

**SAUDI REINSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**CONDENSED INTERIM FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REVIEW REPORT
FOR THE THREE MONTH AND SIX-MONTH PERIODS ENDED
30 JUNE 2025**



CONDENSED INTERIM FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT

For the three-month and six-month periods ended 30 June 2025

INDEX	PAGES
INDEPENDENT AUDITORS' REVIEW REPORT	1
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION	2
CONDENSED INTERIM STATEMENT OF INCOME	3
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	4
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY	5
CONDENSED INTERIM STATEMENT OF CASH FLOWS	6
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS	7-40
SUPPLEMENTARY INFORMATION	41-42

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To: The Shareholders of Saudi Reinsurance Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Saudi Reinsurance Company (“the Company”) as of June 30, 2025, and the related statements of income and comprehensive income for the three-month and six-month periods then ended, and the related statements of changes in equity and cash flows for the six-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information 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 this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*” as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the 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 financial information is not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Other Matter

The financial statements of the Company for the year ended December 31, 2024 and the interim financial information for the period ended June 30, 2024 were jointly audited and reviewed respectively by another joint auditor who expressed an unmodified opinion on those statements and an unmodified conclusion on that information on Ramadan 20, 1446H (corresponding to March 20, 2025) and Safar 7, 1446H (corresponding to August 11, 2024) respectively.

Deloitte and Touche & Co.
Chartered Accountants

P.O. Box 213
Riyadh 11411
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Waleed bin Moh'd Sobahi
Certified Public Accountant
License No. 378



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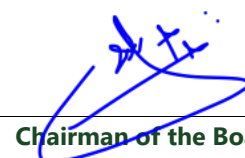


Gihad Al-Amri
Certified Public Accountant
License No. 362

August 06, 2025
(Safar 12, 1447H)

Saudi Reinsurance Company (A Saudi Joint Stock Company)
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As at 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

	Notes	30 June 2025 (Unaudited)	31 December 2024 (Audited)
ASSETS			
Cash and bank balances	4	62,105,648	73,464,920
Financial investments measured at fair value through income statement (FVIS)	5	634,577,203	94,824,666
Financial investments measured at fair value through other comprehensive income (FVOCI)	5	343,575,944	285,914,854
Financial investments measured at amortized cost	5	1,864,028,897	1,916,208,117
Reinsurance contract assets	6	164,746,150	92,128,480
Retrocession contract assets	6	686,489,397	627,927,506
Prepaid expenses, deposits and other assets	7	166,953,121	180,820,946
Property and equipment, net		30,184,883	29,553,225
Intangible assets, net		6,702,857	6,162,531
Statutory deposit	8	115,830,000	89,100,000
Accrued income on statutory deposit	8	2,936,291	22,314,278
TOTAL ASSETS		4,078,130,391	3,418,419,523
LIABILITIES			
Margin loan payable		56,797,019	56,797,019
Reinsurance contract liabilities	6	1,713,172,230	1,585,141,809
Retrocession contract liabilities	6	33,174,697	16,932,020
Accrued expenses and other liabilities	9	77,186,277	46,564,235
Provision for employees' end of service benefits		32,081,722	30,351,542
Provision for zakat and tax	10	42,298,818	41,671,425
Accrued commission income payable to Insurance Authority	8	2,936,291	29,046,147
TOTAL LIABILITIES		1,957,647,054	1,806,504,197
EQUITY			
Share capital	11	1,158,300,000	891,000,000
Share premium	11	151,680,000	--
Statutory reserve		162,893,535	162,893,535
Retained earnings		673,286,479	585,294,283
Other reserves		(25,676,677)	(27,272,492)
TOTAL EQUITY		2,120,483,337	1,611,915,326
TOTAL LIABILITIES AND EQUITY		4,078,130,391	3,418,419,523


Chief Executive Officer

Chairman of the Board

Chief Financial Officer

Restricted 3

The accompanying notes 1 to 24 form an integral part of these unaudited condensed interim financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF INCOME

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

	Notes	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)
Reinsurance revenue	6,12	414,776,666	275,745,621	738,180,678	482,690,618
Reinsurance service expenses	6,13	(297,216,890)	(176,877,177)	(574,894,369)	(296,185,575)
Net expenses from retrocession contracts	6,14	(61,777,930)	(42,877,641)	(67,646,691)	(99,424,045)
Reinsurance service result		55,781,846	55,990,803	95,639,618	87,080,998
Investment income from financial investments measured at amortized cost	17	23,984,565	11,835,605	47,478,179	26,787,940
Net income from financial investments measured at fair value	18	12,889,623	(1,073,372)	22,349,768	2,068,361
Investment management expenses		(1,608,587)	(1,531,246)	(2,432,557)	(2,238,873)
(Charge) / reversal for expected credit losses		(92,951)	20,288	(339,980)	978,515
Net investment income		35,172,650	9,251,275	67,055,410	27,595,943
Net finance expense from reinsurance contracts	6,15	(27,425,076)	(4,011,665)	(47,449,301)	(18,299,839)
Net finance income from retrocession contracts	6,16	10,560,085	(528,707)	19,040,474	6,896,737
Net financial result		18,307,659	4,710,903	38,646,583	16,192,841
NET REINSURANCE AND INVESTMENT RESULT		74,089,505	60,701,706	134,286,201	103,273,839
Other income		2,594,297	2,149,237	4,755,064	4,372,864
Special commission expense		(437,791)	(437,791)	(870,771)	(875,582)
Other operating expenses		(12,942,895)	(10,158,670)	(25,518,449)	(19,476,589)
Share of profit of equity accounted investee		--	--	--	2,510,590
Net income for the period before zakat and tax		63,303,116	52,254,482	112,652,045	89,805,122
Zakat for the period	10	(10,704,856)	(8,738,644)	(20,881,936)	(14,471,335)
Tax charge for the period	10	(14,321)	(31,027)	(3,777,913)	(56,519)
Net income for the period after zakat and tax		52,583,939	43,484,811	87,992,196	75,277,268
Basic and diluted earnings per share	19	0.45	0.49	0.76	0.84
Weighted average number of shares in issue		115,830,000	89,100,000	115,830,000	89,100,000



Chief Executive Officer



Chairman of the Board



Chief Financial Officer

Restricted 3
Signed on 6 Aug 2025, 14:51 AST

The accompanying notes 1 to 24 form an integral part of these unaudited condensed interim financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

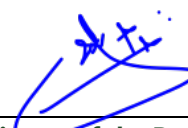
For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

	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)
Net income for the period after zakat and tax	52,583,939	43,484,811	87,992,196	75,277,268
<i>Other comprehensive income</i>				
Items that will not be reclassified to income statement subsequently				
Financial investments at FVOCI – net change in fair value	164,758	(221,102)	2,714,809	783,189
Re-measurement loss on employees' end of service benefit obligations	(707,957)	(6,265,970)	(1,118,994)	(6,265,970)
Items that may be classified to income statement subsequently				
Share of foreign currency translation reserve of an equity accounted investee	--	--	--	(156,847)
Total comprehensive income for the period	52,040,740	36,997,739	89,588,011	69,637,640



Chief Executive Officer



Chairman of the Board



Chief Financial Officer

Signed on 6 Aug 2025, 14:51 AST

Restricted 3

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Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 30 June 2025

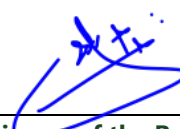
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

	Share Capital	Share Premium	Statutory reserve	Retained earnings	Other reserves	Total
Balance as at 1 January 2024 (Audited)	891,000,000	--	67,931,207	194,358,333	(6,467,501)	1,146,822,039
Net income for the period	--	--	--	75,277,268	--	75,277,268
Other comprehensive income	--	--	--	--	(5,639,628)	(5,639,628)
Total comprehensive income for the period	--	--	--	75,277,268	(5,639,628)	69,637,640
Balance as at 30 June 2024 (Unaudited)	891,000,000	--	67,931,207	269,635,601	(12,107,129)	1,216,459,679

	Share Capital	Share Premium	Statutory reserve	Retained earnings	Other reserves	Total
Balance as at 1 January 2025 (Audited)	891,000,000	--	162,893,535	585,294,283	(27,272,492)	1,611,915,326
Capital issued during the period (note 11)	267,300,000	160,380,000	--	--	--	427,680,000
Transaction costs related to capital issued (note 11)	--	(8,700,000)	--	--	--	(8,700,000)
Net income for the period	--	--	--	87,992,196	--	87,992,196
Other comprehensive income	--	--	--	--	1,595,815	1,595,815
Total comprehensive income for the period	--	--	--	87,992,196	1,595,815	89,588,011
Balance as at 30 June 2025 (Unaudited)	1,158,300,000	151,680,000	162,893,535	673,286,479	(25,676,677)	2,120,483,337



Chief Executive Officer



Chairman of the Board



Chief Financial Officer

Restricted 3

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Signed on 6 Aug 2025, 14:51 AST

Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

	Notes	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Cash flows from operating activities			
Net income for the period before zakat and tax		112,652,045	89,805,122
<i>Adjustments for:</i>			
Provision for employees' end of service benefits		2,444,540	1,205,220
Investment income from financial investments measured at amortized cost	17	(47,478,179)	(26,787,940)
Income from Tier 1 Sukuk	18	(4,568,272)	(3,250,849)
Special commission expense on margin loan payable		870,771	875,582
Depreciation and amortization of property and equipment and intangibles		1,609,202	1,664,788
Realized gains on financial investments measured at FVIS	18	(1,693,551)	(2,435,569)
Unrealized (gains) / losses on financial investments measured at FVIS	18	(15,814,353)	3,750,462
Dividend income	18	(273,592)	(132,405)
Share of profit of equity accounted investee		--	(2,510,590)
Charge / (reversal) for expected credit losses		339,980	(978,515)
		48,088,591	61,205,306
<i>Changes in:</i>			
Reinsurance contract assets		(72,617,670)	(29,877,138)
Reinsurance contract liabilities		128,030,421	(113,660,440)
Retrocession contract assets		(58,561,891)	67,428,118
Retrocession contract liabilities		16,242,677	(186,217)
Prepaid expenses, deposits and other assets		10,138,746	(3,211,235)
Statutory deposit		(26,728,940)	--
Accrued expenses and other liabilities		30,622,042	(22,180,604)
		75,213,976	(40,482,210)
Zakat and tax paid		(20,303,377)	(23,293,587)
Employees' end of service benefits paid		(1,833,354)	(3,591,998)
Net cash from / (used in) operating activities		53,077,245	(67,367,795)
Cash flows from investing activities			
Additions to financial investments measured at amortized cost	5	(526,243,305)	(305,866,475)
Proceeds from maturity of financial investments measured at amortized cost	5	581,637,055	254,134,000
Receipt of special commission income		52,502,100	32,120,345
Dividends received		273,592	132,405
Purchase of property and equipment, net		(2,781,186)	(1,189,284)
Additions to financial investments measured at FVIS	5	(617,048,150)	(129,148,118)
Proceeds from disposal of financial investments measured at FVIS	5	94,803,517	172,744,684
Additions to financial investments measured at FVOCI	5	(58,957,500)	--
Net cash (used in) / from investing activities		(475,813,877)	22,927,557
Cash flows from financing activities			
Proceeds from share capital issued		427,680,000	--
Transaction costs related to share capital issued		(8,700,000)	--
Special commission expense paid against margin loans		(870,771)	(875,582)
Net cash from / (used in) financing activities		418,109,229	(875,582)
Decrease in cash and cash equivalents		(4,627,403)	(45,315,820)
Cash and cash equivalents at the beginning of the period	4	66,733,051	83,979,142
Cash and cash equivalents at the end of the period	4	62,105,648	38,663,322

Chief Executive Officer

Chairman of the Board

Chief Financial Officer

Restricted 3

The accompanying notes 1 to 24 form an integral part of these unaudited condensed interim financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

Saudi Reinsurance Company (the "Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration number 1010250125 (Entity number: 7001556021) dated 12 Jumad Al-Awal 1429H (corresponding to 17 May 2008) with a branch in the Federal Territory of Labuan, Malaysia with license number IS2014146. The address of the Company's registered office is at 4130 Northern Ring Road Al Wadi, Unit number 1, Riyadh 13313-6684, Kingdom of Saudi Arabia.

The objective of the Company is to transact cooperative reinsurance and related activities inside and outside the Kingdom of Saudi Arabia.

2. BASIS OF PREPARATION

Statement of compliance

The condensed interim financial statements of the Company as at and for the period ended 30 June 2025 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" (IAS 34) as endorsed in Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

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 current: cash and bank balances, financial investments at fair value through income statement, prepaid expenses, deposits and other assets, accrued expenses and other liabilities, and provision for zakat and tax. All other financial statement line items would generally be classified as non-current unless stated otherwise.

The accompanying unaudited condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements as at 31 December 2024.

Basis of measurement

These unaudited condensed interim financial statements have been prepared under the going concern basis and the historical cost convention, except for reinsurance and retrocession contracts which are measured at the present value of estimated fulfilment cash flows that are expected to arise as the Company fulfils its contractual obligations and a contractual service margin ("CSM") in accordance with IFRS 17, the measurement at fair value of financial investments at fair value through income statement, financial investments at fair value through other comprehensive income, and employees' end of service benefits (EOSB) measured at present value of future obligations using projected unit credit method.

An interim period is considered as an integral part of the whole financial year. However, the results for the interim period are not necessarily indicative of the results that may be expected for the financial year ended 31 December 2025.

