Company's policy.

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 statement of profit or loss during the reporting period in which they are incurred.

**3 Material accounting policy information (Continued)**

**Property and equipment (Continued)**

The rates of depreciation used are based on the following estimated useful lives of the assets:

| Category | Years |
|---|---|
| Freehold property | 30 |
| Motor vehicles | 5 |
| Furniture and office equipment | 4-5 |
| Scrapyard improvements | 10 |

Material residual value estimates and estimates of useful life are updated as required, but at least annually. The estimated useful lives, residual values and depreciation methods are reviewed at the end of each year, 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.

An item of property and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in statement of profit or loss within 'other income'.

**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 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 on 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:

**3 Material accounting policy information (Continued)**

**Classification and measurement - Financial assets (Continued)**

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.

Dividend income on these investments in equity instruments / funds are recognized 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.

**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.

**Financial assets at FVTPL**

Financial assets at FVTPL are:

(i) assets with contractual cash flows that are not SPPI; or/and

(ii) assets that are held in a business model other than held to collect contractual cash flows or held to collect and sell; or

(iii) assets designated at FVTPL using the fair value option. These assets are measured at fair value, with any gains/losses arising on re-measurement recognised in profit or loss.

**Financial assets at amortised cost**

Financial assets at amortised cost are those financial assets for which:

- the Company's business model is to hold them in order to collect contractual cash flows; and
- the contractual terms give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

They are initially recognised at fair value plus transaction costs that are directly attributable to their acquisition of issue and are subsequently measured at amortised cost using the effective interest method, less provision for impairment. Discounting is omitted where the effect of discounting is immaterial.

These are included in current assets, except for maturities greater than 12 months after the end of the reporting period which are classified as non-current assets. Financial assets at amortised cost comprise, government and non-government bonds, statutory deposits, cash and cash equivalents, deposits and other receivables.

**3 Material accounting policy information (Continued)**

**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 borrowing for the proceeds received.

**Fair value measurement**

For investments traded in organised financial markets, fair value is determined by reference to stock exchange quoted prices at the close of business on the statement of financial position date. Investments in unquoted securities are measured at fair value, considering observable market inputs and unobservable financial data of investees.

**Impairment and collectability of financial assets**

The Company recognises loss allowances for expected credit losses (ECL) on the following financial instruments that are not measured at FVTPL:

- Financial assets that are debt instruments.
- Financial guarantee contracts issued; and
- Loan commitments issued.

The Company measures loss allowances at an amount equal to lifetime ECL, except for those financial instruments on which credit risk has not increased significantly since their initial recognition, in which case 12-month ECL are measured.

12-month ECL are the portion of ECL that result from default events on a financial instrument that are possible within the 12 months after reporting date.

**Measurement of ECL**

ECL are probability-weighted estimates of credit losses. They are measured as follows:

- Financial assets that are not credit-impaired at the reporting date: as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Company expects to receive).
- Financial assets that are credit-impaired at the reporting date: as the difference between the gross carrying amount and the present value of estimated future cash flows;
- Undrawn loan commitments: as the present value of the difference between the contractual cash flows that are due to the Company if the commitment is drawn down and the cash flows that the Company expects to receive; and
- Financial guarantee contracts: the expected payments to reimburse the holder less any amounts that the Company expects to recover.

**Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the statement of financial position only when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**3 Material accounting policy information (Continued)**

**Classification and subsequent measurement of financial liabilities**

The Company's financial liabilities include other payables and lease liabilities. Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs. Subsequently, financial liabilities are measured at amortised cost using an effective interest method. All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

**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 assessment finalized during the current year for such years.

Income tax comprises current and deferred tax. Income tax is recognised in the statement of profit or loss 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.

**Deferred taxation**

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

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

**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, bank balances, fixed deposits and other receivables. Definition of default, significant increase in credit risk, 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. The Company measures loss allowances at an amount equal to lifetime ECL, except for those financial instruments on which credit risk has not increased significantly since their initial recognition, in which case 12-month ECL are measured. 12-month ECL are the portion of ECL that result from default events on a financial instrument that are possible within the 12 months after reporting date.

**3 Material accounting policy information (Continued)**

**Judgements and estimates (Continued)**

**Insurance and reinsurance contracts**

The Company applies the Premium Allocation Approach (PAA) to measure the liability for remaining coverage. For liabilities for incurred claims, the cash flows are discounted for the time value of money and include an explicit risk adjustment for non-financial risk.

**Liability for remaining coverage**

The Company recognises a liability for remaining coverage (LRC) for all in-force contracts.

For insurance acquisition cash flows, the Company has elected to defer acquisition costs. These costs are estimated at the group of contracts level and subsequently allocated to groups of newly written and renewed contracts on a systematic and rational basis.

**Liability for incurred claims**

The ultimate cost of claims is estimated using a range of standard actuarial claim projection techniques such as Chain Ladder and Bornhuetter–Ferguson method.

Paid and incurred losses, average cost per claim (including handling costs), and claim counts are extrapolated based on observed experience and expected loss ratios. Large claims are assessed separately, either based on loss adjuster estimates or through individual projections.

The methods implicitly reflect assumptions on inflation and loss ratios through historical data. Additional actuarial judgement is applied to adjust for any deviations from past trends, resulting in a probability-weighted estimate of ultimate claim costs, considering all relevant uncertainties.

**Discount rates**

The Company uses bottom-up approach to derive the discount rate. Under this approach, European Insurance and Occupational Pensions Authority (EIOPA) rates without volatility adjustment along with country risk premium of 0.64% (implicitly allowed for illiquidity premium) are used to calculate the discount rates.

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

| | **1 Year** | | **3 Year** | | **5 Year** | | **10 Year** | |
|---|---|---|---|---|---|---|---|---|
| | **2026** | 2025 | **2026** | 2025 | **2026** | 2025 | **2026** | 2025 |
| Insurance contracts issued | **4.66%** | 4.07% | **4.59%** | 3.98% | **4.56%** | 4.11% | **4.68%** | 4.48% |
| Reinsurance contracts held | **4.66%** | 4.07% | **4.59%** | 3.98% | **4.56%** | 4.11% | **4.68%** | 4.48% |

**Risk adjustment for non-financial risk**

The Company uses CBUAE reserve risk factors to determine its risk adjustment for non-financial risk.

