

WALAA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED) AND REPORT ON REVIEW OF INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION**

WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (UNAUDITED)

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**REPORT ON REVIEW OF INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION**

To the shareholders of
Walaa Cooperative Insurance Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Walaa Cooperative Insurance Company ("the Company") and its subsidiary (collectively "the Group") as at 30 June 2026, and the related interim condensed consolidated statements of income and comprehensive income for the three-month and six-month periods then ended, and the interim condensed consolidated statements of changes in equity and cash flows for the six-month period ended 30 June 2026, and other explanatory notes from 1 to 29 (collectively referred to as the "interim condensed consolidated financial information"). Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

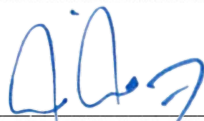
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

Other Matter

The consolidated financial statements for the year ended 31 December 2025 and the interim condensed consolidated financial information for the three-month and six-month periods ended 30 June 2025 were audited and reviewed, respectively, by other joint auditors who expressed an unmodified audit opinion on those consolidated financial statements and an unmodified review conclusion on the interim condensed consolidated financial information on 16 March 2026 (corresponding to 27 Ramadan 1447H) and 11 August 2025 (corresponding to 17 Safar 1447H), respectively.

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4 August 2026
20 Safar 1448H



WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**(All amounts expressed in Saudi Riyals thousands unless otherwise stated)**

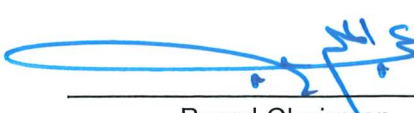
	Notes	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited) (Restated)
Assets			
Cash and cash equivalents	8.1	446,762	407,070
Short-term deposits	8.2	181,227	233,414
Accrued income on statutory deposit	14	3,189	7,048
Insurance contract assets for non unit-linked business	4.1	4,915	-
Reinsurance contract assets for non unit-linked business	4.2	1,589,534	1,921,806
Financial assets for unit-linked insurance contracts	11	529,078	516,571
Investments	9	1,522,124	1,489,762
Prepaid expenses and other assets	10	84,972	86,232
Long-term deposits	8.3	409,115	410,601
Right-of-use assets		13,540	16,085
Property and equipment		53,887	56,455
Intangible assets	12	124,971	132,610
Goodwill	13	51,571	51,571
Statutory deposit	14	127,558	127,558
Total assets		5,142,443	5,456,783
Liabilities and equity			
Liabilities			
Accrued expenses and other liabilities	15	159,637	113,392
Accrued income on statutory deposit payable to Insurance Authority	14	3,189	7,048
Insurance contract liabilities for non unit-linked business	4.1	2,532,107	3,016,112
Insurance contract liabilities for unit-linked business	4.1	537,397	525,983
Reinsurance contract liabilities for non unit-linked business	4.2	72,470	3,161
Reinsurance contract liabilities for unit-linked business	4.2	588	393
Lease liabilities		11,331	15,090
Provision for end-of-service benefits (EOSB)		44,224	42,692
Provision for zakat and income tax	20	66,496	60,278
Total liabilities		3,427,439	3,784,149
Equity			
Share capital	21	1,275,583	1,275,583
Share premium	21	228,280	228,280
Statutory reserve	22	92,775	92,775
Fair value reserve for investments	9.2	140,345	140,345
Accumulated losses		(14,856)	(58,022)
Remeasurement of EOSB		(9,227)	(9,227)
Equity attributable to the owners of the Company		1,712,900	1,669,734
Non-controlling interest		2,104	2,900
Total equity		1,715,004	1,672,634
Total liabilities and equity		5,142,443	5,456,783



Chief Financial Officer



Chief Executive Officer



Board Chairman

The accompanying notes 1 to 29 form an integral part of this interim condensed consolidated financial information.

WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

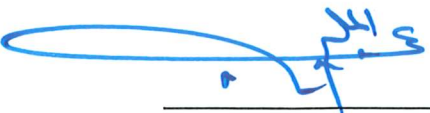
INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

	Notes	For three-month period		For six-month period	
		ended 30 June		ended 30 June	
		2026	2025	2026	2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Insurance revenue	5.1	675,781	686,813	1,308,958	1,475,032
Insurance service expenses	5.2	(291,886)	(423,054)	(557,204)	(853,648)
Insurance service result before reinsurance contracts held		383,895	263,759	751,754	621,384
Allocation of reinsurance premiums	5.3	(416,631)	(320,617)	(779,794)	(748,429)
Amounts recoverable from reinsurers for incurred claims	5.4	44,640	4,732	42,449	26,538
Net expenses from reinsurance contracts held		(371,991)	(315,885)	(737,345)	(721,891)
Net insurance service result		11,904	(52,126)	14,409	(100,507)
Commission income		20,031	22,829	40,305	45,801
Dividend income		4,272	4,399	7,204	7,866
Realized gain / (loss) on investments measured at fair value ("FVTPL")	9.1	3,681	(2,589)	23,246	(8,976)
Unrealized gain / (loss) on investments measured at fair value	9.1	3,799	(5,957)	(7,751)	(28,600)
Change in expected credit losses on financial assets		8	6	3	(1)
Net investment income		31,791	18,688	63,007	16,090
Finance expense from insurance contracts issued		(17,335)	(5,441)	(40,370)	(14,731)
Finance income from reinsurance contracts held		15,200	3,398	34,350	9,123
Net insurance finance expense		(2,135)	(2,043)	(6,020)	(5,608)
Net insurance and investment results		41,560	(35,481)	71,396	(90,025)
Other operating income		5,021	3,215	8,179	3,900
Other operating expenses	7	(14,336)	(11,911)	(26,162)	(21,002)
Net profit / (loss) for the period before zakat and income tax		32,245	(44,177)	53,413	(107,127)
Zakat and income tax charge for the period	20	(4,987)	(5,000)	(9,918)	(10,000)
Net profit / (loss) for the period after zakat and income tax		27,258	(49,177)	43,495	(117,127)
Profit / (loss) attributable to:					
- Non-controlling interest		272	177	329	177
- Owners of the Company		26,986	(49,354)	43,166	(117,304)
		27,258	(49,177)	43,495	(117,127)
Earnings / (loss) per share (expressed in Saudi Riyals per share)					
Basic and diluted earnings / (loss) per share	25	0.21	(0.39)	0.34	(0.92)


 Chief Financial Officer


 Chief Executive Officer


 Board Chairman

The accompanying notes 1 to 29 form an integral part of this interim condensed consolidated financial information.

WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

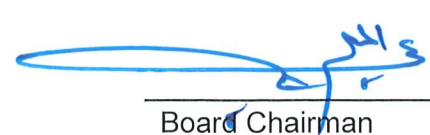
	Notes	For three-month period		For six-month period	
		ended 30 June		ended 30 June	
		2026	2025	2026	2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net profit / (loss) for the period		27,258	(49,177)	43,495	(117,127)
Other comprehensive income:					
<i>Items that will not be reclassified to interim condensed consolidated statement of income in subsequent periods</i>					
Net changes in fair value of equity investments measured at fair value through other comprehensive income ("FVOCI")	9.2	-	-	-	5,016
Total comprehensive income / (loss) for the period		27,258	(49,177)	43,495	(112,111)
Total comprehensive income / (loss) attributable to:					
- Non-controlling interest		272	177	329	177
- Owners of the Company		26,986	(49,354)	43,166	(112,288)
		27,258	(49,177)	43,495	(112,111)



Chief Financial Officer



Chief Executive Officer



Board Chairman

The accompanying notes 1 to 29 form an integral part of this interim condensed consolidated financial information.

WALAA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

	Fair value					Non-	
	Share capital	Share premium	Statutory reserve	Investments	Accumulated losses	Owners' Equity	controlling interest
					net of ESOB		
At 31 December 2025 (Audited)	1,275,583	228,280	92,775	140,345	(58,022)	(9,227)	1,669,734
Comprehensive income for the period:							
Net profit for the period attributable to the owners of the Company	-	-	-	-	43,166	-	43,166
Net profit for the period attributable to non-controlling interest	-	-	-	-	-	-	329
Total comprehensive income for the period	-	-	-	-	43,166	-	43,495
Dividend paid to non-controlling interest by subsidiary	-	-	-	-	-	-	(1,125)
At 30 June 2026 (Unaudited)	1,275,583	228,280	92,775	140,345	(14,856)	(9,227)	1,712,900
							2,104
							1,715,004

Chief Financial Officer

Chief Executive Officer

Board Chairman

The accompanying notes 1 to 29 form an integral part of this interim condensed consolidated financial information.

WALAA COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

	Share capital	Share premium	Statutory reserve	Fair value reserve for investments	Retained earnings	Re-measurement of EOSB	Owners' Equity	Non-controlling interest	Total equity
At 31 December 2024 (Audited)	1,275,583	228,280	92,775	117,149	117,794	(7,563)	1,824,018	-	1,824,018
Comprehensive income / (loss) for the period:									
Net loss for the period attributable to the owners of the Company	-	-	-	-	(117,304)	-	(117,304)	-	(117,304)
Net profit for the period attributable to non-controlling interest	-	-	-	-	-	-	-	177	177
Net changes in fair value of investments measured at FVOCI	-	-	-	5,016	-	-	5,016	-	5,016
Total comprehensive income / (loss) for the period	-	-	-	5,016	(117,304)	-	(112,288)	177	(112,111)
Non-controlling interest arising on acquisition of subsidiary during the period	-	-	-	-	-	-	-	2,168	2,168
At 30 June 2025 (Unaudited)	1,275,583	228,280	92,775	122,165	490	(7,563)	1,711,730	2,345	1,714,075

Chief Financial Officer

Chief Executive Officer

Board Chairman

The accompanying notes 1 to 29 form an integral part of this interim condensed consolidated financial information.

WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

	Notes	For six-month period ended	
		30 June	
		2026	2025
		(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit / (loss) for the period before zakat and income tax		53,413	(107,127)
Adjustments for non-cash and non-operating items:			
Depreciation of property and equipment		3,870	3,493
Depreciation of right of use assets		3,676	4,039
Amortization of intangible assets	12	8,791	6,100
Commission income		(39,743)	(45,216)
Amortization of discount on investments, net		(562)	(585)
Dividend income		(7,204)	(7,866)
Realized (gain) / loss on investments measured at fair value	9.1	(23,246)	8,976
Unrealized loss on investments measured at fair value	9.1	7,751	28,600
Change in expected credit losses on financial assets		6	8
Finance cost on lease liabilities		296	447
Provision for end-of-service benefits (EOSB)		3,831	3,485
Changes in operating assets and liabilities:			
Insurance contract assets for non unit-linked business	4.1	(4,915)	-
Reinsurance contract assets for non unit-linked business	4.2	332,272	60,771
Reinsurance contract assets for unit-linked business	4.2	-	164
Prepaid expenses and other assets	10	1,238	9,473
Insurance contract liabilities for non unit-linked business	4.1	(484,005)	(321,485)
Insurance contract liabilities for unit-linked business	4.1	11,414	(25,246)
Reinsurance contract liabilities for non unit-linked business	4.2	69,309	1,158
Reinsurance contract liabilities for unit-linked business	4.2	195	197
Accrued expenses and other liabilities	15	46,245	(38,758)
		(17,368)	(419,372)
End-of-service benefits paid		(2,299)	(1,976)
Zakat and income tax paid	20	(3,700)	(2,685)
Net cash used in operating activities		(23,367)	(424,033)

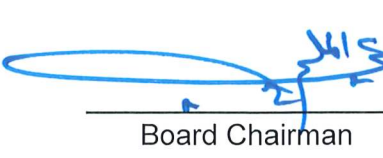
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Chief Financial Officer



Chief Executive Officer



Board Chairman

The accompanying notes 1 to 29 form an integral part of this interim condensed consolidated financial information.

WALAA COOPERATIVE INSURANCE COMPANY

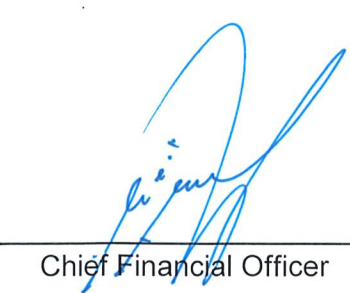
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

	Notes	For six-month period ended	
		30 June	
		2026	2025
		(Unaudited)	(Unaudited)
CASH FLOWS FROM INVESTING ACTIVITIES			
Movement in financial assets for unit linked insurance contracts, net	11	(12,507)	21,397
Purchase of investments measured at FVTPL	9.1	(287,496)	(85,271)
Disposals of investments measured at FVTPL	9.1	312,684	106,809
Purchase of investments measured at FVOCI	9.2	-	(5,624)
Purchase of investments measured at amortized cost	9.3	(41,250)	(125,000)
Disposals of investments measured at amortized cost	9.3	-	139,868
Commission income received		39,493	44,143
Dividend income received		7,204	7,866
Disposals of / (additions to) short term deposits		52,191	(39,525)
Disposals of / (additions to) long term deposits		1,505	(31,159)
Additions to intangible assets	12	(1,152)	(1,507)
Additions to property and equipment		(1,302)	(10,719)
Cash and cash equivalents acquired through business combination	13	-	31,325
Purchase consideration paid	13	-	(68,209)
Net cash generated from / (used in) investing activities		69,370	(15,606)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease liabilities paid		(5,186)	(5,756)
Dividend paid to non-controlling interest by subsidiary	24	(1,125)	-
Net cash used in financing activities		(6,311)	(5,756)
Net change in cash and cash equivalents		39,692	(445,395)
Cash and cash equivalents, beginning of the period	8.1	407,070	962,268
Cash and cash equivalents, end of the period	8.1	446,762	516,873

(Concluded)



Chief Financial Officer



Chief Executive Officer



Board Chairman

The accompanying notes 1 to 29 form an integral part of this interim condensed consolidated financial information.

WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026**

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

1. GENERAL

Wala Cooperative Insurance Company, a Joint Stock Company incorporated in the Kingdom of Saudi Arabia, the "Company", was formed pursuant to Royal Decree No. (S/114) dated 2 Jumada I 1428H (corresponding to 19 May 2007). The Company operates under commercial registration number 2051034982 and national unified number 7001526578 dated 19 Jumada II 1428H (corresponding to 4 July 2007). The registered address of the Company's head office is as follows:

Wala Cooperative Insurance Company
Head Office
4513, Adh Dhahran Al Khubar Al Janubiyah
Unit No: 8, Al-Khobar 34621-8615
The Kingdom of Saudi Arabia

The purpose of the Company is to transact cooperative insurance operations and all related activities including reinsurance and agency activities. Its principal lines of business include medical, motor, marine, fire, engineering, energy, aviation, casualty insurance and protection & savings both linked and non-linked.

On 2 Jumada II, 1424H, corresponding to July 31, 2003, the Law on the Supervision of Cooperative Insurance Companies (Insurance Law) was promulgated by Royal Decree Number (M/32). On 28 Jumada II, 1429H corresponding to July 2, 2008, Insurance Authority (IA), as the principal authority responsible for the application and administration of the Insurance Law and its Implementing Regulations, granted the Company a license number (TMN/16/20087) to transact insurance activities in Saudi Arabia.

The Company has one subsidiary "Aspire Underwriting Agency Ltd (ASPIRE)", a Managing General Agent (MGA) based in Dubai International Financial Center (DIFC), UAE, with 88% ownership interest. Refer Note 13b.

This interim condensed consolidated financial information comprises the Company and its subsidiary (together referred to as the "Group").

Impact of geopolitical disruptions

During the six-month period ended 30 June 2026, geopolitical developments in the Middle East have led to increased security tensions and economic uncertainty in the region.

Management has evaluated the impact of the aforementioned events on the credit risk profile of financial instruments. Further, management has considered the best estimate in the calculation of case reserves forming part of liability for incurred claims under insurance contract liabilities for geopolitical disruptions.

Management continues to closely monitor the evolving geopolitical conditions and their potential impact on the Company's operations, financial position and credit risk profile. As of the date of approval of this condensed interim financial information, the Group's operations have not experienced any significant disruptions. Any necessary refinements to assumptions or enhancements will be incorporated in future reporting periods as additional information becomes available.

WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

2. BASIS OF PREPARATION

(a) Statement of compliance

The interim condensed consolidated financial information of the Group has been prepared in accordance with "International Accounting Standard 34 - Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

In accordance with the Implementing Regulations for Co-operative Insurance Companies ("the Implementing Regulations") issued by IA, the shareholders of the Company are to receive 90% of the annual surplus from insurance operations and the policyholders are to receive the remaining 10%. Any deficit arising on insurance operations is transferred to the shareholders' operations in full. Surplus for the year (if any) is part of Insurance Service Expenses.

(b) Basis of measurement

This interim condensed consolidated financial information is prepared under the going concern basis and the historical cost convention, except as explained in the relevant accounting policies in the annual consolidated financial statements for the year ended 31 December 2025.

(c) Basis of preparation

The interim condensed financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2025.

The Group's interim condensed consolidated statement of financial position is not presented using a current/non-current classification. However, following balances would generally be classified as non-current: investments measured at amortized costs, investments measured at FVOCI, investments in joint ventures, financial assets for unit-linked insurance contracts, long term deposits, property and equipment, right of use assets, intangible assets, goodwill, statutory deposit, lease liabilities, provision for end-of-service benefits, provision for zakat and income tax and those balances of insurance and reinsurance contract assets and liabilities that would not be settled within next twelve months. All other assets and liabilities would generally be classified as current.

The interim condensed consolidated statements of financial position, income, comprehensive income and cash flows of the insurance operations and shareholders operations have been provided as supplementary financial information to comply with the requirements of the implementing regulations. The implementing regulations require the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders operations. Accordingly, the interim condensed consolidated financial information prepared for the insurance operations and shareholders operations as referred to above, reflect only the assets, liabilities, income, expenses and comprehensive gains or losses of the respective operations. (Refer to supplementary disclosures).

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

WALAA COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

2. BASIS OF PREPARATION (CONTINUED)

(c) Basis of preparation (Continued)

In preparing this interim condensed consolidated financial information, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Inter-operation balances, transactions and unrealized gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for transactions and events in similar circumstances.

(d) Functional and presentation currency

Amounts in this interim condensed consolidated financial information are expressed in Saudi Arabian Riyals (Saudi Riyals) and are rounded off to the nearest thousands, unless otherwise stated.

(e) Seasonality of operations

There are no seasonal changes that may affect the insurance operations of the Group. The interim results may not represent a proportionate share of the annual results due to cyclical variability in premiums and uncertainty of claims occurrences.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies used in the preparation of this interim condensed consolidated financial information are consistent with those used in preparation of the annual consolidated financial statements for the year ended 31 December 2025. Below is the summary of new IFRS standards, IFRIC interpretations, and amendments thereof, not adopted by the Group as explained below.

3.1 New standards, amendments and interpretations

A number of new and amended standards became applicable for the current reporting period.

- Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7
- Annual improvements to IFRS - Volume 11
- IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity

The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 1 January 2026 reporting periods and have not been early adopted by the Group.

- IFRS 18 - Presentation and Disclosure in Financial Statements
- IFRS 19 - Subsidiaries without Public Accountability: Disclosures
- Amendment to IAS 21 - Translation to a Hyperinflationary Presentation Currency

Management is in the process of assessing the impact of such new standards, interpretations and amendments on its interim condensed financial information.

IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 will supersede IAS 1 and is effective for reporting periods commencing on or after 1 January 2027. Although early adoption is permitted, the Group has elected not to apply the standard early in this interim condensed consolidated financial information and is currently assessing the impact of its initial application.

IFRS 18 introduces revised requirements for presentation and disclosure while retaining much of IAS 1 unchanged and does not amend the recognition and measurement requirements of other standards. Consequently, neither profit for the period nor total equity is expected to be affected. The principal changes will relate to the structure of the primary financial statements, certain note disclosures, and potentially the comparative information.