Functional and presentation currency

These condensed interim financial statements have been presented in Saudi Riyals ("ﷲ"), which is the functional and presentational currency of the Company. All financial information presented has been rounded off to the nearest ﷲ.

Fiscal year

The Company's fiscal year is aligned with the calendar year i.e. it begins at 1 January and ends at 31 December.

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

2. BASIS OF PREPARATION (CONTINUED)

Critical accounting judgments, estimates and assumptions

The preparation of condensed interim 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 expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies, the risk management policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended 31 December 2024.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these unaudited condensed interim financial statements are consistent with those followed in the preparation of the Company's financial statements for the year ended 31 December 2024.

Amendments to existing standards

Following standard, interpretation or amendment is effective from the annual reporting period beginning on 1 January 2025 and is adopted by the Company, however, they do not have any significant impact on Company's condensed interim financial statements.

Standard, interpretation, amendments	Description	Effective date
Amendment to IAS 21 – Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	1 January 2025

New standards not yet effective

The following standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's condensed interim financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective. Further, the Company has chosen not to early adopt the amendments and revisions to the International Financial Reporting Standards, which have been published and are mandatory for compliance for the Company with effect from future dates.

Standard, interpretation, amendments	Description	Effective date
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

3. MATERIAL ACCOUNTING POLICIES (CONTINUED)

New standards not yet effective (continued)

Standard, interpretation, amendments	Description	Effective date
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	1 January 2026
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations. It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences.	1 January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability, and its parent produces consolidated financial statements under IFRS.	1 January 2027

4. CASH AND BANK BALANCES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cash in hand	40,290	40,290
Bank balances	62,065,358	66,692,761
Bank balance - restricted (refer note 8)	--	6,731,869
Total cash and bank balances	62,105,648	73,464,920
Less: Bank balance – restricted (refer note 8)	--	(6,731,869)
Total cash and cash equivalents in the statement of cash flows	62,105,648	66,733,051

Bank balances include call account balance of ﷲ 1.72 million (2024: ﷲ 5.09 million). Cash at banks are placed with counterparties which have credit ratings of BBB+ and above as per Moody's ratings methodology.

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

5. FINANCIAL INVESTMENTS

- i. Financial investments held by the Company consist of the following as at:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Measured at FVIS		
<i>Financial investments mandatorily measured at FVIS</i>		
Money market funds	625,328,382	86,193,233
Investment funds	6,369,987	7,607,587
<i>Financial investments designated at FVIS</i>		
Equity securities	2,878,834	1,023,846
	634,577,203	94,824,666
Measured at FVOCI		
<i>Financial investments designated at FVOCI</i>		
Tier 1 Sukuk	343,575,944	285,914,854
	343,575,944	285,914,854
Measured at amortized cost		
Time deposits	984,638,561	985,306,792
Debt securities	881,577,675	932,747,624
Expected credit losses	(2,187,339)	(1,846,299)
	1,864,028,897	1,916,208,117
Total financial investments	2,842,182,044	2,296,947,637

Time deposits are placed with banks which have credit ratings of BBB+ and above as per the Moody's ratings methodology. Such deposits earn special commission at an average effective commission rate of 5.30% (31 December 2024: 5.44%) per annum and have terms of 3 - 5 years (31 December 2024: 3 - 5 years).

Debt securities are placed with counterparties having sound rating. Such securities earn special commission at an average effective commission rate of 4.70% (31 December 2024: 4.63%) per annum and have term of 4 - 10 years (31 December 2024: 4 - 10 years).

- i. Movement in expected credit losses for financial investments held at amortized cost is as follows:

	30 June 2025 (Unaudited)			
	Stage 1	Stage 2	Stage 3	Total
Balance at the beginning of the period	1,224,741	--	621,558	1,846,299
Charge during the period	167,349	--	173,691	341,040
	1,392,090	--	795,249	2,187,339
	30 June 2024 (Unaudited)			
	Stage 1	Stage 2	Stage 3	Total
Balance at the beginning of the period	2,417,389	--	625,496	3,042,885
Reversal during the period	(978,515)	--	--	(978,515)
	1,438,874	--	625,496	2,064,370

The value of investments classified at stage 1 and stage 3 amounts to ﷲ **1,864,554,211** and ﷲ **1,662,025** respectively (31 December 2024: Stage 1 - ﷲ 1,916,457,171, Stage 3 - ﷲ 1,597,245).

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

5. FINANCIAL INVESTMENTS (CONTINUED)

iii. The movement of financial investments is as follows:

30 June 2025 (Unaudited)				
	FVIS	FVOCI	Amortized cost	Total
Opening balance	94,824,666	285,914,854	1,916,208,117	2,296,947,637
Additions	617,048,150	58,957,500	526,243,305	1,202,248,955
Disposals / Maturity	(94,803,517)	--	(581,637,055)	(676,440,572)
Unrealized gains	15,814,353	2,714,809	--	18,529,162
Realized gains	1,693,551	--	--	1,693,551
Accrued profit	--	(4,011,219)	152,350	(3,858,869)
Amortization of discount / (premium), net	--	--	3,403,220	3,403,220
Charge for expected credit losses	--	--	(341,040)	(341,040)
Closing balance	634,577,203	343,575,944	1,864,028,897	2,842,182,044

30 June 2024 (Unaudited)				
	FVIS	FVOCI	Amortized cost	Total
Opening balance	154,455,986	141,632,674	1,127,330,016	1,423,418,676
Additions	129,148,118	--	305,866,475	435,014,593
Disposals / Maturity	(172,744,684)	--	(254,134,000)	(426,878,684)
Unrealized gains	404,163	783,189	--	1,187,352
Realized gains	2,435,569	--	--	2,435,569
Accrued profit	--	--	(2,769,077)	(2,769,077)
Amortization of discount / (premium), net	--	--	687,521	687,521
Charge for expected credit losses	--	--	978,515	978,515
Closing balance	113,699,152	142,415,863	1,177,959,450	1,434,074,465

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS

	Property and Casualty (P&C)	Life and Health (L&H)	Total
30 June 2025			
Reinsurance contracts			
Reinsurance contract assets	(162,374,389)	(2,371,761)	(164,746,150)
Reinsurance contract liabilities	1,691,873,464	21,298,766	1,713,172,230
Net balance	1,529,499,075	18,927,005	1,548,426,080
Retrocession contracts			
Retrocession contract assets	(686,489,397)	--	(686,489,397)
Retrocession contract liabilities	33,076,687	98,010	33,174,697
Net balance	(653,412,710)	98,010	(653,314,700)
31 December 2024			
Reinsurance contracts			
Reinsurance contract assets	(90,813,930)	(1,314,550)	(92,128,480)
Reinsurance contract liabilities	1,559,745,794	25,396,015	1,585,141,809
Net balance	1,468,931,864	24,081,465	1,493,013,329
Retrocession contracts			
Retrocession contract assets	(627,927,506)	--	(627,927,506)
Retrocession contract liabilities	16,875,358	56,662	16,932,020
Net balance	(611,052,148)	56,662	(610,995,486)

A. Movements in reinsurance and retrocession contract balances

Description	Reinsurance contracts	Description	Retrocession Contracts
Net opening balance (excluding surplus)	1,451,848,785	Net opening balance	(610,995,486)
Premiums received, net of commission	366,609,644	Premiums paid, net of commission	(100,173,181)
Claims and other service expenses paid	(168,954,288)	Recoveries from retrocession	9,247,750
Reinsurance acquisition cash flows	(34,033,776)	Retrocession expenses	67,646,691
Reinsurance revenue	(738,180,678)	Retrocession finance income	(19,040,474)
Reinsurance service expenses	574,894,369		
Reinsurance finance expenses	47,449,301		
	1,499,633,357	Net closing balance	(653,314,700)
Accumulated surplus	48,792,723		
Net closing balance	1,548,426,080		

The following reconciliations show how the net carrying amounts of reinsurance and retrocession contracts in each segment changed during the period as a result of cash flows and amounts recognised in the statement of income.

For each segment, the Company presents a table that separately analyses movements in the liabilities for remaining coverage and movements in the liabilities for incurred claims and reconciles these movements to the line items in the statement of income. A second reconciliation is presented, which separately analyses changes in the estimates of the present value of future cash flows, the risk adjustment for non-financial risk and the CSM.

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

Reinsurance contracts

Analysis by remaining coverage and incurred claims

	30 June 2025 (Unaudited)					30 June 2024 (Unaudited)				
	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Opening liabilities	350,007,362	19,321,326	1,111,678,075	62,970,502	1,543,977,265	253,793,869	44,374,389	850,084,867	37,708,128	1,185,961,253
Opening assets	2,125,339	1,040,196	(106,408,492)	11,114,477	(92,128,480)	1,848,498	172,580	(90,153,447)	10,305,082	(77,827,287)
Net opening balance	352,132,701	20,361,522	1,005,269,583	74,084,979	1,451,848,785	255,642,367	44,546,969	759,931,420	48,013,210	1,108,133,966
Accumulated surplus	--	--	41,164,544	--	41,164,544	--	--	28,833,321	--	28,833,321
Total reinsurance contract liabilities	350,007,362	19,321,326	1,152,842,619	62,970,502	1,585,141,809	253,793,869	44,374,389	878,918,188	37,708,128	1,214,794,574
Changes in the statement of income										
Reinsurance revenue	(738,180,678)	--	--	--	(738,180,678)	(482,690,618)	--	--	--	(482,690,618)
Reinsurance service expenses										
Incurred claims and other reinsurance service expenses	--	(21,189,924)	626,861,062	20,290,534	625,961,672	--	(35,286,225)	327,198,424	9,977,094	301,889,293
Amortisation of insurance acquisition cash flows	23,623,322	--	--	--	23,623,322	11,254,268	--	--	--	11,254,268
Losses and reversals of losses on onerous contracts, net	--	35,934,666	--	--	35,934,666	--	15,456,406	--	--	15,456,406
Adjustments to liabilities for incurred claims	--	--	(97,027,696)	(13,597,595)	(110,625,291)	--	--	(35,193,702)	2,779,310	(32,414,392)
	23,623,322	14,744,742	529,833,366	6,692,939	574,894,369	11,254,268	(19,829,819)	292,004,722	12,756,404	296,185,575
Investment components	(463,722)	--	463,722	--	--	(1,767,188)	--	1,767,188	--	--
Reinsurance service result – Gross	(715,021,078)	14,744,742	530,297,088	6,692,939	(163,286,309)	(473,203,538)	(19,829,819)	293,771,910	12,756,404	(186,505,043)
Net finance (income) / expenses from reinsurance contracts	(2,863,170)	1,210,688	55,193,774	--	53,541,292	(16,055,129)	1,208,666	40,424,716	--	25,578,253
Effect of movement in exchange rates	(534,718)	--	(5,557,273)	--	(6,091,991)	34,732	--	(7,040,521)	(272,625)	(7,278,414)
Total changes in the statement of income	(718,418,966)	15,955,430	579,933,589	6,692,939	(115,837,008)	(489,223,935)	(18,621,153)	327,156,105	12,483,779	(168,205,204)
Cash flows										
Premiums, net of ceding commission, received	205,617,998	--	160,991,646	--	366,609,644	169,986,179	--	137,709,582	--	307,695,761
Claims and other reinsurance service expenses paid	-	--	(168,954,288)	--	(168,954,288)	--	--	(260,550,405)	--	(260,550,405)
Reinsurance acquisition cash flows	(34,033,776)	--	--	--	(34,033,776)	(22,477,730)	--	--	--	(22,477,730)
	171,584,222	--	(7,962,642)	--	163,621,580	147,508,449	--	(122,840,823)	--	24,667,626
Premiums expected to be received transferred from the LRC to LIC	571,409,374	--	(571,409,374)	--	--	333,217,404	--	(333,217,404)	--	--
Net closing balance	376,707,331	36,316,952	1,005,831,156	80,777,918	1,499,633,357	247,144,285	25,925,816	631,029,298	60,496,989	964,596,388
Closing liabilities	374,531,393	34,390,019	1,192,430,745	63,027,350	1,664,379,507	248,230,883	25,343,144	749,438,382	49,288,404	1,072,300,813
Closing assets	2,175,938	1,926,933	(186,599,589)	17,750,568	(164,746,150)	(1,086,598)	582,672	(118,409,084)	11,208,585	(107,704,425)
Net closing balance	376,707,331	36,316,952	1,005,831,156	80,777,918	1,499,633,357	247,144,285	25,925,816	631,029,298	60,496,989	964,596,388
Accumulated surplus	--	--	48,792,723	--	48,792,723	--	--	36,949,997	--	36,949,997
Total reinsurance contract liabilities	374,531,393	34,390,019	1,241,223,468	63,027,350	1,713,172,230	248,230,883	25,343,144	786,388,379	49,288,404	1,109,250,810

