TAKAFUL EMARAT - INSURANCE (PSC) AND ITS SUBSIDIARY

Interim condensed consolidated financial information
(Unaudited)
For the six-month period ended 30 June 2026

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(Dubai Branch)

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Review report of the Independent Auditor

To the Shareholders of Takaful Emarat - Insurance (PSC)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Takaful Emarat - Insurance (PSC) (the "Company") and its subsidiary (collectively "the Group") as at 30 June 2026 and interim condensed consolidated profit or loss and interim condensed consolidated statement of comprehensive income for the three-month and six-month period then ended, and interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the six-month period then ended, and material accounting policy information and other related explanatory notes. Management is responsible for the preparation and fair presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 "*Interim Financial Reporting*". Our responsibility is to express a conclusion on this interim condensed 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 interim condensed 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 interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "*Interim Financial Reporting*".

Emphasis of Matter

We draw attention to note 24 to the interim condensed consolidated financial information which states that the Group did not meet the Minimum Capital Requirement of AED 100 million, Solvency Capital Requirement of AED 92.0 million and Minimum Guarantee Fund of AED 94.0 million as at 30 June 2026, and that the Group's ability to comply with the solvency requirement depends on implementing an effective business plan submitted to the regulator. Our conclusion is not modified in respect of this matter.

GRANT THORNTON UAE

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DUBAI-U.A.E.
Public Accountants

Haris Saigal
Registration No: 5875
Dubai, United Arab Emirates

12 August 2026

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Interim condensed consolidated statement of financial position
As at 30 June 2026

	Notes	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Assets			
Participants' assets			
Investment properties	6	**94,402**	95,074
Investments carried at fair value through profit or loss ("FVTPL")	7	**329,739**	377,509
Investment at fair value through other comprehensive income ("FVTOCI")	7	**17,850**	15,196
Investment carried at amortised cost		**22,500**	22,500
Retakaful contract assets	8	**80,410**	84,799
Other receivables	9	**43,479**	9,236
Cash and cash equivalents	11	**225,099**	213,094
Total participants' assets		**813,479**	817,408
Shareholders' assets			
Property and equipment		**5,560**	5,289
Intangible assets		**1,693**	402
Investments carried at fair value through profit or loss ("FVTPL")	7	**61,659**	91,273
Other receivables	9	**56,006**	17,385
Statutory deposit	10	**4,000**	4,000
Due from participants		**94,427**	70,458
Cash and cash equivalents	11	**57,651**	71,320
Total shareholders' assets		**280,996**	260,127
Total assets		**1,094,475**	1,077,535

The notes from 1 to 26 form an integral part of this interim condensed consolidated financial information.

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Interim condensed consolidated statement of financial position (continued)
As at 30 June 2026

	Notes	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Participants' liabilities and equity			
Participants' liabilities			
Takaful contract liabilities	8	**706,386**	729,959
Other payables	15	**11,910**	10,441
Due to shareholders		**94,427**	70,458
Total participants' liabilities		**812,723**	810,858
Deficit in participants funds and Qard Hassan from shareholders'			
Deficit in participants funds	16	**(756)**	(6,550)
Qard Hassan from shareholders'	16	**756**	6,550
Deficit in participants funds and Qard Hassan from shareholders'		**-**	-
Total participants' liabilities and equity		**812,723**	810,858
Shareholders' liability and equity			
Shareholders' liabilities			
Employees' end of service benefits		**3,674**	3,912
Other payables	15	**74,755**	78,169
Deferred tax liability	25	**7,806**	7,043
Current tax liability		**49**	50
Total shareholders' liabilities		**86,284**	89,174
Shareholders' equity			
Share capital	12	**210,652**	210,652
Treasury reserve	13	**(4,012)**	(6,996)
Statutory reserve	14	**2,702**	2,702
Retakaful reserves	14	**4,769**	4,769
Cumulative changes in fair value of FVTOCI investments		**(556)**	(2,965)
Accumulated losses		**(18,087)**	(30,659)
Total shareholders' equity		**195,468**	177,503
Total shareholders' equity and liabilities		**281,752**	266,677
Total liabilities, participants' fund and equity		**1,094,475**	1,077,535

This interim condensed consolidated financial information was authorised for issue on 11 August 2026 by the Board of Directors and signed on their behalf by:

Signed by: F0EE0157507F484...
Mr. Nooraldeen Subhi Atatreh
Chairman

DocuSigned by: 0083B5C349D0479...
Mr. Adnan Sabaalaish
Chief Executive Officer

The notes from 1 to 26 form an integral part of this interim condensed consolidated financial information

Interim condensed consolidated profit or loss
For the period ended 30 June 2026

	Notes	Three-month period ended 30 June (Unaudited) 2026 AED'000	Three-month period ended 30 June (Unaudited) 2025 AED'000	Six-month period ended 30 June (Unaudited) 2026 AED'000	Six-month period ended 30 June (Unaudited) 2025 AED'000
Attributable to participants					
Takaful revenue	17	**167,981**	147,494	**335,204**	283,742
Takaful service expense	18	**(135,223)**	(106,109)	**(245,857)**	(223,481)
Takaful service result before retakaful contracts held		**32,758**	41,385	**89,347**	60,261
Net income / (expense) from retakaful contracts held		**6,750**	(3,739)	**(4,445)**	4,794
Takaful service result		**39,508**	37,646	**84,902**	65,055
Takaful finance expense		**(22,048)**	(12,877)	**(12,821)**	(5,790)
Retakaful finance income / (expense)		**142**	(35)	**294**	(55)
Net change in fair value of participants' investment		**22,036**	12,871	**12,788**	5,768
Net takaful income		**39,638**	37,605	**85,163**	64,978
Investment income – net		**7,044**	13,295	**7,422**	16,008
Wakala fees		**(46,818)**	(35,181)	**(86,791)**	(67,846)
(Deficit) / surplus for the period attributable to participants		**(136)**	15,719	**5,794**	13,140
Attributable to shareholders					
Investment income /(loss)		**27,626**	(138)	**11,514**	2,630
Other income		**150**	1,374	**211**	1,413
Wakala fees		**46,818**	35,181	**86,791**	67,846
Policy acquisition cost		**(25,312)**	(21,520)	**(49,864)**	(40,935)
General and administrative expenses		**(19,832)**	(16,846)	**(40,985)**	(34,846)
Profit / (Loss) for the period before Qard Hassan		**29,450**	(1,949)	**7,667**	(3,892)
(Provision) / Reversal of provision against Qard Hassan to participants		**(136)**	15,719	**5,794**	13,140
Profit before tax attributable to shareholders		**29,314**	13,770	**13,461**	9,248
Income tax (expense) / credit for the period	25	**(2,658)**	141	**(517)**	540
Profit after tax attributable to shareholders		**26,656**	13,911	**12,944**	9,788
Basic and diluted earnings per share	23	**0.13**	0.07	**0.06**	0.05