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.

The Company has estimated risk adjustment using a confidence level (probability of sufficiency) approach at the 75th percentile. 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 75th percentile confidence level less the mean of an estimated probability distribution of the future cash flows. The Company has estimated the probability of 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.

## 3 Material accounting policy information (Continued)

**Judgements and estimates (Continued)**

**Risk adjustment for non-financial risk (Continued)**

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.

## 4 Property and equipment

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

During the six-month period ended 30 June 2026, the Company purchased various types of equipment amounting to AED 1,000,015 (during the year ended 31 December 2025: AED 2,504,167).

The carrying value of property and equipment as of 30 June 2026 amounted to AED 22,191,379 (31 December 2025: AED 25,342,766), which includes right-of-use assets of AED 11,688,665 as of 30 June 2026 (31 December 2025: AED 14,754,160).

The depreciation charge including right-of-use assets for the six-month period ended 30 June 2026 amounted to AED 7,633,255 (for the year ended 31 December 2025: AED 15,676,996). Net book value of disposal is nil and no write-off during the six-month period ended 30 June 2026. (Disposal and write-off during the year ended 31 December 2025: AED nil).

Property and equipment include right-of-use assets relating to leased premises within the U.A.E. The depreciation charge on right-of-use assets for the period ended 30 June 2026 amounted to AED 6,547,348, with AED 3,481,853 additions recorded during the period ended 30 June 2026 (for the year ended 31 December 2025: depreciation of AED 13,059,306; additions of AED 2,639,655).

## 5 Investment properties

| | **(Unaudited) 30 June 2026 AED** | (Audited) 31 December 2025 AED |
|---|---|---|
| **Fair value** | | |
| As at 1 January | **78,211,250** | 80,426,000 |
| Decrease in fair value during the period / year | **-** | (2,214,750) |
| **Net book value** | **78,211,250** | 78,211,250 |

Investment properties represent fair value of two buildings and a plot of land which are located in Fujairah U.A.E.

Management estimates that there has been no change in the fair value of investment properties during the six-month period ended 30 June 2026.

Investment properties are classified as Level 3 in the fair value hierarchy as at 30 June 2026 (31 December 2025: Level 3).

## 6 Financial assets

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

| | **(Unaudited) 30 June 2026 AED** | (Audited) 31 December 2025 AED |
|---|---|---|
| **Investments measured at fair value through other comprehensive income (FVTOCI)** | | |
| Quoted equity securities | **112,071,474** | 114,559,088 |
| Mutual funds | **46,205,834** | 45,869,596 |
| Unquoted equity securities | **52,259,765** | 54,170,813 |
| Quoted debt securities | **1,417,037** | 1,450,851 |
| Allowance for impairment | **(26,520)** | (26,520) |
| | **211,927,590** | 216,023,828 |
| **Investments measured at fair value through profit and loss (FVTPL)** | | |
| Quoted equity securities | **109,436,595** | 88,319,432 |
| **Investments measured at amortised cost** | | |
| Quoted debt Securities | **234,407,500** | 190,498,242 |
| **Total financial assets** | **555,771,685** | 494,841,502 |

The movements in financial investments are as follows:

| | **(Unaudited) 30 June 2026** | | | |
|---|---|---|---|---|
| | **AED** | **AED** | **AED** | **AED** |
| **Investments measured at** | **FVTOCI** | **FVTPL** | **Amortised Cost** | **Total** |
| Fair value at the beginning of the year | **216,023,828** | **88,319,432** | **190,498,242** | **494,841,502** |
| Purchases during the period | **499,192** | **118,494,418** | **60,746,583** | **179,740,193** |
| Disposals during the period | **(1,237,986)** | **(94,538,913)** | **-** | **(95,776,899)** |
| Maturities during the period | **-** | **-** | **(16,525,000)** | **(16,525,000)** |
| Net decrease in fair value | **(3,357,444)** | **(2,838,342)** | **-** | **(6,195,786)** |
| Foreign currency exchange loss | **-** | **-** | **(126,720)** | **(126,720)** |
| Amortisation of premium on debt investments | **-** | **-** | **(185,605)** | **(185,605)** |
| **Carrying value at the end of the period** | **211,927,590** | **109,436,595** | **234,407,500** | **555,771,685** |
| Within U.A.E. | **129,155,836** | **109,436,595** | **156,465,115** | **395,057,546** |
| Outside U.A.E. | **82,771,754** | **-** | **77,942,385** | **160,714,139** |
| **Total** | **211,927,590** | **109,436,595** | **234,407,500** | **555,771,685** |

## 6 Financial assets (Continued)

| | (Audited) 31 December 2025 | | | |
|---|---|---|---|---|
| | AED | AED | AED | AED |
| **Investments measured at** | FVTOCI | FVTPL | Amortised Cost | Total |
| Fair value at the beginning of the year | 201,046,889 | 69,427,306 | 70,364,095 | 340,838,290 |
| Purchases during the year | 9,708,713 | 235,974,393 | 130,511,519 | 376,194,625 |
| Disposals during the year | (25,740,241) | (213,108,808) | - | (238,849,049) |
| Maturities during the year | - | - | (9,915,250) | (9,915,250) |
| Net increase/ (decrease) in fair value | 30,978,448 | (3,973,459) | - | 27,004,989 |
| Foreign currency exchange gain | - | - | 42,588 | 42,588 |
| Change in the allowances for impairment | 30,019 | - | (58,853) | (28,834) |
| Amortisation of premium on debt investments | - | - | (445,857) | (445,857) |
| Carrying value at the end of the year | 216,023,828 | 88,319,432 | 190,498,242 | 494,841,502 |
| | | | | |
| Within U.A.E. | 133,223,999 | 86,604,668 | 129,071,455 | 348,900,122 |
| Outside U.A.E. | 82,799,829 | 1,714,764 | 61,426,787 | 145,941,380 |
| Total | 216,023,828 | 88,319,432 | 190,498,242 | 494,841,502 |

Mutual funds comprise investment in local and international funds which are administered by financial institutions domiciled in U.A.E.

