

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED
30 JUNE 2025**

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

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THE INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

**TO THE SHAREHOLDERS
OF AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
Kingdom of Saudi Arabia**

INTRODUCTION

We have reviewed the accompanying interim condensed statement of financial position of Amana Cooperative Insurance Company (the "Company") as at 30 June 2025, and the related interim condensed statements of income and other comprehensive income for the three-month and six-month periods then ended and changes in shareholders' equity and cash flows for the six-month period then ended and a summary of material accounting policies and other explanatory notes ("interim condensed financial statements"). Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements 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" as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial statements 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 as endorsed in the Kingdom of Saudi Arabia 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 financial statements as at and for the three-month and six-month periods ended 30 June 2025 of the Company are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

We draw attention to note 2 to the accompanying interim condensed financial statements, which states that the Company has generated a net comprehensive income of SAR 2.25 million for the six-month period ended 30 June 2025 (SAR 11.34 million for the six-month period ended 30 June 2024), and as of that date, the Company's accumulated losses have reached SAR 174.79 million (as at 31 December 2024: SAR 174.54 million), representing 40.65% of the share capital as at 30 June 2025 (as at 31 December 2024: 40.59%). These events and conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.



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Kingdom of Saudi Arabia

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN (Continued...)

However, the accompanying condensed interim financial statements are prepared using the going-concern assumption based on management's assessment on the Company's ability to continue as a going concern as detailed in the above referred note. Our conclusion is not modified with respect to this matter

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10 August 2025
16 Safar 1447H



AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

ASSETS	Notes	As at 30	As at 31
		June, 2025	December, 2024
		(Unaudited)	(Audited)
		SAR' 000	
Cash and cash equivalents	8	180,775	96,858
Short term deposits	9	85,470	162,646
Insurance contract assets	4	39,239	27,838
Reinsurance contract assets	4	10,549	2,706
Investment measured at fair value through other comprehensive income	11 (a)	64,782	62,285
Investment measured at fair value through profit and loss	11 (b)	5,909	5,879
Investments held at amortised cost	11 (c)	21,277	21,162
Prepayments and other receivables	13	14,728	21,623
Property and equipment	14	4,118	5,154
Intangible assets	14	2,687	1,174
Statutory deposit	20	64,500	64,500
Accrued income on statutory deposit		1,568	1,755
TOTAL ASSETS		495,602	473,580
LIABILITIES			
Insurance contract liabilities	4	150,419	131,894
Reinsurance contract liabilities	4	5,623	3,888
Accrued expenses and other liabilities	12	17,941	17,247
Employees' end-of-service benefits (EOSB)		4,606	4,462
Provision for zakat and income tax	19	410	1,547
Accrued income payable to Insurance Authority		1,568	1,755
TOTAL LIABILITIES		180,567	160,793
EQUITY			
Share capital	22	430,000	430,000
Accumulated losses		(174,790)	(174,541)
Fair value reserve for FVOCI investments	11 (a)	61,572	59,075
Total Shareholders' Equity		316,782	314,534
Re-measurement of EOSB related to insurance operations		(1,747)	(1,747)
TOTAL EQUITY		315,035	312,787
TOTAL LIABILITIES AND EQUITY		495,602	473,580

Commitments and Contingencies

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Chief Financial Officer



Board Member



Chief Executive Officer

The accompanying notes 1 to 30 form an integral part of these financial statements.

AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	Notes	For the three-month period ended		For the six-month period ended	
		30 June, 2025	30 June, 2024	30 June, 2025	30 June, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		SAR' 000	SAR' 000	SAR' 000	SAR' 000
Insurance revenue	5	69,531	50,359	127,676	96,225
Insurance service expenses	5	(62,844)	(37,846)	(120,161)	(84,641)
Insurance service result before reinsurance contracts held		6,687	12,513	7,515	11,584
Allocation of reinsurance premiums	5	(2,995)	(709)	(5,550)	(1,798)
Amounts recoverable from reinsurers for incurred claims	5	2,316	(405)	2,802	625
Net expense from reinsurance contracts held		(679)	(1,114)	(2,748)	(1,173)
Insurance service result		6,008	11,399	4,767	10,411
Investment income	11 (e)	3,310	3,060	6,624	6,523
Re-valuation gain / (loss) on investments at fair value through profit and loss	11 (b)	250	1,899	(51)	1,899
Expected credit loss allowance reversal on financial assets		13	29	13	21
Net investment income		3,573	4,988	6,586	8,443
Finance income / (expenses) from insurance and reinsurance contracts issued	4	221	125	15	(175)
Net insurance finance income / (expenses)		221	125	15	(175)
Net insurance and investment result		9,802	16,512	11,368	18,679
Other operating (loss) / income		(300)	1,273	12	1,294
Other operating expenses	7	(954)	(6,307)	(8,282)	(8,736)
Total income for the period attributable to shareholders before zakat		8,548	11,478	3,098	11,237
(Provision) / reversal of provision for Zakat	19	(2,937)	(1,900)	(3,347)	293
Net income / (loss) for the period, after zakat, attributable to the shareholders		5,611	9,578	(249)	11,530
Earnings / (loss) per share (expressed in SAR per share)	26				
Basic and diluted earnings / (loss) per share (expressed in SAR per share)		0.13	0.22	(0.01)	0.27
Weighted average number of ordinary outstanding shares (in thousands)		43,000	43,000	43,000	43,000



Chief Financial Officer



Board Member



Chief Executive Officer

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AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	<i>Notes</i>	For the three-month period ended		For the six-month period ended	
		30 June, 2025	30 June, 2024	30 June, 2025	30 June, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		SAR' 000		SAR' 000	
Net income / (loss) for the period attributable to the shareholders		5,611	9,578	(249)	11,530
Other comprehensive (loss) / income:					
<i>Items that will not be reclassified to statement of income in subsequent periods/ years</i>					
Net changes in fair value of investments measured at FVOCI – equity instruments	11	(35)	(128)	2,497	(190)
Other comprehensive (loss) / income for the period, net of tax		(35)	(128)	2,497	(190)
Total other comprehensive (loss) / income for the period		(35)	(128)	2,497	(190)
Total comprehensive income attributable to the shareholders		5,576	9,450	2,248	11,340

Chief Financial Officer

Board Member

Chief Executive Officer

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AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	Share capital	Accumulated losses	Fair value reserve for FVOCI investments	Total Shareholders' Equity	Re-measurement of EOSB obligations	Total equity
	SAR' 000					
2024						
Balance at 01 January 2024 (Audited)	430,000	(186,568)	41,697	285,129	(2,433)	282,696
Comprehensive income for the period:						
Net profit for the period attributable to the shareholders	-	11,530	-	11,530	-	11,530
Net changes in fair value of investments measured at FVOCI – equity	-	-	(190)	(190)	-	(190)
Total comprehensive income / (loss) for the period attributable to shareholders	-	11,530	(190)	11,340	-	11,340
Balance at 30 June 2024 (Unaudited)	<u>430,000</u>	<u>(175,038)</u>	<u>41,507</u>	<u>296,469</u>	<u>(2,433)</u>	<u>294,036</u>
2025						
Balance at 01 January 2025 (Audited)	430,000	(174,541)	59,075	314,534	(1,747)	312,787
Comprehensive income for the period:						
Net loss for the period attributable to the shareholders	-	(249)	-	(249)	-	(249)
Net changes in fair value of investments measured at FVOCI – equity	-	-	2,497	2,497	-	2,497
Total comprehensive (loss) / income for the period attributable to shareholders	-	(249)	2,497	2,248	-	2,248
Balance at 30 June 2025 (Unaudited)	<u>430,000</u>	<u>(174,790)</u>	<u>61,572</u>	<u>316,782</u>	<u>(1,747)</u>	<u>315,035</u>



Chief Financial Officer



Board Member



Chief Executive Officer

The accompanying notes 1 to 30 form an integral part of these financial statements.

AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	Note	For the three-month period ended		For the six-month period ended	
		30 June, 2025	30 June, 2024	30 June, 2025	30 June, 2024
		(Unaudited) SAR' 000	(Unaudited)	(Unaudited) SAR' 000	(Unaudited)
Cash flows from operating activities					
Profit for the period before zakat		8,548	11,478	3,098	11,237
Adjustments for non-cash items:					
Depreciation and amortization	14	353	361	675	758
Provision / (reversal) for end-of-service benefits (EOSB)		(249)	453	345	(448)
Accrued commission income on investments held at amortised cost	11	(53)	(12)	(106)	(20)
(Reversal) / provision for expected credit loss (ECL)		(20)	23	(20)	48
(Income) / loss from changes in fair value of investments measured at FVTPL	11	(250)	(1,899)	51	(1,899)
Changes in operating assets and liabilities:					
Insurance contracts assets		(5,431)	1,397	(11,401)	3,121
Reinsurance contracts assets		(7,434)	38	(7,843)	(559)
Insurance contracts liabilities		22,415	(12,508)	18,525	(10,486)
Reinsurance contracts liabilities		(1,418)	(1,636)	1,735	229
Prepayments and other receivables		6,515	11,013	6,895	10,307
Accrued expenses and other liabilities		(2,404)	3,815	694	4,750
Zakat and income tax paid	19	(4,074)	(6,296)	(4,484)	(8,614)
Employees' end-of-service benefits paid		-	-	(201)	(153)
Net cash generated from operating activities		16,498	6,227	7,963	8,271
Cash flows from investing activities					
Additions in investment held at FVTPL		(81)	(2,816)	(81)	(2,816)
Proceeds from maturity of short-term deposit		47,756	93,160	78,811	46,157
Addition in maturity of short-term deposit		(1,624)	-	(1,624)	(61,432)
Additions in property, equipment and intangible assets	14	(759)	(154)	(1,152)	(379)
Net cash generated from / (used in) investing activities		45,292	90,190	75,954	(18,470)
Net change in cash and cash equivalents		61,790	96,417	83,917	(10,199)
Cash and cash equivalents, beginning of the period		118,985	66,643	96,858	173,259
Cash and cash equivalents, end of the period		180,775	163,060	180,775	163,060


Chief Financial Officer


Board Member


Chief Executive Officer

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**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

Amana Cooperative Insurance Company (the “Company”) is a Saudi joint stock company established in Riyadh, Kingdom of Saudi Arabia by Royal Decree Number M/35 dated Jumada Al-Akher 3, 1431 H (corresponding to May 17, 2010), and registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010288711 dated Jumada Al-Akher 10, 1431 H (corresponding to May 24, 2010). The Company’s head office is at Salah-uddin Al-Ayubi Street P.O. Box 27986, Riyadh 11427, Kingdom of Saudi Arabia.

The purpose of the Company is to transact cooperative insurance operations. Its principal lines of business include medical, motor, marine, fire, engineering, accident and liability and protection insurance.

On 2 Jumada II, 1424H, corresponding to July 31, 2003, the Law on the Supervision of Cooperative Insurance Companies (“Insurance Law”) was promulgated by Royal Decree Number (M/32). During March 2008, Insurance Authority (“IA”) then known as The Saudi Central Bank (“SAMA”), as the principal authority responsible for the application and administration of the Insurance Law and its Implementing Regulations, granted the Company a license to transact insurance activities in the Kingdom of Saudi

The Board of Directors approved the distribution of the surplus from insurance operations in accordance with the Insurance Implementing Regulations issued by Insurance Authority (IA), whereby the shareholders of the Company are to receive 90% of the annual surplus from insurance operations and the policyholders are to receive the remaining 10%. Any deficit arising on insurance operations is transferred to the shareholders’ operations in full. Post implementation of IFRS 17, the surplus payable is included in the insurance contract liabilities under liability of incurred claims (LIC).

The share capital of the Company as of June 30, 2025, is amounted to SAR 430 million comprising of 43 million shares of SAR 10 each (December 31, 2024: SAR 430 million comprising of 43 million shares of SAR 10 each). Refer note 22.

2. BASIS OF PREPARATION

(a) Basis of preparation

These financial statements of the Company for the period ended June 30, 2025, have been prepared in accordance with International Financial Reporting Standards (IFRSs) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”) and in compliance with Regulations for Companies in the Kingdom of Saudi Arabia and By-Laws of the Company.

The Company’s statement of financial position is not presented using a current/non-current classification. However, the following balances would generally be classified as non-current: Property and equipment, intangible assets, statutory deposit, and employees' end-of-service benefits. All other financial statements line items would generally be classified as current.

As required by the Saudi Arabian Insurance Regulations, the Company maintains separate books of accounts for Insurance Operations and Shareholders’ Operations and presents the financial information accordingly. Assets, liabilities, revenues and expenses clearly attributable to either activity is recorded in the respective accounts. The basis of the allocation of expenses from joint operations is determined and approved by the management and the Board of Directors.

The statement of financial position, statements of income, comprehensive income and cash flows of the insurance operations and shareholders operations which are presented in Note 23 of the financial statements have been provided as supplementary financial information to comply with the requirements of the Insurance Implementing Regulations and is not required under IFRSs. The implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders operations. Accordingly, the statements of financial position, statement of income, comprehensive income and cash flows prepared for the insurance operations and shareholders operations as referred to above, reflect only the assets, liabilities, income, expenses and comprehensive gains or losses of the respective operations.

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

2. BASIS OF PREPARATION (CONTINUED)

(b) Basis of measurement

These financial statements are prepared under the historical cost convention, except for the measurement of investments carried at fair value through profit and loss (FVTPL) and investments carried at fair value through other comprehensive income (FVOCI), investment in equity accounted investments which is accounted for under the equity method, defined benefits obligation recorded at the present value using the projected unit credit method and liability of incurred claims (LIC) and assets for incurred claims (AIC) recorded at the present value at the current discount rates.

In preparing the Company-level financial statements in compliance with IFRS, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Interoperation balances, transactions and unrealized gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

Going concern

The Company has posted a net comprehensive income for the period SAR 2.25 million for the six-month period ended June 30, 2025 (comprehensive income of SAR 11.34 million for the six-month period ended June 30, 2024), and as of that date, the Company's accumulated losses have reached SAR 174.79 million (as at December 31, 2024: SAR 174.54 million), representing 40.65% of the share capital as at June 30, 2025 (as at December 31, 2024: 40.59%). These events and conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

However, the Company's management has developed a five-year forecast, approved by the Board of Directors, which projects a return to profitability beginning this year. The plan includes measures such as expanding digital channels, enhancing customer experience, strengthening broker networks, improving operational efficiency, and investing in technology and talent. The strategy also focuses on diversifying products, optimizing pricing, and penetrating new market segments. Based on these planned initiatives and management's expectations of future performance, the financial statements have been prepared on a going concern basis.