Based on the Group's preliminary internal gap assessment, the expected effects, which remain subject to change as implementation progresses, are summarized below.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**3.1 New standards, amendments and interpretations (Continued)****Classification and structure of the statement of income**

IFRS 18 requires all income and expenses to be classified into defined categories: operating, investing, financing, zakat and income tax, and discontinued operations, based on an entity's main business activities. The Group has determined its main business activity to be insurance, within the scope of IFRS 17. The Group will be required to present two new subtotals, 'operating profit' and 'profit or loss before financing and income taxes', with the former differing from the operating profit subtotal currently presented. Anticipated changes include:

- All amounts recognized under IFRS 17, comprising the insurance service result and insurance finance income and expenses, will be classified within the operating category, with insurance finance income and expenses excluded from the financing category.
- Income and expenses from investments backing insurance liabilities and shareholder funds, together with directly attributable incremental transaction costs, will be classified as operating, as investing in such assets relates to the Group's main business activity.

Disaggregation of operating expenses

As the Group presents operating expenses by function, it will be required to disclose, within a single note, the amounts of specified expenses by nature included in each functional line item.

Management-defined performance measures (MPMs)

The Group will be required to disclose, in a single note, specific information for each MPM, including a description of the measure and its usefulness, its method of calculation, a reconciliation to the most directly comparable IFRS subtotal or total (including the income tax effect of each reconciling item), and a statement that it reflects management's view and may not be comparable to similarly labelled measures of other entities. The Group is assessing which public communications relating to the 2027 interim reporting period should be considered in identifying its MPMs.

Aggregation, disaggregation and labelling

Applying the enhanced principles on grouping, labelling and describing items, the Group is reviewing the aggregation of items based on shared and differing characteristics and will replace line items currently labelled as 'other' with more informative descriptions.

Transition

IFRS 18 is applied retrospectively. On transition, the Group will restate the required comparative information and provide the relevant disclosures in the financial statements for the year of initial application.

3.2 Critical accounting judgments, estimates and assumptions

The preparation of interim condensed consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses and the accompanying disclosures, and the disclosure of contingent liabilities. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied to the annual consolidated financial statements as at and for the year ended 31 December 2025. In light of geopolitical developments, there was no resulting change to the estimation methodologies or significant judgments applied.

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4. INSURANCE AND REINSURANCE CONTRACTS

An analysis of the amounts presented in the interim condensed consolidated statement of financial position for insurance and reinsurance contract assets and liabilities by valuation approach (PAA / GMM / VFA) has been included in the tables below:

4.1 Insurance contracts assets and liabilities	Valuation Approach	30 June 2026 (Unaudited)		31 December 2025 (Audited)	
		Assets	Liabilities	Assets	Liabilities
Medical	PAA	-	212,200	-	223,866
Motor	PAA	-	262,258	-	360,045
Property	PAA	-	1,173,795	-	1,305,766
Energy	PAA	4,915	-	-	262,653
Engineering	PAA	-	446,608	-	377,894
P&S - non unit-linked	PAA	-	98,603	-	98,674
P&C - others	PAA	-	293,935	-	342,510
4.1.1 Total PAA		4,915	2,487,399	-	2,971,408
P&C - others	GMM	-	43,980	-	43,980
P&S - non unit-linked	GMM	-	728	-	724
P&S - unit-linked	VFA	-	537,397	-	525,983
4.1.2 Total GMM/VFA		-	582,105	-	570,687
<i>Insurance contract assets and liabilities for non unit-linked business</i>	PAA, GMM	4,915	2,532,107	-	3,016,112
<i>Insurance contract liabilities for unit-linked business</i>	VFA	-	537,397	-	525,983
4.2 Reinsurance contracts assets and liabilities	Valuation Approach	30 June 2026 (Unaudited)		31 December 2025 (Audited)	
		Assets	Liabilities	Assets	Liabilities
Medical	PAA	-	5,382	-	3,161
Motor	PAA	3,173	-	3,387	-
Property	PAA	1,091,063	-	1,213,022	-
Energy	PAA	-	67,088	182,265	-
Engineering	PAA	361,350	-	321,724	-
P&S - non unit-linked	PAA	17,223	-	13,791	-
P&C - others	PAA	93,575	-	164,467	-
4.2.1 Total PAA		1,566,384	72,470	1,898,656	3,161
P&C - others	GMM	23,150	-	23,150	-
P&S - unit-linked	GMM	-	588	-	393
4.2.2 Total GMM		23,150	588	23,150	393
<i>Reinsurance contract assets and liabilities for non unit-linked business</i>	PAA, GMM	1,589,534	72,470	1,921,806	3,161
<i>Reinsurance contract liabilities for unit-linked business</i>	GMM	-	588	-	393

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

An analysis of insurance contracts assets and liabilities by 'Liability for Remaining Coverage' (LFRC) and 'Liability for Incurred Claims' (LIC) along with the breakup of 'Loss Component' (LC) and 'Risk Adjustment' (RA) has been included in the tables below:

4.1.1 Insurance contracts - PAA -

Total	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	762,441	32,131	2,070,633	106,203	2,971,408	885,982	34,338	1,114,088	39,768	2,074,176
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	762,441	32,131	2,070,633	106,203	2,971,408	885,982	34,338	1,114,088	39,768	2,074,176
Insurance revenue	(1,304,598)	-	-	-	(1,304,598)	(3,091,082)	-	-	-	(3,091,082)
Incurred claims and other expenses	-	-	913,615	30,019	943,634	-	-	2,566,814	81,020	2,647,834
Changes in loss component	-	(21,310)	-	-	(21,310)	-	(2,207)	-	-	(2,207)
Changes to LIC for past service	-	-	(450,154)	(32,433)	(482,587)	-	-	(219,611)	(14,538)	(234,149)
Insurance acquisition costs	114,715	-	-	-	114,715	300,499	-	-	-	300,499
Surplus distribution expense	-	-	2,130	-	2,130	-	-	-	-	-
Insurance service expenses	114,715	(21,310)	465,591	(2,414)	556,582	300,499	(2,207)	2,347,203	66,482	2,711,977
Insurance service results before reinsurance contracts held	(1,189,883)	(21,310)	465,591	(2,414)	(748,016)	(2,790,583)	(2,207)	2,347,203	66,482	(379,105)
Finance expenses from insurance contracts issued	-	-	40,314	-	40,314	-	-	22,040	(47)	21,993
Total changes in the interim condensed consolidated statement of income	(1,189,883)	(21,310)	505,905	(2,414)	(707,702)	(2,790,583)	(2,207)	2,369,243	66,435	(357,112)
Premiums received	892,563	-	-	-	892,563	2,923,736	-	-	-	2,923,736
Claims and directly attributable expenses paid	-	-	(544,652)	-	(544,652)	-	-	(1,412,698)	-	(1,412,698)
Insurance acquisition expenses paid	(129,133)	-	-	-	(129,133)	(256,694)	-	-	-	(256,694)
Net cash flows for insurance contracts	763,430	-	(544,652)	-	218,778	2,667,042	-	(1,412,698)	-	1,254,344
Net closing insurance contract liabilities	335,988	10,821	2,031,886	103,789	2,482,484	762,441	32,131	2,070,633	106,203	2,971,408
Closing insurance contract liabilities	525,989	10,821	1,855,608	94,981	2,487,399	762,441	32,131	2,070,633	106,203	2,971,408
Closing insurance contract (assets)	(190,001)	-	176,278	8,808	(4,915)	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.1 Insurance contracts - PAA -
Medical

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	98,163	9,805	110,686	5,212	223,866	62,466	7,509	124,519	5,560	200,054
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	98,163	9,805	110,686	5,212	223,866	62,466	7,509	124,519	5,560	200,054
Insurance revenue	(211,912)	-	-	-	(211,912)	(389,522)	-	-	-	(389,522)
Incurred claims and other expenses	-	-	212,393	2,308	214,701	-	-	370,841	2,907	373,748
Changes in loss component	-	(5,357)	-	-	(5,357)	-	2,296	-	-	2,296
Changes to LIC for past service	-	-	(9,126)	(2,723)	(11,849)	-	-	3,795	(3,254)	541
Insurance acquisition costs	29,928	-	-	-	29,928	81,417	-	-	-	81,417
Surplus distribution expense	-	-	755	-	755	-	-	-	-	-
Insurance service expenses	29,928	(5,357)	204,022	(415)	228,178	81,417	2,296	374,636	(347)	458,002
Insurance service results before reinsurance contracts held	(181,984)	(5,357)	204,022	(415)	16,266	(308,105)	2,296	374,636	(347)	68,480
Finance expenses from insurance contracts issued	-	-	1,183	-	1,183	-	-	1,653	(1)	1,652
Total changes in the interim condensed consolidated statement of income	(181,984)	(5,357)	205,205	(415)	17,449	(308,105)	2,296	376,289	(348)	70,132
Premiums received	203,529	-	-	-	203,529	399,281	-	-	-	399,281
Claims and directly attributable expenses paid	-	-	(199,503)	-	(199,503)	-	-	(390,122)	-	(390,122)
Insurance acquisition expenses paid	(33,141)	-	-	-	(33,141)	(55,479)	-	-	-	(55,479)
Net cash flows for insurance contracts	170,388	-	(199,503)	-	(29,115)	343,802	-	(390,122)	-	(46,320)
Net closing insurance contract liabilities	86,567	4,448	116,388	4,797	212,200	98,163	9,805	110,686	5,212	223,866
Closing insurance contract liabilities	86,567	4,448	116,388	4,797	212,200	98,163	9,805	110,686	5,212	223,866
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.1 Insurance contracts - PAA -
Motor

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	158,538	22,326	172,740	6,441	360,045	315,993	26,829	190,396	7,517	540,735
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	158,538	22,326	172,740	6,441	360,045	315,993	26,829	190,396	7,517	540,735
Insurance revenue	(191,238)	-	-	-	(191,238)	(666,452)	-	-	-	(666,452)
Incurred claims and other expenses	-	-	130,591	2,230	132,821	-	-	730,710	4,563	735,273
Changes in loss component	-	(15,953)	-	-	(15,953)	-	(4,503)	-	-	(4,503)
Changes to LIC for past service	-	-	45,818	(2,729)	43,089	-	-	(13,991)	(5,639)	(19,630)
Insurance acquisition costs	35,147	-	-	-	35,147	114,570	-	-	-	114,570
Surplus distribution expense	-	-	685	-	685	-	-	-	-	-
Insurance service expenses	35,147	(15,953)	177,094	(499)	195,789	114,570	(4,503)	716,719	(1,076)	825,710
Insurance service results before reinsurance contracts held	(156,091)	(15,953)	177,094	(499)	4,551	(551,882)	(4,503)	716,719	(1,076)	159,258
Finance expenses from insurance contracts issued	-	-	2,211	-	2,211	-	-	3,149	-	3,149
Total changes in the interim condensed consolidated statement of income	(156,091)	(15,953)	179,305	(499)	6,762	(551,882)	(4,503)	719,868	(1,076)	162,407
Premiums received	139,966	-	-	-	139,966	487,467	-	-	-	487,467
Claims and directly attributable expenses paid	-	-	(210,297)	-	(210,297)	-	-	(737,524)	-	(737,524)
Insurance acquisition expenses paid	(34,218)	-	-	-	(34,218)	(93,040)	-	-	-	(93,040)
Net cash flows for insurance contracts	105,748	-	(210,297)	-	(104,549)	394,427	-	(737,524)	-	(343,097)
Net closing insurance contract liabilities	108,195	6,373	141,748	5,942	262,258	158,538	22,326	172,740	6,441	360,045
Closing insurance contract liabilities	108,195	6,373	141,748	5,942	262,258	158,538	22,326	172,740	6,441	360,045
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.1 Insurance contracts - PAA -

Property	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	155,597	-	1,095,487	54,682	1,305,766	97,486	-	207,155	5,572	310,213
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	155,597	-	1,095,487	54,682	1,305,766	97,486	-	207,155	5,572	310,213
Insurance revenue	(273,843)	-	-	-	(273,843)	(641,823)	-	-	-	(641,823)
Incurred claims and other expenses	-	-	340,330	15,925	356,255	-	-	962,409	47,721	1,010,130
Changes in loss component	-	-	-	-	-	-	-	-	-	-
Changes to LIC for past service	-	-	(352,084)	(16,531)	(368,615)	-	-	(41,951)	1,389	(40,562)
Insurance acquisition costs	11,960	-	-	-	11,960	30,368	-	-	-	30,368
Surplus distribution expense	-	-	92	-	92	-	-	-	-	-
Insurance service expenses	11,960	-	(11,662)	(606)	(308)	30,368	-	920,458	49,110	999,936
Insurance service results before reinsurance contracts held	(261,883)	-	(11,662)	(606)	(274,151)	(611,455)	-	920,458	49,110	358,113
Finance expenses from insurance contracts issued	-	-	27,474	-	27,474	-	-	6,099	-	6,099
Total changes in the interim condensed consolidated statement of income	(261,883)	-	15,812	(606)	(246,677)	(611,455)	-	926,557	49,110	364,212
Premiums received	157,013	-	-	-	157,013	702,133	-	-	-	702,133
Claims and directly attributable expenses paid	-	-	(28,299)	-	(28,299)	-	-	(38,225)	-	(38,225)
Insurance acquisition expenses paid	(14,008)	-	-	-	(14,008)	(32,567)	-	-	-	(32,567)
Net cash flows for insurance contracts	143,005	-	(28,299)	-	114,706	669,566	-	(38,225)	-	631,341
Net closing insurance contract liabilities	36,719	-	1,083,000	54,076	1,173,795	155,597	-	1,095,487	54,682	1,305,766
Closing insurance contract liabilities	36,719	-	1,083,000	54,076	1,173,795	155,597	-	1,095,487	54,682	1,305,766
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.1 Insurance contracts - PAA -
Energy

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	124,742	-	131,348	6,563	262,653	118,061	-	119,682	3,275	241,018
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	124,742	-	131,348	6,563	262,653	118,061	-	119,682	3,275	241,018
Insurance revenue	(328,822)	-	-	-	(328,822)	(582,577)	-	-	-	(582,577)
Incurred claims and other expenses	-	-	95,405	4,736	100,141	-	-	126,870	6,445	133,315
Changes in loss component	-	-	-	-	-	-	-	-	-	-
Changes to LIC for past service	-	-	(49,166)	(2,491)	(51,657)	-	-	(80,055)	(3,157)	(83,212)
Insurance acquisition costs	1,018	-	-	-	1,018	853	-	-	-	853
Surplus distribution expense	-	-	-	-	-	-	-	-	-	-
Insurance service expenses	1,018	-	46,239	2,245	49,502	853	-	46,815	3,288	50,956
Insurance service results before reinsurance contracts held	(327,804)	-	46,239	2,245	(279,320)	(581,724)	-	46,815	3,288	(531,621)
Finance expenses from insurance contracts issued	-	-	1,307	-	1,307	-	-	1,492	-	1,492
Total changes in the interim condensed consolidated statement of income	(327,804)	-	47,546	2,245	(278,013)	(581,724)	-	48,307	3,288	(530,129)
Premiums received	15,281	-	-	-	15,281	589,590	-	-	-	589,590
Claims and directly attributable expenses paid	-	-	(2,616)	-	(2,616)	-	-	(36,641)	-	(36,641)
Insurance acquisition expenses paid	(2,220)	-	-	-	(2,220)	(1,185)	-	-	-	(1,185)
Net cash flows for insurance contracts	13,061	-	(2,616)	-	10,445	588,405	-	(36,641)	-	551,764
Net closing insurance contract liabilities	(190,001)	-	176,278	8,808	(4,915)	124,742	-	131,348	6,563	262,653
Closing insurance contract liabilities	-	-	-	-	-	124,742	-	131,348	6,563	262,653
Closing insurance contract (assets)	(190,001)	-	176,278	8,808	(4,915)	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.1 Insurance contracts - PAA -
Engineering

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	175,800	-	187,330	14,764	377,894	215,952	-	89,067	3,666	308,685
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	175,800	-	187,330	14,764	377,894	215,952	-	89,067	3,666	308,685
Insurance revenue	(100,489)	-	-	-	(100,489)	(208,103)	-	-	-	(208,103)
Incurred claims and other expenses	-	-	39,955	1,861	41,816	-	-	149,489	11,294	160,783
Changes in loss component	-	-	-	-	-	-	-	-	-	-
Changes to LIC for past service	-	-	10,618	(4,347)	6,271	-	-	(32,757)	(196)	(32,953)
Insurance acquisition costs	11,632	-	-	-	11,632	24,627	-	-	-	24,627
Surplus distribution expense	-	-	53	-	53	-	-	-	-	-
Insurance service expenses	11,632	-	50,626	(2,486)	59,772	24,627	-	116,732	11,098	152,457
Insurance service results before reinsurance contracts held	(88,857)	-	50,626	(2,486)	(40,717)	(183,476)	-	116,732	11,098	(55,646)
Finance expenses from insurance contracts issued	-	-	3,960	-	3,960	-	-	2,656	-	2,656
Total changes in the interim condensed consolidated statement of income	(88,857)	-	54,586	(2,486)	(36,757)	(183,476)	-	119,388	11,098	(52,990)
Premiums received	127,919	-	-	-	127,919	169,391	-	-	-	169,391
Claims and directly attributable expenses paid	-	-	(5,624)	-	(5,624)	-	-	(21,125)	-	(21,125)
Insurance acquisition expenses paid	(16,824)	-	-	-	(16,824)	(26,067)	-	-	-	(26,067)
Net cash flows for insurance contracts	111,095	-	(5,624)	-	105,471	143,324	-	(21,125)	-	122,199
Net closing insurance contract liabilities	198,038	-	236,292	12,278	446,608	175,800	-	187,330	14,764	377,894
Closing insurance contract liabilities	198,038	-	236,292	12,278	446,608	175,800	-	187,330	14,764	377,894
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.1 Insurance contracts - PAA -
Protection and Savings (P&S) - non-linked

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	(69,177)	-	162,002	5,849	98,674	(94,584)	-	189,452	7,108	101,976
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	(69,177)	-	162,002	5,849	98,674	(94,584)	-	189,452	7,108	101,976
Insurance revenue	(28,150)	-	-	-	(28,150)	(146,930)	-	-	-	(146,930)
Incurred claims and other expenses	-	-	55,442	1,429	56,871	-	-	144,277	3,907	148,184
Changes in loss component	-	-	-	-	-	-	-	-	-	-
Changes to LIC for past service	-	-	(35,312)	1,142	(34,170)	-	-	(29,233)	(5,166)	(34,399)
Insurance acquisition costs	5,932	-	-	-	5,932	11,729	-	-	-	11,729
Surplus distribution expense	-	-	351	-	351	-	-	-	-	-
Insurance service expenses	5,932	-	20,481	2,571	28,984	11,729	-	115,044	(1,259)	125,514
Insurance service results before reinsurance contracts held	(22,218)	-	20,481	2,571	834	(135,201)	-	115,044	(1,259)	(21,416)
Finance expenses from insurance contracts issued	-	-	1,898	-	1,898	-	-	3,893	-	3,893
Total changes in the interim condensed consolidated statement of income	(22,218)	-	22,379	2,571	2,732	(135,201)	-	118,937	(1,259)	(17,523)
Premiums received	76,139	-	-	-	76,139	174,640	-	-	-	174,640
Claims and directly attributable expenses paid	-	-	(73,016)	-	(73,016)	-	-	(146,387)	-	(146,387)
Insurance acquisition expenses paid	(5,926)	-	-	-	(5,926)	(14,032)	-	-	-	(14,032)
Net cash flows for insurance contracts	70,213	-	(73,016)	-	(2,803)	160,608	-	(146,387)	-	14,221
Net closing insurance contract liabilities	(21,182)	-	111,365	8,420	98,603	(69,177)	-	162,002	5,849	98,674
Closing insurance contract liabilities	(21,182)	-	111,365	8,420	98,603	(69,177)	-	162,002	5,849	98,674
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.1 Insurance contracts - PAA -
Property and Casualty (P&C) - others