The notes from 1 to 26 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of comprehensive income
For the period ended 30 June 2026

	Three-month period ended 30 June (Unaudited)		Six-month period ended 30 June (Unaudited)	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
Attributable to participants				
(Loss) / profit for the period	**(136)**	15,719	**5,794**	13,140
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss:				
Net change in fair value of equity instruments designated at FVTOCI attributable to participants	**3,112**	7,140	**2,409**	7,140
Total comprehensive income for the period attributable to participants	**2,976**	22,859	**8,203**	20,280
Attributable to the shareholders				
Profit for the period	**26,656**	13,911	**12,944**	9,788
Other comprehensive income	**-**	-	**-**	-
Total comprehensive income for the period attributable to the shareholders	**26,656**	13,911	**12,944**	9,788

The notes from 1 to 26 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of changes in equity
For the period ended 30 June 2026

	Share capital AED'000	Treasury reserve AED'000	Statutory reserve AED'000	Retakaful reserve AED'000	Cumulative changes in fair value of investments (FVTOCI) AED'000	Accumulated losses AED'000	Total equity AED'000
At 1 January 2025 (Audited)	210,652	-	1,116	3,248	(8,522)	(43,289)	163,205
Purchase of treasury shares	-	(7,890)					(7,890)
Movement in treasury shares	-	-	-	-	-	(39)	(39)
Total comprehensive profit for the period	-	-	-	-	7,140	9,788	16,928
Balance at 30 June 2025 (Unaudited)	210,652	(7,890)	1,116	3,248	(1,382)	(33,540)	172,204
At 1 January 2026 (Audited)	**210,652**	**(6,996)**	**2,702**	**4,769**	**(2,965)**	**(30,659)**	**177,503**
Disposal of treasury shares	**-**	**2,984**	**-**	**-**	**-**	**(372)**	**2,612**
Total comprehensive profit for the period	**-**	**-**	**-**	**-**	**2,409**	**12,944**	**15,353**
At 30 June 2026 (Unaudited)	**210,652**	**(4,012)**	**2,702**	**4,769**	**(556)**	**(18,087)**	**195,468**

The notes from 1 to 26 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of cash flows
For the period ended 30 June 2026

	Note	Six-month period ended 30 June (Unaudited) 2026 AED'000	2025 AED'000
Cash flows from operating activities			
Profit before tax for the period		**13,461**	9,248
Adjustments for:			
Depreciation and amortisation		**1,002**	203
Unrealised gain on investments carried at FVTPL		**(24,215)**	(11,806)
Realised gain on investments carried at FVTPL		**(30)**	-
Provision for expected credit loss		**59**	276
Gain on disposal of investment properties		**-**	(195)
Provision for employees' end of service benefits		**177**	657
Operating cash flows before changes in working capital		**(9,546)**	(1,617)
Changes in working capital:			
Changes in retakaful contract assets		**4,389**	(11,937)
Changes in takaful contract liabilities		**(23,573)**	35,548
Changes in retakaful contract liabilities		**-**	(5,133)
Changes in other receivables		**2,439**	(3,716)
Change in other payables		**(1,945)**	(9,568)
Cash (used in) / generated from operating activities		**(28,236)**	3,577
Employees' end of service benefits paid		**(416)**	(330)
Net cash (used in) / generated from operating activities		**(28,652)**	3,247
Cash flows from investing activities			
Change in term deposits with maturity of more than three months		**(15,000)**	12,797
Net proceeds from disposal of investments at FVTPL		**26,326**	7,011
Purchase of property and equipment		**(1,525)**	(64)
Proceeds from disposal of property and equipment		**253**	-
Purchase of intangible assets		**(1,291)**	-
Addition to investments properties		**(168)**	(3,019)
Disposal of investment properties		**840**	16,790
Net cash generated from investing activities		**9,435**	33,515
Cash flows from financing activity			
Disposal / (purchase) of treasury shares		**2,612**	(7,929)
Net cash generated from / (used in) financing activity		**2,612**	(7,929)
Net change in cash and cash equivalents		**(16,605)**	28,833
Cash and cash equivalents at beginning of the period		**284,030**	278,250
Cash and cash equivalents at end of the period	11	**267,425**	307,083

Non-cash investing activity excluded from the interim condensed consolidated statement of cash flows:

Disposal of investments carried at FVTPL during the six-month period ended 30 June 2026 is excluded from the interim condensed consolidated statement of cash flows as the proceeds remained outstanding and unpaid as at 30 June 2026 and are included within other receivables.

The notes from 1 to 26 form an integral part of this interim condensed consolidated financial information.

1 Legal status and activities

Takaful Emarat - Insurance (PSC) and its subsidiary, Dubai, United Arab Emirates (the "Group") is a public stock company incorporated in the Emirate of Dubai – United Arab Emirates, subject to the regulations of the UAE Federal Decree Law No. 32 of 2021 (as amended) and the UAE Federal Decree Law No. (6) of 2025, concerning Financial Regulations of Insurance Companies issued by the Central Bank of United Arab Emirates and regulation of its operations. The Company's ordinary shares are listed on the Dubai Financial Market ("DFM"), United Arab Emirates.

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

In 2025, Federal Decree Law No. (6) of 2025 ("CBUAE Law") was issued, effective 16 September 2025, repealing Federal Decree Law No. (48) of 2023. Pursuant to Article 184 of CBUAE Law, the Group 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 Group is currently evaluating the impact of the CBUAE Law and will implement any necessary changes within the permitted transition period.

The Group carries out takaful activities in Health, Life and Credit and Saving lines of business in accordance with the Islamic Sharia'a and within the provisions of the Articles of Association of the Group. The registered address of the Group is P.O. Box 57589, Dubai, United Arab Emirates.

This interim condensed consolidated financial information incorporates the financial statements of the Company and its subsidiary (collectively referred to as the "Group").