(c) Functional & presentation currency

Amounts in these financial statements are expressed in Saudi Arabian Riyals (SAR) and are rounded off to the nearest thousands except where otherwise mentioned. Saudi Arabian Riyals (SAR) is the functional currency of the Company as well. Transactions denominated in foreign currencies are translated into Saudi Riyals at rates prevailing on the dates of such transactions. Monetary assets and liabilities denominated in foreign currencies are translated into Saudi Riyals at rates prevailing on the reporting date. All differences are taken to the statement of income. Foreign exchange differences are not significant and have not been disclosed separately.

(d) Seasonality of operations

There are no seasonal changes that may affect the insurance operations of the Company.

(e) Critical accounting judgments, estimates and assumptions

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses and the accompanying notes disclosures including disclosure of contingent liabilities. Actual results may differ from these estimates.

Estimates and judgments are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Following are the accounting judgments and estimates that are critical in preparation of these financial statements:

Insurance and reinsurance contracts

i. PAA Eligibility Assessment

The Company has applied the Premium Allocation Approach (PAA) only for contracts with a coverage period of 12 months or less. As this policy applies uniformly to all contracts based on their length, assessments to identify material differences between the model outcomes, for contracts where the coverage period was more than one year, have been deemed unnecessary. "Inherent Defect Insurance" (IDI) portfolio pertains to the company share is measured at General Measurement Model (GMM).

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

2. BASIS OF PREPARATION (CONTINUED)

(e) Critical Accounting Judgments, Estimates and Assumptions (continued)

ii. Liability for remaining coverage

Acquisition cash flows

For insurance acquisition cash flows, the Company is eligible to whether it recognise insurance acquisition cash flows as an expense when it incurs those costs or to include those cash flows within the liability for remain coverage (and hence amortize those cash flows over the coverage period).

The company had opted to recognise an asset for insurance acquisition cash flows paid and amortized those cash flows over the coverage period.

Significant financing component

The Company has assessed its Liability for Remaining Coverage (LRC) and Assets for remaining coverage (ARC) and concluded that no significant financing component exists within LRC and ARC respectively. Therefore, the Company has not adjusted the carrying amount of the LRC and ARC to reflect the time value of money and the effect of financial risk using the discount rates, for contracts with a coverage period longer than one year.

Expected credit loss adjustment

Insurance revenue will be adjusted with the amounts of expected credit loss adjustment calculated on premiums not yet collected as of the date of the statement of financial position. The computation is performed using IFRS 9 simplified approach to calculate Expected Credit Loss (ECL) allowance. The corresponding impact of this adjustment is recorded in the LRC.

iii. Liability for incurred claims

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

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

Estimates of salvage recoveries and subrogation reimbursements are also considered as an allowance in the measurement of the LIC. The allowance is the assessment of the amount that can be recovered from the third party.

These are projected using a combination of chain ladder technique and as a proportion of the corresponding claims.

iv. Onerous contract assessment

For contracts measured under GMM and VFA, A group of contracts is onerous at initial recognition if there is a net outflow of fulfilment cash flows. As a result, a liability for the net outflow is recognised as a loss component within the liability for remaining coverage and a loss is recognised immediately in the statement of income in insurance service expense. The loss component is then amortized to statement of income over the coverage period to offset incurred claims in insurance service expense. For contracts measured under PAA, the Company assumes that no contracts in the portfolio are onerous at initial recognition unless facts and circumstances indicate otherwise.

**AMANA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

2. BASIS OF PREPARATION (CONTINUED)

(e) Critical Accounting Judgments, Estimates and Assumptions (continued)

iv. Onerous contract assessment (continued)

The Company also considers facts and circumstances to identify whether a group of contracts are onerous based on the following key inputs:

- Pricing information: Underwriting combined ratios and price adequacy ratios. This input is most relevant for the Medical and Motor insurance portfolio;
- Historical combined ratio of similar and comparable sets of contracts for Motor, P&C and Medical portfolios in particular;
- Any relevant inputs from underwriters;
- Other external factors such as inflation and change in market claims experience or change in regulations; and
- For subsequent measurement, the Company also relies on the same group of contracts' weighted actual emerging experience.

v. Expense attribution

The Company identifies expenses which are directly attributable towards acquiring insurance contracts (acquisition costs) and fulfilling /maintaining (other attributable expenses) such contracts and those expenses which are not directly attributable to the aforementioned contracts (non-attributable expenses). Acquisition costs, such as underwriting costs including other expenses except for initial commission paid, are no longer recognised in the statement of income when incurred and instead spread over the lifetime of the group of contracts based on the passage of time.

Other attributable expenses are allocated to the groups of contracts using an allocation mechanism considering the activity-based costing principles. The Company has determined costs directly identified to the groups of contracts, as well as costs where a judgement is applied to determine the share of expenses as applicable to that group.

On the other hand, non-directly attributable expenses and overheads are recognised in the statement of income immediately when incurred. The proportion of directly attributable and non-attributable costs at inception will change the pattern at which expenses are recognised.

vi. Estimates of future cash flows

The Company primarily uses deterministic projections to estimate the present value of future cash flows and for some groups it uses stochastic modelling techniques. A stochastic model is a tool for estimating probability distributions of potential outcomes by allowing for random variation in one or more inputs over time. The random variation is usually based on fluctuations observed in historical data for a selected period using standard time-series techniques.

The following assumptions were used when estimating future cash flows:

- Mortality and morbidity rates (insurance risk and reinsurance business)

Assumptions are based on standard industry and national tables, according to the type of contract written and the territory in which the insured person resides. They reflect recent historical experience and are adjusted when appropriate to reflect the Company's own experiences. An appropriate, but not excessive, allowance is made for expected future improvements. Assumptions are differentiated by policyholder gender, underwriting class and contract type. An increase in expected mortality and morbidity rates will increase the expected claim cost which will reduce future expected profits of the Company.

- Expenses

Operating expenses assumptions reflect the projected costs of maintaining and servicing in-force policies and associated overhead expenses. The current level of expenses is taken as an appropriate expense base, adjusted for expected expense inflation if appropriate.

An increase in the expected level of expenses will reduce future expected profits of the Company. The cash flows within the contract boundary include an allocation of fixed and variable overheads directly attributable to fulfilling insurance contracts. (Such overheads are allocated to groups of contracts using methods that are systematic and rational, and are consistently applied to all costs that have similar characteristics).

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2. BASIS OF PREPARATION (CONTINUED)

(e) Critical Accounting Judgments, Estimates and Assumptions (continued)

vi. Estimates of future cash flows (continued)

- Lapse and surrender rates

Lapses relate to the termination of policies due to non-payment of premiums. Surrenders relate to the voluntary termination of policies by policyholders. Policy termination assumptions are determined using statistical measures based on the Company's experience and vary by product type, policy duration and sales trends. An increase in lapse rates early in the life of the policy would tend to reduce profits of the Company, but later increases are broadly neutral in effect.

vii. Discount rates

Under the bottom-up approach, the discount rate is determined as the risk-free yield, adjusted for differences in liquidity characteristics between the financial assets used to derive the risk-free yield and the relevant liability cash flows (known as an 'illiquidity premium'). Management uses judgement to assess liquidity characteristics of the liability cash flows.

viii. Risk adjustment for non-financial risk

Risk adjustment reflects the compensation that is required for bearing the uncertainty about the amount and timing of the cash flows from non-financial risk as the Company fulfils insurance contracts. For reinsurance contracts held, the risk adjustment for non-financial risk represents the amount of risk being transferred by the Company to the reinsurer.

For non-life insurance contracts, the Company has estimated the risk adjustment using a confidence level (probability of sufficiency) approach at the 65th 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 65th percentile confidence level less the mean of an estimated probability distribution of the future cash flows. The Company has estimated the probability distribution of the future cash flows, and the additional amount above the expected present value of future cash flows required to meet the target percentiles.

The Company disaggregates changes in the risk adjustment for non-financial risk between insurance service result and insurance finance income or expenses.

ix. Sensitivities on major assumptions considered while applying IFRS 17

The sensitivity analysis is done to evaluate the impact on gross and net liabilities, profit / loss before tax and equity for reasonably possible movements in key assumptions with all other assumptions in notes 2 and 3 held constant. The correlation of assumptions will have a significant effect in determining the ultimate impacts, but to demonstrate the impact due to changes in each assumption, assumptions had to be changed on an individual basis. It should be noted that movements in these assumptions are nonlinear.

x. Amortization of the contractual service margin (CSM)

Under GMM/ VFA approach, the CSM is a component of the asset or liability for the group of insurance contracts that represents the unearned profit the Company will recognise as it provides services in the future. The amount of the CSM for a group of insurance contracts is recognised in the statement of income as insurance revenue in each period to reflect the services provided under the group of insurance contracts in that period. The amount is determined by:

- Identifying the coverage units in the group
- Allocating the CSM at the end of the period (before recognizing any amounts in statement of income to reflect the services provided in the period) equally to each coverage unit provided in the current period and expected to be provided in the future
- Recognizing in statement of income the amount allocated to coverage units provided in the period.

The number of coverage units in a group is the quantity of coverage provided by the contracts in the group, which the Company determines by considering the quantity of the benefits provided and the expected coverage duration. The total coverage units of each group of insurance contracts are reassessed at the end of each reporting period to adjust for the reduction of remaining coverage for claims paid, expectations of lapses and cancellation of contracts in the period. The Company then allocates them based on probability-weighted average duration of each coverage unit provided in the current period and expected to be provided in the future.

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2. BASIS OF PREPARATION (CONTINUED)

(e) Critical Accounting Judgments, Estimates and Assumptions (continued)

vi. Estimates of future cash flows (continued)

xi. Impairment losses on financial assets

The measurement of impairment losses under IFRS 9 across relevant financial assets requires judgement, in particular, for the estimation of the amount and timing of future cash flows when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by the outcome of modelled ECL scenarios, and the relevant inputs used.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies, estimates and assumptions used in the preparation of these interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2024.

(a) New IFRS Standards, IFRIC interpretations and amendments thereof, adopted by the Company

Standards, amendments,

interpretations

Amendments to IAS 21

Description

Lack of exchangeability – Amendments to IAS 21

Effective date

01 January 2025

These amendments had no impact on the interim condensed financial statements of the Company.

(b) Accounting standards issued but not yet effective

Standards, amendments,

interpretations

Amendments to IFRS 10 and IAS 28

Description

Sale or Contribution of Assets between and Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)

Effective date

Available for optional adoption/effective date deferred indefinitely

New standard “IFRS 18”

IFRS 18, ‘Presentation and Disclosure in Financial Statements’

01 January 2027

New standard “IFRS 19”

IFRS 19, ‘Reducing subsidiaries disclosures’

01 January 2027

Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments

Classification and measurement of Financial Instruments- Amendments to IFRS 9 and IFRS 7

01 January 2026

Annual Improvements to IFRS Accounting Standards

Clarification and amendments relating to various IFRSs under annual improvement program.

01 January 2026

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17

	Valuation Approach	30 June, 2025 (Unaudited)	31 December, 2024 (Audited)
SAR' 000			
Insurance contract balances			
– Insurance contract assets			
4.1.1 - Medical	PAA	18,498	16,182
4.1.2 - Motor	PAA	15,328	10,408
4.1.3 - Property & casualty	PAA	1,607	1,248
4.1.4 - Employers' delinquency insurance pool	PAA	3,806	-
4.1.5 - Inherent defect insurance pool	GMM	-	-
Total Insurance contract assets		39,239	27,838
– Insurance contract liabilities			
4.1.1 - Medical	PAA	114,186	108,802
4.1.2 - Motor	PAA	22,269	20,293
4.1.3 - Property & casualty	PAA	3,160	2,799
4.1.4 - Employers' delinquency insurance pool	PAA	3,122	-
4.1.5 - Inherent defect insurance pool	GMM	7,682	-
Total Insurance contract liabilities		150,419	131,894
Total Insurance contract assets & liabilities, net		111,180	104,056
Reinsurance contract balances			
– Reinsurance contract assets			
4.2.1 - Medical	PAA	1,638	-
4.2.2 - Motor	PAA	1,845	1,612
4.2.3 - Property & casualty	PAA	1,270	1,094
4.2.4 - Employers' delinquency insurance pool	PAA	1,735	-
4.2.5 - Inherent defect insurance pool	GMM	4,061	-
Total Reinsurance contract assets		10,549	2,706
– Reinsurance contract liabilities			
4.2.1 - Medical	PAA	-	534
4.2.2 - Motor	PAA	1,946	1,541
4.2.3 - Property & casualty	PAA	1,101	1,813
4.2.4 - Employers' delinquency insurance pool		2,576	-
4.2.5 - Inherent defect insurance pool		-	-
Total Reinsurance contract liabilities		5,623	3,888
Total Reinsurance contract assets & liabilities, net		(4,926)	1,182

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.1 Analysis of Insurance contract assets and liabilities for contracts measured under PAA & GMM