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

Reinsurance contracts

Analysis by measurement component

	30 June 2025 (Unaudited)				30 June 2024 (Unaudited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Reinsurance contracts								
Opening liabilities	924,498,633	117,962,941	501,515,691	1,543,977,265	808,844,285	80,710,190	296,406,778	1,185,961,253
Opening assets	(160,289,412)	20,618,947	47,541,985	(92,128,480)	(98,972,208)	14,587,505	6,557,416	(77,827,287)
Net opening balance	764,209,221	138,581,888	549,057,676	1,451,848,785	709,872,077	95,297,695	302,964,194	1,108,133,966
Accumulated surplus	41,164,544	--	--	41,164,544	28,833,321	--	--	28,833,321
Total reinsurance contract liabilities	965,663,177	117,962,941	501,515,691	1,585,141,809	837,677,606	80,710,190	296,406,778	1,214,794,574
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(135,143,640)	(135,143,640)	--	--	(110,299,512)	(110,299,512)
Change in the risk adjustment for non-financial risk for the risk expired	--	3,575,318	--	3,575,318	--	7,119,346	--	7,119,346
Experience adjustments	42,972,638	--	--	42,972,638	(66,366,891)	--	--	(66,366,891)
Changes that relate to future services								
Contracts initially recognised in the period	(366,892,545)	47,228,719	349,848,823	30,184,997	(276,638,505)	27,086,305	261,606,043	12,053,843
Changes in estimates that adjust the CSM	18,944,899	(319,057)	(18,625,842)	--	2,800,478	(17,635,880)	14,835,402	--
Changes in estimates that result in losses and reversals of losses on onerous contracts, net	6,203,677	(454,008)	--	5,749,669	5,142,426	(1,739,863)	--	3,402,563
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(97,027,696)	(13,597,595)	--	(110,625,291)	(35,193,702)	2,779,310	--	(32,414,392)
Reinsurance service result – Gross	(395,799,027)	36,433,377	196,079,341	(163,286,309)	(370,256,194)	17,609,218	166,141,933	(186,505,043)
Net finance expenses from reinsurance contracts	29,449,475	--	24,091,817	53,541,292	10,424,034	31,623	15,122,596	25,578,253
Effect of movement in exchange rates	(6,091,991)	--	--	(6,091,991)	(6,985,512)	(292,902)	--	(7,278,414)
Total changes in the statement of income	(372,441,543)	36,433,377	220,171,158	(115,837,008)	(366,817,672)	17,347,939	181,264,529	(168,205,204)
Cash flows								
Premiums, net of ceding commission, received	366,609,644	--	--	366,609,644	307,695,761	--	--	307,695,761
Claims and other reinsurance service expenses paid	(168,954,288)	--	--	(168,954,288)	(260,550,405)	--	--	(260,550,405)
Reinsurance acquisition cash flows	(34,033,776)	--	--	(34,033,776)	(22,477,730)	--	--	(22,477,730)
	163,621,580	--	--	163,621,580	24,667,626	--	--	24,667,626
Net closing balance	555,389,258	175,015,265	769,228,834	1,499,633,357	367,722,031	112,645,634	484,228,723	964,596,388
Closing liabilities	781,601,678	147,044,401	735,733,428	1,664,379,507	510,825,620	96,542,842	464,932,351	1,072,300,813
Closing assets	(226,212,420)	27,970,864	33,495,406	(164,746,150)	(143,103,589)	16,102,792	19,296,372	(107,704,425)
Net closing balance	555,389,258	175,015,265	769,228,834	1,499,633,357	367,722,031	112,645,634	484,228,723	964,596,388
Accumulated surplus	48,792,723	--	--	48,792,723	36,949,997	--	--	36,949,997
Total reinsurance contract liabilities	830,394,401	147,044,401	735,733,428	1,713,172,230	547,775,617	96,542,842	464,932,351	1,109,250,810

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

Retrocession contracts

Analysis by remaining coverage and incurred claims

	30 June 2025 (Unaudited)					30 June 2024 (Unaudited)				
	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Opening assets	(278,418,827)	(859,277)	(332,370,171)	(16,279,231)	(627,927,506)	(189,148,319)	(3,223,310)	(236,418,979)	(10,802,559)	(439,593,167)
Opening liabilities	(1,037,987)	(151,360)	19,097,085	(975,718)	16,932,020	1,308	(5,562)	194,568	(661)	189,653
Net opening balance	(279,456,814)	(1,010,637)	(313,273,086)	(17,254,949)	(610,995,486)	(189,147,011)	(3,228,872)	(236,224,411)	(10,803,220)	(439,403,514)
Allocation of retrocession premiums paid	181,634,803	--	--	--	181,634,803	70,135,837	--	--	--	70,135,837
Income on initial recognition of onerous underlying reinsurance contracts	--	(7,294,257)	--	--	(7,294,257)	--	(243,892)	--	--	(243,892)
Amounts recoverable from retrocessionaires										
Recoveries of incurred claims and other reinsurance services	--	--	(138,234,174)	(6,277,930)	(144,512,104)	--	--	(44,227,217)	(2,280,801)	(46,508,018)
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	--	3,218,472	--	--	3,218,472	--	2,821,899	--	--	2,821,899
Adjustments to assets for incurred claims	--	--	29,800,186	2,086,360	31,886,546	--	--	70,732,375	3,037,234	73,769,609
Changes that relate to future service	--	3,218,472	(108,433,988)	(4,191,570)	(109,407,086)	--	2,821,899	26,505,158	756,433	30,083,490
Effect of changes in the risk of retrocessionaires’ non-performance	38,439	--	(40,849)	--	(2,410)	--	(473,555)	--	--	(473,555)
Net expenses / (income) from retrocession contracts	181,673,242	(1,360,144)	(108,474,837)	(4,191,570)	67,646,691	70,159,509	2,104,452	26,403,651	756,433	99,424,045
Net finance income from retrocession contracts	(8,151,311)	(218,571)	(10,680,551)	--	(19,050,433)	(843,861)	(77,410)	(6,070,167)	--	(6,991,438)
Effect of movement in exchange rates	(195)	--	10,154	--	9,959	--	--	80,892	13,809	94,701
Total changes in the statement of income	173,521,736	(1,578,715)	(119,145,234)	(4,191,570)	48,606,217	69,315,648	2,027,042	20,414,376	770,242	92,527,308
Cash flows										
Premiums, net of ceding commissions, paid	(56,912,829)	--	(43,260,352)	--	(100,173,181)	(57,583,533)	--	(6,878,070)	--	(64,461,603)
Recoveries from retrocession	--	--	9,247,750	--	9,247,750	--	--	39,176,196	--	39,176,196
Premiums expected to be received transferred from the ARC to AIC	(56,912,829)	--	(34,012,602)	--	(90,925,431)	(57,583,533)	--	32,298,126	--	(25,285,407)
	(98,685,237)	--	98,685,237	--	--	(24,402,609)	--	24,402,609	--	--
Net closing balance	(261,533,144)	(2,589,352)	(367,745,685)	(21,446,519)	(653,314,700)	(201,817,505)	(1,201,830)	(159,109,300)	(10,032,978)	(372,161,613)
Closing contract assets	(258,860,067)	(2,516,718)	(406,630,024)	(18,482,588)	(686,489,397)	(201,815,062)	(1,201,282)	(159,116,464)	(10,032,241)	(372,165,049)
Closing contract liabilities	(2,673,077)	(72,634)	38,884,339	(2,963,931)	33,174,697	(2,443)	(548)	7,164	(737)	3,436
Net closing balance	(261,533,144)	(2,589,352)	(367,745,685)	(21,446,519)	(653,314,700)	(201,817,505)	(1,201,830)	(159,109,300)	(10,032,978)	(372,161,613)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

Retrocession contracts

Analysis by measurement component

	30 June 2025 (Unaudited)				30 June 2024 (Unaudited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Retrocession contracts								
Opening assets	(225,220,930)	(53,908,745)	(348,797,831)	(627,927,506)	(183,058,050)	(45,507,807)	(211,027,310)	(439,593,167)
Opening liabilities	69,838,854	(4,414,176)	(48,492,658)	16,932,020	194,569	(661)	(4,255)	189,653
Net opening balance	(155,382,076)	(58,322,921)	(397,290,489)	(610,995,486)	(182,863,481)	(45,508,468)	(211,031,565)	(439,403,514)
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services received	--	--	83,089,828	83,089,828	--	--	42,529,846	42,529,846
Change in the risk adjustment for non-financial risk for the risk expired	--	(2,931,824)	--	(2,931,824)	--	(2,439,211)	--	(2,439,211)
Experience adjustments	(39,816,833)	--	--	(39,816,833)	(13,640,917)	--	--	(13,640,917)
Changes that relate to future services								
Contracts initially recognised in the period	190,514,917	(16,001,949)	(181,807,225)	(7,294,257)	91,863,701	(9,372,461)	(82,735,132)	(243,892)
Changes in recoveries of losses on onerous contracts that adjust the CSM	6,136,104	(280,601)	(5,855,503)	--	17,462,980	(332,063)	(17,130,917)	--
Changes in estimates that adjust the CSM	12,370,004	(139,477)	(12,230,527)	--	39,657,084	(70,015)	(39,587,069)	--
Changes in estimates that relate to losses and reversals of losses on onerous underlying reinsurance contracts, net	(21,682,500)	131,784	24,266,357	2,715,641	(45,554,105)	12,893,160	32,187,390	(473,555)
Changes that relate to past services								
Adjustments to liabilities for incurred claims	29,800,186	2,086,360	--	31,886,546	70,732,375	3,037,234	--	73,769,609
Effect of changes in the risk of reinsurers non-performance	(2,410)	--	--	(2,410)	(77,835)	--	--	(77,835)
Net expenses / (income) from retrocession contracts	177,319,468	(17,135,707)	(92,537,070)	67,646,691	160,443,283	3,716,644	(64,735,882)	99,424,045
Net finance (income) / expense from retrocession contracts	(3,538,881)	--	(15,511,552)	(19,050,433)	1,004,337	--	(7,995,775)	(6,991,438)
Effect of movement in exchange rates	9,959	--	--	9,959	80,893	13,808	--	94,701
Total changes in the statement of income	173,790,546	(17,135,707)	(108,048,622)	48,606,217	161,528,513	3,730,452	(72,731,657)	92,527,308
Cash flows								
Premiums, net of ceding commissions, paid	(100,173,181)	--	--	(100,173,181)	(64,461,603)	--	--	(64,461,603)
Recoveries from retrocession	9,247,750	--	--	9,247,750	39,176,196	--	--	39,176,196
	(90,925,431)	--	--	(90,925,431)	(25,285,407)	--	--	(25,285,407)
Net closing balance	(72,516,961)	(75,458,628)	(505,339,111)	(653,314,700)	(46,620,375)	(41,778,016)	(283,763,222)	(372,161,613)
Closing assets	(126,894,860)	(71,026,628)	(488,567,909)	(686,489,397)	(46,749,182)	(41,777,279)	(283,638,588)	(372,165,049)
Closing liabilities	54,377,899	(4,432,000)	(16,771,202)	33,174,697	128,807	(737)	(124,634)	3,436
Net closing balance	(72,516,961)	(75,458,628)	(505,339,111)	(653,314,700)	(46,620,375)	(41,778,016)	(283,763,222)	(372,161,613)

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

i. Property and Casualty

Reinsurance contracts

Analysis by remaining coverage and incurred claims

	30 June 2025 (Unaudited)					30 June 2024 (Unaudited)				
	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Opening liabilities	350,137,951	19,092,641	1,088,399,656	60,951,002	1,518,581,250	254,556,850	42,651,716	823,023,164	36,019,238	1,156,250,968
Opening assets	2,290,648	842,576	(104,949,456)	11,002,302	(90,813,930)	1,841,169	172,580	(88,616,141)	10,225,842	(76,376,550)
Net opening balance	352,428,599	19,935,217	983,450,200	71,953,304	1,427,767,320	256,398,019	42,824,296	734,407,023	46,245,080	1,079,874,418
Accumulated surplus	--	--	41,164,544	--	41,164,544	--	--	28,833,321	--	28,833,321
Total reinsurance contract liabilities	350,137,951	19,092,641	1,129,564,200	60,951,004	1,559,745,794	254,556,850	42,651,716	851,856,485	36,019,238	1,185,084,289
Changes in the statement of income										
Reinsurance revenue	(708,305,117)	--	--	--	(708,305,117)	(456,584,689)	--	--	--	(456,584,689)
Reinsurance service expenses										
Incurred claims and other reinsurance service expenses	--	(20,629,961)	601,440,425	19,838,392	600,648,856	--	(33,692,663)	303,609,708	9,589,331	279,506,376
Amortisation of insurance acquisition cash flows	22,769,030	--	--	--	22,769,030	10,240,135	--	--	--	10,240,135
Losses and reversals of losses on onerous contracts, net	--	34,895,661	--	--	34,895,661	--	15,261,867	--	--	15,261,867
Adjustments to liabilities for incurred claims	--	--	(93,949,151)	(12,908,199)	(106,857,350)	--	--	(32,539,506)	3,213,677	(29,325,829)
	22,769,030	14,265,700	507,491,274	6,930,193	551,456,197	10,240,135	(18,430,796)	271,070,202	12,803,008	275,682,549
Investment components	(463,542)	--	463,542	--	--	(1,762,595)	--	1,762,595	--	--
Reinsurance service result – Gross	(685,999,629)	14,265,700	507,954,816	6,930,193	(156,848,920)	(448,107,149)	(18,430,796)	272,832,797	12,803,008	(180,902,140)
Net finance (income) / expenses from reinsurance contracts	(1,022,173)	1,167,321	51,900,270	--	52,045,418	(14,314,375)	1,070,975	37,457,594	--	24,214,194
Effect of movement in exchange rates	(477,457)	--	(5,526,133)	--	(6,003,590)	58,131	--	(7,012,303)	(258,416)	(7,212,588)
Total changes in the statement of income	(687,499,259)	15,433,021	554,328,953	6,930,193	(110,807,092)	(462,363,393)	(17,359,821)	303,278,088	12,544,592	(163,900,534)
Cash flows										
Premiums, net of ceding commission, received	203,220,428	--	159,514,266	--	362,734,694	163,926,259	--	126,688,102	--	290,614,361
Claims and other reinsurance service expenses paid	--	--	(166,184,381)	--	(166,184,381)	--	--	(246,113,431)	--	(246,113,431)
Reinsurance acquisition cash flows	(32,804,189)	--	--	--	(32,804,189)	(21,125,875)	--	--	--	(21,125,875)
	170,416,239	--	(6,670,115)	--	163,746,124	142,800,384	--	(119,425,329)	--	23,375,055
Premiums expected to be received transferred from the LRC to LIC	541,680,745	--	(541,680,745)	--	--	310,471,081	--	(310,471,081)	--	--
Net closing balance	377,026,324	35,368,238	989,428,293	78,883,497	1,480,706,352	247,306,091	25,464,475	607,788,701	58,789,672	939,348,939
Closing liabilities	374,819,291	33,584,505	1,173,432,513	61,244,432	1,643,080,741	248,349,940	25,054,955	724,255,086	47,633,257	1,045,293,238
Closing assets	2,207,033	1,783,733	(184,004,220)	17,639,065	(162,374,389)	(1,043,849)	409,520	(116,466,385)	11,156,415	(105,944,299)
Net closing balance	377,026,324	35,368,238	989,428,293	78,883,497	1,480,706,352	247,306,091	25,464,475	607,788,701	58,789,672	939,348,939
Accumulated surplus	--	--	48,792,723	--	48,792,723	--	--	36,949,997	--	36,949,997
Total reinsurance contract liabilities	374,819,291	33,584,505	1,222,225,236	61,244,432	1,691,873,464	248,349,940	25,054,955	761,205,083	47,633,257	1,082,243,235