Subsidiary	Principal activity	Country of incorporation	Ownership	
Directly owned			**2026**	2025
Modern Tech Investment	Investment	United Arab Emirates	**100%**	100%

2 Application of new and revised international financial reporting standards ("IFRS")

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

Standard number	Title	Effective date
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

This standard did not have any impact on this interim condensed consolidated financial information. Further, the Group has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

Standard number	Title	Effective date
IFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
IFRS 20	Regulatory Assets and Regulatory Liabilities	1 January 2029

3 Basis of preparation

Statement of compliance

This interim condensed consolidated financial information has been prepared in accordance with IAS 34 'Interim Financial Reporting' and interpretations thereof issued by the International Financial Reporting Interpretation Committee and in compliance with the applicable requirements of the United Arab Emirates (UAE) Federal Decree Law No. (32) of 2021 (as amended) ("Companies Law"), relating to commercial companies and United Arab Emirates (UAE) Federal Decree Law No. (6) of 2025 concerning Financial Regulations for Insurance Companies issued by the Central Bank of the UAE ("CBUAE") and regulation of its operations.

3 Basis of preparation (continued)

Basis of measurement

The interim condensed consolidated financial information has been prepared on the historical cost basis except for the following which are measured at fair value:

i. Financial assets at fair value through profit or loss ("FVTPL");
ii. Financial assets at fair value through other comprehensive income ("FVTOCI"); and
iii. Investment properties.

The Group's interim condensed consolidated statement of financial position is not presented using a current/non-current classification. However, the following balances would generally be classified as current: Cash and cash equivalents, other receivables and other payables. The following balances would generally be classified as non-current: property and equipment, investment properties, investments at fair value through other comprehensive income, investments at fair value through profit or loss, statutory deposits, and provision for employees' end of service indemnity. The following balances are of mixed nature (including both current and non-current portions): investments at amortised cost, retakaful contract assets and liabilities, takaful contract assets and liabilities, bank balances and deferred tax asset and liability.

Functional and presentation currency

The interim condensed consolidated financial information is presented in U.A.E. Dirhams ("AED") rounded to the nearest thousand, since that is the currency in which the majority of the Group's transactions are denominated.

Basis of consolidation

The interim condensed consolidated financial information comprises the financial information of the Group and its investee that is considered as a subsidiary as at 30 June 2026. A Subsidiary is an investee that the Group has control over. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

The financial information of the subsidiary is included in the Group's interim condensed consolidated financial information from the date that control commences until the date that control ceases. The Group maintains control over the subsidiary as it has power over the investee, exposure or rights to its variable returns and the power to affect the investor's returns.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Group and to the non-controlling interests. Total comprehensive income of subsidiary is attributed to the owners of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transaction between members of the Group are eliminated in full consolidation.

4 Material accounting policy information

The accounting policies applied by the Group in the preparation of the interim condensed consolidated financial information are consistent with those applied by the Group in the annual consolidated financial statements for the year ended 31 December 2025.

5 Critical accounting estimates and judgements in applying accounting policies

The preparation of this interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates. In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the audited consolidated financial statements as at and for the year ended 31 December 2025.

6 Investment properties

Investment properties include plot of land, rented out apartments, building and apartments that are still under construction. All investment properties are located in the U.A.E and are attributable to participants

The carrying amount of investment properties are the fair value of the properties as determined by two independent valuers having an appropriate recognised professional qualification and recent experience in the region. Investment properties are being valued and reviewed by the Board of Directors on a yearly basis. The most recent valuation for investment properties was performed as at 31 December 2025. However, management believes no material change in the fair value from the last valuation performed. Fair values were determined based on comparable method for rented out apartments and residual method of valuation for under construction properties.

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Residential apartments	**-**	840
Land*	**37,143**	37,143
Work in progress (WIP)**	**57,259**	57,091
	94,402	95,074

* Land, on which construction is in progress, together with related work in progress as at 30 June 2026 amounting to AED 94.40 million (31 December 2025: AED 94.23 million) are stated at its fair value.

** Work in progress primarily comprises the construction of residential buildings and all directly attributable costs. Construction is expected to be completed during the year 2026, at which point the property will be reclassified from work in progress to completed investment properties in accordance with the Group's accounting policies.

30 June 2026 (Unaudited)	**Apartments AED'000**	**Land and building AED'000**	**Total AED'000**
As at 1 January	**840**	**94,234**	**95,074**
Disposal during the period	**(840)**	**-**	**(840)**
Addition in WIP	**-**	**168**	**168**
As at 30 June 2026	**-**	**94,402**	**94,402**
31 December 2025 (Audited)			
As at 1 January	21,815	86,100	107,915
Disposal during the year	(21,015)	-	(21,015)
Change in fair value during the period	40	3,968	4,008
Addition in WIP	-	4,166	4,166
As at 31 December 2025	840	94,234	95,074

The properties have been categorised as Level 3 based on the inputs to the valuation technique used; and in estimating the fair value, the highest and best use of the properties is their current use.

7 Investment in securities

Financial assets at fair value through profit or loss (FVTPL)

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Mutual funds – unit linked	**305,133**	358,302
Equity investments – quoted	**85,301**	53,532
Equity investments – unquoted	**964**	56,948
	391,398	468,782
Attributable to:		
Participants	**329,739**	377,509
Shareholders	**61,659**	91,273
	391,398	468,782
Investments made:		
Within UAE	**154,960**	175,374
Outside UAE	**236,438**	293,408
	391,398	468,782

The movement in other financial assets are as follows:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
As at 1 January	**468,782**	372,153
Net (sold) / purchased during the period / year	**(101,629)**	78,506
Realised gain on investments carried at FVTPL	**30**	-
Change in fair value	**24,215**	18,123
	391,398	468,782

Financial assets at fair value through other comprehensive income (FVTOCI)

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
As at 1 January	**15,196**	8,400
Change in fair value	**2,654**	6,796
Closing balance	**17,850**	15,196

The investments carried at fair value through other comprehensive income (FVTOCI) comprise quoted investment attributable to participants and are invested within the UAE.