	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)			Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	SAR' 000					SAR' 000				
Opening assets	(27,320)	-	(515)	(3)	(27,838)	(30,416)	-	-	(4)	(30,420)
Opening liabilities	73,599	9,940	46,209	2,146	131,894	57,689	9,775	52,887	2,307	122,658
Adjustment due to IDI pool subscription (note 4.1.5)*	6,052	-	176	3	6,231	-	-	-	-	-
Net opening balance adjusted after IDI pool adjustment	52,331	9,940	45,870	2,146	110,287	27,273	9,775	52,887	2,303	92,238
Changes in the statement of income										
Insurance revenue	(127,676)	-	-	-	(127,676)	(212,597)	-	-	-	(212,597)
Insurance service expenses										
Incurred claims	-	-	77,054	1,772	78,826	-	-	132,961	1,662	134,623
Directly attributable non-acquisition expenses	-	-	14,569	-	14,569	-	-	27,232	-	27,232
Changes relating to liabilities for incurred claims	-	-	(820)	(1,516)	(2,336)	-	-	(15,937)	(1,822)	(17,759)
Losses / (loss reversals) on onerous contracts	-	(2,205)	-	-	(2,205)	-	165	-	-	165
Insurance acquisition cost incurred	31,230	-	-	-	31,230	53,148	-	-	-	53,148
Other methodology difference	-	-	77	-	77	-	-	-	-	-
Surplus distribution to policyholders	-	-	-	-	-	-	-	181	-	181
Insurance service expenses	31,230	(2,205)	90,880	256	120,161	53,148	165	144,437	(160)	197,590
Insurance service result	96,446	2,205	(90,880)	(256)	7,515	159,449	(165)	(144,437)	160	15,007
Finance (expenses) / income from insurance contracts	(278)	-	193	-	(85)	-	-	(653)	-	(653)
Total amounts recognised in statement of income	96,168	2,205	(90,687)	(256)	7,430	159,449	(165)	(145,090)	160	14,354
Cash flows										
Premiums received	145,819	-	-	-	145,819	232,962	-	-	-	232,962
Claims paid	-	-	(85,558)	-	(85,558)	-	-	(131,193)	-	(131,193)
Directly attributable non-acquisition expenses paid	-	-	(12,111)	-	(12,111)	-	-	(21,820)	-	(21,820)
Insurance acquisition cash flows	(40,064)	-	-	-	(40,064)	(54,420)	-	-	-	(54,420)
Other cash flows	237	-	-	-	237	(87)	-	730	-	643
Total cash flows	105,992	-	(97,669)	-	8,323	178,455	-	(152,283)	-	26,172
Net closing balance	62,155	7,735	38,888	2,402	111,180	46,279	9,940	45,694	2,143	104,056
Closing liabilities	100,905	7,735	39,362	2,417	150,419	73,599	9,940	46,209	2,146	131,894
Closing assets	(38,750)	-	(474)	(15)	(39,239)	(27,320)	-	(515)	(3)	(27,838)
Net closing balance	62,155	7,735	38,888	2,402	111,180	46,279	9,940	45,694	2,143	104,056

* The opening balance has been recognized in accordance with the newly executed agreement with the IDI pool, which defines the terms and obligations applicable from the effective date from the opening balances of the pool balances.

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.1.1 Analysis of Insurance contract assets and liabilities for contracts measured under PAA - Medical

Medical	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total
	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	
Opening assets	(16,182)	-	-	-	(16,182)	(15,500)	-	-	-	(15,500)
Opening liabilities	64,714	8,486	34,054	1,548	108,802	52,130	7,656	33,189	1,412	94,387
Net opening balance	48,532	8,486	34,054	1,548	92,620	36,630	7,656	33,189	1,412	78,887
Changes in the statement of income										
Insurance revenue	(107,238)	-	-	-	(107,238)	(185,202)	-	-	-	(185,202)
Insurance service expenses										
Incurred claims	-	-	64,205	1,416	65,621	-	-	121,418	1,508	122,926
Directly attributable non-acquisition expenses	-	-	11,036	-	11,036	-	-	22,274	-	22,274
Changes relating to liabilities for incurred claims	-	-	905	(1,349)	(444)	-	-	(12,486)	(1,372)	(13,858)
Losses / (loss reversals) on onerous contracts	-	(2,839)	-	-	(2,839)	-	830	-	-	830
Insurance acquisition cost incurred	25,136	-	-	-	25,136	41,258	-	-	-	41,258
Other methodology difference	-	-	-	-	-	-	-	-	-	-
Surplus distribution to policyholders	-	-	-	-	-	-	-	171	-	171
Insurance service expenses	25,136	(2,839)	76,146	67	98,510	41,258	830	131,377	136	173,601
Insurance service result	82,102	2,839	(76,146)	(67)	8,728	143,944	(830)	(131,377)	(136)	11,601
Finance income / (expenses) from insurance contracts	-	-	106	-	106	-	-	(345)	-	(345)
Total amounts recognised in statement of income	82,102	2,839	(76,040)	(67)	8,834	143,944	(830)	(131,722)	(136)	11,256
Cash flows										
Premiums received	129,985	-	-	-	129,985	197,466	-	-	-	197,466
Claims paid	-	-	(76,273)	-	(76,273)	-	-	(114,588)	-	(114,588)
Directly attributable non-acquisition expenses paid	-	-	(8,578)	-	(8,578)	-	-	(16,859)	-	(16,859)
Insurance acquisition cash flows	(33,606)	-	-	-	(33,606)	(41,533)	-	-	-	(41,533)
Other cash flows	374	-	-	-	374	(87)	-	590	-	503
Total cash flows	96,753	-	(84,851)	-	11,902	155,846	-	(130,857)	-	24,989
Net closing balance	63,183	5,647	25,243	1,615	95,688	48,532	8,486	34,054	1,548	92,620
Closing liabilities	81,681	5,647	25,243	1,615	114,186	64,714	8,486	34,054	1,548	108,802
Closing assets	(18,498)	-	-	-	(18,498)	(16,182)	-	-	-	(16,182)
Net closing balance	63,183	5,647	25,243	1,615	95,688	48,532	8,486	34,054	1,548	92,620

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.1.2 Analysis of Insurance contract assets and liabilities for contracts measured under PAA - Motor

Motor	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total
	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	
Opening assets	(9,893)	-	(515)	-	(10,408)	(13,653)	-	-	-	(13,653)
Opening liabilities	8,231	1,454	10,052	556	20,293	5,212	2,119	16,683	832	24,846
Net opening balance	(1,662)	1,454	9,537	556	9,885	(8,441)	2,119	16,683	832	11,193
Changes in the statement of income										
Insurance revenue	(13,579)	-	-	-	(13,579)	(26,005)	-	-	-	(26,005)
Insurance service expenses										
Incurred claims	-	-	9,412	142	9,554	-	-	11,294	144	11,438
Directly attributable non-acquisition expenses	-	-	2,682	-	2,682	-	-	4,533	-	4,533
Changes relating to liabilities for incurred claims	-	-	(1,220)	(148)	(1,368)	-	-	(2,624)	(420)	(3,044)
Losses / (loss reversals) on onerous contracts	-	634	-	-	634	-	(665)	-	-	(665)
Insurance acquisition cost incurred	5,086	-	-	-	5,086	10,717	-	-	-	10,717
Other methodology difference	-	-	-	-	-	-	-	-	-	-
Surplus distribution to policyholders	-	-	-	-	-	-	-	7	-	7
Insurance service expenses	5,086	634	10,874	(6)	16,588	10,717	(665)	13,210	(276)	22,986
Insurance service result	8,493	(634)	(10,874)	6	(3,009)	15,288	665	(13,210)	276	3,019
Finance income / (expenses) from insurance contracts	-	-	33	-	33	-	-	(296)	-	(296)
Total amounts recognised in statement of income	8,493	(634)	(10,841)	6	(2,976)	15,288	665	(13,506)	276	2,723
Cash flows										
Premiums received	11,691	-	-	-	11,691	33,485	-	-	-	33,485
Claims paid	-	-	(9,450)	-	(9,450)	-	-	(16,258)	-	(16,258)
Directly attributable non-acquisition expenses paid	-	-	(2,682)	-	(2,682)	-	-	(4,534)	-	(4,534)
Insurance acquisition cash flows	(5,384)	-	-	-	(5,384)	(11,418)	-	-	-	(11,418)
Other cash flows	(95)	-	-	-	(95)	-	-	140	-	140
Total cash flows	6,212	-	(12,132)	-	(5,920)	22,067	-	(20,652)	-	1,415
Net closing balance	(3,943)	2,088	8,246	550	6,941	(1,662)	1,454	9,537	556	9,885
Closing liabilities	10,911	2,088	8,720	550	22,269	8,231	1,454	10,052	556	20,293
Closing assets	(14,854)	-	(474)	-	(15,328)	(9,893)	-	(515)	-	(10,408)
Net closing balance	(3,943)	2,088	8,246	550	6,941	(1,662)	1,454	9,537	556	9,885

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.1.3 Analysis of Insurance contract assets and liabilities for contracts measured under PAA - Property & Casualty

Property & casualty	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total
	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	
	SAR' 000					SAR' 000				
Opening assets	(1,245)	-	-	(3)	(1,248)	(1,263)	-	-	(4)	(1,267)
Opening liabilities	654	-	2,103	42	2,799	347	-	3,015	63	3,425
Net opening balance	(591)	-	2,103	39	1,551	(916)	-	3,015	59	2,158
Changes in the statement of income										
Insurance revenue	(1,980)	-	-	-	(1,980)	(1,390)	-	-	-	(1,390)
Insurance service expenses										
Incurred claims	-	-	453	17	470	-	-	249	10	259
Directly attributable non-acquisition expenses	-	-	839	-	839	-	-	425	-	425
Changes relating to liabilities for incurred claims	-	-	(479)	(18)	(497)	-	-	(827)	(30)	(857)
Losses / (loss reversals) on onerous contracts	-	-	-	-	-	-	-	-	-	-
Insurance acquisition cost incurred	909	-	-	-	909	1,173	-	-	-	1,173
Other methodology difference	-	-	-	-	-	-	-	-	-	-
Surplus distribution to policyholders	-	-	-	-	-	-	-	3	-	3
Insurance service expenses	909	-	813	(1)	1,721	1,173	-	(150)	(20)	1,003
Insurance service result	1,071	-	(813)	1	259	217	-	150	20	387
Finance income / (expenses) from insurance contracts	-	-	3	-	3	-	-	(12)	-	(12)
Total amounts recognised in statement of income	1,071	-	(810)	1	262	217	-	138	20	375
Cash flows										
Premiums received	2,014	-	-	-	2,014	2,011	-	-	-	2,011
Claims paid	-	-	169	-	169	-	-	(347)	-	(347)
Directly attributable non-acquisition expenses paid	-	-	(839)	-	(839)	-	-	(427)	-	(427)
Insurance acquisition cash flows	(1,038)	-	-	-	(1,038)	(1,469)	-	-	-	(1,469)
Other Cash Flows	(42)	-	-	-	(42)	-	-	-	-	-
Total cash flows	934	-	(670)	-	264	542	-	(774)	-	(232)
Net closing balance	(728)	-	2,243	38	1,553	(591)	-	2,103	39	1,551
Closing liabilities	864	-	2,243	53	3,160	654	-	2,103	42	2,799
Closing assets	(1,592)	-	-	(15)	(1,607)	(1,245)	-	-	(3)	(1,248)
Net closing balance	(728)	-	2,243	38	1,553	(591)	-	2,103	39	1,551

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.1.4 Analysis of Insurance contract assets and liabilities for contracts measured under PAA - Employers' delinquency insurance pool

Employers' delinquency insurance pool	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total
	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	
	SAR' 000					SAR' 000				
Opening assets	-	-	-	-	-	-	-	-	-	-
Opening liabilities	-	-	-	-	-	-	-	-	-	-
Net opening balance	-	-	-	-	-	-	-	-	-	-
Changes in the statement of income										
Insurance revenue	(4,700)	-	-	-	(4,700)	-	-	-	-	-
Insurance service expenses										
Incurred claims	-	-	2,905	195	3,100	-	-	-	-	-
Directly attributable non-acquisition expenses	-	-	12	-	12	-	-	-	-	-
Changes relating to liabilities for incurred claims	-	-	-	-	-	-	-	-	-	-
Losses / (loss reversals) on onerous contracts	-	-	-	-	-	-	-	-	-	-
Insurance acquisition cost incurred	99	-	-	-	99	-	-	-	-	-
Other methodology difference	-	-	77	-	77	-	-	-	-	-
Surplus distribution to policyholders	-	-	-	-	-	-	-	-	-	-
Insurance service expenses	99	-	2,994	195	3,288	-	-	-	-	-
Insurance service result	4,601	-	(2,994)	(195)	1,412	-	-	-	-	-
Finance income from insurance contracts	-	-	55	-	55	-	-	-	-	-
Total amounts recognised in statement of income	4,601	-	(2,939)	(195)	1,467	-	-	-	-	-
Cash flows										
Premiums received	810	-	-	-	810	-	-	-	-	-
Claims paid	-	-	-	-	-	-	-	-	-	-
Directly attributable non-acquisition expenses paid	-	-	(12)	-	(12)	-	-	-	-	-
Insurance acquisition cash flows	(15)	-	-	-	(15)	-	-	-	-	-
Other Cash Flows	-	-	-	-	-	-	-	-	-	-
Total cash flows	795	-	(12)	-	783	-	-	-	-	-
Net closing balance	(3,806)	-	2,927	195	(684)	-	-	-	-	-
Closing liabilities	-	-	2,927	195	3,122	-	-	-	-	-
Closing assets	(3,806)	-	-	-	(3,806)	-	-	-	-	-
Net closing balance	(3,806)	-	2,927	195	(684)	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.1.5 Analysis of Insurance contract assets and liabilities for contracts measured under GMM - Inherent defect insurance pool

Inherent defect insurance pool	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		Total
	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	
	SAR' 000					SAR' 000				
Opening assets	-	-	-	-	-	-	-	-	-	-
Opening liabilities	-	-	-	-	-	-	-	-	-	-
Adjustment due to IDI pool subscription (note 4.1.5)*	6,052	-	176	3	6,231	-	-	-	-	-
Net opening balance adjusted after IDI pool adjustment	6,052	-	176	3	6,231	-	-	-	-	-
Changes in the statement of income										
Insurance revenue	(179)	-	-	-	(179)	-	-	-	-	-
Insurance service expenses										
Incurred claims	-	-	79	2	81	-	-	-	-	-
Directly attributable non-acquisition expenses	-	-	-	-	-	-	-	-	-	-
Changes relating to liabilities for incurred claims	-	-	(26)	(1)	(27)	-	-	-	-	-
Losses / (loss reversals) on onerous contracts	-	-	-	-	-	-	-	-	-	-
Insurance acquisition cost incurred	-	-	-	-	-	-	-	-	-	-
Other methodology difference	-	-	-	-	-	-	-	-	-	-
Surplus distribution to policyholders	-	-	-	-	-	-	-	-	-	-
Insurance service expenses	-	-	53	1	54	-	-	-	-	-
Insurance service result	179	-	(53)	(1)	125	-	-	-	-	-
Finance expenses from insurance contracts	(278)	-	(4)	-	(282)	-	-	-	-	-
Total amounts recognised in statement of income	(99)	-	(57)	(1)	(157)	-	-	-	-	-
Cash flows										
Premiums received	1,319	-	-	-	1,319	-	-	-	-	-
Claims paid	-	-	(4)	-	(4)	-	-	-	-	-
Directly attributable non-acquisition expenses paid	-	-	-	-	-	-	-	-	-	-
Insurance acquisition cash flows	(21)	-	-	-	(21)	-	-	-	-	-
Other Cash Flows	-	-	-	-	-	-	-	-	-	-
Total cash flows	1,298	-	(4)	-	1,294	-	-	-	-	-
Net closing balance	7,449	-	229	4	7,682	-	-	-	-	-
Closing liabilities	7,449	-	229	4	7,682	-	-	-	-	-
Closing assets	-	-	-	-	-	-	-	-	-	-
Net closing balance	7,449	-	229	4	7,682	-	-	-	-	-

* The opening balance has been recognized in accordance with the newly executed agreement with the IDI pool, which defines the terms and obligations applicable from the effective date from the opening balances of the pool balances.