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

i. Property and Casualty (continued)

Reinsurance contracts

Analysis by measurement component

	30 June 2025 (Unaudited)				30 June 2024 (Unaudited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Reinsurance contracts								
Opening liabilities	902,329,047	115,639,897	500,612,306	1,518,581,250	781,569,894	78,610,148	296,070,926	1,156,250,968
Opening assets	(158,805,081)	20,478,781	47,512,370	(90,813,930)	(97,391,594)	14,508,006	6,507,038	(76,376,550)
Net opening balance	743,523,966	136,118,678	548,124,676	1,427,767,320	684,178,300	93,118,154	302,577,964	1,079,874,418
Accumulated surplus	41,164,544	--	--	41,164,544	28,833,321	--	--	28,833,321
Total reinsurance contract liabilities	943,493,591	115,639,897	500,612,306	1,559,745,794	810,403,215	78,610,148	296,070,926	1,185,084,289
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(133,884,666)	(133,884,666)	--	--	(109,637,300)	(109,637,300)
Change in the risk adjustment for non-financial risk for the risk expired	--	3,632,778	--	3,632,778	--	6,966,200	--	6,966,200
Experience adjustments	45,364,657	--	--	45,364,657	(64,167,078)	--	--	(64,167,078)
Changes that relate to future services								
Contracts initially recognised in the period	(361,713,287)	46,115,767	345,028,894	29,431,374	(274,795,648)	26,330,434	260,236,498	11,771,284
Changes in estimates that adjust the CSM	16,987,656	(276,349)	(16,711,307)	--	2,066,559	(17,402,522)	15,335,963	--
Changes in estimates that result in losses and reversals of losses on onerous contracts, net	5,904,812	(440,525)	--	5,464,287	5,092,364	(1,601,781)	--	3,490,583
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(93,949,151)	(12,908,199)	--	(106,857,350)	(32,539,506)	3,213,677	--	(29,325,829)
Reinsurance service result – Gross	(387,405,313)	36,123,472	194,432,921	(156,848,920)	(364,343,309)	17,506,008	165,935,161	(180,902,140)
Net finance expenses from reinsurance contracts	28,116,067	--	23,929,351	52,045,418	9,117,998	26,324	15,069,872	24,214,194
Effect of movement in exchange rates	(6,003,590)	--	--	(6,003,590)	(6,935,287)	(277,301)	--	(7,212,588)
Total changes in the statement of income	(365,292,836)	36,123,472	218,362,272	(110,807,092)	(362,160,598)	17,255,031	181,005,033	(163,900,534)
Cash flows								
Premiums, net of ceding commission, received	362,734,694	--	--	362,734,694	290,614,361	--	--	290,614,361
Claims and other reinsurance service expenses paid	(166,184,381)	--	--	(166,184,381)	(246,113,431)	--	--	(246,113,431)
Reinsurance acquisition cash flows	(32,804,189)	--	--	(32,804,189)	(21,125,875)	--	--	(21,125,875)
	163,746,124	--	--	163,746,124	23,375,055	--	--	23,375,055
Net closing balance	541,977,254	172,242,150	766,486,948	1,480,706,352	345,392,757	110,373,185	483,582,997	939,348,939
Closing liabilities	765,438,217	144,426,156	733,216,368	1,643,080,741	486,554,589	94,340,140	464,398,509	1,045,293,238
Closing assets	(223,460,963)	27,815,994	33,270,580	(162,374,389)	(141,161,832)	16,033,045	19,184,488	(105,944,299)
Net closing balance	541,977,254	172,242,150	766,486,948	1,480,706,352	345,392,757	110,373,185	483,582,997	939,348,939
Accumulated surplus	48,792,723	--	--	48,792,723	36,949,997	--	--	36,949,997
Total reinsurance contract liabilities	814,230,940	144,426,156	733,216,368	1,691,873,464	523,504,586	94,340,140	464,398,509	1,082,243,235

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

i. Property and Casualty (continued)

Retrocession contracts

Analysis by remaining coverage and incurred claims

	30 June 2025 (Unaudited)					30 June 2024 (Unaudited)				
	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Opening assets	(278,418,827)	(859,277)	(332,370,170)	(16,279,232)	(627,927,506)	(189,148,319)	(3,223,310)	(236,418,979)	(10,802,559)	(439,593,167)
Opening liabilities	(1,039,885)	(149,549)	19,039,743	(974,951)	16,875,358	--	--	--	--	--
Net opening balance	(279,458,712)	(1,008,826)	(313,330,427)	(17,254,183)	(611,052,148)	(189,148,319)	(3,223,310)	(236,418,979)	(10,802,559)	(439,593,167)
Allocation of retrocession premiums paid	181,505,150	--	--	--	181,505,150	70,017,067	--	--	--	70,017,067
Income on initial recognition of onerous underlying reinsurance contracts	--	(7,294,257)	--	--	(7,294,257)	--	(243,094)	--	--	(243,094)
Amounts recoverable from retrocessionaires										
Recoveries of incurred claims and other reinsurance services	--	--	(138,234,174)	(6,277,930)	(144,512,104)	--	--	(44,227,217)	(2,280,801)	(46,508,018)
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	--	3,216,969	--	--	3,216,969	--	2,815,915	--	--	2,815,915
Adjustments to assets for incurred claims	--	--	29,763,956	2,086,309	31,850,265	--	--	70,659,151	3,037,310	73,696,461
	--	3,216,969	(108,470,218)	(4,191,621)	(109,444,870)	--	2,815,915	26,431,934	756,509	30,004,358
Changes that relate to future service										
Effect of changes in the risk of retrocessionaires’ non-performance	--	2,716,269	--	--	2,716,269	--	(473,966)	--	--	(473,966)
	38,422	--	(40,861)	--	(2,439)	(23,575)	--	(101,507)	--	(77,932)
Net expenses / (income) from retrocession contracts	181,543,572	(1,361,019)	(108,511,079)	(4,191,621)	67,479,853	70,040,642	2,098,855	26,330,427	756,509	99,226,433
Net finance income from retrocession contracts	(8,158,643)	(218,464)	(10,682,157)	--	(19,059,264)	(851,505)	(76,827)	(6,076,134)	--	(7,004,466)
Effect of movement in exchange rates	(195)	--	10,150	--	9,955	--	--	80,889	13,809	94,698
Total changes in the statement of income	173,384,734	(1,579,483)	(119,183,086)	(4,191,621)	48,430,544	69,189,137	2,022,028	20,335,182	770,318	92,316,665
Cash flows										
Premiums, net of ceding commissions, paid	(56,778,504)	--	(43,260,352)	--	(100,038,856)	(57,453,271)	--	(6,611,472)	--	(64,064,743)
Recoveries from retrocession	--	--	9,247,750	--	9,247,750	--	--	39,176,196	--	39,176,196
	(56,778,504)	--	(34,012,602)	--	(90,791,106)	(57,453,271)	--	32,564,724	--	(24,888,547)
Premiums expected to be received transferred from the ARC to AIC	(98,680,644)	--	98,680,644	--	--	(24,402,609)	--	24,402,609	--	--
Net closing balance	(261,533,126)	(2,588,309)	(367,845,471)	(21,445,804)	(653,412,710)	(201,815,062)	(1,201,282)	(159,116,464)	(10,032,241)	(372,165,049)
Closing contract assets	(258,860,067)	(2,516,718)	(406,630,023)	(18,482,589)	(686,489,397)	(201,815,062)	(1,201,282)	(159,116,464)	(10,032,241)	(372,165,049)
Closing contract liabilities	(2,673,059)	(71,591)	38,784,552	(2,963,215)	33,076,687	--	--	--	--	--
Net closing balance	(261,533,126)	(2,588,309)	(367,845,471)	(21,445,804)	(653,412,710)	(201,815,062)	(1,201,282)	(159,116,464)	(10,032,241)	(372,165,049)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

i. Property and Casualty (continued)

Retrocession contracts

Analysis by measurement component

	30 June 2025 (Unaudited)				30 June 2024 (Unaudited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Retrocession contracts								
Opening assets	(225,220,930)	(53,908,745)	(348,797,831)	(627,927,506)	(183,058,050)	(45,507,807)	(211,027,310)	(439,593,167)
Opening liabilities	69,781,510	(4,413,409)	(48,492,743)	16,875,358	--	--	--	--
Net opening balance	(155,439,420)	(58,322,154)	(397,290,574)	(611,052,148)	(183,058,050)	(45,507,807)	(211,027,310)	(439,593,167)
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services received	--	--	82,962,706	82,962,706	--	--	42,404,909	42,404,909
Change in the risk adjustment for non-financial risk for the risk expired	--	(2,931,824)	--	(2,931,824)	--	(2,439,211)	--	(2,439,211)
Experience adjustments	(39,820,867)	--	--	(39,820,867)	(13,640,734)	--	--	(13,640,734)
Changes that relate to future services								
Contracts initially recognised in the period	190,271,117	(16,001,949)	(181,563,425)	(7,294,257)	91,623,294	(9,372,461)	(82,493,927)	(243,094)
Changes in recoveries of losses on onerous contracts that adjust the CSM	6,136,104	(280,601)	(5,855,503)	--	17,462,980	(332,063)	(17,130,917)	--
Changes in estimates that adjust the CSM	12,348,369	(139,443)	(12,208,926)	--	39,627,470	(69,926)	(39,557,544)	--
Changes in estimates that relate to losses and reversals of losses on onerous underlying reinsurance contracts, net	(21,671,302)	131,750	24,255,821	2,716,269	(45,521,669)	12,893,071	32,154,632	(473,966)
Changes that relate to past services								
Adjustments to liabilities for incurred claims	29,763,956	2,086,309	--	31,850,265	70,659,151	3,037,310	--	73,696,461
Effect of changes in the risk of reinsurers non-performance	(2,439)	--	--	(2,439)	(77,932)	--	--	(77,932)
Net expenses / (income) from retrocession contracts	177,024,938	(17,135,758)	(92,409,327)	67,479,853	160,132,560	3,716,720	(64,622,847)	99,226,433
Net finance (income) / expense from retrocession contracts	(3,554,603)	--	(15,504,661)	(19,059,264)	983,965	--	(7,988,431)	(7,004,466)
Effect of movement in exchange rates	9,955	--	--	9,955	80,890	13,808	--	94,698
Total changes in the statement of income	173,480,290	(17,135,758)	(107,913,988)	48,430,544	161,197,415	3,730,528	(72,611,278)	92,316,665
Cash flows								
Premiums, net of ceding commissions, paid	(100,038,856)	--	--	(100,038,856)	(64,064,743)	--	--	(64,064,743)
Recoveries from retrocession	9,247,750	--	--	9,247,750	39,176,196	--	--	39,176,196
	(90,791,106)	--	--	(90,791,106)	(24,888,547)	--	--	(24,888,547)
Net closing balance	(72,750,236)	(75,457,912)	(505,204,562)	(653,412,710)	(46,749,182)	(41,777,279)	(283,638,588)	(372,165,049)
Closing assets	(126,894,860)	(71,026,628)	(488,567,909)	(686,489,397)	(46,749,182)	(41,777,279)	(283,638,588)	(372,165,049)
Closing liabilities	54,144,624	(4,431,284)	(16,636,653)	33,076,687	--	--	--	--
Net closing balance	(72,750,236)	(75,457,912)	(505,204,562)	(653,412,710)	(46,749,182)	(41,777,279)	(283,638,588)	(372,165,049)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