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	118,778	-	211,040	12,692	342,510	170,608	-	193,817	7,070	371,495
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	118,778	-	211,040	12,692	342,510	170,608	-	193,817	7,070	371,495
Insurance revenue	(170,144)	-	-	-	(170,144)	(455,675)	-	-	-	(455,675)
Incurred claims and other expenses	-	-	39,499	1,530	41,029	-	-	82,218	4,183	86,401
Changes in loss component	-	-	-	-	-	-	-	-	-	-
Changes to LIC for past service	-	-	(60,902)	(4,754)	(65,656)	-	-	(25,419)	1,485	(23,934)
Insurance acquisition costs	19,098	-	-	-	19,098	36,935	-	-	-	36,935
Surplus distribution expense	-	-	194	-	194	-	-	-	-	-
Insurance service expenses	19,098	-	(21,209)	(3,224)	(5,335)	36,935	-	56,799	5,668	99,402
Insurance service results before reinsurance contracts held	(151,046)	-	(21,209)	(3,224)	(175,479)	(418,740)	-	56,799	5,668	(356,273)
Finance expenses from insurance contracts issued	-	-	2,281	-	2,281	-	-	3,098	(46)	3,052
Total changes in the interim condensed consolidated statement of income	(151,046)	-	(18,928)	(3,224)	(173,198)	(418,740)	-	59,897	5,622	(353,221)
Insurance pool portfolio transition impact	-	-	-	-	-	-	-	-	-	-
Premiums received	172,716	-	-	-	172,716	401,234	-	-	-	401,234
Claims and directly attributable expenses paid	-	-	(25,297)	-	(25,297)	-	-	(42,674)	-	(42,674)
Insurance acquisition expenses paid	(22,796)	-	-	-	(22,796)	(34,324)	-	-	-	(34,324)
Net cash flows for insurance contracts	149,920	-	(25,297)	-	124,623	366,910	-	(42,674)	-	324,236
Net closing insurance contract liabilities	117,652	-	166,815	9,468	293,935	118,778	-	211,040	12,692	342,510
Closing insurance contract liabilities	117,652	-	166,815	9,468	293,935	118,778	-	211,040	12,692	342,510
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.2 Insurance contracts - GMM/VFA -

Total	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	566,218	709	3,551	209	570,687	592,858	951	5,514	310	599,633
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	566,218	709	3,551	209	570,687	592,858	951	5,514	310	599,633
Expected claims expenses	(49)	-	-	-	(49)	594	-	-	-	594
Expected directly attributable expenses	(730)	-	-	-	(730)	(1,741)	-	-	-	(1,741)
Loss component run off	(1,505)	-	-	-	(1,505)	(3,191)	-	-	-	(3,191)
Expected other insurance service expenses	117	-	-	-	117	(3,424)	-	-	-	(3,424)
Changes in risk adjustment for non-financial risk	(19)	-	-	-	(19)	(81)	-	-	-	(81)
CSM recognized during the period	(1,595)	-	-	-	(1,595)	(4,194)	-	-	-	(4,194)
Recovery of insurance acquisition cash flows	(579)	-	-	-	(579)	(1,176)	-	-	-	(1,176)
Insurance revenue	(4,360)	-	-	-	(4,360)	(13,213)	-	-	-	(13,213)
Incurred claims and other expenses	-	-	200	-	200	-	-	4,208	248	4,456
Changes in loss component	-	(106)	-	-	(106)	-	(239)	-	-	(239)
Changes to LIC for past service	-	-	(46)	(5)	(51)	-	-	(3,942)	(344)	(4,286)
Insurance acquisition costs	579	-	-	-	579	1,176	-	-	-	1,176
Surrenders and maturities	(59,519)	-	59,519	-	-	(121,553)	-	121,553	-	-
Insurance service expenses	(58,940)	(106)	59,673	(5)	622	(120,377)	(239)	121,819	(96)	1,107
Insurance service results before reinsurance contracts held	(63,300)	(106)	59,673	(5)	(3,738)	(133,590)	(239)	121,819	(96)	(12,106)
Finance expenses from insurance contracts issued	9	-	43	4	56	(59)	(3)	66	11	15
Total changes in the interim condensed consolidated statement of income	(63,291)	(106)	59,716	(1)	(3,682)	(133,649)	(242)	121,885	(85)	(12,091)
Changes in fair value of unit-linked investments	43,869	-	-	-	43,869	47,194	-	-	-	47,194
Insurance pool portfolio impact of participation ratio change	-	-	-	-	-	(31,821)	-	(926)	(16)	(32,763)
Premiums received	31,178	-	-	-	31,178	92,145	-	-	-	92,145
Claims and directly attributable expenses paid	-	-	(59,720)	-	(59,720)	-	-	(122,922)	-	(122,922)
Insurance acquisition expenses paid	(227)	-	-	-	(227)	(509)	-	-	-	(509)
Net cash flows for insurance contracts	30,951	-	(59,720)	-	(28,769)	91,636	-	(122,922)	-	(31,286)
Net closing insurance contract liabilities	577,747	603	3,547	208	582,105	566,218	709	3,551	209	570,687
Closing insurance contract liabilities	577,747	603	3,547	208	582,105	566,218	709	3,551	209	570,687
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.2 Insurance contracts - GMM -
Property and Casualty (P&C) - others*

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	42,677	-	1,279	24	43,980	52,924	-	2,066	34	55,024
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	42,677	-	1,279	24	43,980	52,924	-	2,066	34	55,024
Expected claims expenses	-	-	-	-	-	683	-	-	-	683
Expected other insurance service expenses	-	-	-	-	-	(3,673)	-	-	-	(3,673)
Changes in risk adjustment for non-financial risk	-	-	-	-	-	(31)	-	-	-	(31)
CSM recognized during the period	-	-	-	-	-	(540)	-	-	-	(540)
Insurance revenue	-	-	-	-	-	(3,561)	-	-	-	(3,561)
Incurring claims and other expenses	-	-	-	-	-	-	-	1,293	20	1,313
Changes to LIC for past service	-	-	-	-	-	-	-	(490)	(15)	(505)
Insurance service expenses	-	-	-	-	-	-	-	803	5	808
Insurance service results before reinsurance contracts held	-	-	-	-	-	(3,561)	-	803	5	(2,753)
Finance expenses from insurance contracts issued	-	-	-	-	-	(74)	-	(43)	1	(116)
Total changes in the interim condensed consolidated statement of income	-	-	-	-	-	(3,635)	-	760	6	(2,869)
Insurance pool portfolio impact of participation ratio change	-	-	-	-	-	(31,821)	-	(926)	(16)	(32,763)
Premiums received	-	-	-	-	-	25,209	-	-	-	25,209
Claims and directly attributable expenses paid	-	-	-	-	-	-	-	(621)	-	(621)
Net cash flows for insurance contracts	-	-	-	-	-	25,209	-	(621)	-	24,588
Net closing insurance contract liabilities	42,677	-	1,279	24	43,980	42,677	-	1,279	24	43,980
Closing insurance contract liabilities	42,677	-	1,279	24	43,980	42,677	-	1,279	24	43,980
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

* This portfolio is for an Industry Pool "Inherent Defect Insurance" (IDI) and the proportionate share of the Group is recorded upon receipt of signed financials from the insurance pool leader. During the current period, no signed financials were received from the insurance pool leader.

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.2 Insurance contracts - GMM -
Protection and Savings (P&S) - non-linked

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	643	4	71	6	724	546	3	94	7	650
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	643	4	71	6	724	546	3	94	7	650
Expected claims expenses	(49)	-	-	-	(49)	(89)	-	-	-	(89)
Expected directly attributable expenses	(5)	-	-	-	(5)	(12)	-	-	-	(12)
Loss component run off	-	-	-	-	-	-	-	-	-	-
Expected other insurance service expenses	1	-	-	-	1	-	-	-	-	-
Changes in risk adjustment for non-financial risk	-	-	-	-	-	-	-	-	-	-
CSM recognized during the period	(46)	-	-	-	(46)	(88)	-	-	-	(88)
Recovery of insurance acquisition cash flows	(1)	-	-	-	(1)	(2)	-	-	-	(2)
Insurance revenue	(100)	-	-	-	(100)	(191)	-	-	-	(191)
Incurring claims and other expenses	-	-	-	-	-	-	-	-	-	-
Changes in loss component	-	(1)	-	-	(1)	-	1	-	-	1
Changes to LIC for past service	-	-	(1)	-	(1)	-	-	(27)	(1)	(28)
Insurance acquisition costs	1	-	-	-	1	2	-	-	-	2
Surrenders and maturities	-	-	-	-	-	-	-	-	-	-
Insurance service expenses	1	(1)	(1)	-	(1)	2	1	(27)	(1)	(25)
Insurance service results before reinsurance contracts held	(99)	(1)	(1)	-	(101)	(189)	1	(27)	(1)	(216)
Finance expenses from insurance contracts issued	9	-	1	-	10	15	-	4	-	19
Total changes in the interim condensed consolidated statement of income	(90)	(1)	-	-	(91)	(174)	1	(23)	(1)	(197)
Premiums received	95	-	-	-	95	272	-	-	-	272
Claims and directly attributable expenses paid	-	-	-	-	-	-	-	-	-	-
Insurance acquisition expenses paid	-	-	-	-	-	(1)	-	-	-	(1)
Net cash flows for insurance contracts	95	-	-	-	95	271	-	-	-	271
Net closing insurance contract liabilities	648	3	71	6	728	643	4	71	6	724
Closing insurance contract liabilities	648	3	71	6	728	643	4	71	6	724
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.1.2 Insurance contracts - VFA -
Protection and Savings (P&S) - linked

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	LFRC		LIC		Total	LFRC		LIC		Total
	excluding LC	LC	excluding RA	RA		excluding LC	LC	excluding RA	RA	
Opening insurance contract liabilities	522,898	705	2,201	179	525,983	539,388	948	3,354	269	543,959
Opening insurance contract (assets)	-	-	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	522,898	705	2,201	179	525,983	539,388	948	3,354	269	543,959
Expected claims expenses	-	-	-	-	-	-	-	-	-	-
Expected directly attributable expenses	(725)	-	-	-	(725)	(1,729)	-	-	-	(1,729)
Loss component run off	(1,505)	-	-	-	(1,505)	(3,191)	-	-	-	(3,191)
Expected other insurance service expenses	116	-	-	-	116	249	-	-	-	249
Changes in risk adjustment for non-financial risk	(19)	-	-	-	(19)	(50)	-	-	-	(50)
CSM recognized during the period	(1,549)	-	-	-	(1,549)	(3,566)	-	-	-	(3,566)
Recovery of insurance acquisition cash flows	(578)	-	-	-	(578)	(1,174)	-	-	-	(1,174)
Insurance revenue	(4,260)	-	-	-	(4,260)	(9,461)	-	-	-	(9,461)
Incurred claims and other expenses	-	-	200	-	200	-	-	2,915	228	3,143
Changes in loss component	-	(105)	-	-	(105)	-	(240)	-	-	(240)
Changes to LIC for past service	-	-	(45)	(5)	(50)	-	-	(3,425)	(328)	(3,753)
Insurance acquisition costs	578	-	-	-	578	1,174	-	-	-	1,174
Surrenders and maturities	(59,519)	-	59,519	-	-	(121,553)	-	121,553	-	-
Insurance service expenses	(58,941)	(105)	59,674	(5)	623	(120,379)	(240)	121,043	(100)	324
Insurance service results before reinsurance contracts held	(63,201)	(105)	59,674	(5)	(3,637)	(129,840)	(240)	121,043	(100)	(9,137)
Finance expenses from insurance contracts issued	-	-	42	4	46	-	(3)	105	10	112
Total changes in the interim condensed consolidated statement of income	(63,201)	(105)	59,716	(1)	(3,591)	(129,840)	(243)	121,148	(90)	(9,025)
Changes in fair value of unit-linked investments	43,869	-	-	-	43,869	47,194	-	-	-	47,194
Premiums received	31,083	-	-	-	31,083	66,664	-	-	-	66,664
Claims and directly attributable expenses paid	-	-	(59,720)	-	(59,720)	-	-	(122,301)	-	(122,301)
Insurance acquisition expenses paid	(227)	-	-	-	(227)	(508)	-	-	-	(508)
Net cash flows for insurance contracts	30,856	-	(59,720)	-	(28,864)	66,156	-	(122,301)	-	(56,145)
Net closing insurance contract liabilities	534,422	600	2,197	178	537,397	522,898	705	2,201	179	525,983
Closing insurance contract liabilities	534,422	600	2,197	178	537,397	522,898	705	2,201	179	525,983
Closing insurance contract (assets)	-	-	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

An analysis of reinsurance contracts assets / liabilities by 'Assets for Remaining Coverage' (AFRC) & 'Assets for Amounts Recoverable on Incurred Claims' (AIC) along with the breakup of 'Loss Recovery Component' (LRC) and 'Risk Adjustment' (RA) has been included in the tables below:

4.2.1 Reinsurance contracts - PAA -

Total	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	140,688	-	1,668,896	89,072	1,898,656	(7,443)	-	688,294	21,358	702,209
Opening reinsurance contract (liabilities)	(11,936)	140	8,240	395	(3,161)	(10,892)	-	7,261	329	(3,302)
Net opening reinsurance contract assets	128,752	140	1,677,136	89,467	1,895,495	(18,335)	-	695,555	21,687	698,907
Allocation of reinsurance premiums	(779,618)	-	-	-	(779,618)	(1,698,539)	-	-	-	(1,698,539)
Incurred claims and other expenses	-	-	190,057	9,943	200,000	-	-	1,241,426	65,744	1,307,170
Changes in loss recovery component	-	(140)	-	-	(140)	-	140	-	-	140
Changes to AIC for past services	-	-	(145,057)	(12,343)	(157,400)	-	-	(167,302)	2,039	(165,263)
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	8,072	-	8,072
Amounts recoverable from reinsurance for incurred claims	-	(140)	45,000	(2,400)	42,460	-	140	1,082,196	67,783	1,150,119
Net (expenses) / income from reinsurance contracts held	(779,618)	(140)	45,000	(2,400)	(737,158)	(1,698,539)	140	1,082,196	67,783	(548,420)
Finance income from reinsurance contracts held	1	-	34,358	-	34,359	-	-	13,384	(3)	13,381
Total changes in the interim condensed consolidated statement of income	(779,617)	(140)	79,358	(2,400)	(702,799)	(1,698,539)	140	1,095,580	67,780	(535,039)
Premiums paid	373,934	-	-	-	373,934	1,904,174	-	-	-	1,904,174
Claims recovered	-	-	(37,672)	-	(37,672)	-	-	(109,813)	-	(109,813)
Fixed commissions received	(35,044)	-	-	-	(35,044)	(58,548)	-	-	-	(58,548)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	(4,186)	-	(4,186)
Net cash flows for reinsurance contracts	338,890	-	(37,672)	-	301,218	1,845,626	-	(113,999)	-	1,731,627
Net closing reinsurance contract assets	(311,975)	-	1,718,822	87,067	1,493,914	128,752	140	1,677,136	89,467	1,895,495
Closing reinsurance contract assets	(62,983)	-	1,550,663	78,704	1,566,384	140,688	-	1,668,896	89,072	1,898,656
Closing reinsurance contract (liabilities)	(248,992)	-	168,159	8,363	(72,470)	(11,936)	140	8,240	395	(3,161)

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FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.1 Reinsurance contracts - PAA -
Medical

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	-	-	-	-	-	-	-	-	-	-
Opening reinsurance contract (liabilities)	(11,936)	140	8,240	395	(3,161)	(10,892)	-	7,261	329	(3,302)
Net opening reinsurance contract assets	(11,936)	140	8,240	395	(3,161)	(10,892)	-	7,261	329	(3,302)
Allocation of reinsurance premiums	(1,457)	-	-	-	(1,457)	(2,424)	-	-	-	(2,424)
Incurred claims and other expenses	-	-	1,438	49	1,487	-	-	3,982	52	4,034
Changes in loss recovery component	-	(140)	-	-	(140)	-	140	-	-	140
Changes to AIC for past services	-	-	(1,155)	(202)	(1,357)	-	-	266	14	280
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	-	-	-
Amounts recoverable from reinsurance for incurred claims	-	(140)	283	(153)	(10)	-	140	4,248	66	4,454
Net (expenses) / income from reinsurance contracts held	(1,457)	(140)	283	(153)	(1,467)	(2,424)	140	4,248	66	2,030
Finance income from reinsurance contracts held	1	-	57	-	58	-	-	51	-	51
Total changes in the interim condensed consolidated statement of income	(1,456)	(140)	340	(153)	(1,409)	(2,424)	140	4,299	66	2,081
Premiums paid	2,670	-	-	-	2,670	1,881	-	-	-	1,881
Claims recovered	-	-	(2,849)	-	(2,849)	-	-	(3,320)	-	(3,320)
Fixed commissions received	(633)	-	-	-	(633)	(501)	-	-	-	(501)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Net cash flows for reinsurance contracts	2,037	-	(2,849)	-	(812)	1,380	-	(3,320)	-	(1,940)
Net closing reinsurance contract assets	(11,355)	-	5,731	242	(5,382)	(11,936)	140	8,240	395	(3,161)
Closing reinsurance contract assets	-	-	-	-	-	-	-	-	-	-
Closing reinsurance contract (liabilities)	(11,355)	-	5,731	242	(5,382)	(11,936)	140	8,240	395	(3,161)

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.1 Reinsurance contracts - PAA -
Motor

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	(1,255)	-	4,425	217	3,387	(1,272)	-	4,328	197	3,253
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	(1,255)	-	4,425	217	3,387	(1,272)	-	4,328	197	3,253
Allocation of reinsurance premiums	(255)	-	-	-	(255)	(1,078)	-	-	-	(1,078)
Incurred claims and other expenses	-	-	-	-	-	-	-	-	-	-
Changes in loss recovery component	-	-	-	-	-	-	-	-	-	-
Changes to AIC for past services	-	-	(33)	18	(15)	-	-	1,146	20	1,166
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	-	-	-
Amounts recoverable from reinsurance for incurred claims	-	-	(33)	18	(15)	-	-	1,146	20	1,166
Net (expenses) / income from reinsurance contracts held	(255)	-	(33)	18	(270)	(1,078)	-	1,146	20	88
Finance income from reinsurance contracts held	-	-	31	-	31	-	-	30	-	30
Total changes in the interim condensed consolidated statement of income	(255)	-	(2)	18	(239)	(1,078)	-	1,176	20	118
Premiums paid	11	-	-	-	11	1,317	-	-	-	1,317
Claims recovered	-	-	(1)	-	(1)	-	-	(1,079)	-	(1,079)
Fixed commissions received	15	-	-	-	15	(222)	-	-	-	(222)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Net cash flows for reinsurance contracts	26	-	(1)	-	25	1,095	-	(1,079)	-	16
Net closing reinsurance contract assets	(1,484)	-	4,422	235	3,173	(1,255)	-	4,425	217	3,387
Closing reinsurance contract assets	(1,484)	-	4,422	235	3,173	(1,255)	-	4,425	217	3,387
Closing reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-

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FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.1 Reinsurance contracts - PAA -

Property	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	43,230	-	1,114,740	55,052	1,213,022	(172,432)	-	236,343	6,111	70,022
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	43,230	-	1,114,740	55,052	1,213,022	(172,432)	-	236,343	6,111	70,022
Allocation of reinsurance premiums	(248,121)	-	-	-	(248,121)	(590,867)	-	-	-	(590,867)
Incurred claims and other expenses	-	-	40,396	2,020	42,416	-	-	933,216	46,519	979,735
Changes in loss recovery component	-	-	-	-	-	-	-	-	-	-
Changes to AIC for past services	-	-	(58,610)	(2,414)	(61,024)	-	-	(35,033)	2,422	(32,611)
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	2,905	-	2,905
Amounts recoverable from reinsurance for incurred claims	-	-	(18,214)	(394)	(18,608)	-	-	901,088	48,941	950,029
Net (expenses) / income from reinsurance contracts held	(248,121)	-	(18,214)	(394)	(266,729)	(590,867)	-	901,088	48,941	359,162
Finance income from reinsurance contracts held	-	-	26,994	-	26,994	-	-	6,076	-	6,076
Total changes in the interim condensed consolidated statement of income	(248,121)	-	8,780	(394)	(239,735)	(590,867)	-	907,164	48,941	365,238
Premiums paid	148,316	-	-	-	148,316	829,219	-	-	-	829,219
Claims recovered	-	-	(16,654)	-	(16,654)	-	-	(26,383)	-	(26,383)
Fixed commissions received	(13,886)	-	-	-	(13,886)	(22,690)	-	-	-	(22,690)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	(2,384)	-	(2,384)
Net cash flows for reinsurance contracts	134,430	-	(16,654)	-	117,776	806,529	-	(28,767)	-	777,762
Net closing reinsurance contract assets	(70,461)	-	1,106,866	54,658	1,091,063	43,230	-	1,114,740	55,052	1,213,022
Closing reinsurance contract assets	(70,461)	-	1,106,866	54,658	1,091,063	43,230	-	1,114,740	55,052	1,213,022
Closing reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.1 Reinsurance contracts - PAA -
Energy