8 Takaful and retakaful contracts

The breakdown of groups of takaful contracts issued, and retakaful 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'000	**AED'000**	**AED'000**	AED'000	AED'000	AED'000
Takaful contracts issued						
Group life and medical	**-**	**(416,643)**	**(416,643)**	-	(420,986)	(420,986)
Individual life	**-**	**(289,743)**	**(289,743)**	-	(308,973)	(308,973)
Total takaful contracts issued	**-**	**(706,386)**	**(706,386)**	-	(729,959)	(729,959)
Retakaful contracts held						
Group life and medical	**71,967**	**-**	**71,967**	75,384	-	75,384
Individual life	**8,443**	**-**	**8,443**	9,415	-	9,415
Total retakaful contracts held	**80,410**	**-**	**80,410**	84,799	-	84,799

8 Takaful and retakaful contracts (continued)

Reconciliation of the liability for remaining coverage (LRC) and the liability for incurred claims (LIC) for takaful contracts

30 June 2026 (Unaudited)	Liability for remaining coverage		LIC for contracts not measured under the PAA	LIC for contracts measured under the PAA		
Takaful contracts issued	Excluding loss component AED'000	Loss component AED'000	AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Opening takaful contract liabilities	(539,007)	(25,005)	(2,934)	(158,832)	(4,181)	(729,959)
Net balance as at 1 January 2026	(539,007)	(25,005)	(2,934)	(158,832)	(4,181)	(729,959)
Takaful revenue	335,204	-	-	-	-	335,204
Takaful service expenses						
Incurred claims and other directly attributable expenses	-	-	(3,742)	(289,904)	(7,483)	(301,129)
Changes that relate to past service – adjustments to the LIC	-	-	962	16,431	7,498	24,891
Reversals of losses on onerous contracts	-	119	-	-	-	119
Takaful acquisition cash flows amortisation	(49,864)	-	-	-	-	(49,864)
Total takaful service expenses	(49,864)	119	(2,780)	(273,473)	15	(325,983)
Takaful service result	285,340	119	(2,780)	(273,473)	15	9,221
Finance expenses from takaful contracts issued	(12,799)	(13)	(9)	-	-	(12,821)
Investment components	42,122	-	(42,122)	-	-	-
Total amounts recognised in comprehensive income	314,663	106	(44,911)	(273,473)	15	(3,600)
Cash flows						
Premiums received	(337,899)	-	-	-	-	(337,899)
Claims and other directly attributable expenses paid	-	-	42,120	245,522	-	287,642
Directly attributable expenses paid	-	-	2,053	24,696	-	26,749
Takaful acquisition cash flows paid	50,681	-	-	-	-	50,681
Total cash flows	(287,218)	-	44,173	270,218	-	27,173
Net takaful contract liabilities at 30 June 2026	(511,562)	(24,899)	(3,672)	(162,087)	(4,166)	(706,386)

8 Takaful and retakaful contracts (continued)

Reconciliation of the liability for remaining coverage (LRC) and the liability for incurred claims (LIC) for takaful contracts (continued)

31 December 2025 (Audited)	Liability for remaining coverage		LIC for contracts not measured under the PAA	LIC for contracts measured under the PAA		
Takaful contracts issued	Excluding loss component AED'000	Loss component AED'000	AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Opening takaful contract liabilities	(540,585)	(8,940)	(2,560)	(110,662)	(2,779)	(665,526)
Net balance as at 1 January 2025	(540,585)	(8,940)	(2,560)	(110,662)	(2,779)	(665,526)
Takaful revenue	610,979	-	-	-	-	610,979
Takaful service expenses						
Incurred claims and other directly attributable expenses	-	-	(5,288)	(505,708)	(13,433)	(524,429)
Changes that relate to past service – adjustments to the LIC	-	-	227	(5,568)	12,031	6,690
Losses on onerous contracts	-	(16,018)	-	-	-	(16,018)
Takaful acquisition cash flows amortisation	(87,450)	-	-	-	-	(87,450)
Total takaful service expenses	(87,450)	(16,018)	(5,061)	(511,276)	(1,402)	(621,207)
Takaful service result	523,529	(16,018)	(5,061)	(511,276)	(1,402)	(10,228)
Finance expenses from takaful contracts issued	17,870	(47)	(12)	-	-	17,811
Investment components	79,004	-	(79,004)	-	-	-
Total amounts recognised in comprehensive income	620,403	(16,065)	(84,077)	(511,276)	(1,402)	7,583
Cash flows						
Premiums received	(722,824)	-	-	-	-	(722,824)
Claims and other directly attributable expenses paid	-	-	80,648	410,456	-	491,104
Directly attributable expenses paid	-	-	3,055	52,650	-	55,705
Takaful acquisition cash flows paid	103,999	-	-	-	-	103,999
Total cash flows	(618,825)	-	83,703	463,106	-	(72,016)
Net takaful contract liabilities at 31 December 2025	(539,007)	(25,005)	(2,934)	(158,832)	(4,181)	(729,959)

8 Takaful and retakaful contracts (continued)

Reconciliation of the components of takaful contract liabilities – Contracts not measured under the PAA

30 June 2026 (Unaudited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening takaful contract liabilities	(287,613)	(7,820)	(13,540)	(308,973)
Net balance as at 1 January 2026	(287,613)	(7,820)	(13,540)	(308,973)
Changes related to current services				
- CSM recognised in profit and loss	-	-	852	852
- Risk adjustment recognised in profit and loss	-	439	-	439
- Experience adjustments	17	(970)	-	(953)
Changes related to future services				
- Contracts initially recognised in the period	(1,022)	(181)	(46)	(1,249)
- Changes in estimates that adjust CSM	(852)	96	755	(1)
- Changes in estimates that result in onerous contracts or reversal of losses	1,505	354	-	1,859
Changes that relate to past service – adjustments to LIC	8	955	-	963
Takaful finance expenses through profit and loss	(12,801)	-	(19)	(12,820)
Total changes in statement of comprehensive income	(13,145)	693	1,542	(10,910)
Premiums received	(21,524)	-	-	(21,524)
Claims and other directly attributable expenses paid	42,122	-	-	42,122
Directly attributable expenses paid	2,053	-	-	2,053
Takaful acquisition cash flows paid	7,489	-	-	7,489
Total cash flows	30,140	-	-	30,140
Net takaful contract liabilities at 30 June 2026	(270,618)	(7,127)	(11,998)	(289,743)

8 Takaful and retakaful contracts (continued)

Reconciliation of the components of takaful contract liabilities – Contracts not measured under the PAA (continued)