The cumulative changes in fair value of Investments carried at FVTOCI amounting to AED 89.59 million (31 December 2025: AED 92.92 million) is shown under equity.

## 7 Statutory deposits

| | **(Unaudited) 30 June 2026 AED** | (Audited) 31 December 2025 AED |
|---|---|---|
| Statutory deposits held with local banks in U.A.E in accordance with Article (92) of the Federal Decree-Law No. (6) of 2025, Regarding the Central Bank, Regulation of Financial Institutions and Activities, and Insurance Business. | **10,000,000** | 10,000,000 |

This deposit cannot be withdrawn without prior approval of the CBUAE and bears an interest rate of 2.9% - 3.0% per annum (31 December 2025: 2.9% - 3.5% per annum).

## 8 Insurance and reinsurance contract

The breakdown of groups of insurance 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) 30 June 2026** | | | (Audited) 31 December 2025 | | |
|---|---|---|---|---|---|---|
| | **Assets** | **Liabilities** | **Net** | Assets | Liabilities | Net |
| | **AED** | **AED** | **AED** | AED | AED | AED |
| **Insurance contracts issued** | | | | | | |
| Life and medical | **-** | **117,762,911** | **117,762,911** | - | 90,070,968 | 90,070,968 |
| General | **-** | **92,934,956** | **92,934,956** | - | 71,296,590 | 71,296,590 |
| Motor | **-** | **329,230,722** | **329,230,722** | - | 342,501,581 | 342,501,581 |
| **Total insurance contracts issued** | **-** | **539,928,589** | **539,928,589** | - | 503,869,139 | 503,869,139 |
| | | | | | | |
| **Reinsurance contracts held** | | | | | | |
| Life and medical | **62,073,801** | **-** | **62,073,801** | 40,994,950 | - | 40,994,950 |
| General | **70,131,644** | **-** | **70,131,644** | 49,747,163 | - | 49,747,163 |
| Motor | **7,390,779** | **-** | **7,390,779** | 6,202,790 | - | 6,202,790 |
| **Total reinsurance contracts held** | **139,596,224** | **-** | **139,596,224** | 96,944,903 | - | 96,944,903 |

**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 and medical, general and 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 disclosed in the table on the next page:

**8 Insurance and reinsurance contract (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)**

| **30 June 2026** | **Life and Medical** | | | | **General** | | | | **Motor** | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | **Liabilities for remaining coverage** | | **Liabilities for incurred claims** | | **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** | **Excluding loss component** | **Loss component** | **Estimates of the present value of future cash flows** | **Risk adjustment** | **Total** |
| | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** |
| Insurance contract liabilities as at 1 January- (Audited) | **44,761,377** | **-** | **44,757,401** | **552,190** | **18,157,175** | **-** | **51,044,706** | **2,094,709** | **200,875,665** | **-** | **137,356,507** | **4,269,409** | **503,869,139** |
| Insurance revenue | **(94,818,524)** | **-** | **-** | **-** | **(53,385,954)** | **-** | **-** | **-** | **(190,371,200)** | **-** | **-** | **-** | **(338,575,678)** |
| **Insurance service expenses** | **7,049,086** | **-** | **80,744,464** | **69,325** | **2,703,305** | **-** | **28,747,446** | **309,392** | **3,187,186** | **-** | **171,432,355** | **54,705** | **294,297,264** |
| Incurred claims and other Expenses | **-** | **-** | **69,534,344** | **437,809** | **-** | **-** | **39,747,812** | **1,784,044** | **-** | **-** | **191,312,961** | **2,780,843** | **305,597,813** |
| Amortisation of insurance acquisition cash flows | **7,049,086** | **-** | **-** | **-** | **2,703,305** | **-** | **-** | **-** | **3,187,186** | **-** | **-** | **-** | **12,939,577** |
| Changes to liabilities for incurred claims | **-** | **-** | **11,210,120** | **(368,484)** | **-** | **-** | **(11,000,366)** | **(1,474,652)** | **-** | **-** | **(19,880,606)** | **(2,726,138)** | **(24,240,126)** |
| **Insurance service result** | **(87,769,438)** | **-** | **80,744,464** | **69,325** | **(50,682,649)** | **-** | **28,747,446** | **309,392** | **(187,184,014)** | **-** | **171,432,355** | **54,705** | **(44,278,414)** |
| Insurance finance expenses | **-** | **-** | **341,702** | **-** | **-** | **-** | **609,460** | **-** | **-** | **-** | **1,648,163** | **-** | **2,599,325** |
| **Total changes in the statement of comprehensive (loss) / income** | **(87,769,438)** | **-** | **81,086,166** | **69,325** | **(50,682,649)** | **-** | **29,356,906** | **309,392** | **(187,184,014)** | **-** | **173,080,518** | **54,705** | **(41,679,089)** |
| **Cash flows** | | | | | | | | | | | | | |
| Premiums received | **102,290,994** | **-** | **-** | **-** | **66,438,490** | **-** | **-** | **-** | **174,101,250** | **-** | **-** | **-** | **342,830,734** |
| Claims and other expenses paid | **-** | **-** | **(60,772,827)** | **-** | **-** | **-** | **(20,734,248)** | **-** | **-** | **-** | **(170,051,632)** | **-** | **(251,558,707)** |
| Insurance acquisition cash flows | **(7,212,277)** | **-** | **-** | **-** | **(3,049,525)** | **-** | **-** | **-** | **(3,271,686)** | **-** | **-** | **-** | **(13,533,488)** |
| **Total cash flows** | **95,078,717** | **-** | **(60,772,827)** | **-** | **63,388,965** | **-** | **(20,734,248)** | **-** | **170,829,564** | **-** | **(170,051,632)** | **-** | **77,738,539** |
| **Net insurance contract liabilities as at 30 June 2026 - (Unaudited)** | **52,070,656** | **-** | **65,070,740** | **621,515** | **30,863,491** | **-** | **59,667,364** | **2,404,101** | **184,521,215** | **-** | **140,385,393** | **4,324,114** | **539,928,589** |