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	55,280	-	120,938	6,047	182,265	105,529	-	119,994	3,286	228,809
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	55,280	-	120,938	6,047	182,265	105,529	-	119,994	3,286	228,809
Allocation of reinsurance premiums	(320,046)	-	-	-	(320,046)	(565,851)	-	-	-	(565,851)
Incurred claims and other expenses	-	-	88,224	4,411	92,635	-	-	114,952	5,731	120,683
Changes in loss recovery component	-	-	-	-	-	-	-	-	-	-
Changes to AIC for past services	-	-	(47,309)	(2,337)	(49,646)	-	-	(77,928)	(2,970)	(80,898)
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	-	-	-
Amounts recoverable from reinsurance for incurred claims	-	-	40,915	2,074	42,989	-	-	37,024	2,761	39,785
Net (expenses) / income from reinsurance contracts held	(320,046)	-	40,915	2,074	(277,057)	(565,851)	-	37,024	2,761	(526,066)
Finance income from reinsurance contracts held	-	-	1,113	-	1,113	-	-	1,479	-	1,479
Total changes in the interim condensed consolidated statement of income	(320,046)	-	42,028	2,074	(275,944)	(565,851)	-	38,503	2,761	(524,587)
Premiums paid	28,278	-	-	-	28,278	517,664	-	-	-	517,664
Claims recovered	-	-	(538)	-	(538)	-	-	(37,559)	-	(37,559)
Fixed commissions received	(1,149)	-	-	-	(1,149)	(2,062)	-	-	-	(2,062)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Net cash flows for reinsurance contracts	27,129	-	(538)	-	26,591	515,602	-	(37,559)	-	478,043
Net closing reinsurance contract assets	(237,637)	-	162,428	8,121	(67,088)	55,280	-	120,938	6,047	182,265
Closing reinsurance contract assets	-	-	-	-	-	55,280	-	120,938	6,047	182,265
Closing reinsurance contract (liabilities)	(237,637)	-	162,428	8,121	(67,088)	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.1 Reinsurance contracts - PAA -
Engineering

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	104,786	-	202,138	14,800	321,724	133,844	-	101,064	3,662	238,570
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	104,786	-	202,138	14,800	321,724	133,844	-	101,064	3,662	238,570
Allocation of reinsurance premiums	(85,681)	-	-	-	(85,681)	(172,039)	-	-	-	(172,039)
Incurred claims and other expenses	-	-	29,072	1,529	30,601	-	-	129,826	10,316	140,142
Changes in loss recovery component	-	-	-	-	-	-	-	-	-	-
Changes to AIC for past services	-	-	13,033	(4,672)	8,361	-	-	(25,704)	822	(24,882)
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	5,167	-	5,167
Amounts recoverable from reinsurance for incurred claims	-	-	42,105	(3,143)	38,962	-	-	109,289	11,138	120,427
Net (expenses) / income from reinsurance contracts held	(85,681)	-	42,105	(3,143)	(46,719)	(172,039)	-	109,289	11,138	(51,612)
Finance income from reinsurance contracts held	-	-	3,844	-	3,844	-	-	2,455	-	2,455
Total changes in the interim condensed consolidated statement of income	(85,681)	-	45,949	(3,143)	(42,875)	(172,039)	-	111,744	11,138	(49,157)
Premiums paid	105,844	-	-	-	105,844	160,414	-	-	-	160,414
Claims recovered	-	-	(9,333)	-	(9,333)	-	-	(8,868)	-	(8,868)
Fixed commissions received	(14,010)	-	-	-	(14,010)	(17,433)	-	-	-	(17,433)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	(1,802)	-	(1,802)
Net cash flows for reinsurance contracts	91,834	-	(9,333)	-	82,501	142,981	-	(10,670)	-	132,311
Net closing reinsurance contract assets	110,939	-	238,754	11,657	361,350	104,786	-	202,138	14,800	321,724
Closing reinsurance contract assets	110,939	-	238,754	11,657	361,350	104,786	-	202,138	14,800	321,724
Closing reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.1 Reinsurance contracts - PAA -
Protection and Savings (P&S) - non-linked

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	(33,279)	-	44,843	2,227	13,791	(32,666)	-	59,237	2,078	28,649
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	(33,279)	-	44,843	2,227	13,791	(32,666)	-	59,237	2,078	28,649
Allocation of reinsurance premiums	(7,929)	-	-	-	(7,929)	(24,191)	-	-	-	(24,191)
Incurred claims and other expenses	-	-	11,835	785	12,620	-	-	14,781	629	15,410
Changes in loss recovery component	-	-	-	-	-	-	-	-	-	-
Changes to AIC for past services	-	-	(4,367)	575	(3,792)	-	-	(18,832)	(480)	(19,312)
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	-	-	-
Amounts recoverable from reinsurance for incurred claims	-	-	7,468	1,360	8,828	-	-	(4,051)	149	(3,902)
Net (expenses) / income from reinsurance contracts held	(7,929)	-	7,468	1,360	899	(24,191)	-	(4,051)	149	(28,093)
Finance income from reinsurance contracts held	-	-	449	-	449	-	-	1,104	-	1,104
Total changes in the interim condensed consolidated statement of income	(7,929)	-	7,917	1,360	1,348	(24,191)	-	(2,947)	149	(26,989)
Premiums paid	8,962	-	-	-	8,962	24,212	-	-	-	24,212
Claims recovered	-	-	(6,394)	-	(6,394)	-	-	(11,447)	-	(11,447)
Fixed commissions received	(484)	-	-	-	(484)	(634)	-	-	-	(634)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Net cash flows for reinsurance contracts	8,478	-	(6,394)	-	2,084	23,578	-	(11,447)	-	12,131
Net closing reinsurance contract assets	(32,730)	-	46,366	3,587	17,223	(33,279)	-	44,843	2,227	13,791
Closing reinsurance contract assets	(32,730)	-	46,366	3,587	17,223	(33,279)	-	44,843	2,227	13,791
Closing reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.1 Reinsurance contracts - PAA -
Property and Casualty (P&C) - others

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	(28,074)	-	181,812	10,729	164,467	(40,446)	-	167,328	6,024	132,906
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	(28,074)	-	181,812	10,729	164,467	(40,446)	-	167,328	6,024	132,906
Allocation of reinsurance premiums	(116,129)	-	-	-	(116,129)	(342,089)	-	-	-	(342,089)
Incurred claims and other expenses	-	-	19,092	1,149	20,241	-	-	44,669	2,497	47,166
Changes in loss recovery component	-	-	-	-	-	-	-	-	-	-
Changes to AIC for past services	-	-	(46,616)	(3,311)	(49,927)	-	-	(11,217)	2,211	(9,006)
Changes in profit commission/ sliding scale commission	-	-	-	-	-	-	-	-	-	-
Amounts recoverable from reinsurance for incurred claims	-	-	(27,524)	(2,162)	(29,686)	-	-	33,452	4,708	38,160
Net (expenses) / income from reinsurance contracts held	(116,129)	-	(27,524)	(2,162)	(145,815)	(342,089)	-	33,452	4,708	(303,929)
Finance income from reinsurance contracts held	-	-	1,870	-	1,870	-	-	2,189	(3)	2,186
Total changes in the interim condensed consolidated statement of income	(116,129)	-	(25,654)	(2,162)	(143,945)	(342,089)	-	35,641	4,705	(301,743)
Premiums paid	79,853	-	-	-	79,853	369,467	-	-	-	369,467
Claims recovered	-	-	(1,903)	-	(1,903)	-	-	(21,157)	-	(21,157)
Fixed commissions received	(4,897)	-	-	-	(4,897)	(15,006)	-	-	-	(15,006)
Profit commission / sliding scale commission received	-	-	-	-	-	-	-	-	-	-
Net cash flows for reinsurance contracts	74,956	-	(1,903)	-	73,053	354,461	-	(21,157)	-	333,304
Net closing reinsurance contract assets	(69,247)	-	154,255	8,567	93,575	(28,074)	-	181,812	10,729	164,467
Closing reinsurance contract assets	(69,247)	-	154,255	8,567	93,575	(28,074)	-	181,812	10,729	164,467
Closing reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.2 Reinsurance contracts - GMM -

Total	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	22,318	-	832	-	23,150	37,131	2	1,905	46	39,084
Opening reinsurance contract (liabilities)	(899)	1	468	37	(393)	-	-	-	-	-
Net opening reinsurance contract assets	21,419	1	1,300	37	22,757	37,131	2	1,905	46	39,084
Expected claims recoverable	(287)	-	-	-	(287)	(1,199)	-	-	-	(1,199)
Change in risk adjustment for non-financial risk	-	-	-	-	-	(13)	-	-	-	(13)
Experience adjustments	-	-	-	-	-	(1,942)	-	-	-	(1,942)
CSM recognized during the period	111	-	-	-	111	(195)	-	-	-	(195)
Allocation of reinsurance premiums	(176)	-	-	-	(176)	(3,349)	-	-	-	(3,349)
Incurred claims and other expenses	-	-	-	-	-	-	-	1,223	41	1,264
Changes in loss recovery component	-	-	-	-	-	-	(1)	-	-	(1)
Changes to AIC for past services	-	-	(10)	(1)	(11)	-	-	(1,018)	(53)	(1,071)
Amounts recoverable from reinsurance for incurred claims	-	-	(10)	(1)	(11)	-	(1)	205	(12)	192
Net (expenses) / income from reinsurance contracts held	(176)	-	(10)	(1)	(187)	(3,349)	(1)	205	(12)	(3,157)
Finance income from reinsurance contracts held	(19)	-	9	1	(9)	52	-	(42)	3	13
Total changes in the interim condensed consolidated statement of income	(195)	-	(1)	-	(196)	(3,297)	(1)	163	(9)	(3,144)
Insurance pool portfolio impact of participation ratio change	-	-	-	-	-	(20,575)	-	(628)	-	(21,203)
Premiums paid	-	-	-	-	-	10,804	-	-	-	10,804
Claims recovered	-	-	1	-	1	-	-	(140)	-	(140)
Fixed commissions received	-	-	-	-	-	(2,644)	-	-	-	(2,644)
Net cash flows for reinsurance contracts	-	-	1	-	1	8,160	-	(140)	-	8,020
Net closing reinsurance contract assets	21,224	1	1,300	37	22,562	21,419	1	1,300	37	22,757
Closing reinsurance contract assets	22,318	-	832	-	23,150	22,318	-	832	-	23,150
Closing reinsurance contract (liabilities)	(1,094)	1	468	37	(588)	(899)	1	468	37	(393)

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.2 Reinsurance contracts - GMM -
Property and Casualty (P&C) - others

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	22,318	-	832	-	23,150	37,606	-	1,314	-	38,920
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	22,318	-	832	-	23,150	37,606	-	1,314	-	38,920
Expected claims recoverable	-	-	-	-	-	(630)	-	-	-	(630)
Change in risk adjustment for non-financial risk	-	-	-	-	-	(13)	-	-	-	(13)
Experience adjustments	-	-	-	-	-	(1,942)	-	-	-	(1,942)
CSM recognized during the period	-	-	-	-	-	(366)	-	-	-	(366)
Allocation of reinsurance premiums	-	-	-	-	-	(2,951)	-	-	-	(2,951)
Incurred claims and other expenses	-	-	-	-	-	-	-	693	-	693
Changes in loss recovery component	-	-	-	-	-	-	-	-	-	-
Changes to AIC for past services	-	-	-	-	-	-	-	(443)	-	(443)
Amounts recoverable from reinsurance for incurred claims	-	-	-	-	-	-	-	250	-	250
Net (expenses) / income from reinsurance contracts held	-	-	-	-	-	(2,951)	-	250	-	(2,701)
Finance income from reinsurance contracts held	-	-	-	-	-	78	-	(64)	-	14
Total changes in the interim condensed consolidated statement of income	-	-	-	-	-	(2,873)	-	186	-	(2,687)
Insurance pool portfolio impact of participation ratio change	-	-	-	-	-	(20,575)	-	(628)	-	(21,203)
Premiums paid	-	-	-	-	-	10,804	-	-	-	10,804
Claims recovered	-	-	-	-	-	-	-	(40)	-	(40)
Fixed commissions received	-	-	-	-	-	(2,644)	-	-	-	(2,644)
Net cash flows for reinsurance contracts	-	-	-	-	-	8,160	-	(40)	-	8,120
Net closing reinsurance contract assets	22,318	-	832	-	23,150	22,318	-	832	-	23,150
Closing reinsurance contract assets	22,318	-	832	-	23,150	22,318	-	832	-	23,150
Closing reinsurance contract (liabilities)	-	-	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.2.2 Reinsurance contracts - GMM -
Protection and Savings (P&S) - linked

	30 June 2026 (Unaudited)					31 December 2025 (Audited)				
	AFRC		AIC		Total	AFRC		AIC		Total
	excluding LRC	LRC	excluding RA	RA		excluding LRC	LRC	excluding RA	RA	
Opening reinsurance contract assets	-	-	-	-	-	(475)	2	591	46	164
Opening reinsurance contract (liabilities)	(899)	1	468	37	(393)	-	-	-	-	-
Net opening reinsurance contract assets	(899)	1	468	37	(393)	(475)	2	591	46	164
Expected claims recoverable	(287)	-	-	-	(287)	(569)	-	-	-	(569)
Change in risk adjustment for non-financial risk	-	-	-	-	-	-	-	-	-	-
Experience adjustments	-	-	-	-	-	-	-	-	-	-
CSM recognized during the period	111	-	-	-	111	171	-	-	-	171
Allocation of reinsurance premiums	(176)	-	-	-	(176)	(398)	-	-	-	(398)
Incurred claims and other expenses	-	-	-	-	-	-	-	530	41	571
Changes in loss recovery component	-	-	-	-	-	-	(1)	-	-	(1)
Changes to AIC for past services	-	-	(10)	(1)	(11)	-	-	(575)	(53)	(628)
Amounts recoverable from reinsurance for incurred claims	-	-	(10)	(1)	(11)	-	(1)	(45)	(12)	(58)
Net (expenses) / income from reinsurance contracts held	(176)	-	(10)	(1)	(187)	(398)	(1)	(45)	(12)	(456)
Finance income from reinsurance contracts held	(19)	-	9	1	(9)	(26)	-	22	3	(1)
Total changes in the interim condensed consolidated statement of income	(195)	-	(1)	-	(196)	(424)	(1)	(23)	(9)	(457)
Premiums paid	-	-	-	-	-	-	-	-	-	-
Claims recovered	-	-	1	-	1	-	-	(100)	-	(100)
Fixed commissions received	-	-	-	-	-	-	-	-	-	-
Net cash flows for reinsurance contracts	-	-	1	-	1	-	-	(100)	-	(100)
Net closing reinsurance contract assets	(1,094)	1	468	37	(588)	(899)	1	468	37	(393)
Closing reinsurance contract assets	-	-	-	-	-	-	-	-	-	-
Closing reinsurance contract (liabilities)	(1,094)	1	468	37	(588)	(899)	1	468	37	(393)

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

4.3 An analysis of measurement components of insurance and reinsurance contract assets and liabilities i.e. 'Estimates of Present Value of Future Cash Flows' (PVFCF), 'Risk Adjustment' (RA) and 'Contractual Service Margin' (CSM) for the contracts measured under the GMM - VFA has been included in the below tables:

4.3.1 Insurance contracts-GMM/VFA - 30 June 2026 (Unaudited)					31 December 2025 (Audited)			
Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total
Opening insurance contract liabilities	492,870	2,779	75,038	570,687	499,136	3,091	97,406	599,633
Opening insurance contract (assets)	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	492,870	2,779	75,038	570,687	499,136	3,091	97,406	599,633
Changes that relate to current services	(2,084)	(19)	(1,595)	(3,698)	56,797	157	(4,158)	52,796
Changes that relate to future services	(914)	(23)	948	11	(74,727)	1,412	12,206	(61,109)
Changes that relate to past services	(46)	(5)	-	(51)	(3,468)	(325)	-	(3,793)
Insurance service results before reinsurance contracts held	(3,044)	(47)	(647)	(3,738)	(21,398)	1,244	8,048	(12,106)
Finance expenses from insurance contracts	(418)	10	464	56	(3,895)	96	3,814	15
Total changes in interim condensed consolidated statement of income	(3,462)	(37)	(183)	(3,682)	(25,293)	1,340	11,862	(12,091)
Changes in fair value of unit-linked investments	43,869	-	-	43,869	47,194	-	-	47,194
Insurance pool portfolio impact of participation ratio change	-	-	-	-	3,119	(1,652)	(34,230)	(32,763)
Premiums received	31,178	-	-	31,178	92,145	-	-	92,145
Claims and directly attributable expenses paid	(59,720)	-	-	(59,720)	(122,922)	-	-	(122,922)
Insurance acquisition expenses paid	(227)	-	-	(227)	(509)	-	-	(509)
Net cash flows for insurance contracts	(28,769)	-	-	(28,769)	(31,286)	-	-	(31,286)
Net closing insurance contract liabilities	504,508	2,742	74,855	582,105	492,870	2,779	75,038	570,687
Closing insurance contract liabilities	504,508	2,742	74,855	582,105	492,870	2,779	75,038	570,687
Closing insurance contract (assets)	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.3.1 Insurance contracts - GMM -
P&C - others

	30 June 2026 (Unaudited)				31 December 2025 (Audited)			
	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total
Opening insurance contract liabilities	(1,310)	2,328	42,962	43,980	(2,669)	2,442	55,251	55,024
Opening insurance contract (assets)	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	(1,310)	2,328	42,962	43,980	(2,669)	2,442	55,251	55,024
Changes that relate to current services	-	-	-	-	58,905	(22)	(504)	58,379
Changes that relate to future services	-	-	-	-	(82,671)	1,485	20,067	(61,119)
Changes that relate to past services	-	-	-	-	(18)	5	-	(13)
Insurance service result before reinsurance contracts held	-	-	-	-	(23,784)	1,468	19,563	(2,753)
Finance expenses from insurance contracts	-	-	-	-	(2,564)	70	2,378	(116)
Total changes in interim condensed consolidated statement of income	-	-	-	-	(26,348)	1,538	21,941	(2,869)
Insurance pool portfolio impact of participation ratio change	-	-	-	-	3,119	(1,652)	(34,230)	(32,763)
Premiums received	-	-	-	-	25,209	-	-	25,209
Claims and directly attributable expenses paid	-	-	-	-	(621)	-	-	(621)
Insurance acquisition expenses paid	-	-	-	-	-	-	-	-
Net cash flows for insurance contracts	-	-	-	-	24,588	-	-	24,588
Net closing insurance contract liabilities	(1,310)	2,328	42,962	43,980	(1,310)	2,328	42,962	43,980
Closing insurance contract liabilities	(1,310)	2,328	42,962	43,980	(1,310)	2,328	42,962	43,980
Closing insurance contract (assets)	-	-	-	-	-	-	-	-

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.3.1 Insurance contracts - GMM -
P&S - non-linked

	30 June 2026 (Unaudited)				31 December 2025 (Audited)			
	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total
Opening insurance contract liabilities	48	7	669	724	23	9	618	650
Opening insurance contract (assets)	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	48	7	669	724	23	9	618	650
Changes that relate to current services	(54)	-	(46)	(100)	(102)	-	(88)	(190)
Changes that relate to future services	(57)	-	57	-	(120)	-	121	1
Changes that relate to past services	(1)	-	-	(1)	(25)	(2)	-	(27)
Insurance service result before reinsurance contracts held	(112)	-	11	(101)	(247)	(2)	33	(216)
Finance expenses from insurance contracts	-	-	10	10	1	-	18	19
Total changes in interim condensed consolidated statement of income	(112)	-	21	(91)	(246)	(2)	51	(197)
Premiums received	95	-	-	95	272	-	-	272
Claims and directly attributable expenses paid	-	-	-	-	-	-	-	-
Insurance acquisition expenses paid	-	-	-	-	(1)	-	-	(1)
Net cash flows for insurance contracts	95	-	-	95	271	-	-	271
Net closing insurance contract liabilities	31	7	690	728	48	7	669	724
Closing insurance contract liabilities	31	7	690	728	48	7	669	724
Closing insurance contract (assets)	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.3.1 Insurance contracts - VFA -
P&S - linked