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.1.5 Analysis of Insurance contract assets and liabilities for contracts measured under GMM - Inherent defect insurance pool (continued)

	As at June 30, 2025 (unaudited)				As at December 31, 2024 (Audited)			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total
	SAR' 000				SAR' 000			
Inherent defect insurance pool								
Opening balance	-	-	-	-	-	-	-	-
Adjustment due to IDI pool subscription (note 4.1.5)*	(593)	314	6,510	6,231	-	-	-	-
Net opening balance adjusted after IDI pool adjustment	(593)	314	6,510	6,231	-	-	-	-
<i>Insurance service result before reinsurance contracts held</i>								
Changes that relate to current service	(435)	1	29	(405)	-	-	-	-
Changes that relate to future service	1,667	(79)	(1,083)	505	-	-	-	-
Changes that relate to past service	26	(1)	-	25	-	-	-	-
Insurance service expenses	1,258	(79)	(1,054)	125	-	-	-	-
Finance expenses from insurance contracts	(171)	(15)	(96)	(282)	-	-	-	-
Total amounts recognised in statement of income	1,087	(94)	(1,150)	(157)	-	-	-	-
Cash flows								
Premiums received	1,319	-	-	1,319	-	-	-	-
Incurred claims paid	(4)	-	-	(4)	-	-	-	-
Insurance acquisition cash flows	(21)	-	-	(21)	-	-	-	-
Other Cash Flows	-	-	-	-	-	-	-	-
Total cash flows	1,294	-	-	1,294	-	-	-	-
Net closing balance	(386)	408	7,660	7,682	-	-	-	-

* The opening balance has been recognized in accordance with the newly executed agreement with the IDI pool, which defines the terms and obligations applicable from the effective date from the opening balances of the pool balances.

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.2 Analysis of Reinsurance contract assets and liabilities for contracts measured under PAA & GMM

	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Assets for remaining coverage		Assets for amounts			Assets for remaining coverage		Assets for amounts recoverable		
	(ARC)		recoverable on incurred			(ARC)		on incurred claims (AIC)		
	Excluding loss- recovery component	Loss- recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss- recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total
	SAR' 000					SAR' 000				
Opening liabilities	(3,536)	-	(352)	-	(3,888)	(4,951)	-	-	(30)	(4,981)
Opening assets	28	-	2,674	4	2,706	348	-	3,145	33	3,526
Adjustment due to IDI pool subscription (note 4.1.5)*	3,913	-	119	-	4,032	-	-	-	-	-
Net opening balance adjusted after IDI pool adjustment	405	-	2,441	4	2,850	(4,603)	-	3,145	3	(1,455)
Changes in the statement of income										
Allocation of reinsurance premiums	(5,550)	-	-	-	(5,550)	(3,425)	-	-	-	(3,425)
Amounts recoverable from reinsurance										
Incurring claims & other expenses	-	-	2,409	80	2,489	-	-	474	2	476
Changes in amounts recoverable on incurred claims	-	-	314	(1)	313	-	-	(425)	(1)	(426)
Change in profit commission / sliding scale commission	-	-	-	-	-	-	-	45	-	45
Total amounts recoverable from reinsurers	-	-	2,723	79	2,802	-	-	94	1	95
Net expense from reinsurance contracts held	(5,550)	-	2,723	79	(2,748)	(3,425)	-	94	1	(3,330)
Finance expenses from reinsurance contracts	214	-	(114)	-	100	-	-	-	-	-
Total changes in the statement of income	(5,336)	-	2,609	79	(2,648)	(3,425)	-	94	1	(3,330)
Cash flows										
Premiums paid	(5,090)	-	-	-	(5,090)	(6,588)	-	-	-	(6,588)
Claims and other recoveries	-	-	(77)	-	(77)	-	-	939	-	939
Reinsurance commission received	245	-	4	-	249	334	-	-	-	334
Profit / sliding scale commission received	-	-	-	-	-	-	-	45	-	45
Other Cash flows	106	-	88	-	194	1,734	-	(67)	-	1,667
Total cash flows	(4,739)	-	15	-	(4,724)	(4,520)	-	917	-	(3,603)
Net closing balance	(192)	-	5,035	83	4,926	(3,508)	-	2,322	4	(1,182)
Closing liabilities	(5,622)	-	-	(1)	(5,623)	(3,536)	-	(352)	-	(3,888)
Closing assets	5,430	-	5,035	84	10,549	28	-	2,674	4	2,706
Net closing balance	(192)	-	5,035	83	4,926	(3,508)	-	2,322	4	(1,182)

* The opening balance has been recognized in accordance with the newly executed agreement with the IDI pool, which defines the terms and obligations applicable from the effective date from the opening balances of the pool balances.

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.2.1 Analysis of Reinsurance contract assets and liabilities for contracts measured under PAA - Medical

Medical	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Assets for remaining coverage (ARC)		Assets for amounts recoverable on incurred			Assets for remaining coverage (ARC)		Assets for amounts recoverable on incurred claims (AIC)		
	Excluding loss-recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss-recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total
	SAR' 000					SAR' 000				
Opening liabilities	(534)	-	-	-	(534)	(1,264)	-	-	-	(1,264)
Opening assets	-	-	-	-	-	-	-	307	-	307
Net opening balance	(534)	-	-	-	(534)	(1,264)	-	307	-	(957)
Changes in the statement of income										
Allocation of reinsurance premiums	(730)	-	-	-	(730)	(384)	-	-	-	(384)
<i>Amounts recoverable from reinsurance</i>										
Incurring claims & other expenses	-	-	356	-	356	-	-	307	-	307
Changes in amounts recoverable on incurred claims	-	-	5	-	5	-	-	-	-	-
Change in profit commission / sliding scale commission	-	-	-	-	-	-	-	-	-	-
Total amounts recoverable from reinsurers	-	-	361	-	361	-	-	307	-	307
Net expense from reinsurance contracts held	(730)	-	361	-	(369)	(384)	-	307	-	(77)
Finance expenses from reinsurance contracts	-	-	(9)	-	(9)	-	-	-	-	-
Total changes in the statement of income	(730)	-	352	-	(378)	(384)	-	307	-	(77)
Cash flows										
Premiums paid	(2,550)	-	-	-	(2,550)	(1,114)	-	-	-	(1,114)
Claims and other recoveries	-	-	-	-	-	-	-	614	-	614
Reinsurance commission received	-	-	-	-	-	-	-	-	-	-
Profit / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Other Cash flows	-	-	-	-	-	-	-	-	-	-
Total cash flows	(2,550)	-	-	-	(2,550)	(1,114)	-	614	-	(500)
Net closing balance	1,286	-	352	-	1,638	(534)	-	-	-	(534)
Closing liabilities	-	-	-	-	-	(534)	-	-	-	(534)
Closing assets	1,286	-	352	-	1,638	-	-	-	-	-
Net closing balance	1,286	-	352	-	1,638	(534)	-	-	-	(534)

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.2.2 Analysis of Reinsurance contract assets and liabilities for contracts measured under PAA - Motor

Motor	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Assets for remaining coverage		Assets for amounts			Assets for remaining coverage		Assets for amounts recoverable		
	(ARC)		recoverable on incurred			(ARC)		on incurred claims (AIC)		
	Excluding loss- recovery component	Loss- recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss- recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total
	SAR' 000					SAR' 000				
Opening liabilities	(1,189)	-	(352)	-	(1,541)	(2,722)	-	-	-	(2,722)
Opening assets	-	-	1,612	-	1,612	-	-	1,271	-	1,271
Net opening balance	(1,189)	-	1,260	-	71	(2,722)	-	1,271	-	(1,451)
Changes in the statement of income										
Allocation of reinsurance premiums	(925)	-	-	-	(925)	(2,481)	-	-	-	(2,481)
<i>Amounts recoverable from reinsurance</i>										
Incurring claims & other expenses	-	-	-	-	-	-	-	-	-	-
Changes in amounts recoverable on incurred claims	-	-	545	-	545	-	-	206	-	206
Change in profit commission / sliding scale commission	-	-	-	-	-	-	-	-	-	-
Total amounts recoverable from reinsurers	-	-	545	-	545	-	-	206	-	206
Net expense from reinsurance contracts held	(925)	-	545	-	(380)	(2,481)	-	206	-	(2,275)
Finance expenses from reinsurance contracts	-	-	(37)	-	(37)	-	-	-	-	-
Total changes in the statement of income	(925)	-	508	-	(417)	(2,481)	-	206	-	(2,275)
Cash flows										
Premiums paid	(168)	-	-	-	(168)	(4,014)	-	-	-	(4,014)
Claims and other recoveries	-	-	(77)	-	(77)	-	-	379	-	379
Reinsurance commission received	-	-	-	-	-	-	-	-	-	-
Profit / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Other Cash flows	-	-	-	-	-	-	-	(162)	-	(162)
Total cash flows	(168)	-	(77)	-	(245)	(4,014)	-	217	-	(3,797)
Net closing balance	(1,946)	-	1,845	-	(101)	(1,189)	-	1,260	-	71
Closing liabilities	(1,946)	-	-	-	(1,946)	(1,189)	-	(352)	-	(1,541)
Closing assets	-	-	1,845	-	1,845	-	-	1,612	-	1,612
Net closing balance	(1,946)	-	1,845	-	(101)	(1,189)	-	1,260	-	71

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.2.3 Analysis of Reinsurance contract assets and liabilities for contracts measured under PAA - Property & Casualty

	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Assets for remaining coverage		Assets for amounts			Assets for remaining coverage		Assets for amounts recoverable		
	(ARC)		recoverable on incurred			(ARC)		on incurred claims (AIC)		
	Excluding loss- recovery component	Loss- recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss- recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total
	SAR' 000					SAR' 000				
Opening liabilities	(1,813)	-	-	-	(1,813)	(965)	-	-	(30)	(995)
Opening assets	28	-	1,062	4	1,094	348	-	1,567	33	1,948
Net opening balance	(1,785)	-	1,062	4	(719)	(617)	-	1,567	3	953
Changes in the statement of income										
Allocation of reinsurance premiums	(1,249)	-	-	-	(1,249)	(560)	-	-	-	(560)
<i>Amounts recoverable from reinsurance</i>										
Incurring claims & other expenses	-	-	316	3	319	-	-	167	2	169
Changes in amounts recoverable on incurred claims	-	-	(212)	(1)	(213)	-	-	(631)	(1)	(632)
Change in profit commission / sliding scale commission	-	-	-	-	-	-	-	45	-	45
Total amounts recoverable from reinsurers	-	-	104	2	106	-	-	(419)	1	(418)
Net expense from reinsurance contracts held	(1,249)	-	104	2	(1,143)	(560)	-	(419)	1	(978)
Finance expenses from reinsurance contracts	-	-	(38)	-	(38)	-	-	-	-	-
Total changes in the statement of income	(1,249)	-	66	2	(1,181)	(560)	-	(419)	1	(978)
Cash flows										
Premiums paid	(2,372)	-	-	-	(2,372)	(1,460)	-	-	-	(1,460)
Claims and other recoveries	-	-	-	-	-	-	-	(54)	-	(54)
Reinsurance commission received	245	-	-	-	245	334	-	-	-	334
Profit / sliding scale commission received	-	-	-	-	-	-	-	45	-	45
Other Cash flows	(30)	-	88	-	58	1,734	-	95	-	1,829
Total cash flows	(2,157)	-	88	-	(2,069)	608	-	86	-	694
Net closing balance	(877)	-	1,040	6	169	(1,785)	-	1,062	4	(719)
Closing liabilities	(1,100)	-	-	(1)	(1,101)	(1,813)	-	-	-	(1,813)
Closing assets	223	-	1,040	7	1,270	28	-	1,062	4	1,094
Net closing balance	(877)	-	1,040	6	169	(1,785)	-	1,062	4	(719)

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.2.4 Analysis of Reinsurance contract assets and liabilities for contracts measured under PAA - Employers' delinquency insurance pool