## 8 Insurance and reinsurance contract (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)

| 31 December 2025 | Life and Medical | | | | General | | | | Motor | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Liabilities for remaining coverage | | Liabilities for incurred claims | | 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 | Excluding loss component | Loss component | Estimates of the present value of future cash flows | Risk adjustment | Total |
| | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED |
| Insurance contract liabilities as at 1 January -(Audited) | 56,571,490 | - | 34,418,670 | 515,594 | 51,089,023 | - | 78,503,121 | 4,230,845 | 140,279,615 | - | 99,837,907 | 3,913,693 | 469,359,958 |
| Insurance revenue | (222,969,204) | - | - | - | (111,856,646) | - | - | - | (323,058,566) | - | - | - | (657,884,416) |
| Insurance service expenses | 22,607,832 | - | 127,823,978 | 36,596 | 3,489,434 | - | 16,810,333 | (2,136,136) | 4,788,931 | - | 328,163,203 | 355,716 | 501,939,887 |
| Incurred claims and other Expenses | - | - | 118,894,890 | 508,080 | - | - | 30,119,323 | 896,752 | - | - | 326,306,465 | 3,195,687 | 479,921,197 |
| Amortisation of insurance acquisition cash flows | 22,607,832 | - | - | - | 3,489,434 | - | - | - | 4,788,931 | - | - | - | 30,886,197 |
| Changes to liabilities for incurred claims | - | - | 8,929,088 | (471,484) | - | - | (13,308,990) | (3,032,888) | - | - | 1,856,738 | (2,839,971) | (8,867,507) |
| Insurance service result | (200,361,372) | - | 127,823,978 | 36,596 | (108,367,212) | - | 16,810,333 | (2,136,136) | (318,269,635) | - | 328,163,203 | 355,716 | (155,944,529) |
| Insurance finance expenses | - | - | 799,085 | - | - | - | 2,326,522 | - | - | - | 3,317,822 | - | 6,443,429 |
| Total changes in the statement of comprehensive (Loss) /income | (200,361,372) | - | 128,623,063 | 36,596 | (108,367,212) | - | 19,136,855 | (2,136,136) | (318,269,635) | - | 331,481,025 | 355,716 | (149,501,100) |
| Cash flows | | | | | | | | | | | | | |
| Premiums received | 204,427,939 | - | - | - | 79,159,743 | - | - | - | 383,149,554 | - | - | - | 666,737,236 |
| Claims and other expenses paid | - | - | (118,284,332) | - | - | - | (46,595,270) | - | - | - | (293,962,425) | - | (458,842,027) |
| Insurance acquisition cash flows | (15,876,680) | - | - | - | (3,724,379) | - | - | - | (4,283,869) | - | - | - | (23,884,928) |
| Total cash flows | 188,551,259 | - | (118,284,332) | - | 75,435,364 | - | (46,595,270) | - | 378,865,685 | - | (293,962,425) | - | 184,010,281 |
| Net insurance contract liabilities as at 31 December 2025- Audited) | 44,761,377 | - | 44,757,401 | 552,190 | 18,157,175 | - | 51,044,706 | 2,094,709 | 200,875,665 | - | 137,356,507 | 4,269,409 | 503,869,139 |

## 8 Insurance and reinsurance contract (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**

| **30 June 2026** | **Life and Medical** | | | | **General** | | | | **Motor** | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | **Assets for remaining coverage** | | **Amounts recoverable on incurred claims** | | **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** | **Excluding loss recovery component** | **Loss component** | **Estimates of the present value of future cash flows** | **Risk adjustment** | **Total** |
| | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** | **AED** |
| Reinsurance contract liabilities as at 1 January | **16,467,030** | **-** | **-** | **-** | **-** | **-** | **-** | **-** | **6,820,957** | **-** | **-** | **-** | **23,287,987** |
| Reinsurance contract assets as at 1 January | **-** | **-** | **(57,178,064)** | **(283,916)** | **(3,584,637)** | **-** | **(44,324,767)** | **(1,837,759)** | **-** | **-** | **(12,838,356)** | **(185,391)** | **(120,232,890)** |
| **Net reinsurance contract Liabilities / (assets) as at 1 January - (Audited)** | **16,467,030** | **-** | **(57,178,064)** | **(283,916)** | **(3,584,637)** | **-** | **(44,324,767)** | **(1,837,759)** | **6,820,957** | **-** | **(12,838,356)** | **(185,391)** | **(96,944,903)** |
| An allocation of reinsurance premiums | **34,032,633** | **-** | **-** | **-** | **36,314,878** | **-** | **-** | **-** | **6,236,452** | **-** | **-** | **-** | **76,583,963** |
| Amounts recoverable from reinsurers for incurred claims | **-** | **-** | **(44,965,935)** | **(44,776)** | **-** | **-** | **(20,149,889)** | **(327,885)** | **-** | **-** | **(5,069,402)** | **(6,874)** | **(70,564,761)** |
| Amounts recoverable for incurred claims and other expenses | **-** | **-** | **(77,924,048)** | **(258,493)** | **-** | **-** | **(29,113,121)** | **(1,596,323)** | **-** | **-** | **(3,461,885)** | **(76,252)** | **(112,430,122)** |
| Changes to amounts recoverable for incurred claims | **-** | **-** | **32,958,113** | **213,717** | **-** | **-** | **8,963,232** | **1,268,438** | **-** | **-** | **(1,607,517)** | **69,378** | **41,865,361** |
| Net (income) or expense from reinsurance contracts held | **34,032,633** | **-** | **(44,965,935)** | **(44,776)** | **36,314,878** | **-** | **(20,149,889)** | **(327,885)** | **6,236,452** | **-** | **(5,069,402)** | **(6,874)** | **6,019,202** |
| Reinsurance finance income | **-** | **-** | **(632,460)** | **-** | **-** | **-** | **(474,376)** | **-** | **-** | **-** | **(73,761)** | **-** | **(1,180,597)** |
| **Total changes in the statement of comprehensive loss / (income)** | **34,032,633** | **-** | **(45,598,395)** | **(44,776)** | **36,314,878** | **-** | **(20,624,265)** | **(327,885)** | **6,236,452** | **-** | **(5,143,163)** | **(6,874)** | **4,838,605** |
| **Cash flows** | | | | | | | | | | | | | |
| Premiums paid | **(74,899,776)** | **-** | **-** | **-** | **(46,540,170)** | **-** | **-** | **-** | **(6,553,214)** | **-** | **-** | **-** | **(127,993,160)** |
| Amounts received | **-** | **-** | **65,431,463** | **-** | **1,101,373** | **-** | **9,691,588** | **-** | **-** | **-** | **4,278,810** | **-** | **80,503,234** |
| **Total cash flows** | **(74,899,776)** | **-** | **65,431,463** | **-** | **(45,438,797)** | **-** | **9,691,588** | **-** | **(6,553,214)** | **-** | **4,278,810** | **-** | **(47,489,926)** |
| **Net reinsurance contract (assets)/ liabilities as at 30 June 2026** | **(24,400,113)** | **-** | **(37,344,996)** | **(328,692)** | **(12,708,556)** | **-** | **(55,257,444)** | **(2,165,644)** | **6,504,195** | **-** | **(13,702,709)** | **(192,265)** | **(139,596,224)** |
| **Reinsurance contract Liabilities as at 30 June 2026** | **-** | **-** | **-** | **-** | **-** | **-** | **-** | **-** | **6,504,195** | **-** | **-** | **-** | **6,504,195** |
| **Reinsurance contract assets as at 30 June 2026** | **(24,400,113)** | **-** | **(37,344,996)** | **(328,692)** | **(12,708,556)** | **-** | **(55,257,444)** | **(2,165,644)** | **-** | **-** | **(13,702,709)** | **(192,265)** | **(146,100,419)** |
| **Net reinsurance contract (assets)/liabilities as at 30 June 2026 - (Unaudited)** | **(24,400,113)** | **-** | **(37,344,996)** | **(328,692)** | **(12,708,556)** | **-** | **(55,257,444)** | **(2,165,644)** | **6,504,195** | **-** | **(13,702,709)** | **(192,265)** | **(139,596,224)** |