	30 June 2026 (Unaudited)				31 December 2025 (Audited)			
	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total
Opening insurance contract liabilities	494,132	444	31,407	525,983	501,782	640	41,537	543,959
Opening insurance contract (assets)	-	-	-	-	-	-	-	-
Net opening insurance contract liabilities	494,132	444	31,407	525,983	501,782	640	41,537	543,959
Changes that relate to current services	(2,030)	(19)	(1,549)	(3,598)	(2,006)	179	(3,566)	(5,393)
Changes that relate to future services	(857)	(23)	891	11	8,064	(73)	(7,982)	9
Changes that relate to past services	(45)	(5)	-	(50)	(3,425)	(328)	-	(3,753)
Insurance service result before reinsurance contracts held	(2,932)	(47)	(658)	(3,637)	2,633	(222)	(11,548)	(9,137)
Finance expenses from insurance contracts	(418)	10	454	46	(1,332)	26	1,418	112
Total changes in interim condensed consolidated statement of income	(3,350)	(37)	(204)	(3,591)	1,301	(196)	(10,130)	(9,025)
Changes in fair value of unit-linked investments	43,869	-	-	43,869	47,194	-	-	47,194
Premiums received	31,083	-	-	31,083	66,664	-	-	66,664
Claims and directly attributable expenses paid	(59,720)	-	-	(59,720)	(122,301)	-	-	(122,301)
Insurance acquisition expenses paid	(227)	-	-	(227)	(508)	-	-	(508)
Net cash flows for insurance contracts	(28,864)	-	-	(28,864)	(56,145)	-	-	(56,145)
Net closing insurance contract liabilities	505,787	407	31,203	537,397	494,132	444	31,407	525,983
Closing insurance contract liabilities	505,787	407	31,203	537,397	494,132	444	31,407	525,983
Closing insurance contract (assets)	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.3.2 Reinsurance contracts - GMM -

Total	30 June 2026 (Unaudited)				31 December 2025 (Audited)			
	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total
Opening reinsurance contract assets	2,903	1,946	18,301	23,150	7,594	1,962	29,528	39,084
Opening reinsurance contract (liabilities)	468	37	(898)	(393)	-	-	-	-
Net opening reinsurance contract assets	3,371	1,983	17,403	22,757	7,594	1,962	29,528	39,084
Changes that relate to current services	(287)	-	111	(176)	34,421	50	(195)	34,276
Changes that relate to future services	286	-	(286)	-	(43,578)	1,408	5,801	(36,369)
Changes that relate to past services	(10)	(1)	-	(11)	(1,011)	(53)	-	(1,064)
Net (expenses) / income from reinsurance contracts held	(11)	(1)	(175)	(187)	(10,168)	1,405	5,606	(3,157)
Finance income from reinsurance contracts held	9	1	(19)	(9)	(1,516)	68	1,461	13
Total changes in interim condensed consolidated statement of income	(2)	-	(194)	(196)	(11,684)	1,473	7,067	(3,144)
Insurance pool portfolio impact of participation ratio change	-	-	-	-	(558)	(1,453)	(19,192)	(21,203)
Premiums paid	-	-	-	-	10,804	-	-	10,804
Claims recovered	1	-	-	1	(140)	-	-	(140)
Fixed commissions received	-	-	-	-	(2,644)	-	-	(2,644)
Net cash flows for reinsurance contracts	1	-	-	1	8,020	-	-	8,020
Net closing reinsurance contract assets	3,370	1,983	17,209	22,562	3,372	1,982	17,403	22,757
Closing reinsurance contract assets	2,903	1,946	18,301	23,150	2,903	1,946	18,301	23,150
Closing reinsurance contract (liabilities)	467	37	(1,092)	(588)	469	36	(898)	(393)

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.3.2 Reinsurance contracts - GMM -
P&C - others

	30 June 2026 (Unaudited)				31 December 2025 (Audited)			
	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total
Opening reinsurance contract assets	2,903	1,946	18,301	23,150	7,002	1,916	30,002	38,920
Opening reinsurance contract (liabilities)	-	-	-	-	-	-	-	-
Net opening reinsurance contract assets	2,903	1,946	18,301	23,150	7,002	1,916	30,002	38,920
Changes that relate to current services	-	-	-	-	34,460	9	(366)	34,103
Changes that relate to future services	-	-	-	-	(44,147)	1,408	6,371	(36,368)
Changes that relate to past services	-	-	-	-	(436)	-	-	(436)
Net (expenses) / income from reinsurance contracts held	-	-	-	-	(10,123)	1,417	6,005	(2,701)
Finance income from reinsurance contracts held	-	-	-	-	(1,538)	66	1,486	14
Total changes in interim condensed consolidated statement of income	-	-	-	-	(11,661)	1,483	7,491	(2,687)
Insurance pool portfolio impact of participation ratio change	-	-	-	-	(558)	(1,453)	(19,192)	(21,203)
Premiums paid	-	-	-	-	10,804	-	-	10,804
Claims recovered	-	-	-	-	(40)	-	-	(40)
Fixed commissions received	-	-	-	-	(2,644)	-	-	(2,644)
Net cash flows for reinsurance contracts	-	-	-	-	8,120	-	-	8,120
Net closing reinsurance contract assets	2,903	1,946	18,301	23,150	2,903	1,946	18,301	23,150
Closing reinsurance contract assets	2,903	1,946	18,301	23,150	2,903	1,946	18,301	23,150
Closing reinsurance contract (liabilities)	-	-	-	-	-	-	-	-

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)
4.3.2 Reinsurance contracts - GMM -
P&S - linked

	30 June 2026 (Unaudited)				31 December 2025 (Audited)			
	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total	Estimates of PVFCF	Risk Adjustment (RA)	Contractual Service Margin (CSM)	Total
Opening reinsurance contract assets	-	-	-	-	592	46	(474)	164
Opening reinsurance contract (liabilities)	468	37	(898)	(393)	-	-	-	-
Net opening reinsurance contract assets	468	37	(898)	(393)	592	46	(474)	164
Changes that relate to current services	(287)	-	111	(176)	(39)	41	171	173
Changes that relate to future services	286	-	(286)	-	569	-	(570)	(1)
Changes that relate to past services	(10)	(1)	-	(11)	(575)	(53)	-	(628)
Net (expenses) / income from reinsurance contracts held	(11)	(1)	(175)	(187)	(45)	(12)	(399)	(456)
Finance income from reinsurance contracts held	9	1	(19)	(9)	22	2	(25)	(1)
Total changes in interim condensed consolidated statement of income	(2)	-	(194)	(196)	(23)	(10)	(424)	(457)
Premiums paid	-	-	-	-	-	-	-	-
Claims recovered	1	-	-	1	(100)	-	-	(100)
Fixed commissions received	-	-	-	-	-	-	-	-
Net cash flows for reinsurance contracts	1	-	-	1	(100)	-	-	(100)
Net closing reinsurance contract assets	467	37	(1,092)	(588)	469	36	(898)	(393)
Closing reinsurance contract assets	-	-	-	-	-	-	-	-
Closing reinsurance contract (liabilities)	467	37	(1,092)	(588)	469	36	(898)	(393)

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4.4 Impact of new contracts issued during the period for the contracts measured under the GMM/VFA valuation approaches:

	For three-month period ended 30 June 2026 (Unaudited)			For three-month period ended 30 June 2025 (Unaudited)		
	Non-onerous contracts	Onerous contracts	Total	Non-onerous contracts	Onerous contracts	Total
Insurance acquisition cash flows	42	125	167	76	70	146
Claims and other directly attributable expenses	38	17	55	60	12	72
Estimates of the present value of future cash outflows	80	142	222	136	82	218
Estimates of the present value of future cash inflows	(180)	(3)	(183)	(335)	-	(335)
Risk adjustment for non-financial risk	1	1	2	2	1	3
Contractual service margin (CSM)	99	(136)	(37)	197	(83)	114
Increase in insurance contract liabilities from the new contracts issued	-	4	4	-	-	-

	For six-month period ended 30 June 2026 (Unaudited)			For six-month period ended 30 June 2025 (Unaudited)		
	Non-onerous contracts	Onerous contracts	Total	Non-onerous contracts	Onerous contracts	Total
Insurance acquisition cash flows	94	269	363	3,672	190	3,862
Claims and other directly attributable expenses	76	29	105	1,338	30	1,368
Estimates of the present value of future cash outflows	170	298	468	5,010	220	5,230
Estimates of the present value of future cash inflows	(393)	(3)	(396)	(11,847)	-	(11,847)
Risk adjustment for non-financial risk	2	2	4	364	2	366
Contractual service margin (CSM)	221	(136)	85	6,473	(83)	6,390
Increase in insurance contract liabilities from the new contracts issued	-	161	161	-	139	139

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4. INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)

4.5 For contracts measured under the GMM/VFA valuation approaches, insurance revenue and the 'Contractual Service Margin' (CSM) movements by transition method is as below:

- a) New contracts issued and contracts measured under the full retrospective approach at transition (Full retrospective)
- b) Contracts measured under the modified retrospective approach at transition (Modified retrospective)
- c) Contracts measured under the fair value approach at transition (Fair value)

	For the three-month period ended 30 June 2026 (Unaudited)				For the three-month period ended 30 June 2025 (Unaudited)			
	Full retrospective	Modified retrospective	Fair value	Total	Full retrospective	Modified retrospective	Fair value	Total
Insurance revenue	1,348	624	202	2,174	1,458	758	253	2,469
CSM at the beginning of the period	65,997	5,333	3,296	74,626	92,643	9,216	5,178	107,037
CSM recognized during the period for services provided	(535)	(165)	(104)	(804)	(556)	(254)	(142)	(952)
Changes in estimates that adjust the CSM	564	185	92	841	(137)	(169)	(104)	(410)
Contracts initially recognized during the period	(37)	-	-	(37)	114	-	-	114
Finance expenses from insurance contracts	125	97	7	229	205	169	12	386
Amount recognized as income during the period	117	117	(5)	229	(374)	(254)	(234)	(862)
CSM at the end of the period	66,114	5,450	3,291	74,855	92,269	8,962	4,944	106,175

	For six-month period ended 30 June 2026 (Unaudited)				For six-month period ended 30 June 2025 (Unaudited)			
	Full retrospective	Modified retrospective	Fair value	Total	Full retrospective	Modified retrospective	Fair value	Total
Insurance revenue	2,697	1,258	405	4,360	5,919	1,541	505	7,965
CSM at the beginning of the period	66,213	5,425	3,400	75,038	82,576	9,425	5,405	97,406
CSM recognized during the period for services provided	(1,055)	(328)	(212)	(1,595)	(1,314)	(510)	(283)	(2,107)
Changes in estimates that adjust the CSM	618	156	89	863	2,828	(275)	(202)	2,351
Contracts initially recognized during the period	85	-	-	85	6,390	-	-	6,390
Finance expenses from insurance contracts	253	197	14	464	1,789	322	24	2,135
Amount recognized as income during the period	(99)	25	(109)	(183)	9,693	(463)	(461)	8,769
CSM at the end of the period	66,114	5,450	3,291	74,855	92,269	8,962	4,944	106,175

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5. INSURANCE SERVICE RESULT	For three-month period		For six-month period	
	ended 30 June		ended 30 June	
	2026	2025	2026	2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
5.1 Insurance revenue				
<i>Contracts measured under GMM/VFA:</i>				
Expected claims expenses	25	22	49	(849)
Expected directly attributable expenses	358	444	730	908
Loss component run off	741	801	1,505	1,628
Expected other insurance service expenses	(51)	(63)	(117)	3,542
Changes in risk adjustment for non-financial risk	9	13	19	36
CSM recognized during the period	804	952	1,595	2,107
Recovery of insurance acquisition cash flows	288	300	579	593
Insurance revenue from contracts measured under GMM/VFA	2,174	2,469	4,360	7,965
<i>Contracts measured under PAA:</i>				
Premiums earned	686,260	689,208	1,327,313	1,480,612
Change in expected credit losses	(12,653)	(4,864)	(22,715)	(13,545)
Insurance revenue from contracts measured under PAA	673,607	684,344	1,304,598	1,467,067
Total insurance revenue	675,781	686,813	1,308,958	1,475,032
5.2 Insurance service expenses				
Incurred claims and other expenses	(272,775)	(423,036)	(943,834)	(911,138)
Changes in loss component for onerous contracts	7,409	(157)	21,416	(219)
Changes to liabilities for incurred claims for past services	32,710	72,554	482,638	201,546
Insurance acquisition costs	(57,629)	(72,415)	(115,294)	(143,837)
Surplus distribution expense	(1,601)	-	(2,130)	-
Total insurance service expenses	(291,886)	(423,054)	(557,204)	(853,648)
Insurance service result before reinsurance contracts held	383,895	263,759	751,754	621,384

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5. INSURANCE SERVICE RESULT (CONTINUED)

	For three-month period ended 30 June		For six-month period ended 30 June	
	2026	2025	2026	2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
5.3 Allocation of reinsurance (RI) premiums				
<i>Contracts measured under GMM:</i>				
Expected claims recoverable	(142)	(141)	(287)	(413)
Change in risk adjustment for non-financial risk	-	-	-	(2)
Experience adjustments	-	-	-	(1,619)
CSM recognized during the period	47	36	111	(92)
Allocation of RI premiums from contracts measured under GMM	(95)	(105)	(176)	(2,126)
<i>Contracts measured under PAA:</i>				
Reinsurance premiums expense	(434,038)	(338,709)	(812,196)	(780,470)
Reinsurance commissions earned	17,502	18,197	32,578	34,167
Allocation of RI premiums from contracts measured under PAA	(416,536)	(320,512)	(779,618)	(746,303)
Total allocation of reinsurance premiums	(416,631)	(320,617)	(779,794)	(748,429)
5.4 Amounts recoverable from reinsurers for incurred claims				
Incurred claims and other expenses	78,613	64,459	200,000	185,318
Changes in loss recovery component for onerous contracts	-	(1)	(140)	(1)
Change in amounts recoverable for incurred claims for past services	(33,973)	(59,726)	(157,411)	(158,779)
Total amounts recoverable from reinsurers for incurred claims	44,640	4,732	42,449	26,538
Net expenses from reinsurance contracts held	(371,991)	(315,885)	(737,345)	(721,891)
Net insurance service result	11,904	(52,126)	14,409	(100,507)

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Details relating to gross written premium are disclosed below to comply with the requirements of the Insurance Authority and are not calculated as per the requirements of IFRS 17.

Analysis of gross written premium (GWP) for the period is as follows:

For three-month period ended 30 June 2026 (Unaudited)						
	Corporate				Retail	Total
	Micro	Small	Medium	Large	Individuals	
Medical	5,414	14,737	28,633	43,676	1,058	93,518
Motor	868	40,326	25,663	28,153	33,758	128,768
Property	195	5,878	18,210	39,168	26	63,477
Energy	-	-	1	462,280	-	462,281
Engineering	258	5,426	8,131	25,406	-	39,221
P&S - non-linked	-	538	4,492	7,870	21	12,921
P&S - linked	-	-	-	-	15,817	15,817
P&C - others	830	11,141	27,202	51,124	6,972	97,269
Total	7,565	78,046	112,332	657,677	57,652	913,272

For three-month period ended 30 June 2025 (Unaudited)						
	Corporate				Retail	Total
	Micro	Small	Medium	Large	Individuals	
Medical	4,977	5,247	9,555	27,720	34,606	82,105
Motor	1,023	1,461	15,090	15,510	76,080	109,164
Property	141	2,956	61,301	12,088	309	76,795
Energy	-	-	-	822	-	822
Engineering	20	398	16,178	8,562	-	25,158
P&S - non-linked	-	2,295	35,401	12,150	38	49,884
P&S - linked	-	-	-	-	15,883	15,883
P&C - others	1,310	3,018	17,699	40,708	20,984	83,719
Total	7,471	15,375	155,224	117,560	147,900	443,530

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	For six-month period ended 30 June 2026 (Unaudited)					
	Corporate				Retail	Total
	Micro	Small	Medium	Large	Individual	
Medical	11,078	40,899	53,487	70,426	6,895	182,785
Motor	1,251	55,434	49,490	41,057	67,970	215,202
Property	312	9,479	31,429	56,668	28	97,916
Energy	-	-	9,944	485,711	-	495,655
Engineering	324	7,955	23,657	54,011	-	85,947
P&S - non-linked	312	663	18,509	18,615	28	38,127
P&S - linked	-	-	-	-	31,156	31,156
P&C - others	2,601	18,449	52,056	81,970	15,329	170,405
Total	15,878	132,879	238,572	808,458	121,406	1,317,193

	For six-month period ended 30 June 2025 (Unaudited)					
	Corporate				Retail	Total
	Micro	Small	Medium	Large	Individual	
Medical	14,347	15,957	23,464	48,852	42,988	145,608
Motor	1,631	4,948	34,111	32,645	208,359	281,694
Property	257	4,439	47,033	29,293	851	81,873
Energy	-	-	-	39,195	-	39,195
Engineering	81	2,184	26,695	82,272	-	111,232
P&S - non-linked	266	3,009	58,975	24,542	64	86,856
P&S - linked	-	-	-	-	32,432	32,432
P&C - others	2,499	6,315	43,525	101,344	33,427	187,110
Total	19,081	36,852	233,803	358,143	318,121	966,000

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Following is the breakdown of expenses incurred during the period by category:

Common general and administrative expenses

Salaries and Staff Cost

Depreciation and amortization

Information Technology Cost

Communication

Occupancy Cost (Rent, Lease Of Office Space)

Travel expenses

Marketing, Advertising And Promotion

Other Expenses

Total**Allocation of common general and administrative expenses is as below:**

Reported as a part of insurance service expenses as other directly attributable expenses allocated to insurance operations

Other operating expenses

Total

For three-month period ended 30 June		For six-month period ended 30 June	
2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
38,224	37,123	75,787	74,609
9,114	6,822	16,335	13,631
7,230	5,053	16,057	6,372
6,046	3,911	13,267	7,685
1,208	1,492	2,341	2,953
444	769	1,081	1,296
438	700	993	1,507
6,493	5,467	12,605	12,145
69,197	61,337	138,466	120,198
54,861	49,426	112,304	99,196
14,336	11,911	26,162	21,002
69,197	61,337	138,466	120,198

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Cash and cash equivalents comprise the following:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Cash and bank balances	399,020	302,079
Deposits maturing within 3 months	47,746	104,996
ECL on cash and cash equivalents	(4)	(5)
Total	446,762	407,070

Cash is placed in current accounts with counterparties with sound credit ratings ranging from A+ to A- as accredited by renowned credit rating agencies. Deposits maturing within 3 months are held with a local commercial bank having a credit rating of A+ to A- as accredited by renowned credit rating agencies.

8.2 Short-term deposits:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Short-term deposits held with banks	177,488	226,963
Accrued income on short-term deposits	3,748	6,464
ECL on short-term deposits	(9)	(13)
Total	181,227	233,414

8.3 Long-term deposits:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Long-term deposits	406,054	407,371
Accrued income on long-term deposits	3,154	3,341
ECL on long-term deposits	(93)	(111)
Total	409,115	410,601

Deposits are placed with local and licensed foreign banks' branches in the Kingdom of Saudi Arabia that have credit ratings equivalent to A+ to A- as accredited by renowned credit rating agencies. The commission income is earned at competitive rates prevailing in the market. The carrying amounts of these deposits are reasonably approximate to the fair value at the reporting date. Short-term deposits are placed for a period greater than three months and less than or equal to 1 year from the date of original acquisition, while the long-term deposits are placed for a period greater than 1 year from the date of original acquisition.