ii. Life and Health

Reinsurance contracts

Analysis by remaining coverage and incurred claims

	30 June 2025 (Unaudited)					30 June 2024 (Unaudited)				
	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Opening liabilities	(130,589)	228,685	23,278,419	2,019,500	25,396,015	(762,981)	1,722,673	27,061,703	1,688,890	29,710,285
Opening assets	(165,309)	197,620	(1,459,036)	112,175	(1,314,550)	7,329	--	(1,537,306)	79,240	(1,450,737)
Net opening balance	(295,898)	426,305	21,819,383	2,131,675	24,081,465	(755,652)	1,722,673	25,524,397	1,768,130	28,259,548
Changes in the statement of income										
Reinsurance revenue	(29,875,561)	--	--	--	(29,875,561)	(26,105,929)	--	--	--	(26,105,929)
Reinsurance service expenses										
Incurred claims and other reinsurance service expenses	--	(559,963)	25,420,637	452,142	25,312,816	--	(1,593,562)	23,588,716	387,763	22,382,917
Amortisation of insurance acquisition cash flows	854,292	--	--	--	854,292	1,014,133	--	--	--	1,014,133
Losses and reversals of losses on onerous contracts, net	--	1,039,005	--	--	1,039,005	--	194,539	--	--	194,539
Adjustments to liabilities for incurred claims	--	--	(3,078,545)	(689,396)	(3,767,941)	--	--	(2,654,196)	(434,367)	(3,088,563)
	854,292	479,042	22,342,092	(237,254)	23,438,172	1,014,133	(1,399,023)	20,934,520	(46,604)	20,503,026
Investment components	(180)	--	180	--	--	(4,593)	--	4,593	--	--
Reinsurance service result – Gross	(29,021,449)	479,042	22,342,272	(237,254)	(6,437,389)	(25,096,389)	(1,399,023)	20,939,113	(46,604)	(5,602,903)
Net finance (income) / expenses from reinsurance contracts	(1,840,997)	43,367	3,293,504	--	1,495,874	(1,740,754)	137,691	2,967,122	--	1,364,059
Effect of movement in exchange rates	(57,261)	--	(31,140)	--	(88,401)	(23,399)	--	(28,218)	(14,209)	(65,826)
Total changes in the statement of income	(30,919,707)	522,409	25,604,636	--	(5,029,916)	(26,860,542)	(1,261,332)	23,878,017	(60,813)	(4,304,670)
Cash flows										
Premiums, net of ceding commission, received	2,397,570	--	1,477,380	--	3,874,950	6,059,920	--	11,021,480	--	17,081,400
Claims and other reinsurance service expenses paid	--	--	(2,769,907)	--	(2,769,907)	--	--	(14,436,974)	--	(14,436,974)
Reinsurance acquisition cash flows	(1,229,587)	--	--	--	(1,229,587)	(1,351,855)	--	--	--	(1,351,855)
	1,167,983	--	(1,292,527)	--	(124,544)	4,708,065	--	(3,415,494)	-	1,292,571
Premiums expected to be received transferred from the LRC to LIC	29,728,629	--	(29,728,629)	--	--	22,746,323	--	(22,746,323)	--	--
Net closing balance	(318,993)	948,714	16,402,863	1,894,421	18,927,005	(161,806)	461,341	23,240,597	1,707,317	25,247,449
Closing liabilities	(287,898)	805,514	18,998,232	1,782,918	21,298,766	(119,057)	288,189	25,183,296	1,655,147	27,007,575
Closing assets	(31,095)	143,200	(2,595,369)	111,503	(2,371,761)	(42,749)	173,152	(1,942,699)	52,170	(1,760,126)
Net closing balance	(318,993)	948,714	16,402,863	1,894,421	18,927,005	(161,806)	461,341	23,240,597	1,707,317	25,247,449

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

ii. Life and Health (continued)

Reinsurance contracts

Analysis by measurement component

	30 June 2025 (Unaudited)				30 June 2024 (Unaudited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Reinsurance contracts								
Opening liabilities	22,169,586	2,323,044	903,385	25,396,015	27,274,391	2,100,042	335,852	29,710,285
Opening assets	(1,484,331)	140,166	29,615	(1,314,550)	(1,580,614)	79,499	50,378	(1,450,737)
Total reinsurance contract liabilities	20,685,255	2,463,210	933,000	24,081,465	25,693,777	2,179,541	386,230	28,259,548
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(1,258,974)	(1,258,974)	--	--	(662,212)	(662,212)
Change in the risk adjustment for non-financial risk for the risk expired	--	(57,460)	--	(57,460)	--	153,146	--	153,146
Experience adjustments	(2,392,019)	--	--	(2,392,019)	(2,199,813)	--	--	(2,199,813)
Changes that relate to future services								
Contracts initially recognised in the period	(5,179,258)	1,112,952	4,819,929	753,623	(1,842,857)	755,871	1,369,545	282,559
Changes in estimates that adjust the CSM	1,957,243	(42,708)	(1,914,535)	--	733,919	(233,358)	(500,561)	--
Changes in estimates that result in losses and reversals of losses on onerous contracts, net	298,865	(13,483)	--	285,382	50,062	(138,082)	--	(88,020)
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(3,078,545)	(689,396)	--	(3,767,941)	(2,654,196)	(434,367)	--	(3,088,563)
Reinsurance service result – Gross	(8,393,714)	309,905	1,646,420	(6,437,389)	(5,912,885)	103,210	206,772	(5,602,903)
Net finance expenses from reinsurance contracts	1,333,408	--	162,466	1,495,874	1,306,036	5,299	52,724	1,364,059
Effect of movement in exchange rates	(88,401)	--	--	(88,401)	(50,225)	(15,601)	--	(65,826)
Total changes in the statement of income	(7,148,707)	309,905	1,808,886	(5,029,916)	(4,657,074)	92,908	259,496	(4,304,670)
Cash flows								
Premiums, net of ceding commission, received	3,874,950	--	--	3,874,950	17,081,400	--	--	17,081,400
Claims and other reinsurance service expenses paid	(2,769,907)	--	--	(2,769,907)	(14,436,974)	--	--	(14,436,974)
Reinsurance acquisition cash flows	(1,229,587)	--	--	(1,229,587)	(1,351,855)	--	--	(1,351,855)
	(124,544)	--	--	(124,544)	1,292,571	--	--	1,292,571
Net closing balance	13,412,004	2,773,115	2,741,886	18,927,005	22,329,274	2,272,449	645,726	25,247,449
Closing liabilities	16,163,461	2,618,245	2,517,060	21,298,766	24,271,031	2,202,702	533,842	27,007,575
Closing assets	(2,751,457)	154,870	224,826	(2,371,761)	(1,941,757)	69,747	111,884	(1,760,126)
Total reinsurance contract liabilities	13,412,004	2,773,115	2,741,886	18,927,005	22,329,274	2,272,449	645,726	25,247,449

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

ii. Life and Health (continued)

Retrocession contracts

Analysis by remaining coverage and incurred claims

	30 June 2025 (Unaudited)					30 June 2024 (Unaudited)				
	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Opening assets	--	--	--	--	--	--	--	--	--	--
Opening liabilities	1,898	(1,811)	57,342	(767)	56,662	1,308	(5,562)	194,568	(661)	189,653
Net opening balance	1,898	(1,811)	57,342	(767)	56,662	1,308	(5,562)	194,568	(661)	189,653
Allocation of retrocession premiums paid	129,653	--	--	--	129,653	118,770	--	--	--	118,770
Income on initial recognition of onerous underlying reinsurance contracts	--	--	--	--	--	--	(798)	--	--	(798)
Amounts recoverable from retrocessionaires										
Recoveries of incurred claims and other reinsurance services	--	--	--	--	--	--	--	--	--	--
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	--	1,503	--	--	1,503	--	5,984	--	--	5,984
Adjustments to assets for incurred claims	--	--	36,230	51	36,281	--	--	73,224	(76)	73,148
	--	1,503	36,230	51	37,784	--	5,984	73,224	(76)	79,132
Changes that relate to future service	--	(628)	--	--	(628)	--	411	--	--	411
Effect of changes in the risk of retrocessionaires' non-performance	17	--	12	--	29	97	--	--	--	97
Net expenses / (income) from retrocession contracts	129,670	875	36,242	51	166,838	118,867	5,597	73,224	(76)	197,612
Net finance income from retrocession contracts	7,332	(107)	1,606	--	8,831	7,644	(583)	5,967	--	13,028
Effect of movement in exchange rates	--	--	4	--	4	--	--	3	--	3
Total changes in the statement of income	137,002	768	37,852	51	175,673	126,511	5,014	79,194	(76)	210,643
Cash flows										
Premiums, net of ceding commissions, paid	(134,325)	--	--	--	(134,325)	(130,262)	--	(266,598)	--	(396,860)
Recoveries from retrocession	--	--	--	--	--	--	--	--	--	--
	(134,325)	--	--	--	(134,325)	(130,262)	--	(266,598)	--	(396,860)
Premiums expected to be received transferred from the ARC to AIC	(4,593)	--	4,593	--	--	--	--	--	--	--
Net closing balance	(18)	(1,043)	99,787	(716)	98,010	(2,443)	(548)	7,164	(737)	3,436
Closing contract assets	--	--	--	--	--	--	--	--	--	--
Closing contract liabilities	(18)	(1,043)	99,787	(716)	98,010	(2,443)	(548)	7,164	(737)	3,436
Net closing balance	(18)	(1,043)	99,787	(716)	98,010	(2,443)	(548)	7,164	(737)	3,436

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

ii. Life and Health (continued)

Retrocession contracts

Analysis by measurement component

Retrocession contracts

Opening assets

Opening liabilities

Net opening balance

Changes in the statement of income

Changes that relate to current services

CSM recognised for the services received

Experience adjustments

Changes that relate to future services

Contracts initially recognised in the period

Changes in recoveries of losses on onerous contracts that adjust the CSM

Changes in estimates that adjust the CSM

Changes in estimates that relate to losses and reversals of losses on onerous underlying reinsurance contracts, net

Changes that relate to past services

Adjustments to liabilities for incurred claims

Effect of changes in the risk of reinsurers non-performance

Net expenses / (income) from retrocession contracts

Net finance (income) / expense from retrocession contracts

Effect of movement in exchange rates

Total changes in the statement of income

Cash flows

Premiums, net of ceding commissions, paid

Recoveries from retrocession

Net closing balance

Closing assets

Closing liabilities

Net closing balance

30 June 2025 (Unaudited)				30 June 2024 (Unaudited)			
Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
--	--	--	--	--	--	--	--
57,344	(767)	85	56,662	194,569	(661)	(4,255)	189,653
57,344	(767)	85	56,662	194,569	(661)	(4,255)	189,653
--	--	127,122	127,122	--	--	124,937	124,937
4,034	--	--	4,034	(183)	--	--	(183)
243,800	--	(243,800)	--	240,407	--	(241,205)	(798)
--	--	--	--	--	--	--	--
21,635	(34)	(21,601)	--	29,614	(89)	(29,525)	--
(11,198)	34	10,536	(628)	(32,436)	89	32,758	411
36,230	51	--	36,281	73,224	(76)	--	73,148
29	--	--	29	97	--	--	97
294,530	51	(127,743)	166,838	310,723	(76)	(113,035)	197,612
15,722	--	(6,891)	8,831	20,372	--	(7,344)	13,028
4	--	--	4	3	--	--	3
310,256	51	(134,634)	175,673	331,098	(76)	(120,379)	210,643
(134,325)	--	--	(134,325)	(396,860)	--	--	(396,860)
--	--	--	--	--	--	--	--
(134,325)	--	--	(134,325)	(396,860)	--	--	(396,860)
233,275	(716)	(134,549)	98,010	128,807	(737)	(124,634)	3,436
--	--	--	--	128,807	(737)	(124,634)	3,436
233,275	(716)	(134,549)	98,010	128,807	(737)	(124,634)	3,436
233,275	(716)	(134,549)	98,010	128,807	(737)	(124,634)	3,436

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

B. Effect of contracts initially recognized in the period

Reinsurance contracts	Property and Casualty			Property and Casualty			Life and Health			Life and Health		
	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)			30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	Profitable contracts	Onerous contracts	Total	Profitable contracts	Onerous contracts	Total	Profitable contracts	Onerous contracts	Total	Profitable contracts	Onerous contracts	Total
Claims and other directly attributable expenses	988,120,738	438,815,163	1,426,935,901	738,363,120	122,198,367	860,561,487	54,037,605	3,911,950	57,949,555	25,905,685	10,429,512	36,335,197
Reinsurance acquisition cash flows	6,168,811	3,303,375	9,472,186	8,078,268	2,471,862	10,550,130	768,108	40,809	808,917	701,473	261,075	962,548
Estimates of present value of cash outflows	994,289,549	442,118,538	1,436,408,087	746,441,388	124,670,229	871,111,617	54,805,713	3,952,759	58,758,472	26,607,158	10,690,587	37,297,745
Estimates of present value of cash inflows	(1,375,221,632)	(422,899,742)	(1,798,121,374)	(1,030,558,903)	(115,348,362)	(1,145,907,265)	(60,682,232)	(3,255,498)	(63,937,730)	(28,527,283)	(10,613,319)	(39,140,602)
Risk adjustment for non-financial risk	35,903,189	10,212,578	46,115,767	23,881,017	2,449,417	26,330,434	1,056,590	56,362	1,112,952	550,580	205,291	755,871
CSM	345,028,894	--	345,028,894	260,236,498	--	260,236,498	4,819,929	--	4,819,929	1,369,545	--	1,369,545
Losses recognised on initial recognition	--	29,431,374	29,431,374	--	11,771,284	11,771,284	--	753,623	753,623	--	282,559	282,559