## 8 Insurance and reinsurance contract (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)

| 31 December 2025 | Life and Medical | | | | General | | | | Motor | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Assets for remaining coverage | | Amounts recoverable on incurred claims | | 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 | Excluding loss recovery component | Loss component | Estimates of the present value of future cash flows | Risk adjustment | Total |
| | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED | AED |
| Reinsurance contract liabilities as at 1 January | 60,312,954 | - | - | - | 8,363,765 | - | - | - | 10,923,507 | - | - | - | 79,600,226 |
| Reinsurance contract assets as at 1 January | - | - | (87,999,751) | (1,615,889) | (20,262,186) | - | (92,562,042) | (5,575,971) | - | - | (35,189,919) | (1,445,784) | (244,651,542) |
| Net reinsurance contract liabilities/ (assets) as at 1 January -(Audited) | 60,312,954 | - | (87,999,751) | (1,615,889) | (11,898,421) | - | (92,562,042) | (5,575,971) | 10,923,507 | - | (35,189,919) | (1,445,784) | (165,051,316) |
| An allocation of reinsurance premiums | 72,889,891 | - | - | - | 86,689,659 | - | - | - | 11,911,879 | - | - | - | 171,491,429 |
| Amounts recoverable from reinsurers for incurred claims | - | - | (61,813,725) | 1,331,973 | - | - | (3,032,905) | 3,738,212 | - | - | (6,085,924) | 1,260,393 | (64,601,976) |
| Amounts recoverable for Incurred claims and other expenses | - | - | (63,992,957) | (248,484) | - | - | (13,358,107) | (741,527) | - | - | (1,268,556) | (34,521) | (79,644,152) |
| Changes to amounts recoverable for incurred claims | - | - | 2,179,232 | 1,580,457 | - | - | 10,325,202 | 4,479,739 | - | - | (4,817,368) | 1,294,914 | 15,042,176 |
| Net (income) or expense from reinsurance contracts held | 72,889,891 | - | (61,813,725) | 1,331,973 | 86,689,659 | - | (3,032,905) | 3,738,212 | 11,911,879 | | (6,085,924) | 1,260,393 | 106,889,453 |
| Reinsurance finance income | - | - | (3,676,647) | - | - | - | (3,166,066) | - | - | - | (1,554,451) | - | (8,397,164) |
| Total changes in the Total comprehensive (loss)/ income | 72,889,891 | - | (65,490,372) | 1,331,973 | 86,689,659 | - | (6,198,971) | 3,738,212 | 11,911,879 | - | (7,640,375) | 1,260,393 | 98,492,289 |
| Cash flows | | | | | | | | | | | | | |
| Premiums paid | (116,735,815) | - | - | - | (90,526,888) | - | - | - | (16,014,429) | - | - | - | (223,277,132) |
| Amounts received | - | - | 96,312,059 | - | 12,151,013 | - | 54,436,246 | - | - | - | 29,991,938 | - | 192,891,256 |
| Total Cash flows | (116,735,815) | - | 96,312,059 | - | (78,375,875) | - | 54,436,246 | - | (16,014,429) | - | 29,991,938 | - | (30,385,876) |
| Net reinsurance contract (assets)/ liabilities as at 31 December 2025 | 16,467,030 | - | (57,178,064) | (283,916) | (3,584,637) | - | (44,324,767) | (1,837,759) | 6,820,957 | - | (12,838,356) | (185,391) | (96,944,903) |
| Reinsurance contract Liabilities as at 31 December 2025 | 16,467,030 | - | - | - | - | - | - | - | 6,820,957 | - | - | - | 23,287,987 |
| Reinsurance contract assets as at 31 December 2025 | - | - | (57,178,064) | (283,916) | (3,584,637) | - | (44,324,767) | (1,837,759) | - | - | (12,838,356) | (185,391) | (120,232,890) |
| Net reinsurance contract (assets)/liabilities as at 31 December 2025 - (Unaudited) | 16,467,030 | - | (57,178,064) | (283,916) | (3,584,637) | - | (44,324,767) | (1,837,759) | 6,820,957 | - | (12,838,356) | (185,391) | (96,944,903) |