	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Assets for remaining coverage		Assets for amounts			Assets for remaining coverage		Assets for amounts recoverable		
	(ARC)		recoverable on incurred			(ARC)		on incurred claims (AIC)		
	Excluding loss- recovery component	Loss- recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss- recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total
	SAR' 000					SAR' 000				
Opening liabilities	-	-	-	-	-	-	-	-	-	-
Opening assets	-	-	-	-	-	-	-	-	-	-
Net opening balance	-	-	-	-	-	-	-	-	-	-
Changes in the statement of income										
Allocation of reinsurance premiums	(2,576)	-	-	-	(2,576)	-	-	-	-	-
Amounts recoverable from reinsurance										
Incurred claims & other expenses	-	-	1,690	77	1,767	-	-	-	-	-
Changes in amounts recoverable on incurred claims	-	-	-	-	-	-	-	-	-	-
Change in profit commission / sliding scale commission	-	-	-	-	-	-	-	-	-	-
Total amounts recoverable from reinsurers	-	-	1,690	77	1,767	-	-	-	-	-
Net expense from reinsurance contracts held	(2,576)	-	1,690	77	(809)	-	-	-	-	-
Finance expenses from reinsurance contracts	-	-	(32)	-	(32)	-	-	-	-	-
Total changes in the statement of income	(2,576)	-	1,658	77	(841)	-	-	-	-	-
Cash flows										
Premiums paid	-	-	-	-	-	-	-	-	-	-
Claims and other recoveries	-	-	-	-	-	-	-	-	-	-
Reinsurance commission received	-	-	-	-	-	-	-	-	-	-
Profit / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Other Cash flows	-	-	-	-	-	-	-	-	-	-
Total cash flows	-	-	-	-	-	-	-	-	-	-
Net closing balance	(2,576)	-	1,658	77	(841)	-	-	-	-	-
Closing liabilities	(2,576)	-	-	-	(2,576)	-	-	-	-	-
Closing assets	-	-	1,658	77	1,735	-	-	-	-	-
Net closing balance	(2,576)	-	1,658	77	(841)	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.2.5 Analysis of Reinsurance contract assets and liabilities for contracts measured under GMM - Inherent defect insurance pool

	As at June 30, 2025 (unaudited)					As at December 31, 2024 (Audited)				
	Assets for remaining coverage		Assets for amounts			Assets for remaining coverage		Assets for amounts recoverable		
	(ARC)		recoverable on incurred			(ARC)		on incurred claims (AIC)		
Inherent defect insurance pool	Excluding loss-recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total	Excluding loss-recovery component	Loss-recovery component	Estimates of the present value of future cash flows	Risk adjustment	Total
	SAR' 000					SAR' 000				
Opening liabilities	-	-	-	-	-	-	-	-	-	-
Opening assets	-	-	-	-	-	-	-	-	-	-
Adjustment due to IDI pool subscription (note 4.1.5)*	3,913	-	119	-	4,032	-	-	-	-	-
Net opening balance adjusted after IDI pool adjustment	3,913	-	119	-	4,032	-	-	-	-	-
Changes in the statement of income										
Allocation of reinsurance premiums	(70)	-	-	-	(70)	-	-	-	-	-
Amounts recoverable from reinsurance										
Incurred claims & other expenses	-	-	47	-	47	-	-	-	-	-
Changes in amounts recoverable on incurred claims	-	-	(24)	-	(24)	-	-	-	-	-
Change in profit commission / sliding scale commission	-	-	-	-	-	-	-	-	-	-
Total amounts recoverable from reinsurers	-	-	23	-	23	-	-	-	-	-
Net expense from reinsurance contracts held	(70)	-	23	-	(47)	-	-	-	-	-
Finance income from reinsurance contracts	214	-	2	-	216	-	-	-	-	-
Total changes in the statement of income	144	-	25	-	169	-	-	-	-	-
Cash flows										
Premiums paid	-	-	-	-	-	-	-	-	-	-
Claims and other recoveries	-	-	-	-	-	-	-	-	-	-
Reinsurance commission received	-	-	4	-	4	-	-	-	-	-
Profit / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Other Cash flows	136	-	-	-	136	-	-	-	-	-
Total cash flows	136	-	4	-	140	-	-	-	-	-
Net closing balance	3,921	-	140	-	4,061	-	-	-	-	-
Closing liabilities	-	-	-	-	-	-	-	-	-	-
Closing assets	3,921	-	140	-	4,061	-	-	-	-	-
Net closing balance	3,921	-	140	-	4,061	-	-	-	-	-

* The opening balance has been recognized in accordance with the newly executed agreement with the IDI pool, which defines the terms and obligations applicable from the effective date from the opening balances of the pool balances.

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4. INSURANCE AND REINSURANCE CONTRACTS UNDER IFRS-17 (CONTINUED)

4.2.5 Analysis of Reinsurance contract assets and liabilities for contracts measured under GMM - Inherent defect insurance pool (continued)

	As at June 30, 2025 (unaudited)				As at December 31, 2024 (Audited)			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total
Inherent defect insurance pool	SAR' 000				SAR' 000			
Opening balance	-	-	-	-	-	-	-	-
Adjustment due to IDI pool subscription (note 4.1.5)*	(106)	(276)	(3,650)	(4,032)	-	-	-	-
Net opening balance adjusted after IDI pool adjustment	(106)	(276)	(3,650)	(4,032)	-	-	-	-
<i>Net (expenses) / income from reinsurance contracts held</i>								
Changes that relate to current service	1,505	(1)	(19)	1,485	-	-	-	-
Changes that relate to future service	(1,307)	58	(260)	(1,509)	-	-	-	-
Changes that relate to past service	(23)	-	-	(23)	-	-	-	-
Insurance service expenses	175	57	(279)	(47)	-	-	-	-
Finance income from reinsurance contracts	151	13	52	216	-	-	-	-
Total amounts recognised in statement of income	326	70	(227)	169	-	-	-	-
Cash flows								
Ceded premium	-	-	-	-	-	-	-	-
Incurring claims recoveries	4	-	-	4	-	-	-	-
Commission and management fee	136	-	-	136	-	-	-	-
Other Cash Flows	-	-	-	-	-	-	-	-
Total cash flows	140	-	-	140	-	-	-	-
Net closing balance	292	346	3,423	4,061	-	-	-	-

* The opening balance has been recognized in accordance with the newly executed agreement with the IDI pool, which defines the terms and obligations applicable from the effective date from the opening balances of the pool balances.

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5. INSURANCE REVENUE

	For the three-month period ended		For the six-month period ended	
	30 June, 2025 (Unaudited)	30 June, 2024 (Unaudited)	30 June, 2025 (Unaudited)	30 June, 2024 (Unaudited)
	SAR' 000		SAR' 000	
<i>Contracts measured under the PAA & GMM</i>				
Gross written premium	93,766	41,133	151,536	93,435
Change in unearned premium reserves	(25,016)	8,717	(26,006)	3,481
Change in premium debtors' provision	602	509	1,967	(691)
Expected incurred claims and other service expenses	150	-	150	-
CSM recognized for service period	29	-	29	-
Total Insurance Revenue	69,531	50,359	127,676	96,225
INSURANCE SERVICE EXPENSES				
<i>Contracts measured under the PAA</i>				
Incurred claims	(42,557)	(29,984)	(78,826)	(65,599)
Directly attributable non-acquisition expenses	(7,148)	(7,264)	(14,569)	(12,445)
Changes relating to liabilities for incurred claims	1,590	7,364	2,336	15,883
Loss reversals on onerous contracts	2,127	5,469	2,205	4,336
Insurance acquisition cost incurred	(16,779)	(12,380)	(31,230)	(25,765)
Other methodology difference	(77)	-	(77)	-
Surplus distribution to policyholders	-	(1,051)	-	(1,051)
Total Insurance Service Expenses	(62,844)	(37,846)	(120,161)	(84,641)
Insurance service result before reinsurance contracts held	6,687	12,513	7,515	11,584
EXPENSE FROM REINSURANCE CONTRACTS HELD				
Allocation of reinsurance premiums	(2,995)	(709)	(5,550)	(1,798)
Amounts recoverable from reinsurers for incurred claims	2,316	(405)	2,802	625
Net expense from reinsurance contracts held	(679)	(1,114)	(2,748)	(1,173)
Insurance Service Result	6,008	11,399	4,767	10,411

Gross written premium and change in unearned premium reserves includes an amount of SAR 9.65 million and SAR 4.95 million respectively for the period ended 30 June 2025 (for the period ended 30 June 2024: SAR nil) that pertains to the Company's share of Employers' Delinquency (ED) portfolio.

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6 GROSS PREMIUM WRITTEN

Premium written during the period is as follows:

	For the three-month period ended 30 June 2025 (Unaudited)				For the six-month period ended 30 June 2025 (Unaudited)			
	Medical	Motor	Property & Casualty	Total	Medical	Motor	Property & Casualty	Total
	SAR' 000				SAR' 000			
- Corporate enterprises	655	2,108	10,076	12,839	1,222	5,117	10,960	17,299
- Medium enterprises	268	-	210	478	1,489	-	579	2,068
- Small enterprises	4,885	-	353	5,238	8,691	1	512	9,204
- Very Small enterprises	67,690	614	95	68,399	105,637	606	170	106,413
- Individual	3,130	3,682	-	6,812	7,322	9,223	7	16,552
Total Gross premiums written	76,628	6,404	10,734	93,766	124,361	14,947	12,228	151,536
	For the three-month period ended 30 June 2024 (Unaudited)				For the six-month period ended 30 June 2024 (Unaudited)			
	Medical	Motor	Property & Casualty	Total	Medical	Motor	Property & Casualty	Total
	SAR' 000				SAR' 000			
- Corporate enterprises	3,030	-	10	3,040	4,792	-	62	4,854
- Medium enterprises	-	-	556	556	-	-	729	729
- Small enterprises	7,527	-	-	7,527	21,765	25	-	21,790
- Very Small enterprises	25,728	9	-	25,737	55,286	9	-	55,295
- Individual	-	4,273	-	4,273	-	10,767	-	10,767
Total Gross premiums written	36,285	4,282	566	41,133	81,843	10,801	791	93,435

Gross written premium includes an amount of SAR 9.65 million for the period ended 30 June 2025 (for the period ended 30 June 2024: SAR nil) that pertains to the Company's share of Employers' Delinquency (ED) portfolio.

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7 EXPENSE ALLOCATION ANALYSIS

7.1 Following is the breakdown of expenses by category:

	For the six-month period ended 30 June 2025 (Unaudited)						For the six-month period ended 30 June 2024 (Unaudited)					
	ECL on premiums receivable	Insurance acquisition costs	Attributable non-acquisition expenses	Total attributable expenses	Non-attributable expenses	Total	ECL on premiums receivable	Insurance acquisition costs	Attributable non-acquisition expenses	Total attributable expenses	Non-attributable expenses	Total
	SAR' 000						SAR' 000					
<i>Allocation of expenses</i>												
Commissions incurred on premium written during the period	-	13,425	-	13,425	-	13,425	-	12,607	-	12,607	-	12,607
Claims handling and other expenses	-	11,062	-	11,062	-	11,062	-	5,685	-	5,685	-	5,685
Other underwriting expenses	-	1,800	-	1,800	-	1,800	-	2,937	-	2,937	-	2,937
(Reversal) / provision for expected credit loss on premium receivables	(1,967)	-	-	(1,967)	-	(1,967)	691	-	-	691	-	691
Total	(1,967)	26,287	-	24,320	-	24,320	691	21,229	-	21,920	-	21,920
<i>Common general and administrative expenses</i>												
Staff cost	-	4,943	10,556	15,499	1,653	17,152	-	4,536	9,193	13,729	1,607	15,336
Depreciation and amortization	-	-	304	304	371	675	-	-	340	340	416	756
Professional and legal costs	-	-	1,500	1,500	837	2,337	-	-	679	679	2,952	3,631
Communication and technology	-	-	1,377	1,377	1,284	2,661	-	-	1,410	1,410	1,173	2,583
Rents	-	-	433	433	530	963	-	-	384	384	469	853
Transportation & travel	-	-	-	-	355	355	-	-	-	-	358	358
Office related exp & maintenance	-	-	399	399	523	922	-	-	439	439	665	1,104
Provision for prepayments and other receivables	-	-	-	-	1,875	1,875	-	-	-	-	-	-
Total	-	4,943	14,569	19,512	7,428	26,940	-	4,536	12,445	16,981	7,640	24,621
<i>Expenses pertaining to shareholders' operations</i>												
Shareholder expenses	-	-	-	-	854	854	-	-	-	-	1,096	1,096
Total Expenses	(1,967)	31,230	14,569	43,832	8,282	52,114	691	25,765	12,445	38,901	8,736	47,637

7.2 The breakdown of the expenses attributed and allocated to insurance operations by major product line of business is presented below:

Allocation of expenses	For the six-month period ended 30 June 2025 (Unaudited)				For the six-month period ended 30 June 2024 (Unaudited)			
	ECL on premiums receivable	Insurance acquisition costs	Attributable non-acquisition expenses	Total attributable expenses	ECL on premiums receivable	Insurance acquisition costs	Attributable non-acquisition expenses	Total attributable expenses
	SAR' 000				SAR' 000			
Medical	(1,366)	25,137	11,037	34,808	1,292	18,291	9,913	29,496
Motor	(537)	5,085	2,681	7,229	(658)	6,222	2,361	7,925
Property & Casualty	(64)	1,008	851	1,795	57	1,252	171	1,480
Total	(1,967)	31,230	14,569	43,832	691	25,765	12,445	38,901

Insurance acquisition costs includes an amount of SAR 0.10 million and attributable non- acquisition expenses includes an amount of SAR 0.01 million for the period ended 30 June 2025 (for the period ended 30 June 2024: SAR nil) that pertains to the Company's share of Employers' Delinquency (ED) portfolio.

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8. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise the following:

Cash and bank balances
Deposits maturing within 3 months from the acquisition date
ECL on cash and cash equivalents
Total

Insurance operations	
As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
SAR'000	
23,878	17,199
20,431	28,350
(1)	(2)
44,308	45,547

Cash and bank balances
Deposits maturing within 3 months from the acquisition date
ECL on cash and cash equivalents
Total
Total cash and cash equivalents

Shareholders' operations	
As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
SAR'000	
10,786	2,539
125,694	48,777
(13)	(5)
136,467	51,311
180,775	96,858

Deposits are maintained with financial institutions and have a maturity of three months or less from the date of acquisition. These earn commission at an average rate of 5.54% per annum as at June 30, 2025 (December 31, 2024: 5.52% per annum).

Bank balances and murabaha deposits are placed with counterparties with sound credit ratings under Standard and Poor's and Moody's ratings methodology.

Cash and cash equivalents includes an amount of SAR 0.79 million and 3.04 million as of 30 June 2025 (31 December 2024: SAR nil) that pertains to the Company's share of Employers' Delinquency (ED) and Inherent Defect Insurance (IDI) portfolio respectively.