Retrocession contracts	Property and Casualty			Property and Casualty			Life and Health			Life and Health		
	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)			30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	Contracts initiated at net gain	Contracts initiated at net loss	Total	Contracts initiated at net gain	Contracts initiated at net loss	Total	Contracts initiated at net gain	Contracts initiated at net loss	Total	Contracts initiated at net gain	Contracts initiated at net loss	Total
Estimates of present value of cash inflows	(308,767,515)	(1,356,433)	(310,123,948)	(187,101,383)	(2,298,338)	(189,399,721)	(611)	--	(611)	(301)	(161)	(462)
Estimates of present value of cash outflows	499,304,825	1,090,240	500,395,065	279,700,706	1,322,309	281,023,015	244,411	--	244,411	240,869	--	240,869
Risk adjustment for non-financial risk	(15,948,731)	(53,218)	(16,001,949)	(9,298,814)	(73,647)	(9,372,461)	--	--	--	--	--	--
Income recognized on initial recognition	7,294,257	--	7,294,257	243,094	--	243,094	--	--	--	798	--	798
CSM	181,882,836	(319,411)	181,563,425	83,543,603	(1,049,676)	82,493,927	243,800	--	243,800	241,366	(161)	241,205

C. Contractual service margin

The following table sets out when the Company expects to recognize the remaining CSM in after the reporting date;

	30 June 2025 (Unaudited)							31 December 2024 (Audited)						
	1 year	2 years	3 years	4 years	5 years	More than 5 years	Total	1 year	2 years	3 years	4 years	5 years	More than 5 years	Total
Reinsurance contracts														
Property and Casualty	126,084,904	65,348,777	51,349,021	51,618,324	53,152,354	418,933,568	766,486,948	125,954,158	43,569,816	38,349,417	36,988,036	37,583,627	265,679,622	548,124,676
Life and Health	2,124,277	617,295	50	54	59	151	2,741,886	813,966	118,422	93	106	120	293	933,000
Retrocession contracts														
Property and Casualty	(59,785,255)	(35,715,918)	(36,276,319)	(37,702,881)	(40,224,891)	(295,499,298)	(505,204,562)	(80,686,622)	(27,325,945)	(27,705,496)	(28,466,389)	(29,479,467)	(203,626,655)	(397,290,574)
Life and Health	(134,118)	(431)	--	--	--	--	(134,549)	99	(14)	--	--	--	--	85
Net CSM	68,289,808	30,249,723	15,072,752	13,915,497	12,927,522	123,434,421	263,889,723	46,081,601	16,362,279	10,644,014	8,521,753	8,104,280	62,053,260	151,767,187

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

7. PREPAID EXPENSES, DEPOSITS AND OTHER ASSETS

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Funds at Lloyds*	163,355,714	168,695,636
Prepaid expenses	1,136,172	5,804,955
Refundable deposit (note 10)	291,957	4,021,037
Advances to employees	963,492	1,388,597
Others	1,205,786	910,721
	166,953,121	180,820,946

*These represent restricted funds placed with Custodian as required by Lloyd's. These earn an average interest of 5.08% (31 December 2024: 4.98%). These funds serve as collateral for participation in Lloyd's Syndicates for the underwriting years 2023, 2024, and 2025. Funds at Lloyds are neither past due nor impaired and are classified as Stage 1.

8. STATUTORY DEPOSIT

The Company has deposited an amount of ﷲ 115.83 million (31 December 2024: ﷲ 89.1 million) with a local bank, which has been rated "A1" by Moody's Rating agency representing the statutory deposit of 10% of its paid-up capital as required by the Implementing Regulations of the "Law on Supervision of Cooperative Insurance Companies" issued by Insurance Authority. This statutory deposit cannot be withdrawn without the consent of the Insurance Authority. The accrued commission on the deposit and accrued commission income payable to Insurance Authority as at 30 June 2025 amounted to ﷲ 2.94 million.

During the period, the Company settled the accrued commission payable to Insurance Authority relating to previous statutory deposit. The accrued commission on the deposit as at 31 December 2024 was ﷲ 22.31 million whereas accrued commission income payable to Insurance Authority as at 31 December 2024 was ﷲ 29.05 million. The balance of ﷲ 6.73 million at 31 December 2024 was maintained in a separate account and presented within cash and bank balances as restricted cash.

9. ACCRUED EXPENSES AND OTHER LIABILITIES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Unallocated cash	37,910,300	11,966,367
Value added tax payable	15,048,246	5,154,039
Employees bonus	11,536,286	17,056,400
Withholding tax payable	6,326,766	2,546,944
Professional fees payable	2,480,356	3,074,186
Directors' remunerations (note 20)	1,150,000	2,221,639
Meetings fees and expenses (note 20)	612,500	1,225,000
Consultancy fees	--	1,296,993
Others	2,121,823	2,022,667
	77,186,277	46,564,235

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

10. PROVISION FOR ZAKAT AND TAX

A summary of the Company's share capital and percentages of ownership are follows:

	30 June 2025 (Unaudited)		31 December 2024 (Audited)	
	ﷲ	%	ﷲ	%
Saudi Shareholders	1,051,041,420	90.74%	777,130,200	87.22%
GCC Shareholders	26,640,900	2.30%	38,669,400	4.34%
GCC Shareholders and general public	1,077,682,320	93.04%	815,799,600	91.56%
Non-GCC Shareholders	80,617,680	6.96%	75,200,400	8.44%
Total	1,158,300,000	100%	891,000,000	100%

As of 30 June 2025, the authorized, issued and fully paid-up share capital of the Company consists of 115.83 million shares of ﷲ 10 each (31 December 2024: 89.1 million shares of ﷲ 10 each). The Company's zakat and tax calculations and corresponding accruals and payments of zakat and tax are based on the above ownership percentages in accordance with the relevant provisions of the Saudi Arabian Zakat and Income Tax regulations.

The zakat and tax liability as at period / year end are as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Provision for zakat	41,312,962	40,423,441
Provision for tax	985,856	1,247,984
	42,298,818	41,671,425

The zakat and tax charges for the six-month period ended are as follows:

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Zakat charge for the period	20,881,936	14,471,335
Income tax charge for the period	48,834	56,519
VAT expense (refer note below)	3,729,079	--
	3,777,913	56,519
	24,659,849	14,527,854

The Company has recorded zakat and tax provision based on new Zakat Implementing Regulation, announced by the Zakat, Tax and Customs Authority (ZATCA) through the Ministerial Resolution (MR) No.1007 dated 29 February 2024, which was electronically published in the Official Gazette (Umm Al-Qura) on 21 March 2024.

Status of Zakat assessment

The Company has filed its tax / Zakat returns for the year ended 31 December 2024 and obtained the final Zakat certificate up to 2024. However, it is ZATCA's discretion to issue further assessments for 2022, 2023 and 2024. In October 2021, the ZATCA issued assessments for the years 2019 and 2020 with additional zakat and income tax liability amounting to ﷲ 3.1 million and ﷲ 4.2 million, respectively. The Company filed an appeal with Tax Committee for Resolution of Tax Violations and Disputes (Level 1) against this additional amount. On 8 September 2022, the Tax Violations and Disputes Committee (Level 1) concluded its hearing with the Company and ZATCA by issuing its verbal ruling wherein it overturned the ZATCA's assessment and ruled in favor of the Company. Following the issuance of the written ruling, the ZATCA submitted an appeal to the Appellate Committee for Tax Violations and Disputes at the GSZTCC (i.e., GSZTCC level 2) on 30 October 2022 and 10 November 2022. GSZTCC level 2 notified the Company about the appeal for the Company to submit a response. The Company responded to this on 27 December 2022.

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

10. PROVISION FOR ZAKAT AND TAX (CONTINUED)

In December 2023, GSZTCC (Level 2) issued its final ruling whereby it upheld ZATCA's appeal and cancelled the ruling issued in favor of the Company. The Company has settled this amount. Considering this decision, the Company has recorded zakat provision for the years 2021 and 2022 amounting to ﷲ 4.6 million and ﷲ 6.3 million, respectively against non-deduction of deferred acquisition costs and excess of loss premiums from zakat base.

Status of VAT assessment

ZATCA's assessment of VAT return – tax years 2021 & 2022

On 22 June 2023 ZATCA audited the Company for the years 2021 and 2022. On 8 October 2024, ZATCA concluded additional VAT on retrocession commission for 2021 and 2022 amounting to ﷲ 3.7 million. ZATCA issued a final assessment of ﷲ 3.7 million. While the Company intends to object to the assessment and escalate the matter to the GSTCC Level 2, it has reassessed the recoverability of the deposit in light of the circumstances of the case and the outcome of similar case for tax year 2020. Accordingly, the Company has expensed the VAT deposit previously recorded under prepaid expenses, deposits and other assets during the period.

11. SHARE CAPITAL

During 2024, the Board of Directors had recommended to increase the Company's capital by issuing new ordinary shares (representing 30% of the Company's current capital) with a nominal value of ﷲ 10 per share, at an offer price of ﷲ 16 per share and with a total offer value of 427,680,000 which was fully subscribed by the Public Investment Fund (PIF), a sovereign wealth fund of the Kingdom of Saudi Arabia. An application for the increase was approved by the CMA on 25 November 2024 (corresponding to 23/05/1446H). The Extraordinary General Assembly (EGM) approved the issue of shares on 24 December 2024 (corresponding to 23/06/ 1446H) to increase the Company's share capital. Consequently, all relevant regulatory formalities were completed during the period. The Company incurred incremental transaction costs amounting to ﷲ 8.7 million in relation to the issue of shares and is included in "Share Premium" as of 30 June 2025.

On 16 March 2025 (corresponding to 16/09/1446H), the Board of Directors recommended an increase in the Company's capital by 46.6%. The capital increase will be executed as follows:

- Issuance of 51,480,000 bonus shares to existing shareholders, granting 4 additional shares for every 9 shares held, representing a 44.44% increase in capital.
- Allocation of 2,500,000 shares for the establishment of the Company's long-term incentive share plan for employees, representing an additional 2.16% of the Company's capital.

The capital increase related to bonus shares is subject to approval from the competent regulatory authorities and the Extraordinary General Assembly.

Shareholding structure of the Company is as below.

30 June 2025 (Unaudited)			
Authorized and issued		Paid up	
No. of Shares	Value	ﷲ	
Public Investment Fund (PIF)	26,730,000	10	267,300,000
General public	89,100,000	10	891,000,000
	115,830,000	10	1,158,300,000

31 December 2024 (Audited)			
Issued		Paid up	
No. of Shares	Value	ﷲ	
General public	89,100,000	10	891,000,000
	89,100,000	10	891,000,000

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷻ) unless otherwise stated)

12. REINSURANCE REVENUE

Amounts relating to changes in LRC

CSM recognised for services provided

Change in risk adjustment for non-financial risk for the risk expired after loss component allocation

Expected incurred claims and other directly attributable expenses

Experience adjustments – arising from premiums received in the period other than those that relate to future services

Reinsurance acquisition cash flows recovery

30 June 2025 (Unaudited)		
P&C	L&H	Total
133,884,666	1,258,974	135,143,640
15,624,836	499,764	16,124,600
522,584,639	26,847,714	549,432,353
13,441,946	414,817	13,856,763
22,769,030	854,292	23,623,322
708,305,117	29,875,561	738,180,678

30 June 2024 (Unaudited)		
P&C	L&H	Total
109,637,300	662,212	110,299,512
2,571,726	232,795	2,804,521
312,619,336	22,139,375	334,758,711
21,516,192	2,057,414	23,573,606
10,240,135	1,014,133	11,254,268
456,584,689	26,105,929	482,690,618

13. REINSURANCE SERVICE EXPENSES

Incurred claims and other directly attributable expenses

Changes that relate to past service - adjustments to the LIC

Losses on onerous contracts and reversal of those losses

Reinsurance acquisition cash flows amortisation

30 June 2025 (Unaudited)		
P&C	L&H	Total
(600,648,856)	(25,312,816)	(625,961,672)
106,857,350	3,767,941	110,625,291
(34,895,661)	(1,039,005)	(35,934,666)
(22,769,030)	(854,292)	(23,623,322)
(551,456,197)	(23,438,172)	(574,894,369)

30 June 2024 (Unaudited)		
P&C	L&H	Total
(279,506,376)	(22,382,917)	(301,889,293)
29,325,829	3,088,563	32,414,392
(15,261,867)	(194,539)	(15,456,406)
(10,240,135)	(1,014,133)	(11,254,268)
(275,682,549)	(20,503,026)	(296,185,575)

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷻ) unless otherwise stated)

14. NET EXPENSE FROM RETROCESSION CONTRACTS

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	P&C	L&H	Total	P&C	L&H	Total
Allocation of retrocession premiums paid	(181,505,150)	(129,653)	(181,634,803)	(70,017,067)	(118,770)	(70,135,837)
Income on initial recognition of onerous underlying reinsurance contracts	7,294,257	--	7,294,257	243,094	798	243,892
Recoveries of incurred claims and other reinsurance services	144,512,104	--	144,512,104	46,508,018	--	46,508,018
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	(3,216,969)	(1,503)	(3,218,472)	(2,815,915)	(5,984)	(2,821,899)
Adjustments to assets for incurred claims	(31,850,265)	(36,281)	(31,886,546)	(73,696,461)	(73,148)	(73,769,609)
Changes that relate to future service	(2,716,269)	628	(2,715,641)	473,966	(411)	473,555
Effect of changes in the risk of retrocessionaires' non-performance	2,439	(29)	2,410	77,932	(97)	77,835
	(67,479,853)	(166,838)	(67,646,691)	(99,226,433)	(197,612)	(99,424,045)