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Investments are classified as follows:

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Investments measured at FVTPL	9.1	530,885	540,578
Investments measured at FVOCI	9.2	156,692	156,692
Investments measured at amortized cost	9.3	809,347	767,292
Investment in a joint venture	9.4	25,200	25,200
Total		1,522,124	1,489,762

9.1 Investments measured at fair value through profit or loss (FVTPL)**(a) The breakdown of financial assets measured at FVTPL is as follows:**

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Investment in listed equities	42,484	306,876
Investment in listed funds	389,062	137,583
Investment in unlisted funds	99,339	96,119
Total	530,885	540,578

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

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Opening balance	540,578	538,563
Purchases	287,496	291,561
Disposals	(312,684)	(235,676)
Realized gain on disposals	23,246	4,765
Unrealized loss due to changes in fair value	(7,751)	(58,635)
Closing balance	530,885	540,578

9.2 Investments measured at fair value through other comprehensive income (FVOCI)**(a) The breakdown of financial assets measured at FVOCI is as follows:**

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Non-listed equities:		
- Najm	145,444	145,444
- Others	11,248	11,248
Total	156,692	156,692

(b) The movement in investments measured at FVOCI is as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Opening balance	156,692	127,872
Purchases	-	5,624
Changes in fair value of investments	-	23,196
Closing balance	156,692	156,692

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- (a) The breakdown of investments measured at amortized cost after considering accrued commission income and ECL adjustments is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Sukuks	809,347	767,292
Total	809,347	767,292

- (b) The movement in investments measured at amortized cost is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Opening balance	767,292	709,687
Purchases	41,250	218,751
Maturity	-	(164,867)
Commission income	18,016	32,464
Commissions collected	(17,766)	(29,868)
Amortization of discount, net	562	1,141
Expected credit loss adjustments	(7)	(16)
Closing balance	809,347	767,292

9.4 Investment in a joint venture

The Group has invested SAR 25.2 million for a 42% interest in a joint venture to support its business operations. The joint venture has started its operations at a limited scale as of the current reporting date. The impact of operations on the Group is immaterial.

10. PREPAID EXPENSES AND OTHER ASSETS

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Prepaid rent	1,076	723
Prepaid expenses, subscription and fees	41,022	38,697
Prepaid staff expenses	17,359	18,936
Cash margin against letter of guarantee	11,487	15,883
Advance for investment	8,104	2,602
Other receivables	5,984	9,429
Expected credit losses (ECL) on other assets	(60)	(38)
Total	84,972	86,232

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Unit-linked investments are related to policyholders' investments in unit-linked funds. The Group has established unit linked liabilities included in the Insurance contract liabilities for unit-linked business which, excluding some timing differences and reserves, match exactly with the policyholder's unit-linked assets.

The fair value of unit-linked investments is measured based on the net assets value provided by fund manager. As the input to the valuation technique is observable from market sources, the Group uses Level 2 hierarchy for determining and disclosing the fair value of above unit-linked investments.

The breakdown of financial assets for unit-linked insurance contracts is as follows:

	Unit cost (in Saudi Riyals)	Total Cost	Unit price (in Saudi Riyals)	Market Value
30 June 2026 (Unaudited)				
Multi assets balanced fund	23.15	203,932	37.48	330,227
Multi assets defensive fund	16.89	24,504	26.00	37,717
Multi assets growth fund	27.58	89,054	47.30	152,733
Saudi Riyal murabaha fund	16.61	6,925	20.15	8,401
		<u>324,415</u>		<u>529,078</u>
31 December 2025 (Audited)				
Multi assets balanced fund	22.40	212,155	34.56	327,437
Multi assets defensive fund	16.52	25,912	24.69	38,734
Multi assets growth fund	26.22	87,022	42.67	141,633
Saudi Riyal murabaha fund	16.49	7,344	19.69	8,767
		<u>332,433</u>		<u>516,571</u>

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Intangible assets comprise the following:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Intangible assets recognized after the merger with MAA		(Restated)
(1) Customer Contract ('ALICO')	5,454	5,454
(2) Customer Relationship	2,832	2,832
(3) Product Licenses (Protection & Savings)	24,847	24,847
Intangible assets recognized after the merger with SABB Takaful		
(4) Individual Life	52,670	52,670
(5) General Takaful	4,831	4,831
Intangible assets recognized after the acquisition of ASPIRE		
(6) Customer Relationship	20,229	20,229
(7) License	1,157	1,157
(8) Tradename	3,772	3,772
Intangible assets acquired through mergers / acquisitions	115,792	115,792
Computer software	94,486	93,334
Total intangible assets	210,278	209,126
Accumulated amortization on intangible assets	(85,307)	(76,516)
Net intangible assets	124,971	132,610

Management assessed intangible assets for impairment indicators as at the reporting date and noted none. Accordingly, no impairment loss has been recognized during the period.

(1) Customer Contract (ALICO)

The Group exercised purchase price allocation to identify intangibles after the acquisition of MetLife AIG ANB ("MAA") and as a result of that exercise, Customer contract (ALICO) was identified as an intangible. As a result of acquisition of MAA, the Group acquired Saudi run-off portfolio of American Life Insurance Company "ALICO" which was transferred initially to MAA on 1 April 2015 as per the portfolio transfer agreement entered between MetLife ALICO and MAA and was 100% reinsured back to MetLife under a quota-share reinsurance agreement. This portfolio includes long term life protection, savings insurance products and personal accident policies. As per the terms of the portfolio transfer agreement and the quota-share reinsurance agreement, the Group is entitled to a reinsurance commission at an agreed rate and reimbursement of all expenses related to administration of the portfolio. The management has employed "Multi Period Excess Earning Method" for valuing the contractual customer relationship and is considered to have a useful life of 83 years based on the run-off of the customer portfolio at the time of acquisition.

(2) Customer Relationship (MAA)

IAS 38 specifies that if an entity can evidence that it can control economic benefits from non-contractual relationships, those customer relationships are identified as separable and can be recognized as an intangible asset. Arab National Bank ("ANB"), which had a relationship with MAA and was also a 30% shareholder of MAA, has historically contributed a consistent revenue stream for MAA with various insurance agreements. Hence, the relationship has been regarded to represent a Customer Relationship intangible based on the purchase price allocation exercised after the acquisition of MetLife AIG ANB (MAA). The management has employed "Multi Period Excess Earning Method" for valuing the non-contractual customer relationship and is considered to have a useful life of 6 years at the time of acquisition.

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12. INTANGIBLES (CONTINUED)**(3) Product Licenses (Protection & Savings)**

As a result of the acquisition of MetLife AIG ANB "MAA", the Group acquired the Protection & Savings Insurance License. This license has been identified as an intangible asset. This life insurance intangible was valued using the "Multi Period Excess Earning Method" from the Protection & savings Line of Business for valuing product licenses. This is considered to be an intangible asset with an indefinite life and will therefore be subject to the annual impairment assessments.

Impairment assessment is done annually by the end of each year. Based on the recent impairment assessment conducted for 2025, product license was not impaired as at 31 December 2025.

(4) Individual Life

Individual life intangible was recognized based on the purchase price allocation exercise after the acquisition of SABB Takaful Insurance Company. As a result of acquisition of SABB Takaful, the Group acquired the Individual Life insurance segment which comprises of Unit Linked Insurance Policies "ULIP" (Regular Saving, Simple Saving, Education, Retirement and Single Premium). SABB Bank in the past has consistently generated revenues for SABB Takaful. The relationship has been spanning for more than 10 years, hence considered as a customer relationship with an estimated useful life of 10 years at the time of acquisition.

Historically, SABB Takaful was able to achieve 76% of its budgeted revenue. Hence, considered the same for FY23 and FY24 and 5% y-o-y growth from FY25 onwards. The Individual life insurance policies have been valued using the "Multi-Period Excess Earning Method". Contributory asset charges "CAC", which include working capital "WC" charge and Assembled Workforce have been adjusted with the underwriting income to arrive at the Excess Earnings. Since the working capital and capex are minimal, the CAC do not have material impact on the cash-flows. An EBIT margin of 5.7% has been considered based on the historical EBIT margin of individual life insurance contracts. A discount factor of 16.6% (WACC + 1%) has been used to discount the excess earnings to arrive at the value of the intangible.

(5) General Takaful

General Takaful Customer Relationship intangible was also recognized based on the purchase price allocation exercise after the acquisition of SABB Takaful Insurance Company. General Takaful insurance policies consist of policies relating to marine, property, accident and liability, which have a life of one year. Average tenure of the customer relationship with SABB Takaful, for General Takaful insurance policies is between 10 and 12 years, hence it can be assumed that the estimated useful life of the customer relationship is 10 years at the time of acquisition. A 0.7% y-o-y growth rate has been assumed based on the historical growth of General Takaful contracts.

An EBIT margin of 9.7% has been considered based on the historical EBIT margins on these policies.

Customer relationship intangible is valued using the "Multi-Period Excess Earning Method". Contributory Asset charges which include Working Capital charge and Assembled Workforce have been adjusted with the underwriting income to arrive at the Excess Earnings. Since the working capital and capex are minimal, the CAC does not have a material impact on the cash flows. A discount factor of 16.6% (WACC+1%) has been used to discount the Excess Earnings to arrive at the value of the customer relationship intangible.

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12. INTANGIBLES (CONTINUED)**(6) Customer Relationship (ASPIRE)**

IAS 38 specifies that if an entity can evidence that it can control economic benefits from non-contractual relationships, those customer relationships are identified as separable and can be recognized as an intangible asset.

Customer-level revenue from 2020 to 2025 was analyzed to determine the persistence of the existing customer base. Customers were tracked across years, and revenue retained from repeat customers was measured relative to prior-year revenue, capturing economic retention rather than headcount. Major customer contracts were reviewed to distinguish revenue supported by enforceable agreements from revenue generated through repeat, non-contractual relationships. Historical analysis showed that approximately 75% of annual revenues were attributable to existing customer relationships and contracts, forming the basis for the retention rate applied in the valuation model.

The management has employed “Multi Period Excess Earning Method” for valuing the non-contractual customer relationship and is considered to have a useful life of 10 years.

(7) License

Among the identifiable intangible assets acquired is the Company’s Operating License (the “License”), granted by the Dubai Financial Services Authority (DFSA), which permits Aspire to legally conduct its regulated business activities in the Dubai International Financial Centre (DIFC). The License represents a separable and identifiable intangible asset as it arises from contractual and legal rights. The Fair value of the DFSA License based on our assessment is USD 308,500 (Saudi Riyals 1,156,875).

The Cost Approach was determined to be the most appropriate methodology for valuing the License. Under the Cost Approach, the value of the License was estimated using the Replacement Cost method. Replacement cost reflects what a market participant would incur to obtain a comparable license as of the valuation date.

This intangible asset has indefinite useful life as long as Aspire continues to exist.

(8) Tradename

The fair value of the Tradename was estimated utilizing the Relief-from-Royalty Method, an income based valuation approach commonly applied to identifiable intangible assets with measurable royalty benchmarks. The relief-from-royalty method estimates the value of a trade name by calculating the present value of the royalty payments that a market participant would hypothetically avoid by owning the asset rather than licensing it from a third party. This method reflects the economic benefit attributable specifically to the brand.

Under this approach, projected revenues attributable to the Tradename were multiplied by an appropriate market-based royalty rate to determine the hypothetical royalty savings. These royalty savings were then discounted to present value using an appropriate discount rate reflecting the risk characteristics of the asset.

Based on various relevant considerations and experience in this industry, a royalty rate of 2.0% is considered reasonable and reflective of the rate that a market participant would be willing to pay to license a comparable trade name. The value we arrived at for the tradename based on our intangible valuation was USD 1,005,836 (Saudi Riyals 3,771,884). This intangible asset has indefinite useful life as long as Aspire continues to exist.

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	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
		(Restated)
Goodwill recognized on acquisition of :		
(a) MetLife AIG ANB Cooperative Insurance Company ("MAA")	24,415	24,415
(b) Aspire Underwriting Agency Ltd ("ASPIRE")	27,156	27,156
	51,571	51,571

(a) Acquisition of MAA

The Company recognized goodwill amounting to SAR 24.415 million after the merger with MetLife AIG ANB Cooperative Insurance Company (MAA). During the year ended 31 December, 2020, the shareholders in the EGM held on January 27, 2020 corresponding to 2 Jumada II 1441H approved the proposed merger of the Company and MAA to be effected by way of a merger pursuant to Articles 191, 192, and 193 of the Companies Law issued under Royal Decree No. M3 dated 28/1/1437H (corresponding to 10/11/2015G), through the issuance of 0.6577614444444444 new shares in the Company for each share in MAA subject to the terms and conditions of the Merger Agreement. The purchase consideration was determined to be SAR 191.566 million which consisted of the issuance of 11,839,706 new shares to the shareholders of MAA.

The Company undertook a comprehensive purchase price allocation after the acquisition as required and has recognized the goodwill as a result thereof. The goodwill with indefinite life is reviewed annually and assessed the recoverable amount of the cash generating unit (or a group of cash generating units) to which the goodwill is related.

Impairment assessment is done annually by the end of each year. Based on the recent impairment assessment conducted for 2025, goodwill was not impaired as at 31 December 2025.

(b) Acquisition of ASPIRE

During the year 2025, the Company acquired 88% ownership of Aspire Underwriting Agency Ltd (ASPIRE), a Managing General Agent (MGA) based in Dubai International Financial Center (DIFC), UAE. The acquisition is in line with Walaa's interest to expand and diversify its inward reinsurance business.

The Company signed a binding offer letter on April 10, 2025 to acquire 8,800 shares representing 88% stake of Aspire for a value of SAR 68.21 million, payable in cash.

The Company and ASPIRE received required approvals from Insurance Authority (IA) and Dubai Financial Services Authority (DFSA) respectively before the acquisition date i.e. May 15, 2025.

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The following table summarizes the fair values of assets acquired, and liabilities assumed at the date of acquisition:

	15 May 2025
ASSETS	
Cash and cash equivalents	31,325
Security deposits	96
Receivables, net	52,395
Prepaid expenses and other assets	4,571
Fixed assets	10
Right of use assets	654
TOTAL	89,051
LIABILITIES	
Current liabilities	70,538
Non-current liabilities	450
TOTAL LIABILITIES	70,988
ASPIRE's NET ASSETS AS AT ACQUISITION DATE	18,063
-Share of non-controlling interest (12%)	2,168
-Share of the Company (Walaa) (88%)	15,895

The non-controlling interest in the acquiree has been measured at the proportionate share of the acquiree's identifiable net assets, resulting in the recognition of goodwill based on the partial goodwill method. Accordingly, only the parent company's share of goodwill has been recognized in this interim condensed consolidated financial information.

	15 May 2025
Purchase Consideration	68,209
Walaa's share of net assets as at acquisition date (88%)	(15,895)
Provisional goodwill arising from the acquisition	52,314

The purchase consideration was determined to be Saudi Riyals 68.209 million which was settled in cash. This resulted in a provisional goodwill amounting to Saudi Riyals 52.314 million.

The management has carried out a comprehensive Purchase Price Allocation (PPA) assignment wherein the provisional amounts were finalized as required by IFRS 3 within one year from the acquisition. Following the application of Purchase Price Allocation methodology, the previously recognized goodwill amounting to Saudi Riyals 52.314 million has been classified into intangibles. Management assessed intangible assets for impairment indicators as at the reporting date and noted none. Accordingly, no impairment loss has been recognized during the period.

	15 May 2025
Provisional goodwill arising from the acquisition	52,314
Intangible assets recognized through PPA exercise:	
- Customer Relationship	(20,229)
- License	(1,157)
- Tradename	(3,772)
Residual Goodwill	27,156

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In accordance with Article 58 of the Insurance Implementing Regulations of Insurance Authority (IA), the Company is required to maintain a statutory deposit of not less than 10% of its paid-up capital. The statutory deposit is maintained with a Saudi Arabian bank and can be withdrawn only with the consent of IA. Accrued income on this deposit is payable to IA and amounts to Saudi Riyals 3.19 million (31 December 2025: Saudi Riyals 7.05 million). During the period, as requested by IA, the Group has released the accrued income on statutory deposit to IA up to 31 December 2025 amounting to Saudi Riyals 7.05 million.

15. ACCRUED EXPENSES AND OTHER LIABILITIES

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Accrued expenses	34,245	27,755
Uncleared cheques	258	258
VAT payable to ZATCA, net	53,571	12,289
Contributions payable to GOSI	754	746
Payables to suppliers and service providers	40,814	40,780
Share of other liabilities from insurance pools and subsidiary	29,692	30,762
Other liabilities	303	802
Total	159,637	113,392

16. COMMITMENTS AND CONTINGENCIES

The Group's commitments and contingencies are as follows:

- (a) The Group has issued bank guarantees to various parties amounting to Saudi Riyals 11.5 million as at 30 June 2026 (31 December 2025: Saudi Riyals 15.9 million) which are fully covered by margin deposits in normal course of business.
- (b) The Group operates in the insurance industry and is subject to legal proceedings in the normal course of business relating to policyholders' insurance claims. 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. Further, there was no material change in the status of legal proceedings during the current period from the status disclosed as at 31 December 2025. Refer to Note 20 for zakat and tax related matters.

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

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

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

Determination of fair value and fair value hierarchy

The Group 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.

Carrying amounts and fair value

The following table shows the carrying amount and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value. The Group used 'Discounted Cash Flow' method to identify fair value of level 3 unquoted investments, which implies some judgement related to the future income and the applicable discount rates.

30 June 2026 (Unaudited)	Carrying	Fair value			
	value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Investments measured at FVTPL	530,885	431,546	14,288	85,051	530,885
Investment measured at FVOCI	156,692	-	-	156,692	156,692
Financial assets for unit-linked insurance	529,078	-	529,078	-	529,078
Total	1,216,655	431,546	543,366	241,743	1,216,655

31 December 2025 (Audited)	Carrying	Fair value			
	value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Investments measured at FVTPL	540,578	444,458	14,288	81,832	540,578
Investment measured at FVOCI	156,692	-	-	156,692	156,692
Financial assets for unit-linked insurance	516,571	-	516,571	-	516,571
Total	1,213,841	444,458	530,859	238,524	1,213,841

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Investment measured at amortized costs		
Carrying Value	809,347	767,292
Fair Value	790,278	749,815

Transfer between the levels

During the period, there were no transfers into or out of each level.

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18. OPERATING SEGMENTS

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

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

Segment assets do not include cash and cash equivalents, short-term deposits, prepaid expenses and other assets, investments, long-term deposits, property and equipment, right-of-use assets and intangible assets. Accordingly, these are included in unallocated assets.

Segment liabilities do not include accrued expenses and other liabilities, lease liabilities and provision for end-of-service benefits (EOSB). Accordingly, these are included in unallocated liabilities.

These unallocated assets and liabilities are not reported to Chief Executive Officer and the Board under related segments and are monitored on a centralized basis.

Segments do not include shareholders' assets and liabilities and equity. Hence, these are presented under unallocated assets / liabilities accordingly. Segment performance is evaluated based on profit or loss which, in certain respects, is measured differently from profit or loss in the interim condensed consolidated financial information.

Where intersegment transactions were to occur, transfer prices between operating segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment income, expense and results will then include those transfers between operating segments which will then be eliminated at the level of interim condensed consolidated financial information of the Group.