9. SHORT TERM DEPOSITS

Short term deposits
Total

Insurance operations	
As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
SAR'000	
1,624	-
1,624	-

Short term deposits
ECL on short term deposits
Total
Total short term deposits

Shareholders' operations	
As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
SAR'000	
83,857	162,668
(11)	(22)
83,846	162,646
85,470	162,646

Deposits are maintained with financial institutions and have a maturity of more than three months and less than one year from the date of acquisition. These earn commission at an average rate of 5.50% per annum as at June 30, 2025 (December 31, 2024: 5.51% per annum).

Short term deposits includes an amount of SAR 1.62 million as of 30 June 2025 (31 December 2024: SAR nil) that pertains to the Company's share of Inherent Defect Insurance (IDI) portfolio.

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10 RECEIVABLE FROM AGENTS

These comprise balances receivable from agents on account of the sale of insurance policies by agents on behalf of the Company. These amounts are clubbed under insurance contract assets and liabilities.

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
	SAR'000	
Receivable from brokers / agents	58,963	60,241
Less: expected credit loss allowance	(22,709)	(24,297)
Closing balance	36,254	35,944

11. INVESTMENTS

Maximum exposure to credit risk – financial instruments subject to ECL

The Company's exposures to credit risk are not collateralized. The following tables contains an analysis of the credit risk exposure of the financial instruments for which an ECL allowance is recognised. The gross carrying amount of financial assets measured at amortised cost below also represents the Company's maximum exposure to credit risk on these assets.

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
	SAR'000	
Insurance Operations		
Investment measured at FVOCI	63,664	61,154
	63,664	61,154
Shareholders' Operations		
Investment measured at FVOCI	1,118	1,131
Investment measured at FVTPL	5,909	5,879
Investment measured at amortized cost	21,277	21,162
	28,304	28,172
Total	91,968	89,326

11(a). The movement in investments measured at FVOCI is as follows:

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
	SAR'000	
Insurance Operations		
Opening balance	61,154	43,484
Changes in fair value of investments measured at FVOCI	2,510	17,670
Closing balance	63,664	61,154
Shareholders' Operations		
Opening balance	1,131	1,423
Changes in fair value of investments measured at FVOCI	(13)	(292)
Closing balance	1,118	1,131
Total	64,782	62,285

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11. INVESTMENTS (CONTINUED)

11(a). The movement in investments measured at FVOCI (continued)

The investment measured at FVOCI includes investment in Najm, Real estate investment trusts "REITs") & Initial Public Offerings ("IPOs") that has been valued as follows:

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
	SAR'000	
Cost of investment	3,210	3,210
<u>Fair Value Reserve</u>		
At the beginning of the period	59,075	41,697
Changes in fair value	2,497	17,378
Fair value reserve- closing balance	61,572	59,075
Total Investment at FVOCI	64,782	62,285

The fair value of Najm is based on the independent valuation report dated 31 December 2024. The independent valuer has been appointed by the Najm.

11(b). The movement in investments measured at FVTPL is as follows:

The investment measured at FVTPL includes investment in Rasan, Saudi Aramco & Arabian Mills Co. ("IPOs") that has been valued as follows:

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
	SAR'000	
Shareholders' Operations		
<u>Cost of investments measured at FVTPL</u>		
Opening balance	2,872	-
Purchases during the period	81	2,872
Cost of investments measured at FVTPL	2,953	2,872
Opening balance	3,007	-
Changes in fair value of investments measured at FVTPL	(51)	3,007
Changes in fair value of investments at FVTPL	2,956	3,007
Total Investment at FVTPL	5,909	5,879

11(c). The movement in investments measured at amortised costs is as follows:

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
	SAR'000	
Shareholders' Operations		
Opening balance	21,179	17,581
Purchases during the period	-	3,548
	21,179	21,129
Add: Accrued Commission Income	106	50
	21,285	21,179
Less: Expected credit loss on investments measured at amortised cost	(8)	(17)
Net closing balance	21,277	21,162

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11. INVESTMENTS (CONTINUED)

11(d). The breakdown of investments including short term deposits measured at amortised costs is as follows:

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
Shareholders' Operations	SAR'000	
Sukuks and fund	21,277	21,162
Short term deposits (note 9)	83,846	162,646
	105,123	183,808

The term deposits after ECL impact, having original maturity exceeding three months have been placed with reputable commercial banks and financial institutions locally. They are mostly denominated in Saudi Arabian Riyals. These deposits earn yield at rates 5.50% per annum. Term deposits are placed with counterparties that have credit ratings equivalent to AAA+ to BBB ratings under standard and Poor's Fitch and Moody's rating Methodology.

11(e). The breakdown of investments income is as follows:

	For the six-month period ended	
Insurance Operations	30 June, 2025 (Unaudited)	30 June, 2024 (Unaudited)
	SAR'000	
Murabaha deposits	426	249
Closing balance	426	249

	For the six-month period ended	
Shareholders' Operations	30 June, 2025 (Unaudited)	30 June, 2024 (Unaudited)
	SAR'000	
Sukuks and fund	699	255
Dividend	52	39
Murabaha deposits	5,447	5,980
	6,198	6,274
Total investment income	6,624	6,523

Investment income from Murabaha deposits includes an amount of SAR 0.01 million and SAR 0.04 million for the period ended 30 June 2025 (for the period ended 30 June 2024: nil) that pertains to the Company's share of Employers' Delinquency (ED) and Inherent Defect Insurance (IDI) portfolio respectively.

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12. ACCRUED EXPENSES AND OTHER LIABILITIES

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
Insurance Operations	SAR' 000	
Accrual against stale cheques	3,082	3,082
Accrued employees' benefits	2,903	3,921
Unallocated receipts	-	2,809
Provision for withholding tax	2,142	2,058
Others	6,849	1,780
	14,976	13,650
Shareholders' Operations	SAR' 000	
Accrued Board of Directors (BoD) allowances	1,208	1,840
Others	1,757	1,757
	2,965	3,597
Total	17,941	17,247

Others includes an amount of SAR 0.99 million as of 30 June 2025 (31 December 2024: SAR nil) that pertains to the Company's share of Inherent Defect Insurance (IDI) portfolio.

13. PREPAYMENTS AND OTHER RECEIVABLES

	As at 30 June, 2025 (Unaudited)	As at 31 December, 2024 (Audited)
Insurance Operations	SAR' 000	
Prepaid subscriptions and other expenses	3,143	1,476
Accrued hajj and umrah income	893	2,717
Employees' receivables	799	1,241
Prepaid medical insurance premiums	562	1,405
Prepaid rent	431	294
Accrued profit on investments	17	122
Other receivables	6,252	9,832
	12,097	17,087
Shareholders' Operations	SAR' 000	
Accrued profit on investments	2,307	4,327
Others	324	209
	2,631	4,536
Total	14,728	21,623

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14. PROPERTY AND EQUIPMENT AND INTANGIBLE ASSETS

As at 30 June, 2025 (Unaudited)							
SAR' 000							
	Leasehold improvements	Furniture and fittings	Computer and office equipment	Motor Vehicles	Capital work in progress	Total property and equipment	Intangible assets
Cost							
1 January 2025	6,181	2,384	7,838	219	4,488	21,110	7,898
Additions during the period	-	-	76	-	547	623	529
Transfer from capital work in progress	-	-	-	-	(1,339)	(1,339)	1,339
30 June 2025	6,181	2,384	7,914	219	3,696	20,394	9,766
Accumulated depreciation/amortisation							
1 January 2025	5,970	2,278	7,489	219	-	15,956	6,724
Charge for the period	99	42	179	-	-	320	355
30 June 2025	6,069	2,320	7,668	219	-	16,276	7,079
Net book value:							
30 June 2025	112	64	246	-	3,696	4,118	2,687
As at 31 December, 2024 (Audited)							
SAR' 000							
	Leasehold improvements	Furniture and fittings	Computer and office equipment	Motor Vehicles	Capital work in progress	Total property and equipment	Intangible assets
Cost							
1 January 2024	6,167	2,364	7,711	219	4,014	20,475	7,034
Additions during the period	14	20	127	-	474	635	864
31 December 2024	6,181	2,384	7,838	219	4,488	21,110	7,898
Accumulated depreciation/amortisation							
1 January 2024	5,552	2,113	7,023	219	-	14,907	6,293
Charge for the year	418	165	466	-	-	1,049	431
31 December 2024	5,970	2,278	7,489	219	-	15,956	6,724
Net book value:							
31 December 2024	211	106	349	-	4,488	5,154	1,174

Capital work in progress represents cost incurred for various software related projects.

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15. COMMITMENTS AND CONTINGENCIES

The Company's commitments and contingencies are as follows:

	30 June, 2025 (Unaudited)	31 December, 2024 (Audited)
	SAR'000	
Capital and other commitments	857	357
	857	357

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

16. FAIR VALUES OF 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. The fair value measurement is based on the presumption that the transaction takes place either:

- in the accessible principal market for the asset or liability, or
- in the absence of a principal market, in the most advantages accessible market for the asset or liability

The management assessed that cash and short-term deposits, premium and reinsurance receivables, receivables from related parties, trade and other payables and other financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

Determination of fair value and fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1: quoted prices in active markets for the same or identical instrument that an entity can access at the measurement date;

Level 2: quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data; and

Level 3: valuation techniques for which any significant input is not based on observable market data.

a) Carrying amounts and fair value

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value.

Insurance operations

	As at 30 June, 2025 (Unaudited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	SAR' 000				
Investments designated as FVOCI	63,664	-	-	63,664	63,664
Total	63,664	-	-	63,664	63,664

	As at 31 December, 2024 (Audited)				
	Carrying value	Level 1	Level 2	Level 3	Total
	SAR' 000				
Investments designated as FVOCI	61,154	-	-	61,154	61,154
Total	61,154	-	-	61,154	61,154

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16. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

Shareholders' operations

As at 30 June, 2025 (Unaudited)					
Carrying value	Level 1	Level 2	Level 3	Total	
SAR' 000					
Investments designated as FVOCI	1,118	1,118	-	-	1,118
Investments designated as FVTPL	5,909	5,909	-	-	5,909
Total	7,027	7,027	-	-	7,027
As at 31 December, 2024 (Audited)					
Carrying value	Level 1	Level 2	Level 3	Total	
SAR' 000					
Investments designated as FVOCI	1,131	1,131	-	-	1,131
Investments designated as FVTPL	5,879	5,879	-	-	5,879
Total	7,010	7,010	-	-	7,010

The fair value of other financial assets and liabilities, not included in the table above, are not materially different from the carrying values included in the financial statements.

b) Measurement of fair value

Financial assets at FVOCI at 30 June 2025 include 689,655 shares (31 December 2024: 689,655 shares) in Najm for Insurance Services ("Najm"). The investment is carried at fair value of SR 63.66 million as at 30 June 2025 (31 December 2024 at SR 61.15 million) computed using "Discounted Cash Flow Method". Major assumptions related to revenue growth, cost of sales, interest income, general and admin expenses and depreciation were assessed for reasonableness based on recent projections.

The assumptions used involve a considerable degree of estimation on the part of expert. Actual conditions may differ from assumptions and thus actual cash flows may be different to those expected with a potential material effect on the recoverability of amounts. The most significant assumptions used in the determination of expected discounted cash flows for the next 5 years are:

- Weighted average cost of capital of 16.5% (2024: 16.5%) and
- Long-term growth rate of 2% (2024: 2%).

Although management believes that the assumptions used to evaluate potential impairment are reasonable, with a significant portion based on the actual performance achieved in the past, such assumptions are inherently subjective.

A sensitivity analysis has been performed and an increase of 0.5% of the weighted average cost of capital and a decrease of 0.5% of the long-term growth have no material impact on the valuation.

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17. OPERATING SEGMENTS

Operating segments are identified on the basis of internal reports about components of the Company that are regularly reviewed by the Company's Board of directors in their function as chief operating decision maker in order to allocate resources to the segments and to assess their performance.

Transactions between the operating segments are on normal commercial terms and conditions. The revenue from external parties reported to the Board is measured in a manner consistent with that in the income statement. Segment assets and liabilities comprise operating assets and liabilities.

Segment assets do not include cash and cash equivalents, due from shareholders' operations, prepaid expenses & other assets, property and equipment, intangible assets. Accordingly, these are included in unallocated assets.

Segment liabilities do not include accrued and other liabilities, due to shareholders' operations, end of service benefit liability, related to insurance operations thereon. Accordingly, these are included in unallocated liabilities.

These unallocated assets and liabilities are not reported to chief operating decision maker under related segments and are monitored on a centralized basis.

Segments do not include shareholders' assets and liabilities and equity hence, these are presented under unallocated assets / liabilities accordingly.