15. NET FINANCE EXPENSE FROM REINSURANCE CONTRACTS ISSUED

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	P&C	L&H	Total	P&C	L&H	Total
Interest accreted	(42,061,667)	(1,236,940)	(43,298,607)	(30,076,581)	(1,668,893)	(31,745,474)
Effect of changes in interest rates and other financial assumptions	(8,209,332)	(207,126)	(8,416,458)	7,160,395	362,888	7,523,283
Effects of measuring changes in estimates at current rates and adjusting the CSM at locked-in rates	(1,774,419)	(51,808)	(1,826,227)	(1,298,008)	(58,054)	(1,356,062)
Foreign exchange differences	6,003,590	88,401	6,091,991	7,212,588	65,826	7,278,414
	(46,041,828)	(1,407,473)	(47,449,301)	(17,001,606)	(1,298,233)	(18,299,839)

16. NET FINANCE INCOME FROM RETROCESSION CONTRACTS HELD

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	P&C	L&H	Total	P&C	L&H	Total
Interest accreted	13,760,376	(8,838)	13,751,538	8,672,872	(13,933)	8,658,939
Effect of changes in interest rates and other financial assumptions	1,243,699	(292)	1,243,407	(1,140,371)	376	(1,139,995)
Effect of measuring changes in estimates at current rates and adjusting the CSM at locked-in rates	4,055,189	299	4,055,488	(528,035)	529	(527,506)
Foreign exchange differences	(9,955)	(4)	(9,959)	(94,698)	(3)	(94,701)
	19,049,309	(8,835)	19,040,474	6,909,768	(13,031)	6,896,737

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

17. INVESTMENT INCOME FROM FINANCIAL INVESTMENTS MEASURED AT AMORTIZED COST

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Special commission income from time deposits	26,131,335	20,218,235
Special commission income from debt securities	21,346,844	6,569,705
	47,478,179	26,787,940

18. NET INCOME FROM FINANCIAL INVESTMENTS MEASURED AT FAIR VALUE

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Realized gains on investments measured at FVIS	1,693,551	2,435,569
Unrealized gains on investments measured at FVIS	15,814,353	404,163
Unrealized loss on forward contract	--	(4,154,625)
Income from Tier 1 Sukuk	4,568,272	3,250,849
Dividend income	273,592	132,405
	22,349,768	2,068,361

19. BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share for the periods ended 30 June 2025 and 30 June 2024 have been calculated by dividing net income after zakat and tax attributable to the shareholders for the period by the weighted average number of ordinary shares issued and outstanding at the end of the period. Basic and diluted earnings per share are same as there are no instruments which will dilute the basic earnings per share.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

20. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent major shareholders, directors and key management personnel of the Company. The Company transacts with its related parties in the ordinary course of business at commercial terms. Major shareholders represent shareholdings of more than 5% of the Company's issued share capital. Related party balances include the balances resulting from transactions with Governmental shareholders and its related entities. The Company has conducted these transactions in the normal course of business and has used the exemptions in respect of related party disclosures.

Details of transactions and balances with related parties during the period are disclosed below.

Related party	Nature of transactions	Amount of transactions for the six-month period ended		Balance as at	
		30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Board of Directors	- Remunerations, meetings fees and expenses	2,392,136	1,914,010	1,762,500	3,161,639
Key management Personnel	- Short term benefits	9,814,613	10,833,830	--	5,399,594
	- End of service benefits	1,259,994	1,282,670	5,642,834	5,263,578
Associate*	- Reinsurance revenue	--	55,107,920	--	--
	- Reinsurance service expenses	--	(33,708,025)	--	--
	- Time deposits	--	--	520,614,241	--
	- Tier 1 Sukuk	--	--	162,759,048	--
Related entities of major shareholder**	- Bank balances	--	--	49,180,257	--
	- Special commission income from time deposits	15,060,435	--	--	--
	- Income from Tier 1 Sukuk	1,826,658	--	--	--

*The investment in associate is not related party as at 30 June 2025 as it was sold during 2024.

**There were no major shareholders of the Company as at 31 December 2024.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

21. SEGMENTAL INFORMATION

Segment results do not include investment income from financial investments measured at amortized cost, net income from financial investments measured at fair value, investment management expenses, net expected credit losses, other income, special commission expense, other operating expenses and share profit of equity accounted investee. Segment assets do not include cash and bank balances, financial investments at FVIS, financial investments at FVOCI, financial investments at amortized cost, prepaid expenses, deposits and other assets, and property and equipment (net), intangible assets, statutory deposit and accrued income on statutory deposit. Segment liabilities do not include margin loan payable, accrued expenses and other liabilities, provision for employees' end of service benefits, provision for zakat and tax and accrued commission income payable to insurance authority.

The Company has changed its basis of segment reporting, therefore comparative segment information is restated so that it aligns with the segment information reported for the current period.

21.1 Business segments

For the three-month period ended

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	Property & Casualty	Life & Health	Total	Property & Casualty	Life & Health	Total
Reinsurance revenue	398,697,039	16,079,627	414,776,666	260,831,543	14,914,078	275,745,621
Reinsurance service expenses	(283,744,621)	(13,472,269)	(297,216,890)	(163,765,730)	(13,111,447)	(176,877,177)
Net income / (expense) from retrocession contracts held	(61,669,591)	(108,339)	(61,777,930)	(42,815,739)	(61,902)	(42,877,641)
Reinsurance service results	53,282,827	2,499,019	55,781,846	54,250,074	1,740,729	55,990,803
Net finance expense from reinsurance contracts	(26,679,919)	(745,157)	(27,425,076)	(2,698,441)	(1,313,224)	(4,011,665)
Net finance income / (expense) from retrocession contracts	10,563,315	(3,230)	10,560,085	(522,235)	(6,472)	(528,707)
Net reinsurance finance (expense) / income	(16,116,604)	(748,387)	(16,864,991)	(3,220,676)	(1,319,696)	(4,540,372)
Other non-reinsurance items						
Investment income from financial investments measured at amortized cost			23,984,565			11,835,605
Net income from financial investments measured at fair value			12,889,623			(1,073,372)
Investment management expenses			(1,608,587)			(1,531,246)
(Charge) / reversal for expected credit losses			(92,951)			20,288
Other income			2,594,297			2,149,237
Special commission expense			(437,791)			(437,791)
Other operating expenses			(12,942,895)			(10,158,670)
Share of profit of equity accounted investee			--			--
Net income for the period before zakat and tax			63,303,116			52,254,482

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

21. SEGMENTAL INFORMATION (CONTINUED)

21.1 Business segments (continued)

For the six-month period ended

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	Property & Casualty	Life & Health	Total	Property & Casualty	Life & Health	Total
Reinsurance revenue	708,305,117	29,875,561	738,180,678	456,584,689	26,105,929	482,690,618
Reinsurance service expenses	(551,456,197)	(23,438,172)	(574,894,369)	(275,682,549)	(20,503,026)	(296,185,575)
Net income / (expense) from retrocession contracts held	(67,479,853)	(166,838)	(67,646,691)	(99,226,433)	(197,612)	(99,424,045)
Reinsurance service results	89,369,067	6,270,551	95,639,618	81,675,707	5,405,291	87,080,998
Net finance expense from reinsurance contracts	(46,041,828)	(1,407,473)	(47,449,301)	(17,001,606)	(1,298,233)	(18,299,839)
Net finance income / (expense) from retrocession contracts	19,049,309	(8,835)	19,040,474	6,909,768	(13,031)	6,896,737
Net reinsurance finance (expense) / income	(26,992,519)	(1,416,308)	(28,408,827)	(10,091,838)	(1,311,264)	(11,403,102)
Other non-reinsurance items						
Investment income from financial investments measured at amortized cost			47,478,179			26,787,940
Net income from financial investments measured at fair value			22,349,768			2,068,361
Investment management expenses			(2,432,557)			(2,238,873)
(Charge) / reversal for expected credit losses			(339,980)			978,515
Other income			4,755,064			4,372,864
Special commission expense			(870,771)			(875,582)
Other operating expenses			(25,518,449)			(19,476,589)
Share of profit of equity accounted investee			--			2,510,590
Net income for the period before zakat and tax			112,652,045			89,805,122

The details of gross written premiums are as follows:

	30 June 2025 (Unaudited)		30 June 2024 (Unaudited)	
	Three months	Six months	Three months	Six months
Property & Casualty	339,517,725	2,023,841,575	256,911,017	1,406,909,537
Life & Health	7,409,429	64,738,170	(2,490,370)	39,005,638
Total gross written premium	346,927,154	2,088,579,745	254,420,647	1,445,915,175

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

21. SEGMENTAL INFORMATION (CONTINUED)

21.1 Business segments (continued)

	30 June 2025 (Unaudited)				31 December 2024 (Audited)			
	Property & Casualty	Life & Health	Unallocated	Total	Property & Casualty	Life & Health	Unallocated	Total
ASSETS								
Cash and bank balances	--	--	62,105,648	62,105,648	--	--	73,464,920	73,464,920
Financial investments measured at FVIS	--	--	634,577,203	634,577,203	--	--	94,824,666	94,824,666
Financial investments measured at FVOCI	--	--	343,575,944	343,575,944	--	--	285,914,854	285,914,854
Financial investments measured at amortized cost	--	--	1,864,028,897	1,864,028,897	--	--	1,916,208,117	1,916,208,117
Reinsurance contract assets	162,374,389	2,371,761	--	164,746,150	90,813,930	1,314,550	--	92,128,480
Retrocession contract assets	686,489,397	--	--	686,489,397	627,927,506	--	--	627,927,506
Prepaid expenses, deposits and other assets	--	--	166,953,121	166,953,121	--	--	180,820,946	180,820,946
Property and equipment, net	--	--	30,184,883	30,184,883	--	--	29,553,225	29,553,225
Intangible assets	--	--	6,702,857	6,702,857	--	--	6,162,531	6,162,531
Statutory deposit	--	--	115,830,000	115,830,000	--	--	89,100,000	89,100,000
Accrued income on statutory deposit	--	--	2,936,291	2,936,291	--	--	22,314,278	22,314,278
TOTAL ASSETS	848,863,786	2,371,761	3,226,894,844	4,078,130,391	718,741,436	1,314,550	2,698,363,537	3,418,419,523
LIABILITIES								
Margin loan payable	--	--	56,797,019	56,797,019	--	--	56,797,019	56,797,019
Reinsurance contract liabilities	1,691,873,464	21,298,766	--	1,713,172,230	1,559,745,794	25,396,015	--	1,585,141,809
Retrocession contract liabilities	33,076,687	98,010	--	33,174,697	16,875,358	56,662	--	16,932,020
Accrued expenses and other liabilities	--	--	77,186,277	77,186,277	--	--	46,564,235	46,564,235
Provision for employees' end of service benefits	--	--	32,081,722	32,081,722	--	--	30,351,542	30,351,542
Provision for zakat and tax	--	--	42,298,818	42,298,818	--	--	41,671,425	41,671,425
Accrued commission income payable to Insurance Authority	--	--	2,936,291	2,936,291	--	--	29,046,147	29,046,147
TOTAL LIABILITIES	1,724,950,151	21,396,776	211,300,127	1,957,647,054	1,576,621,152	25,452,677	204,430,368	1,806,504,197

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

21. SEGMENTAL INFORMATION (CONTINUED)

21.2 Geographical segments

For the three-month period ended

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	Local	International	Total	Local	International	Total
Reinsurance revenue	188,258,118	226,518,548	414,776,666	110,878,498	164,867,123	275,745,621
Reinsurance service expenses	(101,115,677)	(196,101,213)	(297,216,890)	(34,940,439)	(141,936,738)	(176,877,177)
Net income / (expense) from retrocession contracts held	(43,908,550)	(17,869,380)	(61,777,930)	(41,249,909)	(1,627,732)	(42,877,641)
Reinsurance service results	43,233,891	12,547,955	55,781,846	34,688,150	21,302,653	55,990,803
Net finance expense from reinsurance contracts	(14,795,956)	(12,629,120)	(27,425,076)	(2,157,483)	(1,854,182)	(4,011,665)
Net finance income / (expense) from retrocession contracts	8,025,445	2,534,640	10,560,085	(481,282)	(47,425)	(528,707)
Net reinsurance finance (expense) / income	(6,770,511)	(10,094,480)	(16,864,991)	(2,638,765)	(1,901,607)	(4,540,372)
Other non-reinsurance items						
Investment income from financial investments measured at amortized cost			23,984,565			11,835,605
Net income from financial investments measured at fair value			12,889,623			(1,073,372)
Investment management expenses			(1,608,587)			(1,531,246)
(Charge) / reversal for expected credit losses			(92,951)			20,288
Other income			2,594,297			2,149,237
Special commission expense			(437,791)			(437,791)
Other operating expenses			(12,942,895)			(10,158,670)
Share of profit of equity accounted investee			--			--
Net income for the period before zakat and tax			63,303,116			52,254,482