## 9 Deferred taxation

| | (Unaudited) 30 June 2026 AED | (Audited) 31 December 2025 AED |
|---|---|---|
| **Deferred tax arising in respect of:** | | |
| **Recognised in profit or loss:** | | |
| Net fair value loss on investments designated at FVTPL | **(480,874)** | (225,423) |
| **Recognised in other comprehensive income:** | | |
| Net fair value loss on debt investments designated at FVTOCI | **73,462** | 82,884 |
| Net fair value loss on equity investments designated at FVTOCI | **21,474** | 54,275 |
| | **94,936** | 137,159 |
| Deferred tax asset as at the end of period | **(385,938)** | (88,264) |

Deferred taxes arising from temporary differences are summarized as follows:

| | (Unaudited) 30 June 2026 AED | (Audited) 31 December 2025 AED |
|---|---|---|
| **Financial assets** | | |
| **Net balance at 1 January** | **88,264** | 2,037,118 |
| Recognised in profit or loss | **255,451** | 441,409 |
| Recognised in other comprehensive income | **42,223** | (2,390,263) |
| **Net balance at the reporting date** | **385,938** | 88,264 |

## 10 Tax expense

| | (Unaudited)Three-month Period ended 30 June | | (Unaudited) Six-month Period ended 30 June | |
|---|---|---|---|---|
| | **2026 AED** | 2025 AED | **2026 AED** | 2025 AED |
| **Statement of profit or loss:** | | | | |
| **Current tax** | **1,816,732** | 1,096,425 | **4,581,273** | 2,940,636 |
| Deferred tax | **842,260** | 313,079 | **(255,451)** | (54,518) |
| Tax expense for the period | **2,658,992** | 1,409,504 | **4,325,822** | 2,886,118 |

## 10 Tax expense (Continued)

Relationship between accounting profit and tax profit is as follows:

| | **(Unaudited)Three-month Period ended 30 June** | | **(Unaudited) Six-month Period ended 30 June** | |
|---|---|---|---|---|
| | **2026** | 2025 | **2026** | 2025 |
| | **AED** | AED | **AED** | AED |
| Profit for the period before tax | **32,982,197** | 18,119,202 | **57,497,082** | 39,944,567 |
| Other comprehensive (loss) / income for the period before tax | **(8,393,749)** | 205,068 | **(3,130,627)** | 6,538,904 |
| **Total comprehensive income for the period before tax** | **24,588,448** | 18,324,270 | **54,366,455** | 46,483,471 |
| Exempt income | **(3,541,663)** | (2,280,307) | **(9,464,784)** | (7,436,817) |
| Unrealised loss /(gain) | **(988,346)** | (3,886,163) | **6,195,786** | (6,135,586) |
| Non-deductible expenses | **127,471** | 24,693 | **180,571** | 137,655 |
| **Taxable income** | **20,185,910** | 12,182,493 | **51,278,028** | 33,048,723 |
| **Less: Basic exemption** | **-** | - | **(375,000)** | (375,000) |
| Tax applicable profit | **20,185,910** | 12,182,493 | **50,903,028** | 32,673,723 |
| Tax at the applicable rate of 9% | **1,816,732** | 1,096,425 | **4,581,273** | 2,940,636 |
| Deferred tax | **842,260** | 313,079 | **(255,451)** | (54,518) |
| **Tax expense for the period** | **2,658,992** | 1,409,504 | **4,325,822** | 2,886,118 |

## 11 Cash and bank balances

| | **(Unaudited) 30 June 2026 AED** | (Audited) 31 December 2025 AED |
|---|---|---|
| Current and call accounts | **41,485,034** | 65,175,385 |
| Cash in hand | **1,171,015** | 386,756 |
| Allowance for impairment | **(20,752)** | (20,752) |
| | **42,635,297** | 65,541,389 |

Bank balances are maintained with banks within United Arab Emirates.

## 12 Deposits

| | **(Unaudited) 30 June 2026 AED** | (Audited) 31 December 2025 AED |
|---|---|---|
| Deposit | **178,874,422** | 181,370,121 |
| Allowance for impairment | **(57,867)** | (57,867) |
| | **178,816,555** | 181,312,254 |

Deposits include short term deposits (6-12 months) with local banks carrying interest ranging from 2.4% to 4.7% per annum (31 December 2025: 2.5% to 4.8% per annum).

Fixed deposits amounting to AED 13 million (30 June 2025: AED 13 million) is under lien in respect of bank credit facilities granted to the Company.

## 13 Share capital

| | (Unaudited) 30 June 2026 AED | (Audited) 31 December 2025 AED |
|---|---|---|
| **Authorised, issued and fully paid:** | | |
| 1,331,000 ordinary shares of AED 100 each | **133,100,000** | 133,100,000 |

## 14 Basic and diluted earnings per share

| | For the three-month period ended 30 June (Unaudited) | | For the six-month period ended 30 June (Unaudited) | |
|---|---|---|---|---|
| | **2026** | 2025 | **2026** | 2025 |
| **Profit for the period after tax (AED)** | **30,323,205** | 16,709,698 | **53,171,260** | 37,058,449 |
| Number of shares | **1,331,000** | 1,331,000 | **1,331,000** | 1,331,000 |
| Basic and diluted earnings per share (AED) | **22.78** | 12.55 | **39.95** | 27.84 |

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 basic earnings per share as the Company did not issue any new instrument that would impact earnings per share when executed.