31 December 2025 (Audited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening takaful contract liabilities	(311,697)	(8,562)	(19,295)	(339,554)
Net balance as at 1 January 2025	(311,697)	(8,562)	(19,295)	(339,554)
Changes related to current services				
- CSM recognised in profit and loss	-	-	1,879	1,879
- Risk adjustment recognised in profit and loss	-	655	-	655
- Experience adjustments	2,030	(1,783)	-	247
Changes related to future services				
- Contracts initially recognised in the period	(1,968)	(662)	(322)	(2,952)
- Changes in estimates that adjust CSM	(5,082)	834	4,247	(1)
- Changes in estimates that result in onerous contracts or reversal of losses	(16,076)	(65)	-	(16,141)
Changes that relate to past service – adjustments to LIC	(1,536)	1,763	-	227
Takaful finance expenses through profit and loss	17,859	-	(49)	17,810
Total changes in statement of comprehensive (loss) /income	(4,773)	742	5,755	1,724
Premiums received	(66,540)	-	-	(66,540)
Claims and other directly attributable expenses paid	80,650	-	-	80,650
Directly attributable expenses paid	3,054	-	-	3,054
Takaful acquisition cash flows paid	11,693	-	-	11,693
Total cash flows	28,857	-	-	28,857
Net takaful contract liabilities at 31 December 2025	(287,613)	(7,820)	(13,540)	(308,973)

8 Takaful and retakaful contracts (continued)

Reconciliation of the assets for remaining coverage (ARC) and the assets for incurred claims (AIC) for retakaful contracts

30 June 2026 (Unaudited)	Asset for remaining coverage		AIC for contracts not measured under the PAA	AIC for contracts measured under the PAA		
Retakaful contracts held	Excluding loss component AED'000	Loss component AED'000	AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Opening retakaful contract assets	(321,704)	18,544	5,335	380,304	2,320	84,799
Net balance as at 1 January 2026	(321,704)	18,544	5,335	380,304	2,320	84,799
Allocation of retakaful premium	(150,962)	-	-	-	-	(150,962)
Amounts recoverable for claims and other expenses	-	-	617	155,991	677	157,285
Changes that relate to past service – adjustments to LIC	-	-	(10)	(9,422)	(708)	(10,140)
Changes in fulfilment cash flows that do not adjust underlying CSM	-	(627)	-	-	-	(627)
Expenses directly attributable to retakaful	-	-	(441)	(875)	-	(1,316)
Net (expenses)/income from retakaful contracts held	(150,962)	(627)	166	145,694	(31)	(5,760)
Finance income from retakaful contracts held	279	-	16	-	-	295
Total amounts recognised in comprehensive income	(150,683)	(627)	182	145,694	(31)	(5,465)
Cash flows						
Premiums paid to retakaful net of commission	(184)	-	-	-	-	(184)
Recoveries from retakaful	-	-	-	(56)	-	(56)
Directly attributable expenses paid	-	-	441	875	-	1,316
Total cash flows	(184)	-	441	819	-	1,076
Net retakaful contract assets at 30 June 2026	(472,571)	17,917	5,958	526,817	2,289	80,410

8 Takaful and retakaful contracts (continued)

Reconciliation of the assets for remaining coverage (ARC) and the assets for incurred claims (AIC) for retakaful contracts (continued)

31 December 2025 (Audited)	Asset for remaining coverage		AIC for contracts not measured under the PAA	AIC for contracts measured under the PAA		
Retakaful contracts held	Excluding loss component AED'000	Loss component AED'000	AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Opening retakaful contract assets	(148,321)	2,501	-	188,498	1,562	44,240
Opening retakaful contract liabilities	(12,250)	3,130	3,987	-	-	(5,133)
Net balance as at 1 January 2025	(160,571)	5,631	3,987	188,498	1,562	39,107
Allocation of retakaful premium	(283,340)	-	-	-	-	(283,340)
Amounts recoverable for claims and other expenses	-	-	2,302	268,606	1,665	272,573
Changes that relate to past service – adjustments to LIC	-	-	(41)	12,061	(907)	11,113
Changes in fulfilment cash flows that do not adjust underlying CSM	-	12,913	-	-	-	12,913
Expenses directly attributable to retakaful	-	-	(404)	(1,685)	-	(2,089)
Net (expenses)/income from retakaful contracts held	(283,340)	12,913	1,857	278,982	758	11,170
Finance (expense) / income from retakaful contracts held	(252)	-	20	-	-	(232)
Total amounts recognised in comprehensive income	(283,592)	12,913	1,877	278,982	758	10,938
Cash flows						
Premiums paid to retakaful net of commission	122,459	-	-	-	-	122,459
Recoveries from retakaful	-	-	404	1,685	-	2,089
Directly attributable expenses paid	-	-	(933)	(88,861)	-	(89,794)
Total cash flows	122,459	-	(529)	(87,176)	-	34,754
Net retakaful contract assets at 31 December 2025	(321,704)	18,544	5,335	380,304	2,320	84,799

8 Takaful and retakaful contracts (continued)

Reconciliation of the components of retakaful contract assets – Contracts not measured under the PAA

30 June 2026 (Unaudited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening retakaful contract assets as at 1 January 2026	(6,007)	348	15,074	9,415
Changes related to current services				
- CSM recognised in profit and loss	-	-	(61)	(61)
- Risk adjustment recognised in profit and loss	-	(21)	-	(21)
- Experience adjustments	136	2	-	138
Changes related to future services				
- Contracts initially recognised in the period	(47)	4	44	1
- Changes in estimates that adjust CSM	(1,046)	(2)	1,048	-
- Changes in estimates that result in onerous contracts or reversal of losses	-	-	(1,755)	(1,755)
- Changes that relate to past service – adjustments to LIC	(18)	8	-	(10)
- Retakaful finance expenses through profit and loss	(50)	-	344	294
Total changes in statement of comprehensive income	(1,025)	(9)	(380)	(1,414)
Premiums paid to reinsurer net of commission	1	-	-	1
Recoveries from retakaful	-	-	-	-
Directly attributable expenses paid	441	-	-	441
Total cash flows	442	-	-	442
Closing retakaful contract assets as at 30 June 2026	(6,590)	339	14,694	8,443

8 Takaful and retakaful contracts (continued)

Reconciliation of the components of retakaful contract assets – Contracts not measured under the PAA (continued)