The segment information provided to the Group's Chief Executive Officer for the reportable segments for the Group's total assets and liabilities as at 30 June 2026 and 31 December 2025, its total revenues, expenses, and net income for the three-month and six-month periods ended 30 June 2026 and 30 June 2025 are as follows:

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18. OPERATING SEGMENTS (CONTINUED)
Segmental interim condensed consolidated statement of financial position

As at 30 June 2026

(Unaudited)

	Medical	Motor	Property	Energy	Engineering	Protection and Savings (P&S) - Non-Linked	P&S - Linked	Property and Casualty (P&C) - Others	Unallocated	Total
Assets										
Insurance contract assets for non unit-linked business	-	-	-	4,915	-	-	-	-	-	4,915
Reinsurance contract assets for non unit-linked business	-	3,173	1,091,063	-	361,350	17,223	-	116,725	-	1,589,534
Financial assets for unit-linked insurance contracts	-	-	-	-	-	-	529,078	-	-	529,078
Unallocated assets	-	-	-	-	-	-	-	-	3,018,916	3,018,916
Total assets	-	3,173	1,091,063	4,915	361,350	17,223	529,078	116,725	3,018,916	5,142,443

Liabilities and equity

Insurance contract liabilities for non unit-linked business	212,200	262,258	1,173,795	-	446,608	99,331	-	337,915	-	2,532,107
Insurance contract liabilities for unit-linked business	-	-	-	-	-	-	537,397	-	-	537,397
Reinsurance contract liabilities for non unit-linked business	5,382	-	-	67,088	-	-	-	-	-	72,470
Reinsurance contract liabilities for unit-linked business	-	-	-	-	-	-	588	-	-	588
Unallocated liabilities and shareholders' equity	-	-	-	-	-	-	-	-	1,999,881	1,999,881
Total liabilities and shareholders' equity	217,582	262,258	1,173,795	67,088	446,608	99,331	537,985	337,915	1,999,881	5,142,443

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FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

18. OPERATING SEGMENTS (CONTINUED)
Segmental interim condensed consolidated statement of financial position (Continued)

As at 31 December 2025

(Audited)

	Medical	Motor	Property	Energy	Engineering	Protection and Savings (P&S) - Non-Linked	P&S - Linked	Property and Casualty (P&C) - Others	Unallocated	Total
Assets										
Reinsurance contract assets for non unit-linked business	-	3,387	1,213,022	182,265	321,724	13,791	-	187,617	-	1,921,806
Financial assets for unit-linked insurance contracts	-	-	-	-	-	-	516,571	-	-	516,571
Unallocated assets	-	-	-	-	-	-	-	-	3,018,406	3,018,406
Total assets	-	3,387	1,213,022	182,265	321,724	13,791	516,571	187,617	3,018,406	5,456,783

Liabilities and equity

Insurance contract liabilities for non unit-linked business	223,866	360,045	1,305,766	262,653	377,894	99,398	-	386,490	-	3,016,112
Insurance contract liabilities for unit-linked business	-	-	-	-	-	-	525,983	-	-	525,983
Reinsurance contract liabilities for non unit-linked business	3,161	-	-	-	-	-	-	-	-	3,161
Reinsurance contract liabilities for unit-linked business	-	-	-	-	-	-	393	-	-	393
Unallocated liabilities and shareholders' equity	-	-	-	-	-	-	-	-	1,911,134	1,911,134
Total liabilities and shareholders' equity	227,027	360,045	1,305,766	262,653	377,894	99,398	526,376	386,490	1,911,134	5,456,783

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18. OPERATING SEGMENTS (CONTINUED)
Segmental interim condensed consolidated statement of income

For three-month period ended

30 June 2026 (Unaudited)

	Medical	Motor	Property	Energy	Engineering	P&S - Non-Linked	P&S - Linked	P&C- Others	Unallocated	Total
Insurance revenue	108,569	90,581	143,135	186,085	47,673	11,865	2,119	85,754	-	675,781
Insurance service expenses	(119,557)	(89,583)	4,419	(42,646)	(27,852)	(10,501)	(209)	(5,957)	-	(291,886)
Insurance service result before reinsurance contracts held	(10,988)	998	147,554	143,439	19,821	1,364	1,910	79,797	-	383,895
Allocation of reinsurance premiums	(763)	(81)	(129,527)	(182,919)	(41,674)	(3,997)	(95)	(57,575)	-	(416,631)
Amounts recoverable from reinsurers for incurred claims	265	(13)	(13,991)	40,378	17,924	4,768	(6)	(4,685)	-	44,640
Net expenses from reinsurance contracts held	(498)	(94)	(143,518)	(142,541)	(23,750)	771	(101)	(62,260)	-	(371,991)
Net insurance service result	(11,486)	904	4,036	898	(3,929)	2,135	1,809	17,537	-	11,904
Commission income	-	-	-	-	-	-	-	-	20,031	20,031
Dividend income	-	-	-	-	-	-	-	-	4,272	4,272
Realized gain on investments measured at fair value	-	-	-	-	-	-	-	-	3,681	3,681
Unrealized gain on investments measured at fair value	-	-	-	-	-	-	-	-	3,799	3,799
Change in expected credit losses on financial assets	-	-	-	-	-	-	-	-	8	8
Net investment income	-	-	-	-	-	-	-	-	31,791	31,791
Finance expense from insurance contracts issued	(258)	(785)	(13,256)	(196)	(1,776)	(506)	(22)	(536)	-	(17,335)
Finance income from reinsurance contracts held	-	-	12,904	135	1,696	82	(5)	388	-	15,200
Net insurance finance expense	(258)	(785)	(352)	(61)	(80)	(424)	(27)	(148)	-	(2,135)
Net insurance and investment results	(11,744)	119	3,684	837	(4,009)	1,711	1,782	17,389	31,791	41,560
Other operating income										5,021
Other operating expenses										(14,336)
Net profit for the period before zakat & tax										32,245
Zakat and income tax charge for the period										(4,987)
Net profit for the period after zakat & tax										27,258
Profit attributable to:										
- Non-controlling interest										272
- Owners of the Company										26,986
										27,258

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18. OPERATING SEGMENTS (CONTINUED)
Segmental interim condensed consolidated statement of income (Continued)

For three-month period ended

30 June 2025 (Unaudited)

	Medical	Motor	Property	Energy	Engineering	P&S - Non-Linked	P&S - Linked	P&C- Others	Unallocated	Total
Insurance revenue	95,865	184,251	175,497	28,275	48,627	40,477	2,421	111,400	-	686,813
Insurance service expenses	(132,794)	(220,117)	(22,999)	3,776	(6,180)	(31,279)	(381)	(13,080)	-	(423,054)
Insurance service result before reinsurance contracts held	(36,929)	(35,866)	152,498	32,051	42,447	9,198	2,040	98,320	-	263,759
Allocation of reinsurance premiums	(586)	(39)	(163,222)	(25,595)	(40,793)	(6,745)	(105)	(83,532)	-	(320,617)
Amounts recoverable from reinsurers for incurred claims	866	7	11,413	(5,139)	(433)	(2,177)	68	127	-	4,732
Net expenses from reinsurance contracts held	280	(32)	(151,809)	(30,734)	(41,226)	(8,922)	(37)	(83,405)	-	(315,885)
Net insurance service result	(36,649)	(35,898)	689	1,317	1,221	276	2,003	14,915	-	(52,126)
Commission income	-	-	-	-	-	-	-	-	22,829	22,829
Dividend income	-	-	-	-	-	-	-	-	4,399	4,399
Realized loss on investments measured at fair value	-	-	-	-	-	-	-	-	(2,589)	(2,589)
Unrealized loss on investments measured at fair value	-	-	-	-	-	-	-	-	(5,957)	(5,957)
Change in expected credit losses on financial assets	-	-	-	-	-	-	-	-	6	6
Net investment income	-	-	-	-	-	-	-	-	18,688	18,688
Finance expense from insurance contracts issued	(298)	(731)	(2,011)	(316)	(630)	(841)	(33)	(581)	-	(5,441)
Finance income from reinsurance contracts held	-	-	1,949	309	559	228	(1)	354	-	3,398
Net insurance finance expense	(298)	(731)	(62)	(7)	(71)	(613)	(34)	(227)	-	(2,043)
Net insurance and investment results	(36,947)	(36,629)	627	1,310	1,150	(337)	1,969	14,688	18,688	(35,481)
Other operating income										3,215
Other operating expenses										(11,911)
Net loss for the period before zakat & tax										(44,177)
Zakat and income tax charge for the period										(5,000)
Net loss for the period after zakat & tax										(49,177)
Profit / (loss) attributable to:										
- Non-controlling interest										177
- Owners of the Company										(49,354)
										(49,177)

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FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

18. OPERATING SEGMENTS (CONTINUED)
Segmental interim condensed consolidated statement of income (Continued)

For the six-month period ended 30 June 2026

(Unaudited)	Medical	Motor	Property	Energy	Engineering	P&S - Non-Linked	P&S - Linked	P&C- Others	Unallocated	Total
Insurance revenue	211,912	191,238	273,843	328,822	100,489	28,250	4,260	170,144	-	1,308,958
Insurance service expenses	(228,178)	(195,789)	308	(49,502)	(59,772)	(28,983)	(623)	5,335	-	(557,204)
Insurance service result before reinsurance contracts held	(16,266)	(4,551)	274,151	279,320	40,717	(733)	3,637	175,479	-	751,754
Allocation of reinsurance premiums	(1,457)	(255)	(248,121)	(320,046)	(85,681)	(7,929)	(176)	(116,129)	-	(779,794)
Amounts recoverable from reinsurers for incurred claims	(10)	(15)	(18,608)	42,989	38,962	8,828	(11)	(29,686)	-	42,449
Net expenses from reinsurance contracts held	(1,467)	(270)	(266,729)	(277,057)	(46,719)	899	(187)	(145,815)	-	(737,345)
Net insurance service result	(17,733)	(4,821)	7,422	2,263	(6,002)	166	3,450	29,664	-	14,409
Commission income	-	-	-	-	-	-	-	-	40,305	40,305
Dividend income	-	-	-	-	-	-	-	-	7,204	7,204
Realized gain on investments measured at fair value	-	-	-	-	-	-	-	-	23,246	23,246
Unrealized loss on investments measured at fair value	-	-	-	-	-	-	-	-	(7,751)	(7,751)
Change in expected credit losses on financial assets	-	-	-	-	-	-	-	-	3	3
Net investment income	-	-	-	-	-	-	-	-	63,007	63,007
Finance expense from insurance contracts issued	(1,183)	(2,211)	(27,474)	(1,307)	(3,960)	(1,908)	(46)	(2,281)	-	(40,370)
Finance income from reinsurance contracts held	58	31	26,994	1,113	3,844	449	(9)	1,870	-	34,350
Net insurance finance expenses	(1,125)	(2,180)	(480)	(194)	(116)	(1,459)	(55)	(411)	-	(6,020)
Net insurance and investment results	(18,858)	(7,001)	6,942	2,069	(6,118)	(1,293)	3,395	29,253	63,007	71,396
Other operating income										8,179
Other operating expenses										(26,162)
Net profit for the period before zakat & tax										53,413
Zakat and income tax charge for the period										(9,918)
Net profit for the period after zakat & tax										43,495
Profit attributable to:										
- Non-controlling interest										329
- Owners of the Company										43,166
										43,495

WALAA COOPERATIVE INSURANCE COMPANY

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

18. OPERATING SEGMENTS (CONTINUED)
Segmental interim condensed consolidated statement of income (Continued)

For the six-month period ended 30 June 2025

(Unaudited)	Medical	Motor	Property	Energy	Engineering	P&S - Non-Linked	P&S - Linked	P&C- Others	Unallocated	Total
Insurance revenue	210,777	356,654	327,477	176,306	91,925	73,209	4,877	233,807	-	1,475,032
Insurance service expenses	(260,121)	(444,402)	(35,595)	5,235	(19,043)	(57,938)	(111)	(41,673)	-	(853,648)
Insurance service result before reinsurance contracts held	(49,344)	(87,748)	291,882	181,541	72,882	15,271	4,766	192,134	-	621,384
Allocation of reinsurance premiums	(1,204)	(112)	(306,264)	(170,324)	(76,594)	(12,523)	(206)	(181,202)	-	(748,429)
Amounts recoverable from reinsurers for incurred claims	1,445	760	16,570	(6,817)	3,563	(1,704)	(54)	12,775	-	26,538
Net expenses from reinsurance contracts held	241	648	(289,694)	(177,141)	(73,031)	(14,227)	(260)	(168,427)	-	(721,891)
Net insurance service result	(49,103)	(87,100)	2,188	4,400	(149)	1,044	4,506	23,707	-	(100,507)
Commission income	-	-	-	-	-	-	-	-	45,801	45,801
Dividend income	-	-	-	-	-	-	-	-	7,866	7,866
Realized loss on investments measured at fair value	-	-	-	-	-	-	-	-	(8,976)	(8,976)
Unrealized loss on investments measured at fair value	-	-	-	-	-	-	-	-	(28,600)	(28,600)
Change in expected credit losses on financial assets	-	-	-	-	-	-	-	-	(1)	(1)
Net investment income	-	-	-	-	-	-	-	-	16,090	16,090
Finance expense from insurance contracts issued	(1,345)	(2,268)	(4,468)	(1,434)	(1,590)	(2,594)	(63)	(969)	-	(14,731)
Finance income from reinsurance contracts held	51	30	4,507	1,423	1,471	771	-	870	-	9,123
Net insurance finance expenses	(1,294)	(2,238)	39	(11)	(119)	(1,823)	(63)	(99)	-	(5,608)
Net insurance and investment results	(50,397)	(89,338)	2,227	4,389	(268)	(779)	4,443	23,608	16,090	(90,025)
Other operating income										3,900
Other operating expenses										(21,002)
Net loss for the period before zakat & tax										(107,127)
Zakat and income tax charge for the period										(10,000)
Net loss for the period after zakat & tax										(117,127)
Profit / (loss) attributable to:										
- Non-controlling interest										177
- Owners of the Company										(117,304)
										(117,127)

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)****(All amounts expressed in Saudi Riyals thousands unless otherwise stated)****19. RELATED PARTY TRANSACTIONS AND BALANCES**

Related parties represent major shareholders, directors and key management personnel of the Group, and companies of which they are principal owners and any other entities controlled, jointly controlled or significantly influenced by them.

Pricing policies and terms of these transactions are approved by the Group's management and Board of Directors.

The following are the details of the major related party transactions during the period and the related balances:

	Transactions for six-month period ended		Net balance receivable / (payable) as at	
	30 June 2026	30 June 2025	30 June 2026	31 December 2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Insurance premium written / receivable from:				
-Board of directors and related parties	650	5,870	526	44
-Key management personnel	13	17	-	-
-Major shareholders and related parties	293	2,265	279	1,197
Claims paid and payable to:				
-Board of directors and related parties	631	3,191	(202)	(423)
-Major shareholders and related parties	-	1,768	(12,711)	(12,740)
Other business with board of directors and related parties	-	651	-	-
Policy acquisition costs with major shareholders and related parties	89	1,167	(2,404)	(2,058)
Rebate income from major shareholders and related parties	845	835	1,403	978

Remuneration and compensation of BOD Members and Top Executives

The transactions with related parties are carried out at commercial terms and conditions. Compensation to key management personnel is on employment terms and as per the By-laws of the Company. The following table shows the annual salaries, remuneration and allowances obtained by the Board members and 5 top executives for the period:

	30 June 2026 (Unaudited)		30 June 2025 (Unaudited)	
	BOD members (non-executive)	Top Executives including the CEO and CFO	BOD members (non-executive)	Top Executives including the CEO and CFO
Salaries, allowances and other benefits	-	4,515	-	4,385
Annual remuneration and other charges	1,736	-	2,752	-
End of service provision for the period	-	315	-	1,850
Total	1,736	4,830	2,752	6,235

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The Company has filed its zakat and income tax return with Zakat, Tax, and Customs Authority (ZATCA) up to the year ended 31 December 2025, and obtained the required certificate from ZATCA that is valid up to 30 April 2027.

(a) Status of assessments

The detailed information regarding the ZAKAT and Tax assessments have been disclosed in the latest consolidated annual audited financial statements for the year ended 31 December 2025.

Zakat and income tax:

The status of the Zakat and Tax assessments remains the same as at 31 December 2025.

Indirect tax (VAT):

The status of the VAT assessments remains the same as at 31 December 2025, except for the following:

During the year 2023, the Company submitted documents required by ZATCA for the years 2021 and 2022. In September 2024, the Company received the assessment order claiming an additional liability of SAR 24.3 million. The total amount, including the disputed amount, was paid to benefit from the penalty waiver initiative, and all penalties associated with the assessment results were successfully cancelled. In November 2024, the Company accepted an amount of SAR 8.3 million and filed an objection for SAR 16 million, which was related to reinsurance commissions for non-residents. In January 2025, ZATCA accepted the appeal to re-audit for which the Company submitted all the requirements and the results came in May 2025 by reducing the amounts to SAR 14.7 million. The Company submitted an appeal on the re-audit results in June 2025. During August 2025, the Company received ZATCA's response rejecting the appeal submitted by the Company amounting to SAR 14.7 million. The Company has escalated the appeal to General Secretariat of Tax Committees (GSTC). In October 2025, the Company submitted a settlement request to the Internal Settlement Committee and received the response in November 2025 with rejection for the settlement request. The Company has raised escalation to GSTC. Subsequently in 2026, the Company received the GSTC's decision rejecting the appeal submitted by the Company. Accordingly, the Company escalated the case to the Second-Level Appeal Committee and is currently awaiting its decision.

In July 2025, the Company received VAT audit request from ZATCA for year 2024, the Company provided the requested information. In April 2026, the Company received audit results claiming an additional liability of SAR 3.47 million, which is accepted and settled by the Company in June 2026.

In June 2026, the Company received a VAT audit request from ZATCA for the year 2025. The Company is currently reviewing the requested information and preparing the required documents to be provided to ZATCA within the stipulated timeframe.

(b) Provision for zakat and income tax

Provision for zakat has been made at 2.5776% of the higher of approximate zakat base or adjusted net income and 2.5% on adjusted net income attributable to the Saudi shareholders of the Group. Income tax is payable at 20% of the adjusted net income attributable to the foreign shareholders of the Group.

(c) Shareholding subject to zakat and income tax

The following is the shareholding percentage for computation as at the end of the period /year. Actual percentage might vary at the time of computation and submission of zakat and tax return.

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
	(in %)	
Shareholding subject to zakat	90.71 %	90.71 %
Shareholding subject to income tax	9.29 %	9.29 %

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The authorized, issued and paid-up capital of the Company as at 30 June 2026 amounted to SAR 1,275.6 million comprising 127.56 million shares of SAR 10 each (31 December 2025: SAR 1,275.6 million comprising 127.56 million shares of SAR 10 each).

The detailed information regarding the movement in share capital since inception has been disclosed in the latest consolidated annual audited financial statements for the year ended 31 December 2025. During the period, there is no movement in the share capital.

Shareholding structure :

	30 June 2026 (Unaudited)		
	Authorized and issued		Paid up
	No. of Shares	Saudi Riyals thousands	
Saudi British Bank	19,903,597	199,036	199,036
Khalifa Abdulatif Abdullah Al Molhem	7,582,641	75,826	75,826
Others	100,072,087	1,000,721	1,000,721
Total	127,558,325	1,275,583	1,275,583

	31 December 2025 (Audited)		
	Authorized and issued		Paid up
	No. of Shares	Saudi Riyals thousands	
Saudi British Bank	19,903,597	199,036	199,036
Khalifa Abdulatif Abdullah Al Molhem	7,582,641	75,826	75,826
Others	100,072,087	1,000,721	1,000,721
Total	127,558,325	1,275,583	1,275,583

22. STATUTORY RESERVE

In accordance with the Insurance Implementing Regulations issued by Insurance Authority, the Company is required to transfer not less than 20% of its annual profits to a statutory reserve until such reserve amounts to 100% of the paid-up share capital. This reserve is not available for distribution to the shareholders until the liquidation of the Company. In 2025, no transfer was made to the statutory reserve due to the net loss incurred during the year.

23. CAPITAL MANAGEMENT

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

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

As of 30 June 2026, the Group is in compliance with the minimum solvency margin as required by the Implementing Regulations of the Cooperative Insurance Companies Control Law.

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During the period, the subsidiary has paid dividend to its shareholders. The amount received by the Company has been eliminated in this interim condensed consolidated financial information. However, no dividend has been proposed or paid by the Company during the current reporting period or the comparative period as presented in this interim condensed consolidated financial information.

25. EARNINGS / (LOSS) PER SHARE (EPS)

Basic and diluted earnings / (loss) per share are calculated by dividing the net profit / (loss) for the period after zakat and taxes attributable to the owners of the Company (excluding the amount attributable to non-controlling interest) by the weighted average number of ordinary shares outstanding during the period.