## 15 Dividend and Director's remuneration

At the Annual General Meeting held on 24 March 2026, the shareholders approved the distribution of cash dividend of AED 10 per share amounting to AED 13,310,000 and approved the Board of Directors' remuneration of AED 1.5 million for the year ended 31 December 2025. At the Annual General Meeting held on 14 April 2025, the shareholders approved not paying any dividend and approved the Board of Directors' remuneration of AED 1.5 million for the year ended 31 December 2024.

## 16 Insurance service expenses

| | Life and medical (Unaudited) AED | General (Unaudited) AED | Motor (Unaudited) AED | Total (Unaudited) AED |
|---|---|---|---|---|
| **For the six-months period ended 30 June 2026** | | | | |
| Incurred claims and other expenses | **69,972,153** | **41,531,856** | **194,093,804** | **305,597,813** |
| Amortisation of insurance acquisition cash flows | **7,049,086** | **2,703,305** | **3,187,186** | **12,939,577** |
| Changes to liabilities for incurred claims | **10,841,636** | **(12,475,018)** | **(22,606,744)** | **(24,240,126)** |
| | **87,862,875** | **31,760,143** | **174,674,246** | **294,297,264** |
| For the six-months period ended 30 June 2025 | | | | |
| Incurred claims and other expenses | 40,149,374 | 13,521,878 | 71,621,061 | 125,292,313 |
| Amortisation of insurance acquisition cash flows | 11,319,596 | 1,476,883 | 1,897,189 | 14,693,667 |
| Changes to liabilities for incurred claims | 30,424,294 | (5,610,874) | 76,669,210 | 101,482,631 |
| | 81,893,264 | 9,387,887 | 150,187,460 | 241,468,611 |

| | Life and medical (Unaudited) AED | General (Unaudited) AED | Motor (Unaudited) AED | Total (Unaudited) AED |
|---|---|---|---|---|
| **For the three-months period ended 30 June 2026** | | | | |
| Incurred claims and other expenses | **16,284,528** | **33,579,688** | **104,766,504** | **154,630,720** |
| Amortisation of insurance acquisition cash flows | **3,464,527** | **1,397,118** | **1,694,933** | **6,556,578** |
| Changes to liabilities for incurred claims | **13,620,970** | **(6,226,200)** | **(8,397,540)** | **(1,002,770)** |
| | **33,370,025** | **28,750,606** | **98,063,897** | **160,184,528** |
| For the three-months period ended 30 June 2025 | | | | |
| Incurred claims and other expenses | 20,564,963 | 7,783,805 | 37,415,872 | 65,764,640 |
| Amortisation of insurance acquisition cash flows | 5,907,805 | 783,126 | 1,136,557 | 7,827,488 |
| Changes to liabilities for incurred claims | 18,498,311 | (3,971,397) | 46,698,573 | 61,225,487 |
| | 44,971,079 | 4,595,534 | 85,251,002 | 134,817,615 |

## 17 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 U.A.E. There are no transactions between the business segments.

The below analysis shows Company's condensed interim statement of profit or loss classified by major segments:

| **For the six-months period ended 30 June 2026** | **Life and medical (Unaudited) AED** | **Motor and general (Unaudited) AED** | **Total (Unaudited) AED** |
|---|---|---|---|
| Insurance revenue | **94,818,524** | **243,757,154** | **338,575,678** |
| Insurance service expenses | **(87,862,875)** | **(206,434,389)** | **(294,297,264)** |
| **Insurance service results before reinsurance contracts held** | **6,955,649** | **37,322,765** | **44,278,414** |
| Allocation of reinsurance premium | **(34,032,633)** | **(42,551,330)** | **(76,583,963)** |
| Amounts recoverable from reinsurance for incurred claims | **45,010,711** | **25,554,050** | **70,564,761** |
| **Net expense from reinsurance contracts held** | **10,978,078** | **(16,997,280)** | **(6,019,202)** |
| Net reinsurance finance income / (expense) for reinsurance contracts held | **290,758** | **(1,709,486)** | **(1,418,728)** |
| **Insurance service result** | **18,224,485** | **18,615,999** | **36,840,484** |
| Investment and other income | **1,541,177** | **24,441,908** | **25,983,085** |
| Other operating expenses | **(1,265,136)** | **(4,061,351)** | **(5,326,487)** |
| **Profit for the period before tax** | **18,500,526** | **38,996,556** | **57,497,082** |

| For the six-months period ended 30 June 2025 | Life and Medical (Unaudited) AED | Motor and general (Unaudited) AED | Total (Unaudited) AED |
|---|---|---|---|
| Insurance revenue | 108,201,203 | 198,021,801 | 306,223,004 |
| Insurance service expenses | (81,893,264) | (159,575,347) | (241,468,611) |
| Insurance service results before reinsurance contracts held | 26,307,939 | 38,446,454 | 64,754,393 |
| Allocation of reinsurance premium | (33,836,737) | (46,395,818) | (80,232,555) |
| Amounts recoverable from reinsurance for incurred claims | 36,044,613 | 4,581,058 | 40,625,671 |
| Net expense from reinsurance contracts held | 2,207,876 | (41,814,760) | (39,606,884) |
| Net reinsurance finance expense for reinsurance contracts held | (441,492) | (2,290,287) | (2,731,779) |
| Insurance service result | 28,074,323 | (5,658,593) | 22,415,730 |
| Investment and other income | - | 22,563,398 | 22,563,398 |
| Other operating expenses | (1,069,055) | (3,965,506) | (5,034,561) |
| Profit for the period before tax | 27,005,268 | 12,939,299 | 39,944,567 |

## 17 Segment information (continued)

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

| | **As at 30 June 2026 (Unaudited)** | | |
|---|---|---|---|
| | **Life and medical** | **Motor and general** | **Total** |
| | **AED** | **AED** | **AED** |
| Total assets | **213,240,248** | **832,451,855** | **1,045,692,103** |
| Total equity | **81,418,553** | **361,159,187** | **442,577,740** |
| Total liabilities | **131,821,695** | **471,292,668** | **603,114,363** |

| | As at 31 December 2025 (Audited) | | |
|---|---|---|---|
| | Life and medical | Motor and general | Total |
| | AED | AED | AED |
| Total assets | 160,152,996 | 812,807,167 | 972,960,163 |
| Total equity | 63,828,706 | 341,976,180 | 405,804,886 |
| Total liabilities | 96,324,290 | 470,830,987 | 567,155,277 |

## 18 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.

All related party transactions are carried out on terms approved by the management.