The segment information provided to the Company's chief executive officer for the reportable segments for the Company's total assets and liabilities as at June 30, 2025 and December 31, 2024, its total revenues, expenses, and net income / (loss) for the period then ended, are as follows:

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17. OPERATING SEGMENTS (CONTINUED)

Financial Position

An analysis of the amounts presented on the balance sheet for insurance contracts and reinsurance contracts has been included in the table below:

	As at 30 June, 2025 (Unaudited)						
		Medical /	Property &		Total -	Shareholders'	
Operating segments	Motor	Health	Casualty	Unallocated	Insurance operations	operations	Total
	SAR' 000						
Assets:							
Cash and cash equivalents	-	-	-	44,308	44,308	136,467	180,775
Short term deposits	-	-	-	1,624	1,624	83,846	85,470
Insurance contract assets	15,328	18,498	5,413	-	39,239	-	39,239
Reinsurance contract assets	1,845	1,638	7,066	-	10,549	-	10,549
Investment measured at fair value through other comprehensive income	-	-	-	63,664	63,664	1,118	64,782
Investment measured at fair value through profit and loss	-	-	-	-	-	5,909	5,909
Investments held at amortised cost	-	-	-	-	-	21,277	21,277
Prepayments and other receivables	-	-	-	12,097	12,097	2,631	14,728
Property and equipment	-	-	-	4,118	4,118	-	4,118
Intangible assets	-	-	-	2,687	2,687	-	2,687
Statutory deposit	-	-	-	-	-	64,500	64,500
Accrued income on statutory deposit	-	-	-	-	-	1,568	1,568
Total assets	17,173	20,136	12,479	128,498	178,286	317,316	495,602
Liabilities, accumulated surplus & equity:							
Insurance contract liabilities	22,269	114,186	13,964	-	150,419	-	150,419
Reinsurance contract liabilities	1,946	-	3,677	-	5,623	-	5,623
Accrued expenses and other liabilities	-	-	-	14,976	14,976	2,965	17,941
Employees' end-of-service benefits (EOSB)	-	-	-	4,606	4,606	-	4,606
Provision for zakat and income tax	-	-	-	-	-	410	410
Accrued income payable to Insurance Authority	-	-	-	-	-	1,568	1,568
Total liabilities, accumulated surplus and equity	24,215	114,186	17,641	19,582	175,624	4,943	180,567

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17. OPERATING SEGMENTS (CONTINUED)

	As at 31 December, 2024 (Audited)						
	Motor	Medical / Health	Property & Casualty	Unallocated	Total - Insurance operations	Shareholders' operations	Total
Operating segments	SAR' 000						
Assets:							
Cash and cash equivalents	-	-	-	45,547	45,547	51,311	96,858
Short term deposits	-	-	-	-	-	162,646	162,646
Insurance Contract Assets	10,408	16,182	1,248	-	27,838	-	27,838
Reinsurance Contract Assets	1,612	-	1,094	-	2,706	-	2,706
Investment measured at fair value through other comprehensive income				61,154	61,154	1,131	62,285
Investment measured at fair value through profit and loss	-	-	-	-	-	5,879	5,879
Investments held at amortised cost	-	-	-	-	-	21,162	21,162
Prepayments and other assets	-	-	-	17,087	17,087	4,536	21,623
Property and equipment	-	-	-	5,154	5,154	-	5,154
Intangible assets	-	-	-	1,174	1,174	-	1,174
Statutory deposit	-	-	-	-	-	64,500	64,500
Accrued income on statutory deposit	-	-	-	-	-	1,755	1,755
Total assets	12,020	16,182	2,342	130,116	160,660	312,920	473,580
Liabilities, accumulated surplus & equity:							
Insurance Contract liabilities	20,293	108,802	2,799	-	131,894	-	131,894
Reinsurance Contract liabilities	1,541	534	1,813	-	3,888	-	3,888
Accrued expenses and other liabilities	-	-	-	13,650	13,650	3,597	17,247
Employees' end-of-service benefits	-	-	-	4,462	4,462	-	4,462
Provision for zakat and income tax	-	-	-	-	-	1,547	1,547
Accrued income payable to Insurance Authority	-	-	-	-	-	1,755	1,755
Total liabilities, accumulated surplus and equity	21,834	109,336	4,612	18,112	153,894	6,899	160,793

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17. OPERATING SEGMENTS (CONTINUED)

Operating segments	For the three-month period ended 30 June 2025 (Unaudited)					
	Motor	Medical	Property & Casualty	Unallocated	Insurance Operations	Shareholders' Operations
	SAR' 000					
Insurance revenue	6,611	57,199	5,721	-	69,531	-
Insurance service expenses	(9,102)	(48,941)	(4,801)	-	(62,844)	-
Insurance service result before reinsurance contracts held	(2,491)	8,258	920	-	6,687	-
Allocation of reinsurance premiums	(463)	770	(3,302)	-	(2,995)	-
Amounts recoverable from / (payable to) reinsurers for incurred claims	(16)	361	1,971	-	2,316	-
Net expense from reinsurance contracts held	(479)	1,131	(1,331)	-	(679)	-
Insurance service result	(2,970)	9,389	(411)	-	6,008	-
Investment income	-	-	-	199	199	3,111
Re-valuation gain on investments at fair value through profit and loss	-	-	-	-	-	250
Expected credit loss allowance on financial assets	-	-	-	1	1	12
Net investment income	-	-	-	200	200	3,373
Finance income / (expenses) from insurance and reinsurance contracts issued	89	171	(39)	-	221	-
Net insurance finance expenses	89	171	(39)	-	221	-
Net insurance and investment result	(2,881)	9,560	(450)	200	6,429	3,373
Other operating loss	-	-	(300)	-	(300)	-
Other operating expenses	-	-	-	(527)	(527)	(427)
Total income for the period attributable to shareholders before zakat	(2,881)	9,560	(750)	(327)	5,602	2,946
Provision for Zakat	-	-	-	-	-	(2,937)
Net income for the period, after zakat, attributable to the shareholders	(2,881)	9,560	(750)	(327)	5,602	9

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17. OPERATING SEGMENTS (CONTINUED)

Operating segments	For the three-month period ended 30 June 2024 (Unaudited)					
	Motor	Medical	Property & Casualty	Unallocated	Insurance Operations	Shareholders' Operations
	SAR' 000					
Insurance revenue	6,371	43,780	208	-	50,359	-
Insurance service expenses	(3,759)	(33,992)	(95)	-	(37,846)	-
Insurance service result before reinsurance contracts held	2,612	9,788	113	-	12,513	-
Allocation of reinsurance premiums	(620)	-	(89)	-	(709)	-
Amounts recoverable from / (payable to) reinsurers for incurred claims	(300)	-	(105)	-	(405)	-
Net expense from reinsurance contracts held	(920)	-	(194)	-	(1,114)	-
Insurance service result	1,692	9,788	(81)	-	11,399	-
Investment income	-	-	-	102	102	2,958
Re-valuation gain on investments at fair value through profit and loss	-	-	-	-	-	1,899
Expected credit loss allowance on financial assets	-	-	-	-	-	29
Net investment income	-	-	-	102	102	4,886
Finance expenses from insurance and reinsurance contracts issued	(39)	170	(6)	-	125	-
Net insurance finance expenses	(39)	170	(6)	-	125	-
Net insurance and investment result	1,653	9,958	(87)	102	11,626	4,886
Other operating (loss) / income	-	-	-	1,273	1,273	-
Other operating expenses	-	-	-	(5,595)	(5,595)	(712)
Total income for the period attributable to shareholders before zakat	1,653	9,958	(87)	(4,220)	7,304	4,174
Provision for Zakat	-	-	-	-	-	(1,900)
Net income for the period, after zakat, attributable to the shareholders	1,653	9,958	(87)	(4,220)	7,304	2,274

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17. OPERATING SEGMENTS (CONTINUED)

Operating segments	For the six-month period ended 30 June 2025 (Unaudited)					
	Motor	Medical	Property & Casualty	Unallocated	Insurance Operations	Shareholders' Operations
	SAR' 000					
Insurance revenue	13,579	107,238	6,859	-	127,676	-
Insurance service expenses	(16,588)	(98,510)	(5,063)	-	(120,161)	-
Insurance service result before reinsurance contracts held	(3,009)	8,728	1,796	-	7,515	-
Allocation of reinsurance premiums	(925)	(730)	(3,895)	-	(5,550)	-
Amounts recoverable from / (payable to) reinsurers for incurred claims	545	361	1,896	-	2,802	-
Net expense from reinsurance contracts held	(380)	(369)	(1,999)	-	(2,748)	-
Insurance service result	(3,389)	8,359	(203)	-	4,767	-
Investment income	-	-	-	426	426	6,198
Re-valuation loss on investments at fair value through profit and loss	-	-	-	-	-	(51)
Expected credit loss allowance reversal on financial assets	-	-	-	1	1	12
Net investment income	-	-	-	427	427	6,159
Finance income / (expenses) from insurance and reinsurance contracts issued	(4)	97	(78)	-	15	-
Net insurance finance expenses	(4)	97	(78)	-	15	-
Net insurance and investment result	(3,393)	8,456	(281)	427	5,209	6,159
Other operating (loss) / income	-	-	-	12	12	-
Other operating expenses	-	-	-	(7,428)	(7,428)	(854)
Total (loss) / income for the period attributable to shareholders before zakat	(3,393)	8,456	(281)	(6,989)	(2,207)	5,305
Provision for Zakat	-	-	-	-	-	(3,347)
Net (loss) / income for the period, after zakat, attributable to the shareholders	(3,393)	8,456	(281)	(6,989)	(2,207)	1,958

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17. OPERATING SEGMENTS (CONTINUED)

Operating segments	For the six-month period ended 30 June 2024 (Unaudited)					
	Motor	Medical	Property & Casualty	Unallocated	Insurance Operations	Shareholders' Operations
	SAR' 000					
Insurance revenue	13,202	82,541	482	-	96,225	-
Insurance service expenses	(10,069)	(73,965)	(607)	-	(84,641)	-
Insurance service result before reinsurance contracts held	3,133	8,576	(125)	-	11,584	-
Allocation of reinsurance premiums	(1,240)	(384)	(174)	-	(1,798)	-
Amounts recoverable from / (payable to) reinsurers for incurred claims	510	307	(192)	-	625	-
Net expense from reinsurance contracts held	(730)	(77)	(366)	-	(1,173)	-
Insurance service result	2,403	8,499	(491)	-	10,411	-
Investment income	-	-	-	249	249	6,274
Re-valuation gain on investments at fair value through profit and loss	-	-	-	-	-	1,899
Expected credit loss allowance on financial assets	-	-	-	-	-	21
Net investment income	-	-	-	249	249	8,194
Finance expenses from insurance and reinsurance contracts issued	(124)	(45)	(6)	-	(175)	-
Net insurance finance expenses	(124)	(45)	(6)	-	(175)	-
Net insurance and investment result	2,279	8,454	(497)	249	10,485	8,194
Other operating (loss) / income	-	-	-	1,294	1,294	-
Other operating expenses	-	-	-	(7,640)	(7,640)	(1,096)
Total income for the period attributable to shareholders before zakat	2,279	8,454	(497)	(6,097)	4,139	7,098
Reversal of provision for Zakat	-	-	-	-	-	293
Net income for the period, after zakat, attributable to the shareholders	2,279	8,454	(497)	(6,097)	4,139	7,391

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18. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent major shareholders, directors and key management personnel of the Company, and companies of which they are principal owners and any other entities controlled, jointly controlled or significantly influenced by them. Pricing policies and terms of these transactions are approved by the Company's management and Board of Directors. The following are the details of the major related party transactions during the period and the related balances:

DUE FROM RELATED PARTIES

<i>Transactions for the period ended</i>		<i>Balance as at</i>	
30 June, 2025	30 June, 2024	30 June, 2025	31 December, 2024
(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
SAR' 000	SAR' 000	SAR' 000	SAR' 000

Entities controlled, jointly controlled or significantly influenced by related parties due to common director ship

El Seif companies group

- Premium issued	-	18	1,162	1,162
- Claims incurred	-	79	-	-
	-	97	1,162	1,162

Globe-Med

- Volume rebate	6,812	-	6,812	4,400
Total	6,812	97	7,974	5,562

Less: expected credit loss

Due from related parties, net

(690)	(639)
7,284	4,923

The movement in the provision for doubtful receivables regarding related parties was as following:

These balances are clubbed into insurance contract assets and liabilities.

	<i>Balances as at</i>	
	30 June, 2025	31 December, 2024
	(Unaudited)	(Audited)
	SAR' 000	SAR' 000
Opening balance	639	623
Charge during the period	51	16
Closing balance	690	639

DUE TO RELATED PARTIES

<i>Transactions for the period ended</i>		<i>Balances as at</i>	
30 June, 2025	30 June, 2024	30 June, 2025	31 December, 2024
(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
SAR' 000	SAR' 000	SAR' 000	SAR' 000

Board of Directors & related committee

Bonus and other allowances	731	769	1,208	1,840
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Globe-Med (Group entity)

Administration fees for handling medical claims and others

7,873	3,573	7,873	5,416
8,604	4,342	9,081	7,256

Key management personnel are persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly and comprise top management executives including the Chief Executive Officer, and the Chief Operating Officer of the Company.

The compensation of key management personnel during the period is as follows:

	<i>For the six-month period ended</i>	
	30 June, 2025	30 June, 2024
	(Unaudited)	(Unaudited)
	SAR' 000	SAR' 000
Salaries and other allowances	1,683	1,217
End of service indemnities	538	275
	2,221	1,492

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19. PROVISION FOR ZAKAT AND INCOME TAX

The Company has filed Zakat and income tax returns with Zakat, Tax, and Customs Authority ("ZATCA") up to the year ended December 31, 2024 and obtained the required certificate that is valid up to April 30, 2026.

Status of assessments

Zakat and Tax:

The Company has settled all zakat and income tax liabilities up to the year 2020. For FY 2021, The Company requested to apply the new Zakat regulations issued in 1445H, and the due amount was SAR 178,490, the Company accepted and paid amount as final settlement. For FY 2022, ZATCA issued an assessment for SAR 2.3 million, the Company has submitted an objection to ZATCA for an assessed amount of SAR 2.3 million, which is currently under review. For the financial year 2023 the Company apply the new Zakat regulations issued in 1445H, and still under review.

Value Added Tax (VAT):

The Company has settled all VAT liabilities up to the year 2018. For FY 2019 to 2022, ZATCA issue VAT assessment amounted in total 1.9 million, the Company paid the amount and cancelled penalties as ZATCA initiatives. The Company has filed an appeal before the General Secretariat of Tax Committees regarding the assessments for the years 2019 to 2022 which is still under review. For FY 2024, ZATCA issued an assessment of SAR 14 thousand, which is accepted by the Company, and has been settled.

Provision for zakat and income tax

Provision for zakat has been made at 2.586% of the higher of approximate zakat base or adjusted net income and 2.5% on adjusted net income attributable to the Saudi shareholders of the Company.

Income tax is payable at 20% of the adjusted net income attributable to the foreign shareholders of the Company.

The movement in the zakat provision for the period / year was as follows:

	As at 30 June, 2025 (Unaudited) SAR' 000	As at 31 December, 2024 (Audited) SAR' 000
Opening balance	1,547	11,789
Charge for the period	3,347	4,251
Paid during the period	(4,484)	(14,493)
Closing balance	410	1,547

20. STATUTORY DEPOSIT

In accordance with the Law on Supervision of Cooperative Insurance Companies in the Kingdom of Saudi Arabia, the Company is required to maintain a statutory deposit at 10%. Further, Insurance Authority (IA) has increased the statutory deposit by 5%. This statutory deposit cannot be withdrawn without the consent of Insurance Authority. The statutory deposit is currently maintained at 15% of the paid-up capital, SR 430 million, amounting to SR 64.5 million.