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷻ) unless otherwise stated)

21. SEGMENTAL INFORMATION (CONTINUED)

21.2 Geographical segments (continued)

For the six-month period ended

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	Local	International	Total	Local	International	Total
Reinsurance revenue	367,863,491	370,317,187	738,180,678	205,484,266	277,206,352	482,690,618
Reinsurance service expenses	(219,408,645)	(355,485,724)	(574,894,369)	(62,869,184)	(233,316,391)	(296,185,575)
Net income / (expense) from retrocession contracts held	(60,134,396)	(7,512,295)	(67,646,691)	(80,892,388)	(18,531,657)	(99,424,045)
Reinsurance service results	88,320,450	7,319,168	95,639,618	61,722,694	25,358,304	87,080,998
Net finance expense from reinsurance contracts	(29,085,363)	(18,363,938)	(47,449,301)	(12,033,311)	(6,266,528)	(18,299,839)
Net finance income / (expense) from retrocession contracts	13,242,070	5,798,404	19,040,474	6,437,333	459,404	6,896,737
Net reinsurance finance (expense) / income	(15,843,293)	(12,565,534)	(28,408,827)	(5,595,978)	(5,807,124)	(11,403,102)
Other non-reinsurance items						
Investment income from financial investments measured at amortized cost			47,478,179			26,787,940
Net income from financial investments measured at fair value			22,349,768			2,068,361
Investment management expenses			(2,432,557)			(2,238,873)
(Charge) / reversal for expected credit losses			(339,980)			978,515
Other income			4,755,064			4,372,864
Special commission expense			(870,771)			(875,582)
Other operating expenses			(25,518,449)			(19,476,589)
Share of profit of equity accounted investee			--			2,510,590
Net income for the period before zakat and tax			112,652,045			89,805,122

The details of gross written premiums are as follows:

	30 June 2025 (Unaudited)		30 June 2024 (Unaudited)	
	Three months	Six months	Three months	Six months
Local	(54,380,179)	1,143,150,033	45,402,535	716,624,634
International	401,307,333	945,429,712	209,018,112	729,290,541
Total gross written premium	346,927,154	2,088,579,745	254,420,647	1,445,915,175

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷻ) unless otherwise stated)

21. SEGMENTAL INFORMATION (CONTINUED)

21.2 Geographical segments (continued)

	30 June 2025 (Unaudited)			31 December 2024 (Audited)		
	Local	International	Total	Local	International	Total
ASSETS						
Cash and bank balances	50,431,496	11,674,152	62,105,648	63,747,573	9,717,347	73,464,920
Financial investments measured at FVIS	634,577,203	--	634,577,203	94,824,666	--	94,824,666
Financial investments measured at FVOCI	339,863,819	3,712,125	343,575,944	282,228,979	3,685,875	285,914,854
Financial investments measured at amortized cost	1,816,648,051	47,380,846	1,864,028,897	1,827,235,121	88,972,996	1,916,208,117
Reinsurance contract assets	57,778,071	106,968,079	164,746,150	8,887,015	83,241,465	92,128,480
Retrocession contract assets	441,147,726	245,341,671	686,489,397	391,463,472	236,464,034	627,927,506
Prepaid expenses, deposits and other assets	3,597,407	163,355,714	166,953,121	12,125,310	168,695,636	180,820,946
Property and equipment, net	30,184,883	--	30,184,883	29,553,225	--	29,553,225
Intangible assets	6,702,857	--	6,702,857	6,162,531	--	6,162,531
Statutory deposit	115,830,000	--	115,830,000	89,100,000	--	89,100,000
Accrued income on statutory deposit	2,936,291	--	2,936,291	22,314,278	--	22,314,278
TOTAL ASSETS	3,499,697,804	578,432,587	4,078,130,391	2,827,642,170	590,777,353	3,418,419,523
LIABILITIES						
Margin loan payable	--	56,797,019	56,797,019	--	56,797,019	56,797,019
Reinsurance contract liabilities	753,736,288	959,435,942	1,713,172,230	703,646,506	881,495,303	1,585,141,809
Retrocession contract liabilities	33,101,848	72,849	33,174,697	16,920,541	11,479	16,932,020
Accrued expenses and other liabilities	77,186,277	--	77,186,277	46,564,235	--	46,564,235
Provision for employees' end of service benefits	32,081,722	--	32,081,722	30,351,542	--	30,351,542
Provision for zakat and tax	42,298,818	--	42,298,818	41,671,425	--	41,671,425
Accrued commission income payable to Insurance Authority	2,936,291	--	2,936,291	29,046,147	--	29,046,147
TOTAL LIABILITIES	941,341,244	1,016,305,810	1,957,647,054	868,200,396	938,303,801	1,806,504,197

22. CONTINGENCIES AND COMMITMENTS

The Company operates in the reinsurance industry and is subject to legal proceedings in the normal course of business. While it is not practicable to forecast or determine the final results of all pending or threatened legal proceedings, management does not believe that such proceedings (including litigations) will have a material effect on its results and financial position.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2025
(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)
23. FAIR VALUE

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market of the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

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.

The following table shows the carrying amount 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 as the carrying value of those assets and liabilities approximate their fair values in the condensed interim financial statements.

30 June 2025 (Unaudited)				
	Level 1	Level 2	Level 3	Total
Financial investments at FVIS				
Money market funds	--	625,328,382	--	625,328,382
Investment funds	6,369,987	--	--	6,369,987
Equity securities	2,878,834	--	--	2,878,834
Financial investments at FVOCI				
Tier 1 Sukuk	--	343,575,944	--	343,575,944
Financial investments at amortized cost				
Time deposits	--	--	997,342,987	997,342,987
Debt securities	--	865,700,973	--	865,700,973
Total	9,248,821	1,834,605,299	997,342,987	2,841,197,107
31 December 2024 (Audited)				
	Level 1	Level 2	Level 3	Total
Financial investments at FVIS				
Money market funds	--	86,193,233	--	86,193,233
Investment funds	7,607,587	--	--	7,607,587
Equity securities	1,023,846	--	--	1,023,846
Financial investments at FVOCI				
Tier 1 Sukuk	--	285,914,854	--	285,914,854
Financial investments at amortized cost				
Time deposits	--	--	997,282,720	997,282,720
Debt securities	--	919,340,018,	--	919,340,018
Total	8,631,433	1,291,448,105	997,282,720	2,297,362,258

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and six-month periods ended 30 June 2025

(All amounts in Saudi Riyals (ﷲ) unless otherwise stated)

24. APPROVAL OF THE CONDENSED INTERM FINANCIAL STATEMENTS

These condensed interim financial statements have been approved by the Board of Directors on 6 Saffar 1447H corresponding to 31 July 2025.

SUPPLEMENTARY INFORMATION

STATEMENT OF FINANCIAL POSITION

	30 June 2025			31 December 2024		
	Reinsurance operations	Shareholders' operations	Total	Reinsurance operations	Shareholders' operations	Total
ASSETS						
Cash and bank balances	11,111,223	50,994,425	62,105,648	53,102,318	20,362,602	73,464,920
Financial investments measured at FVIS	178,565,166	456,012,037	634,577,203	76,779,114	18,045,552	94,824,666
Financial investments measured at FVOCI	21,000,000	322,575,944	343,575,944	21,353,929	264,560,925	285,914,854
Financial investments measured at amortized cost	749,119,916	1,114,908,981	1,864,028,897	753,179,492	1,163,028,625	1,916,208,117
Reinsurance contract assets	164,746,150	--	164,746,150	92,128,480	--	92,128,480
Retrocession contract assets	686,489,397	--	686,489,397	627,927,506	--	627,927,506
Prepaid expenses, deposits and other assets	3,048,990	163,904,131	166,953,121	7,729,283	173,091,663	180,820,946
Property and equipment, net	3,819,286	26,365,597	30,184,883	2,960,826	26,592,399	29,553,225
Intangible assets, net	6,702,857	--	6,702,857	6,162,531	--	6,162,531
Statutory deposit	--	115,830,000	115,830,000	--	89,100,000	89,100,000
Accrued income on statutory deposit	--	2,936,291	2,936,291	--	22,314,278	22,314,278
Due from shareholders' / reinsurance operations*	160,133	--	160,133	3,886,063	--	3,886,063
TOTAL ASSETS	1,824,763,118	2,253,527,406	4,078,290,524	1,645,209,542	1,777,096,044	3,422,305,586
LIABILITIES						
Margin loan payable	--	56,797,019	56,797,019	--	56,797,019	56,797,019
Reinsurance contract liabilities	1,713,172,230	--	1,713,172,230	1,585,141,809	--	1,585,141,809
Retrocession contract liabilities	33,174,697	--	33,174,697	16,932,020	--	16,932,020
Accrued expenses and other liabilities	68,027,959	9,158,318	77,186,277	33,358,667	13,205,568	46,564,235
Provision for employees' end of service benefits	32,081,722	--	32,081,722	30,351,542	--	30,351,542
Provision for zakat and tax	--	42,298,818	42,298,818	--	41,671,425	41,671,425
Accrued commission income payable to Insurance Authority	--	2,936,291	2,936,291	--	29,046,147	29,046,147
Due to reinsurance / shareholders' operations*	--	160,133	160,133	--	3,886,063	3,886,063
TOTAL LIABILITIES	1,846,456,608	111,350,579	1,957,807,187	1,665,784,038	144,606,222	1,810,390,260
EQUITY						
Share capital	--	1,158,300,000	1,158,300,000	--	891,000,000	891,000,000
Share premium	--	151,680,000	151,680,000	--	--	--
Statutory reserve	--	162,893,535	162,893,535	--	162,893,535	162,893,535
Retained earnings	--	673,286,479	673,286,479	--	585,294,283	585,294,283
Other reserves	(21,693,490)	(3,983,187)	(25,676,677)	(20,574,496)	(6,697,996)	(27,272,492)
TOTAL EQUITY	(21,693,490)	2,142,176,827	2,120,483,337	(20,574,496)	1,632,489,822	1,611,915,326
TOTAL LIABILITIES AND EQUITY	1,824,763,118	2,253,527,406	4,078,290,524	1,645,209,542	1,777,096,044	3,422,305,586

*These items are not included in the statement of financial position.

SUPPLEMENTARY INFORMATION (CONTINUED)

STATEMENT OF INCOME

	For the six-month period ended 30 June 2025			For the six-month period ended 30 June 2024		
	Reinsurance operations	Shareholders' operations	Total	Reinsurance operations	Shareholders' operations	Total
Reinsurance service expenses	738,180,678	--	738,180,678	482,690,618	--	482,690,618
Reinsurance revenue	(574,894,369)	--	(574,894,369)	(296,185,575)	--	(296,185,575)
Net expenses from retrocession contracts	(67,646,691)	--	(67,646,691)	(99,424,045)	--	(99,424,045)
Reinsurance service result	95,639,618	--	95,639,618	87,080,998	--	87,080,998
Investment income from financial investments measured at amortized cost	21,551,259	25,926,920	47,478,179	11,001,143	15,786,797	26,787,940
Net income from financial investments measured at fair value	4,961,097	17,388,671	22,349,768	3,854,539	(1,786,178)	2,068,361
Investment management expenses	(996,649)	(1,435,908)	(2,432,557)	(1,142,856)	(1,096,017)	(2,238,873)
(Charge) / reversal for expected credit losses	(56,823)	(283,157)	(339,980)	--	978,515	978,515
Net investment income	25,458,884	41,596,526	67,055,410	13,712,826	13,883,117	27,595,943
Finance expenses from reinsurance contracts issued	(47,449,301)	--	(47,449,301)	(18,299,839)	--	(18,299,839)
Finance income from retrocession contracts held	19,040,474	--	19,040,474	6,896,737	--	6,896,737
Net financial result	(2,949,943)	41,596,526	38,646,583	2,309,724	13,883,117	16,192,841
NET REINSURANCE AND INVESTMENT RESULT	92,689,675	41,596,526	134,286,201	89,390,722	13,883,117	103,273,839
Other income	187,623	4,567,441	4,755,064	3,490,300	882,564	4,372,864
Special commission expense	--	(870,771)	(870,771)	--	(875,582)	(875,582)
Other operating expenses	(20,494,608)	(5,023,841)	(25,518,449)	(18,432,182)	(1,044,407)	(19,476,589)
Share of profit of equity accounted investee	--	--	--	--	2,510,590	2,510,590
Net income for the period before zakat and tax	72,382,690	40,269,355	112,652,045	74,448,840	15,356,282	89,805,122
Zakat for the period	--	(20,881,936)	(20,881,936)	--	(14,471,335)	(14,471,335)
Tax charge for the period	(3,729,079)	(48,834)	(3,777,913)	--	(56,519)	(56,519)
Net income for the period after zakat and tax	68,653,611	19,338,585	87,992,196	74,448,840	828,428	75,277,268
<i>Other comprehensive income</i>						
Items that will not be reclassified to income statements subsequently						
Financial investments at FVOCI – net change in fair value	--	2,714,809	2,714,809	--	783,189	783,189
Remeasurement loss on employees' end of service benefit obligations	(1,118,994)	--	(1,118,994)	(6,265,970)	--	(6,265,970)
Items that may be classified to income statement subsequently						
Share of foreign currency translation reserve an equity accounted investee	--	--	--	--	(156,847)	(156,847)
Total comprehensive income for the period	67,534,617	22,053,394	89,588,011	68,182,870	1,454,770	69,637,640