31 December 2025 (Audited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening retakaful contract assets as at 1 January 2025	(5,019)	530	(644)	(5,133)
Changes related to current services				
- CSM recognised in profit and loss	-	-	220	220
- Risk adjustment recognised in profit and loss	-	(183)	-	(183)
- Experience adjustments	1,214	24	-	1,238
Changes related to future services				
- Contracts initially recognised in the period	(90)	7	83	-
- Changes in estimates that adjust CSM	(2,617)	(6)	2,624	1
- Changes in estimates that result in onerous contracts or reversal of losses	-	-	12,816	12,816
- Changes that relate to past service – adjustments to LIC	(17)	(24)	-	(41)
- Retakaful finance expenses through profit and loss	(210)	-	(25)	(235)
Total changes in statement of comprehensive income	(1,720)	(182)	15,718	13,816
Premiums paid to reinsurer net of commission	1,258	-	-	1,258
Recoveries from retakaful	(931)	-	-	(931)
Directly attributable expenses paid	405	-	-	405
Total cash flows	732	-	-	732
Closing retakaful contract assets as at 31 December 2025	(6,007)	348	15,074	9,415

9 Other receivables

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Investment receivables	**79,717**	6,847
Other receivables	**6,470**	9,130
Prepayments	**2,209**	2,279
Advances	**11,089**	8,365
	99,485	26,621
Attributable to:		
Participants	**43,479**	9,236
Shareholders	**56,006**	17,385
	99,485	26,621

10 Statutory deposit

Statutory deposit of amounting AED 4 million is maintained, in accordance with Article (92) of the Federal Decree Law No. (6) of 2025 for the purpose of carrying on takaful operations in the United Arab Emirates and is not available to finance the day-to-day operations of the Group. The statutory deposit bears a profit rate of 4% per annum (2025: 4.6% per annum).

11 Cash and cash equivalents

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000	(Unaudited) 30 June 2025 AED'000
Cash on hand	**658**	245	113
Cash at banks	**266,767**	283,785	306,970
Term deposit having original maturity more than 3 months	**15,513**	513	35,813
Less: Expected credit losses	**(188)**	(129)	(544)
Cash and bank balances	**282,750**	284,414	342,352

For the purpose of cash flow, the cash and cash equivalents at each period end is as follows:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000	(Unaudited) 30 June 2025 AED'000
Cash and bank balances	**282,750**	284,414	342,352
Add: Expected credit losses	**188**	129	544
Less: Term deposit having maturity more than three months	**(15,513)**	(513)	(35,813)
Cash and cash equivalents	**267,425**	284,030	307,083

11 Cash and cash equivalents (continued)

	(Unaudited) 30 June 2026	(Audited) 31 December 2025
	AED'000	AED'000
Attributable to:		
Participants	225,099	213,094
Shareholders	57,651	71,320
Cash and bank balances	282,750	284,414

12 Share capital

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Authorised issued and fully paid		
210,652,000 ordinary shares of AED 1 each	210,652	210,652

13 Treasury reserve

The Company has engaged a licensed Market Maker on the Dubai Financial Market to provide liquidity services by placing buy and sell orders for the Company's shares. This initiative is to improve the liquidity of securities.

As of 30 June 2026, the Market Maker held 2.56 million shares (31 December 2025: 3.9 million) of Takaful Emarat - Insurance (PSC) on behalf of the Company. These shares are classified under equity as treasury shares, recorded at cost. During the period, the Company recognised AED 4.01 million (31 December 2025: 6.9 million) in treasury shares.

	30 June 2026		31 December 2025	
	Number of shares '000	Cost AED'000	Number of shares '000	Cost AED'000
Opening	3,931	6,996	-	-
Purchases during the period / year	25,203	42,284	36,122	57,188
Disposals during the period / year	(26,577)	(45,268)	(32,191)	(50,192)
Closing	2,557	4,012	3,931	6,996

14 Statutory reserves

Statutory reserve

In accordance with U.A.E. Law No. (32) of 2021 (as amended), the Company has established a statutory reserve by appropriation of 10% of profit for each year until the reserve equals 50% of the paid-up share capital. This reserve is not available for distribution except as stipulated by the Law.

No transfer to the statutory reserve has been made during the six-month period ended 30 June 2026 (six-month period ended 30 June 2025: Nil), as this will be based on the results for the year-end.

Retakaful reserve

In accordance with Article 34 issued by the Central Bank of the United Arab Emirates ("CBUAE"), Board of Directors Decision No. (23) of 2019 the Group has created a retakaful reserve.

The Group shall accumulate such reserve year on year and not dispose-off the reserve without the written approval of the Central Bank of the United Arab Emirates ("CBUAE").

15 Other payables

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Sundry and VAT payable	**41,247**	40,419
Payable to DHA	**18,481**	18,214
Accrued expenses	**9,532**	9,889
Employee related accruals	**3,098**	3,473
Lease liability	**3,337**	3,269
Other payables	**10,970**	13,346
	86,665	88,610
Attributable to:		
Participants	**11,910**	10,441
Shareholders	**74,755**	78,169
	86,665	88,610

16 Qard Hassan

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
(i) Deficit in participants' fund		
As at 1 January	**(6,550)**	(34,127)
Surplus during the period / year	**5,794**	27,577
Closing balances	**(756)**	(6,550)
(ii) Qard Hassan from shareholders		
As at 1 January	**6,550**	34,127
Provision during the period / year	**(5,794)**	(27,577)
Closing balance	**756**	6,550

17 Takaful revenue

For the six-month period ended 30 June 2026 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	852	852
Change in risk adjustment for non-financial risk for risk expired	-	178	178
Expected incurred claims and other takaful service expenses	-	1,094	1,094
Experience adjustments	-	78	78
Recovery of takaful acquisition cash flows	-	3,842	3,842
Contracts not measured under the PAA	-	6,044	6,044
Contracts measured under the PAA	329,160	-	329,160
Total takaful revenue	329,160	6,044	335,204
For the six-month period ended 30 June 2025 (Unaudited)			
CSM recognised for services provided	-	1,161	1,161
Change in risk adjustment for non-financial risk for risk expired	-	8	8
Expected incurred claims and other takaful service expenses	-	1,229	1,229
Experience adjustments	-	250	250
Recovery of takaful acquisition cash flows	-	3,655	3,655
Contracts not measured under the PAA	-	6,303	6,303
Contracts measured under the PAA	277,439	-	277,439
Total takaful revenue	277,439	6,303	283,742