The statutory deposit is placed with a counterparty having investment grade credit rating. Accrued commission income on statutory deposit is shown as an asset and liability in the statement of financial position.

	As at 30 June, 2025 (Unaudited) SAR' 000	As at 31 December, 2024 (Audited) SAR' 000
Statutory deposit	64,500	64,500
	64,500	64,500

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21. CAPITAL MANAGEMENT

Objectives are set by the Company to maintain healthy capital ratios in order to support its business objectives and maximize shareholders' value.

The Company manages its capital requirements by assessing shortfalls between reported and required capital levels on a regular basis. Adjustments to current capital levels are made in light of changes in market conditions and risk characteristics of the Company's activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders or issue shares.

The Company manages its capital to ensure that it is able to continue as going concern and comply with the regulators' capital requirements of the markets in which the Company operates while maximizing the return to stakeholders through the optimization of the debt and equity balance. The capital structure of the Company consists of equity attributable to equity holders comprising paid share capital, reserves and retained earnings.

As per guidelines laid out by Insurance Authority (IA) previously known as SAMA in Article 66 of the Insurance Implementing Regulations detailing the solvency margin required to be maintained, the Company shall maintain solvency margin equivalent to the highest of the following three methods as per Insurance Implementing Regulations:

- Minimum Capital Requirement of SAR 100 million
- Premium Solvency Margin
- Claims Solvency Margin

The Company is in compliance with all externally imposed capital requirements with sound solvency margin. The capital structure of the Company as of June 30, 2025 consists of paid-up share capital of SAR 430 million and accumulated losses of SAR 174.79 million (December 31, 2024: paid-up share capital of SAR 430 million and accumulated losses of SAR 174.54 million.) in the statement of financial position.

In the opinion of the Board of Directors, the Company has fully complied with the externally imposed capital requirements during the reported financial year.

22. SHARE CAPITAL

As of June 30, 2025, the authorized, subscribed and paid-up share capital of the Company was SR 430 million, divided into 43 million shares of SR 10 each. (December 31, 2024: SR 430 million share capital dividend into 43 million shares of SR 10 each).

	As at 30 June, 2025 (Unaudited)		As at 31 December, 2024 (Audited)	
	Authorized and issued	Paid up	Authorized and issued	Paid up
	No. of Shares	SAR "000"	No. of Shares	SAR "000"
Major shareholders	4,376	43,761	4,376	43,761
Others	38,624	386,239	38,624	386,239
Total	43,000	430,000	43,000	430,000

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23. SUPPLEMENTARY INFORMATION

23.1 Statement of financial position

	As at 30 June, 2025 (Unaudited)			As at 31 December, 2024 (Audited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SAR' 000			SAR' 000		
ASSETS						
Cash and cash equivalents	44,308	136,467	180,775	45,547	51,311	96,858
Short term deposits	1,624	83,846	85,470	-	162,646	162,646
Insurance contract assets	39,239	-	39,239	27,838	-	27,838
Reinsurance contract assets	10,549	-	10,549	2,706	-	2,706
Investment measured at fair value through other comprehensive income	63,664	1,118	64,782	61,154	1,131	62,285
Investment measured at fair value through profit and loss	-	5,909	5,909	-	5,879	5,879
Investments held at amortised cost	-	21,277	21,277	-	21,162	21,162
Prepayments and other receivables	12,097	2,631	14,728	17,087	4,536	21,623
Property and equipment	4,118	-	4,118	5,154	-	5,154
Intangible assets	2,687	-	2,687	1,174	-	1,174
Statutory deposit	-	64,500	64,500	-	64,500	64,500
Due from shareholders' operations	57,332	-	57,332	50,718	-	50,718
Accrued income on statutory deposit	-	1,568	1,568	-	1,755	1,755
TOTAL ASSETS	235,618	317,316	552,934	211,378	312,920	524,298
LIABILITIES						
Insurance contract liabilities	150,419	-	150,419	131,894	-	131,894
Reinsurance contract liabilities	5,623	-	5,623	3,888	-	3,888
Accrued expenses and other liabilities	14,976	2,965	17,941	13,650	3,597	17,247
Employees' end-of-service benefits (EOSB)	4,606	-	4,606	4,462	-	4,462
Provision for zakat and income tax	-	410	410	-	1,547	1,547
Accrued income payable to Insurance Authority	-	1,568	1,568	-	1,755	1,755
Due to insurance operation	-	57,332	57,332	-	50,718	50,718
TOTAL LIABILITIES	175,624	62,275	237,899	153,894	57,617	211,511
EQUITY						
Share capital	-	430,000	430,000	-	430,000	430,000
Accumulated losses	-	(174,790)	(174,790)	-	(174,541)	(174,541)
Re-measurement of EOSB related to insurance operations	(1,747)	-	(1,747)	(1,747)	-	(1,747)
Fair value reserve for FVOCI investments	61,741	(169)	61,572	59,231	(156)	59,075
TOTAL SHAREHOLDERS' EQUITY						
TOTAL EQUITY	59,994	255,041	315,035	57,484	255,303	312,787
TOTAL LIABILITIES AND EQUITY	235,618	317,316	552,934	211,378	312,920	524,298

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23. SUPPLEMENTARY INFORMATION (CONTINUED)

23.2 Statement of income statement

	For the three-month period ended 30 June 2025			For the three-month period ended 30 June 2024		
	(Unaudited)			(Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SAR' 000			SAR' 000		
Insurance revenue	69,531	-	69,531	50,359	-	50,359
Insurance service expenses	(62,844)	-	(62,844)	(37,846)	-	(37,846)
Insurance service result before reinsurance contracts held	6,687	-	6,687	12,513	-	12,513
Allocation of reinsurance premiums	(2,995)	-	(2,995)	(709)	-	(709)
Amounts recoverable from / (payable to) reinsurers for incurred claims	2,316	-	2,316	(405)	-	(405)
Net expense from reinsurance contracts held	(679)	-	(679)	(1,114)	-	(1,114)
Insurance service result	6,008	-	6,008	11,399	-	11,399
Investment income	199	3,111	3,310	102	2,958	3,060
Re-valuation gain on investments at fair value through profit and loss	-	250	250	-	1,899	1,899
Expected credit loss allowance on financial assets	1	12	13	-	29	29
Net investment income	200	3,373	3,573	102	4,886	4,988
Finance income from insurance and reinsurance contracts issued	221	-	221	125	-	125
Net insurance finance income	221	-	221	125	-	125
Net insurance and investment result	6,429	3,373	9,802	11,626	4,886	16,512
Other operating (loss) / income	(300)	-	(300)	1,273	-	1,273
Other operating expenses	(527)	(427)	(954)	(5,595)	(712)	(6,307)
Total income for the period attributable to shareholders before zakat	5,602	2,946	8,548	7,304	4,174	11,478
Provision for Zakat	-	(2,937)	(2,937)	-	(1,900)	(1,900)
Net income for the period, after zakat, attributable to the shareholders	5,602	9	5,611	7,304	2,274	9,578

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23. SUPPLEMENTARY INFORMATION (CONTINUED)

23.2 Statement of income statement (continued)

	For the six-month period ended 30 June 2025			For the six-month period ended 30 June 2024		
	(Unaudited)			(Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SAR' 000			SAR' 000		
Insurance revenue	127,676	-	127,676	96,225	-	96,225
Insurance service expenses	(120,161)	-	(120,161)	(84,641)	-	(84,641)
Insurance service result before reinsurance contracts held	7,515	-	7,515	11,584	-	11,584
Allocation of reinsurance premiums	(5,550)	-	(5,550)	(1,798)	-	(1,798)
Amounts recoverable from reinsurers for incurred claims	2,802	-	2,802	625	-	625
Net expense from reinsurance contracts held	(2,748)	-	(2,748)	(1,173)	-	(1,173)
Insurance service result	4,767	-	4,767	10,411	-	10,411
Investment income	426	6,198	6,624	249	6,274	6,523
Re-valuation (loss) / gain on investments at fair value through profit and loss	-	(51)	(51)	-	1,899	1,899
Expected credit loss allowance on financial assets	1	12	13	-	21	21
Net investment income	427	6,159	6,586	249	8,194	8,443
Finance income / (expenses) from insurance and reinsurance contracts issued	15	-	15	(175)	-	(175)
Net insurance finance expenses	15	-	15	(175)	-	(175)
Net insurance and investment result	5,209	6,159	11,368	10,485	8,194	18,679
Other operating income	12	-	12	1,294	-	1,294
Other operating expenses	(7,428)	(854)	(8,282)	(7,640)	(1,096)	(8,736)
Total (loss) / income for the period attributable to shareholders before zakat	(2,207)	5,305	3,098	4,139	7,098	11,237
(Provision) / reversal for Zakat	-	(3,347)	(3,347)	-	293	293
Net (loss) / income for the period, after zakat, attributable to the shareholders	(2,207)	1,958	(249)	4,139	7,391	11,530

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23. SUPPLEMENTARY INFORMATION (CONTINUED)

23.3 Statement of cash flows

	30 June, 2025 (Unaudited)			30 June, 2024 (Unaudited)		
	Insurance Operations	Shareholders' Operations	Total	Insurance Operations	Shareholders' Operations	Total
	SAR' 000			SAR' 000		
Cash flows from operating activities						
Profit for the period before zakat	-	3,098	3,098	-	11,237	11,237
Adjustments for non-cash items:						
Depreciation and amortization	675	-	675	758	-	758
Provision / (reversal) for end-of-service benefits (EOSB)	345	-	345	(448)	-	(448)
Accrued commission income on investments held at amortised cost	-	(106)	(106)	-	(20)	(20)
(Reversal) / provision for expected credit loss (ECL)	-	(20)	(20)	-	48	48
(Income) / loss from changes in fair value of investments measured at FVTPL	-	51	51	-	(1,899)	(1,899)
Changes in operating assets and liabilities:						
Insurance contracts assets	(11,401)	-	(11,401)	3,121	-	3,121
Reinsurance contracts assets	(7,843)	-	(7,843)	(559)	-	(559)
Insurance contracts liabilities	18,525	-	18,525	(10,486)	-	(10,486)
Reinsurance contracts liabilities	1,735	-	1,735	229	-	229
Prepayments and other receivables	4,990	1,905	6,895	11,825	(1,518)	10,307
Accrued expenses and other liabilities	1,326	(632)	694	4,034	716	4,750
Zakat and income tax paid	-	(4,484)	(4,484)	-	(8,614)	(8,614)
Due to insurance operation	-	6,614	6,614	-	4,957	4,957
Due from shareholders' operations	(6,614)	-	(6,614)	(4,957)	-	(4,957)
Employees' end-of-service benefits paid	(201)	-	(201)	(153)	-	(153)
Net cash generated from operating activities	1,537	6,426	7,963	3,364	4,907	8,271
CASH FLOWS FROM INVESTING ACTIVITIES						
Additions in investment held at FVTPL	-	(81)	(81)	-	(2,816)	(2,816)
Proceeds from maturity of short-term deposit	-	78,811	78,811	-	46,157	46,157
Addition in maturity of short-term deposit	(1,624)	-	(1,624)	-	(61,432)	(61,432)
Additions in property, equipment and intangible assets	(1,152)	-	(1,152)	(379)	-	(379)
Net cash (used in) / generated from investing activities	(2,776)	78,730	75,954	(379)	(18,091)	(18,470)
Net change in cash and cash equivalents	(1,239)	85,156	83,917	2,985	(13,184)	(10,199)
Cash and cash equivalents, beginning of the period	45,547	51,311	96,858	37,572	135,687	173,259
Cash and cash equivalents, end of the period	44,308	136,467	180,775	40,557	122,503	163,060

24. EMPLOYERS' DELINQUENCY ("ED") POOL

On October 6, 2024, The Employers' Delinquency ("ED") product contract was signed between Al Etihad Cooperative Insurance Company ("Operator") and Ministry of Human Resources and Social Development ("HRSD") for the insurance of the financial dues of non-Saudi workers in the private sector, in cooperation with a number of Saudi insurance and Reinsurance companies, and, in accordance with the agreed terms and conditions and the insurance policy approved by the Insurance Authority. The signed policy represents the cooperation between the Government Entity and the Insurance Authority to protect financial rights of non-Saudi workers in delinquent entities.

On November 3, 2024, co-insurance agreement was signed among nineteen insurance companies ("Participating Companies") operating in Kingdom of Saudi Arabia for Employers' Delinquency ("ED") Pool, based on the approval of Insurance Authority authorizing Al-Etihad Cooperative Insurance Company as the leading company ("Operator"), to manage the ED Pool on behalf of the participating insurance companies, selling the product and providing its insurance coverage by creating joint insurance portfolios.

The Company has accounted for in the financial statements the ED pool assets, liabilities, revenues and expenses relating to their share in the portfolio in accordance with the IFRSs applicable to the particular assets, liabilities, revenues and expenses.

25. INHERENT DEFECT INSURANCE ("IDI") POOL

On 01 January 2025 the Company, signed the Inherent Defect Insurance (IDI) shared agreement with 17 other participating insurance companies relating to inherent defects insurance provides coverage against post usage detected defects in buildings and constructions. Malath as a leading company to manages the IDI pool on behalf of the participating insurance companies and will exclusively be entitled to management fees of managing the pool.

The Company has accounted for in the financial statements the IDI pool assets, liabilities, revenues and expenses relating to their share in the pool in accordance with the IFRSs applicable to the particular assets, liabilities, revenues and expenses.

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26. COMPARATIVE FIGURES

Certain prior period figures have been reclassified to conform to the current period presentation.

27. DIVIDEND

No dividend was proposed or paid during the period.

28. EARNING/ (LOSS) PER SHARE ("EPS")

Basic and diluted earnings / (loss) per share for the period ended 30 June 2025 and 30 June 2024 have been calculated by dividing the net income for the year by the weighted average number of ordinary shares issued and outstanding at the end of the period.

29. EVENTS AFTER THE REPORTING DATE

No events have arisen subsequent to 30 June 2025, and before the date of approval of this interim condensed financial information, that could have a significant effect on the interim condensed financial information as at 30 June 2025.

30. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved by the Board of Directors on August 03, 2025 (corresponding to Safar 09, 1447 H).