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

**Amounts due from related parties**

| | **(Unaudited) 30 June 2026** | (Audited) 31 December 2025 |
|---|---|---|
| | **AED** | AED |
| **Related parties under common control** | | |
| Interest receivable | **949,867** | 1,873,080 |
| Bank balance including fixed deposits | **93,682,564** | 95,937,509 |
| | **94,632,431** | 97,810,589 |
| **Amounts due to related parties** | | |
| Insurance contract liabilities | **54,334,045** | 27,946,299 |

## 18 Related party balances and transactions (continued)

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

| | **(Unaudited) Six-month Period ended 30 June 2026 AED** | (Unaudited) Six-month Period ended 30 June 2025 AED |
|---|---|---|
| **Related parties under common control** | | |
| Insurance revenue | **35,658,651** | 34,555,615 |
| Insurance service expenses | **20,313,062** | 14,448,003 |
| Interest income | **1,467,691** | 1,747,485 |
| Dividend income | **4,838,424** | 3,892,267 |
| Deposits placed with National Bank of Fujairah | **77,743,158** | 60,459,009 |

Compensation of key management personnel:

| | **(Unaudited) Six-month Period ended 30 June 2026 AED** | (Unaudited) Six-month Period ended 30 June 2025 AED |
|---|---|---|
| **Key management staff:** | | |
| Short-term benefits | **4,203,353** | 4,426,161 |
| Long-term benefits | **440,977** | 214,322 |
| | **4,644,330** | 4,640,483 |

## 19 Commitments and contingent liabilities

| | **(Unaudited) 30 June 2026 AED** | (Audited) 31 December 2025 AED |
|---|---|---|
| **Letters of guarantee** | **20,163,000** | 20,163,000 |

The above guarantees were issued in the normal course of business.

## 20 Fair value measurements

### 20.1 Fair value of financial instruments carried at fair value

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

The fair values of financial assets and financial liabilities are determined as follows:

- The fair values of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market bid prices at the close of the business on the reporting date.
- The fair values of other financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions and dealer quotes for similar instruments.

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

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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:

## 20 Fair value measurements (continued)

### 20.1 Fair value of financial instruments carried at fair value (continued)

| Financial assets | Fair value as at | | Fair value hierarchy | Valuation techniques and key inputs | Significant unobservable input | Relationship of unobservable inputs to fair value |
|---|---|---|---|---|---|---|
| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | | | | |
| | **AED** | AED | | | | |
| Quoted equity investments - FVTOCI | **112,071,474** | 114,559,088 | Level 1 | Quoted bid prices in an active market. | None | NA |
| Unquoted equity investments – FVTOCI | **52,259,765** | 54,170,813 | Level 3 | Net assets value | Net assets value | Higher the net assets value of the investees, higher the fair value. |
| Mutual funds - FVTOCI | **46,205,834** | 45,869,596 | Level 3 | Net assets value | Net assets value | Higher the net assets value of the investees, higher the fair value. |
| Quoted debt securities – FVTOCI | **1,417,037** | 1,450,851 | Level 1 | Quoted bid prices in an active market. | None | NA |
| Quoted equity investments – FVTPL | **109,436,595** | 88,319,432 | Level 1 | Quoted bid prices in an active market. | None | NA |

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.

### 20.2 Fair value of financial instruments measured at amortised cost

Management considers that the carrying amounts of financial assets and financial liabilities recognised in the condensed interim statement of financial position approximate their fair values.

## 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 period. The Company is subject to solvency regulations which it has complied with during the period. 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.

| | **(Unaudited) 30 June 2026** AED | (Audited) 31 December 2025 AED |
|---|---|---|
| **Minimum Capital Requirement (MCR)** | **100,000,000** | 100,000,000 |
| Basic Solvency Capital Required (BSCR) | | |
| Underwriting Risk - Property and Liability Insurance | **49,963,571** | 49,848,264 |
| Underwriting Risk - Life Insurance | **649,902** | 805,622 |
| Underwriting Risk - Health Insurance | **17,984,003** | 19,812,947 |
| Investment Risk | **114,444,767** | 94,516,547 |
| Credit Risk | **43,169,318** | 34,242,353 |
| **Basic Solvency Capital Required (BSCR)** | **154,540,841** | 132,832,666 |
| Operational Risk | **36,585,871** | 38,538,130 |
| **Solvency Capital Requirement (SCR)** | **191,126,711** | 171,370,796 |
| **Minimum Guarantee Fund (MGF)** | **134,843,973** | 125,472,179 |
| **Basic Own Funds** | **320,450,079** | 277,920,245 |
| MCR Solvency Margin – Surplus | **220,450,079** | 177,920,245 |
| SCR Solvency Margin - Surplus | **141,029,450** | 106,549,448 |
| MGF Solvency Margin - Surplus | **185,877,663** | 152,448,065 |
| **Solvency Ratio (Basic Own Funds/ MGF)** | **238%** | 221% |
| **Solvency Ratio (Basic Own Funds/ MCR)** | **320%** | 278% |
| **Solvency Ratio (Basic Own Funds/ SCR)** | **168%** | 162% |

## 22 Comparative information

The presentation and classification in the financial statements are amended where appropriate to ensure the comparability with the current financial period. These reclassifications are presentation only and do not affect previously reported profit, total comprehensive income, equity or cash flows.

## 23 Approval of the condensed interim financial information

The condensed interim financial information was approved by the Board of Directors and authorised for issue on 10 August 2026.

## 24 Subsequent events

There have been no events subsequent to the date of the condensed interim statement of financial position up to the date of authorisation of these financial information that would significantly affect the amount reported in the condensed interim financial information as at and for the six-month period ended 30 June 2026.