For the three-month period ended 30 June 2026 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	428	428
Change in risk adjustment for non-financial risk for risk expired	-	92	92
Expected incurred claims and other takaful service expenses	-	399	399
Experience adjustments	-	(18)	(18)
Recovery of takaful acquisition cash flows	-	1,932	1,932
Contracts not measured under the PAA	-	2,833	2,833
Contracts measured under the PAA	165,148	-	165,148
Total takaful revenue	165,148	2,833	167,981

17 Takaful revenue (continued)

For the three-month period ended 30 June 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	615	615
Change in risk adjustment for non-financial risk for risk expired	-	(168)	(168)
Expected incurred claims and other takaful service expenses	-	402	402
Experience adjustments	-	197	197
Recovery of takaful acquisition cash flows	-	1,817	1,817
Contracts not measured under the PAA	-	2,863	2,863
Contracts measured under the PAA	144,631	-	144,631
Total takaful revenue	144,631	2,863	147,494

18 Takaful service expense

For the six-month period ended 30 June 2026 (Unaudited)	**Group life and medical AED'000**	**Individual life AED'000**	**Total AED'000**
Incurred claims and other expenses	**269,177**	**1,690**	**270,867**
Losses on onerous contracts and reversals of those losses	**2,370**	**(2,489)**	**(119)**
Changes to liabilities for incurred claims	**(23,928)**	**(963)**	**(24,891)**
Total takaful service expenses charged to participants' fund	**247,619**	**(1,762)**	**245,857**
Other expenses allocated to shareholders' fund			
Amortisation of takaful acquisition cash flows	**46,022**	**3,842**	**49,864**
Takaful maintenance expenses	**28,210**	**2,052**	**30,262**
Total other expenses charged to shareholders' fund	**74,232**	**5,894**	**80,126**
Total takaful service expenses	**321,851**	**4,132**	**325,983**

For the six-month period ended 30 June 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurred claims and other expenses	222,473	2,767	225,240
Losses on onerous contracts	1,781	5,360	7,141
Changes to liabilities for incurred claims	(8,323)	(577)	(8,900)
Total takaful service expenses charged to participants' fund	215,931	7,550	223,481
Other expenses allocated to shareholders' fund			
Amortisation of takaful acquisition cash flows	37,280	3,655	40,935
Takaful maintenance expenses	24,508	1,263	25,771
Total other expenses charged to shareholders' fund	61,788	4,918	66,706
Total takaful service expenses	277,719	12,468	290,187

18 Takaful service expense (continued)

For the three-month period ended 30 June 2026 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurred claims and other expenses	**123,588**	**1,166**	**124,754**
Losses on onerous contracts	**406**	**6,136**	**6,542**
Changes to liabilities for incurred claims	**4,583**	**(656)**	**3,927**
Total takaful service expenses charged to participants' fund	**128,577**	**6,646**	**135,223**
Other expenses allocated to shareholders' fund			
Amortisation of takaful acquisition cash flows	**23,380**	**1,932**	**25,312**
Takaful maintenance expenses	**14,375**	**1,048**	**15,423**
Total other expenses charged to shareholders' fund	**37,755**	**2,980**	**40,735**
Total takaful service expenses	**166,332**	**9,626**	**175,958**

For the three-month period ended 30 June 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurred claims and other expenses	100,670	57	100,727
Losses on onerous contracts	1,146	4,936	6,082
Changes to liabilities for incurred claims	(594)	(106)	(700)
Total takaful service expenses charged to participants' fund	101,222	4,887	106,109
Other expenses allocated to shareholders' fund			
Amortisation of takaful acquisition cash flows	19,703	1,817	21,520
Takaful maintenance expenses	12,520	639	13,159
Total other expenses charged to shareholders' fund	32,223	2,456	34,679
Total takaful service expenses	133,445	7,343	140,788

19 Related party transactions

The Group in the normal course of business carries on business with other entities and shareholders' that fall within the definition of a related party in accordance with IFRS.

Related parties represent the Group's major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled, or significantly influenced by such parties. The pricing policies and terms of these transactions are approved by the Group's management. At the end of the reporting period, amounts due from/to related parties were as given below:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Shareholder		
Due from B H M Capital Financial Services P.S.C (BHM)	**11,922**	7,928
Balances		
Deposit placed with BHM - Investment carried at amortised cost	**22,500**	22,500

19 Related party transactions (continued)

Compensation of the key management personnel is as follows:

	(Unaudited) Six-month period ended 2026 AED'000	2025 AED'000
Short/long term employee benefits	**4,330**	2,615

20 Contingent liabilities

On 30 June 2026, the Group had contingent liabilities in respect of medical claims and other matters arising in the ordinary course of business from which it is anticipated that no material liabilities will arise, amounting to nil (31 December 2025: AED 0.67 million).

Legal claims

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

Capital commitments

Capital commitments for under construction properties as at 30 June 2026 amounted to AED 3.08 million (31 December 2025: AED 2.9 million).

Other commitments

The Group has lease agreements which are payable as follows:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Less than one year	**379**	1,277

21 Financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As such, differences can arise between book values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to materially curtail the scale of its operations or to undertake a transaction on adverse terms.

Fair value of financial instruments carried at amortised cost

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

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

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

21 Financial instruments (continued)

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

The following table provides an analysis of assets and liabilities 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).

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

30 June 2026 (Unaudited)	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
Investments at fair value through profit or loss				
Mutual funds	-	305,133	-	305,133
Equity investments – quoted	85,301	-	-	85,301
Equity investments – unquoted	-	-	964	964
	85,301	305,133	964	391,398
31 December 2025 (Audited)				
Investments at fair value through profit or loss				
Mutual funds	-	358,302	-	358,302
Equity investments – quoted	53,532	-	-	53,532
Equity investments – unquoted	-	-	56,948	56,948
	53,532	358,302	56,948	468,782

21 Financial instruments (continued)

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

	Level 1	Level 2	Level 3	Total
30 June 2026 (Unaudited)	**AED'000**	**AED'000**	**AED'000**	**AED'000**
Investments at fair value through other comprehensive income				
Equity investments – quoted	**17,850**	**-**	**-**	**17,850**
31 December 2025 (Audited)				
Investments at fair value through other comprehensive income				
Equity investments – quoted	-	-	15,196	15,196
Non-financial assets				
30 June 2026 (Unaudited)				
Investment properties	**-**	**-**	**94,402**	**94,402**
31 December 2025 (Audited)				
Investment properties	-	-	95,074	95,074

During the period ended 30 June 2026, one of equity investments transferred from fair value level 3 to level 1 (31 December 2025: No transfer).