Computation of EPS and diluted EPS is as below:	For three-month period ended 30 June		For six-month period ended 30 June	
	2026	2025	2026	2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net profit / (loss) for the period	26,986	(49,354)	43,166	(117,304)
Weighted average number of outstanding ordinary shares (in thousand shares)	127,558	127,558	127,558	127,558
Basic and diluted earnings / (loss) per share (expressed in Saudi Riyal per share)	0.21	(0.39)	0.34	(0.92)

26. SURETY BOND INSURANCE POOL ARRANGEMENT

On December 11, 2024, the Group signed Surety Bond (SB) agreement with 16 other participating insurance companies relating to surety bond insurance that guarantees contractors' performance in completing projects or fulfilling contractual obligations in favor of the Public Investment Fund, whereby the insurance companies undertake to compensate the Fund for projects in the event of contractors' failure to perform the project.

The Group is acting as a pool leader to manage the SB pool portfolio on behalf of the participating insurance companies, and is exclusively entitled to management fees for managing the portfolio to be earned over the period of validity of the SB agreement that ends on December 10, 2029. The participating insurance companies will report in their financials the SB portfolio assets, liabilities, revenues and expenses relating to their share in the portfolio in accordance with the accounting standards applicable to the particular assets, liabilities, revenues and expenses. Walaa reports its own share from the SB pool under the 'P&C-others' segment.

27. RECLASSIFICATION AND RETROSPECTIVE ADJUSTMENT OF COMPARATIVE FIGURES*Reclassification of comparative figures*

Certain comparative figures have been reclassified to conform to the presentation adopted in the current period. In the interim condensed consolidated statement of financial position, the remeasurement of employees' end-of-service benefits (EOSB) is now presented within Equity attributable to the owners of the Company, whereas it was previously presented after the shareholders' equity subtotal. This change was made to align with the Group's revised equity presentation methodology. The reclassification relates solely to presentation within equity and has no impact on total equity, net loss attributable to shareholders, accumulated losses, or earnings per share for any period presented.

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

27. RECLASSIFICATION AND RETROSPECTIVE ADJUSTMENT OF COMPARATIVE FIGURES (CONTINUED)

Retrospective adjustment to provisional acquisition accounting (IFRS 3)

As disclosed in Note 13 (b), the acquisition accounting for the subsidiary acquired in 2025 was determined only provisionally at the acquisition date, as the Group had not, at that time, completed the identification and measurement of the acquiree's identifiable intangible assets. The purchase price allocation remains within the measurement period permitted under IFRS 3.

During the current period, the Group completed its assessment of the fair values of the identifiable assets acquired. As a result, a portion of the goodwill provisionally recognized at the acquisition date has been reallocated to identifiable intangible assets. In accordance with IFRS 3, this measurement-period adjustment has been recognized retrospectively, and the comparative statement of financial position has been adjusted as if the acquisition accounting had been completed at the acquisition date. This is a measurement-period adjustment to provisional amounts under IFRS 3 and does not represent the correction of a prior-period error under IAS 8.

The reallocation reduced provisional goodwill and increased identifiable intangible assets by Saudi Riyals 25.158 million, recognized at the acquisition date. The reclassification within the statement of financial position had no impact on net loss attributable to shareholders or accumulated losses for the comparative period.

From the identifiable intangible assets recognized, customer relationships have finite useful lives and are amortized on a straight-line basis over 10 years. The amortization attributable to the period from the acquisition date to 31 December 2025 is not material to the comparative period and has, accordingly, been recognized in profit or loss in the current period, together with the current period's amortization charge.

28. SUBSEQUENT EVENTS

No events have arisen subsequent to 30 June 2026, and before the date of approval of this interim condensed financial information, that could have a significant effect on the interim condensed financial information.

29. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

This interim condensed consolidated financial information has been approved by the Board of Directors on 28 July 2026, corresponding to 14 Safar 1448 AH.

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(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

SUPPLEMENTARY INFORMATION

Interim condensed consolidated statement of financial position	30 June 2026 (Unaudited)			31 December 2025 (Audited) (Restated)		
	Insurance operations	Share-holders' operations	Total	Insurance operations	Share-holders' operations	Total
Assets						
Cash and cash equivalents	408,913	37,849	446,762	354,021	53,049	407,070
Short term deposits	181,227	-	181,227	229,722	3,692	233,414
Accrued income on statutory deposit	-	3,189	3,189	-	7,048	7,048
Insurance contract assets for non unit-linked business	4,915	-	4,915	-	-	-
Reinsurance contract assets for non unit-linked business	1,589,534	-	1,589,534	1,921,806	-	1,921,806
Financial assets for unit-linked insurance contracts	529,078	-	529,078	516,571	-	516,571
Investments	132,349	1,389,775	1,522,124	132,064	1,357,698	1,489,762
Prepaid expenses and other assets	71,311	13,661	84,972	78,647	7,585	86,232
Long term deposits	358,722	50,393	409,115	360,204	50,397	410,601
Right of use assets, net	13,338	202	13,540	15,466	619	16,085
Property and equipment, net	18,285	35,602	53,887	20,965	35,490	56,455
Intangible assets	34,753	90,218	124,971	36,762	95,848	132,610
Goodwill	-	51,571	51,571	-	51,571	51,571
Statutory deposit	-	127,558	127,558	-	127,558	127,558
Total assets	3,342,425	1,800,018	5,142,443	3,666,228	1,790,555	5,456,783
Liabilities and equity						
Liabilities						
(Due from) / due to shareholders' / insurance operations	19,345	(19,345)	-	(10,254)	10,254	-
Accrued expenses and other liabilities	134,693	24,944	159,637	83,210	30,182	113,392
Accrued income payable to IA	-	3,189	3,189	-	7,048	7,048
Insurance contract liabilities for non unit-linked business	2,532,107	-	2,532,107	3,016,112	-	3,016,112
Insurance contract liabilities for unit-linked business	537,397	-	537,397	525,983	-	525,983
Reinsurance contract liabilities for non unit-linked business	72,470	-	72,470	3,161	-	3,161
Reinsurance contract liabilities for unit-linked business	588	-	588	393	-	393
Lease liabilities	11,331	-	11,331	14,661	429	15,090
Provision for end-of-service benefits	43,721	503	44,224	42,189	503	42,692
Provision for zakat and income tax	-	66,496	66,496	-	60,278	60,278
Total liabilities	3,351,652	75,787	3,427,439	3,675,455	108,694	3,784,149
Equity						
Share capital	-	1,275,583	1,275,583	-	1,275,583	1,275,583
Share premium	-	228,280	228,280	-	228,280	228,280
Statutory reserve	-	92,775	92,775	-	92,775	92,775
Fair value reserve for investments	-	140,345	140,345	-	140,345	140,345
Accumulated losses	-	(14,856)	(14,856)	-	(58,022)	(58,022)
Remeasurement of EOSB	(9,227)	-	(9,227)	(9,227)	-	(9,227)
Equity attributable to the owners of the Company	(9,227)	1,722,127	1,712,900	(9,227)	1,678,961	1,669,734
Non-controlling interest	-	2,104	2,104	-	2,900	2,900
Total equity	(9,227)	1,724,231	1,715,004	(9,227)	1,681,861	1,672,634
Total liabilities and equity	3,342,425	1,800,018	5,142,443	3,666,228	1,790,555	5,456,783

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SUPPLEMENTARY INFORMATION (CONTINUED)

Interim condensed consolidated statement of income three-month period ended:	30 June 2026 (Unaudited)			30 June 2025 (Unaudited)		
	Insurance operations	Share-holders' operations	Total	Insurance operations	Share-holders' operations	Total
Insurance revenue	675,781	-	675,781	686,813	-	686,813
Insurance service expenses	(291,886)	-	(291,886)	(423,054)	-	(423,054)
Insurance service result before reinsurance contracts held	383,895	-	383,895	263,759	-	263,759
Allocation of reinsurance premiums	(416,631)	-	(416,631)	(320,617)	-	(320,617)
Amounts recoverable from reinsurers for incurred claims	44,640	-	44,640	4,732	-	4,732
Net expenses from reinsurance contracts held	(371,991)	-	(371,991)	(315,885)	-	(315,885)
Net insurance service result	11,904	-	11,904	(52,126)	-	(52,126)
Commission income	11,034	8,997	20,031	11,221	11,608	22,829
Dividend income	-	4,272	4,272	-	4,399	4,399
Realized gain on investments measured at fair value	-	3,681	3,681	-	(2,589)	(2,589)
Unrealized gain on investments measured at fair value	-	3,799	3,799	-	(5,957)	(5,957)
Change in expected credit losses on financial assets	15	(7)	8	9	(3)	6
Net investment income	11,049	20,742	31,791	11,230	7,458	18,688
Finance expense from insurance contracts issued	(17,335)	-	(17,335)	(5,441)	-	(5,441)
Finance income from reinsurance contracts held	15,200	-	15,200	3,398	-	3,398
Net insurance finance expenses	(2,135)	-	(2,135)	(2,043)	-	(2,043)
Net insurance and investment results	20,818	20,742	41,560	(42,939)	7,458	(35,481)
Other operating income	666	4,355	5,021	759	2,456	3,215
Other operating expenses	(6,538)	(7,798)	(14,336)	(6,958)	(4,953)	(11,911)
Net profit / (loss) for the period before zakat & tax	14,946	17,299	32,245	(49,138)	4,961	(44,177)
(Surplus) / deficit transferred to shareholders' operations	(14,946)	14,946	-	49,138	(49,138)	-
Net profit / (loss) after transfer of surplus to the shareholders' operations	-	32,245	32,245	-	(44,177)	(44,177)
Zakat & income tax charge for the period	-	(4,987)	(4,987)	-	(5,000)	(5,000)
Net profit / (loss) after zakat & tax	-	27,258	27,258	-	(49,177)	(49,177)
Profit / (loss) attributable to:						
- Non-controlling interest	-	272	272	-	177	177
- Owners of the Company	-	26,986	26,986	-	(49,354)	(49,354)
	-	27,258	27,258	-	(49,177)	(49,177)

WALAA COOPERATIVE INSURANCE COMPANY

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)****(All amounts expressed in Saudi Riyals thousands unless otherwise stated)****SUPPLEMENTARY INFORMATION (CONTINUED)**

Interim condensed consolidated statement of income for six-month period ended:	30 June 2026 (Unaudited)			30 June 2025 (Unaudited)		
	Insurance operations	Share-holders' operations	Total	Insurance operations	Share-holders' operations	Total
Insurance revenue	1,308,958	-	1,308,958	1,475,032	-	1,475,032
Insurance service expenses	(557,204)	-	(557,204)	(853,648)	-	(853,648)
Insurance service result before reinsurance contracts held	751,754	-	751,754	621,384	-	621,384
Allocation of reinsurance premiums	(779,794)	-	(779,794)	(748,429)	-	(748,429)
Amounts recoverable from reinsurers for incurred claims	42,449	-	42,449	26,538	-	26,538
Net expenses from reinsurance contracts held	(737,345)	-	(737,345)	(721,891)	-	(721,891)
Net insurance service result	14,409	-	14,409	(100,507)	-	(100,507)
Commission income	22,565	17,740	40,305	23,187	22,614	45,801
Dividend income	-	7,204	7,204	-	7,866	7,866
Realized gain / (loss) on investments measured at fair value ("FVTPL")	-	23,246	23,246	-	(8,976)	(8,976)
Unrealized gain / (loss) on investments measured at fair value	-	(7,751)	(7,751)	-	(28,600)	(28,600)
Change in expected credit losses on financial assets	21	(18)	3	17	(18)	(1)
Net investment income	22,586	40,421	63,007	23,204	(7,114)	16,090
Finance expense from insurance contracts issued	(40,370)	-	(40,370)	(14,731)	-	(14,731)
Finance income from reinsurance contracts held	34,350	-	34,350	9,123	-	9,123
Net insurance finance expense	(6,020)	-	(6,020)	(5,608)	-	(5,608)
Net insurance and investment results	30,975	40,421	71,396	(82,911)	(7,114)	(90,025)
Other operating income	1,322	6,857	8,179	1,444	2,456	3,900
Other operating expenses	(12,592)	(13,570)	(26,162)	(11,762)	(9,240)	(21,002)
Net profit / (loss) before zakat & tax (Surplus) / deficit transferred to shareholders' operations	19,705	33,708	53,413	(93,229)	(13,898)	(107,127)
Net profit / (loss) after transfer of surplus to the shareholders' operations	-	53,413	53,413	-	(107,127)	(107,127)
Zakat & income tax charge for the period	-	(9,918)	(9,918)	-	(10,000)	(10,000)
Net profit / (loss) after zakat & tax	-	43,495	43,495	-	(117,127)	(117,127)
Profit / (loss) attributable to:						
- Non-controlling interest	-	329	329	-	177	177
- Owners of the Company	-	43,166	43,166	-	(117,304)	(117,304)
	-	43,495	43,495	-	(117,127)	(117,127)

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)****(All amounts expressed in Saudi Riyals thousands unless otherwise stated)****SUPPLEMENTARY INFORMATION (CONTINUED)****Interim condensed statement of comprehensive income for three-month period ended:**

	30 June 2026 (Unaudited)			30 June 2025 (Unaudited)		
	Insurance operations	Share- holders' operations	Total	Insurance operations	Share- holders' operations	Total
Net profit / (loss) for the period	-	27,258	27,258	-	(49,177)	(49,177)
Other comprehensive income:						
<i>Items that will not be reclassified to interim condensed consolidated statement of income in subsequent periods</i>						
Net changes in fair value of investments measured at FVOCI	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	27,258	27,258	-	(49,177)	(49,177)
Total comprehensive income / (loss) attributable to:						
- Non-controlling interest	-	272	272	-	177	177
- Owners of the Company	-	26,986	26,986	-	(49,354)	(49,354)
	-	27,258	27,258	-	(49,177)	(49,177)

Interim condensed consolidated statement of comprehensive income for the six-month period ended:

	30 June 2026 (Unaudited)			30 June 2025 (Unaudited)		
	Insurance operations	Share- holders' operations	Total	Insurance operations	Share- holders' operations	Total
Net profit / (loss) for the period	-	43,495	43,495	-	(117,127)	(117,127)
Other comprehensive income:						
<i>Items that will not be reclassified to interim condensed consolidated statement of income in subsequent periods</i>						
Net changes in fair value of investments measured at FVOCI	-	-	-	-	5,016	5,016
Total comprehensive income / (loss) for the period	-	43,495	43,495	-	(112,111)	(112,111)
Total comprehensive income / (loss) attributable to:						
- Non-controlling interest	-	329	329	-	177	177
- Owners of the Company	-	43,166	43,166	-	(112,288)	(112,288)
	-	43,495	43,495	-	(112,111)	(112,111)

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)****(All amounts expressed in Saudi Riyals thousands unless otherwise stated)****SUPPLEMENTARY INFORMATION (CONTINUED)****Interim condensed consolidated statement of cash flows for six-month period ended:**

	30 June 2026 (Unaudited)			30 June 2025 (Unaudited)		
	Insurance operations	Share-holders' operations	Total	Insurance operations	Share-holders' operations	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Net profit / (loss) for the period before zakat and income tax	-	53,413	53,413	-	(107,127)	(107,127)
Adjustments for non-cash and non-operating items:						
Depreciation of property and equipment	3,863	7	3,870	3,492	1	3,493
Depreciation of right of use assets	3,477	199	3,676	3,988	51	4,039
Amortization of intangible assets	3,161	5,630	8,791	2,982	3,118	6,100
Commission income	(22,267)	(17,476)	(39,743)	(22,930)	(22,286)	(45,216)
Amortization of discount on investments, net	(298)	(264)	(562)	(257)	(328)	(585)
Dividend income	-	(7,204)	(7,204)	-	(7,866)	(7,866)
Realized (gain) / loss on investments measured at fair value	-	(23,246)	(23,246)	-	8,976	8,976
Unrealized loss on investments measured at fair value	-	7,751	7,751	-	28,600	28,600
Change in expected credit losses on financial assets	(12)	18	6	(11)	19	8
Finance cost on lease liabilities	282	14	296	441	6	447
Provision for end-of-service benefits (EOSB)	3,739	92	3,831	3,467	18	3,485
Changes in operating assets and liabilities:						
Insurance contract assets for non unit-linked business	(4,915)	-	(4,915)	-	-	-
Reinsurance contract assets for non unit-linked business	332,272	-	332,272	60,771	-	60,771
Reinsurance contract assets for unit-linked business	-	-	-	164	-	164
Prepaid expenses and other assets	7,332	(6,094)	1,238	14,557	(5,084)	9,473
Insurance contract liabilities for non unit-linked business	(484,005)	-	(484,005)	(321,485)	-	(321,485)
Insurance contract liabilities for unit-linked business	11,414	-	11,414	(25,246)	-	(25,246)
Reinsurance contract liabilities for non unit-linked business	69,309	-	69,309	1,158	-	1,158
Reinsurance contract liabilities for unit-linked business	195	-	195	197	-	197
Accrued expenses and other liabilities	51,483	(5,238)	46,245	(46,381)	7,623	(38,758)
	(24,970)	7,602	(17,368)	(325,093)	(94,279)	(419,372)
End-of-service benefits paid	(2,207)	(92)	(2,299)	(1,958)	(18)	(1,976)
Zakat and income tax paid	-	(3,700)	(3,700)	-	(2,685)	(2,685)
Net cash (used in) / generated from operating activities	(27,177)	3,810	(23,367)	(327,051)	(96,982)	(424,033)

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (CONTINUED)

(All amounts expressed in Saudi Riyals thousands unless otherwise stated)

SUPPLEMENTARY INFORMATION (CONTINUED)
Interim condensed consolidated statement of cash flows for six-month period ended: (Continued)

	30 June 2026 (Unaudited)			30 June 2025 (Unaudited)		
	Insurance operations	Share-holders' operations	Total	Insurance operations	Share-holders' operations	Total
CASH FLOWS FROM INVESTING ACTIVITIES						
Movement in financial assets for unit linked insurance contracts, net	(12,507)	-	(12,507)	21,397	-	21,397
Purchase of investments - FVTPL	-	(287,496)	(287,496)	-	(85,271)	(85,271)
Disposals of investments - FVTPL	-	312,684	312,684	-	106,809	106,809
Purchase of investments - FVOCI	-	-	-	-	(5,624)	(5,624)
Disposals of investments - FVOCI	-	-	-	-	-	-
Purchase of investments - amortized cost	-	(41,250)	(41,250)	-	(125,000)	(125,000)
Disposals of investments - amortized cost	-	-	-	9,868	130,000	139,868
Investment in joint venture	-	-	-	-	-	-
Commission income received	22,280	17,213	39,493	23,126	21,017	44,143
Dividend income received	-	7,204	7,204	-	7,866	7,866
Disposals of / (additions to) short term deposits	48,494	3,697	52,191	(8,261)	(31,264)	(39,525)
Disposals of / (additions to) long term deposits	1,499	6	1,505	(927)	(30,232)	(31,159)
Additions to intangible assets	(1,152)	-	(1,152)	(1,507)	-	(1,507)
Disposals of right of use assets, net	-	-	-	-	-	-
Additions to property and equipment	(1,183)	(119)	(1,302)	(10,719)	-	(10,719)
Cash and cash equivalents acquired through business combination	-	-	-	-	31,325	31,325
Purchase consideration paid	-	-	-	-	(68,209)	(68,209)
Net cash generated from / (used in) investing activities	57,431	11,939	69,370	32,977	(48,583)	(15,606)
CASH FLOWS FROM FINANCING ACTIVITIES						
Due from / (due to) shareholders' operations / insurance operations	29,599	(29,599)	-	(27,090)	27,090	-
Lease liabilities paid	(4,961)	(225)	(5,186)	(5,538)	(218)	(5,756)
Dividend paid to non-controlling interest	-	(1,125)	(1,125)	-	-	-
Net cash generated from / (used in) financing activities	24,638	(30,949)	(6,311)	(32,628)	26,872	(5,756)
Net change in cash and cash equivalents	54,892	(15,200)	39,692	(326,702)	(118,693)	(445,395)
Cash and cash equivalents, beginning of the period	354,021	53,049	407,070	653,091	309,177	962,268
Cash and cash equivalents, end of the period	408,913	37,849	446,762	326,389	190,484	516,873