22 Segment information

For management purposes, the Group is organised into two business segments; Takaful and investment operations. The takaful operations comprise the takaful business undertaken by the Group on behalf of policyholders. Investment operations comprise investments and cash management for the Group's own account. No operating segments have been aggregated to form the above reportable operating segments.

Segment performance is evaluated based on profit or loss which in certain respects is measured differently from profit or loss in the interim condensed consolidated financial information.

Except for wakala fees, allocation charges and Qard Hassan, no other inter-segment transactions occurred during the period.

22 Segment information (continued)

These segments are the basis on which the Group reports its primary segment information. Segmental information is presented below:

For the six-month period ended 30 June (Unaudited)	2026			2025		
	Attributable to participants AED'000	**Attributable to shareholders AED'000**	**Total AED'000**	Attributable to participants AED'000	Attributable to shareholders AED'000	Total AED'000
Takaful						
Takaful revenue	**335,204**	**-**	**335,204**	283,742	-	283,742
Takaful service expenses	**(245,857)**	**-**	**(245,857)**	(223,481)	-	(223,481)
Takaful service result before retakaful contracts held	**89,347**	**-**	**89,347**	60,261	-	60,261
Net (expenses) / income from retakaful contracts held	**(4,445)**	**-**	**(4,445)**	4,794	-	4,794
Takaful service results	**84,902**	**-**	**84,902**	65,055	-	65,055
Takaful finance expense	**(12,821)**	**-**	**(12,821)**	(5,790)	-	(5,790)
Retakaful finance income / (expenses)	**294**	**-**	**294**	(55)	-	(55)
Net change in fair value of participants' investments	**12,788**	**-**	**12,788**	5,768	-	5,768
Net takaful income	**85,163**	**-**	**85,163**	64,978	-	64,978
Investment income- net	**7,422**	**11,514**	**18,936**	16,008	2,630	18,638
Other income	**-**	**211**	**211**	-	1,413	1,413
Wakala (fees) / income	**(86,791)**	**86,791**	**-**	(67,846)	67,846	-
Policy acquisition cost	**-**	**(49,864)**	**(49,864)**	-	(40,935)	(40,935)
General and administrative expenses	**-**	**(40,985)**	**(40,985)**	-	(34,846)	(34,846)
Profit / (loss) before tax for the period	**5,794**	**7,667**	**13,461**	13,140	(3,892)	9,248

	Takaful		Investment		Total	
	30 June 2026 AED'000	31 December 2025 AED'000	**30 June 2026 AED'000**	31 December 2025 AED'000	**30 June 2026 AED'000**	31 December 2025 AED'000
Segment assets	**813,479**	817,408	**280,996**	260,127	**1,094,475**	1,077,535
Segment liabilities	**812,723**	810,858	**86,284**	89,174	**899,007**	900,032

23 Basic and diluted earnings per share

	(Unaudited) Three-month period ended 30 June 2026	(Unaudited) Three-month period ended 30 June 2025	**(Unaudited) Six-month period ended 30 June 2026**	(Unaudited) Six-month period ended 30 June 2025
Profit for the period attributable to shareholders (AED '000)	**26,656**	13,911	**12,944**	9,788
Issued ordinary shares ('000)	**210,652**	210,652	**210,652**	210,652
Less: weighted average number of treasury shares ('000)	**(7,418)**	-	**(3,244)**	-
Weighted average number of shares outstanding during the period ('000)	**203,234**	210,652	**207,408**	210,652
Basic and diluted earnings per share	**0.13**	0.07	**0.06**	0.05

Basic earnings per share are calculated by dividing the profit 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.

24 Capital risk management

Section 2 of the Financial Regulations for Insurance Companies (the "Regulations") issued by Central Bank of UAE identifies the required solvency margins to be held in addition to insurance liabilities. The solvency margins must be maintained at all times throughout the period.

The table below summarises the consolidated Minimum Capital Requirement (MCR), Minimum Guarantee Fund (MGF) and Solvency Capital Requirement (SCR) of the Group and the total capital held at the Group level to meet the required Solvency Margins in line with the requirements of the financial regulations issued for takaful companies in UAE.

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Minimum Capital Requirement (MCR)	100,000	100,000
Solvency Capital Requirement (SCR)	92,005	94,445
Minimum Guarantee Fund (MGF)	93,968	84,093
Basic Own Funds	81,862	49,865
MCR Solvency Margin - Minimum Capital Requirement- deficit	(18,138)	(50,135)
SCR Solvency Margin - Solvency Capital Requirement- deficit	(10,143)	(44,580)
MGF Solvency Margin – Minimum Guarantee- Fund deficit	(12,106)	(34,228)

The Group did not meet the Minimum Capital Requirement of AED 100 million, Solvency Capital Requirement of AED 92.0 million and Minimum Guarantee Fund of AED 94.0 million as at 30 June 2026. In compliance with the Central Bank of UAE regulations, the Group prepared a solvency plan and submitted it to the regulator in April 2026, for which the regulator issued a conditional no-objection in June 2026.

25 Corporate tax

On December 9, 2022, the United Arab Emirates (UAE) Ministry of Finance (MoF) released Federal Decree Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law (CT Law) to enact a new CT regime in the UAE.

The taxable income of the entities that are in scope for UAE CT purposes will be subject to the rate of 9% on taxable profits above AED 375,000.

Statement of comprehensive income	**(Unaudited) Three-month period ended 30 June 2026 AED'000**	(Unaudited) Three-month period ended 30 June 2025 AED'000	**(Unaudited) Six-month period ended 30 June 2026 AED'000**	(Unaudited) Six-month period ended 30 June 2025 AED'000
Current tax income / (expense)	**30**	(271)	**-**	(271)
Deferred tax (expense) / income	**(2,688)**	412	**(517)**	811
Income tax (expense) / credit	**(2,658)**	141	**(517)**	540

The following is the analysis of deferred tax liabilities presented in the interim condensed consolidated statement of financial position.

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Deferred tax asset	**-**	-
Deferred tax liability	**(7,806)**	(7,043)
Net deferred tax liability	**(7,806)**	(7,043)

26 Subsequent events

There have been no events subsequent to the interim condensed consolidated statement of financial position date that would significantly affect the amounts reported in the interim condensed consolidated financial statements as at and for the period ended 30 June 2026.