AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED
JUNE 30, 2026 (UNAUDITED)
WITH INDEPENDENT AUDITORS' REVIEW REPORT

AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2026

PKF Al-Bassam
Chartered Accountants

BDO الدكتور محمد العمري وشركاه
Dr. Mohamed Al-Amri & Co.

INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL INFORMATION

TO THE SHAREHOLDERS OF AL SAGR COOPERATIVE INSURANCE COMPANY (A SAUDI JOINT STOCK COMPANY)

INTRODUCTION

We have reviewed the accompanying interim condensed statement of financial position of Al Sagr Cooperative Insurance Company (the "Company") as of June 30, 2026 and the related interim condensed statements of income and comprehensive income for the three-month and six-month periods then ended and the interim condensed statements of changes in equity and cash flows for the six-month period ended June 30, 2026 and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed 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 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 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 as endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

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

PKF Al-Bassam Chartered Accountants

Abdulellah Hamad Al Bassam
Certified Public Accountant
License No. 703
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Dr. Mohamed Al-Amri &Co.

Gihad Al-Amri
Certified Public Accountant
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Safar 22, 1448 (H)
August 05, 2026 (G)

شركة بي كي اف البسام
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PKF Al Bassam
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د. محمد العمري وشركاه - محاسبون قانونيون
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Riyadh
Certified Public Accountants
Dr. Mohamed Al-Amri & Co.

AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
(All amounts expressed in Saudi Riyals (⃁) unless otherwise stated)

	Note	**June 30, 2026 (Unaudited)**	December 31, 2025 (Audited)
ASSETS			
Cash and cash equivalents	5	**151,256,637**	171,030,408
Term deposits	6	**217,703,912**	215,505,643
Investments:			
Financial assets at fair value through profit or loss ("FVTPL")	7	**49,486,421**	37,416,544
Financial assets at fair value through other comprehensive income ("FVOCI")	7	**114,025,821**	113,955,624
Prepaid expenses and other assets		**14,416,251**	16,489,303
Insurance contract assets	10	**11,129,527**	11,342,015
Reinsurance contract assets	10	**8,918,979**	13,952,820
Right-of-use assets		**2,385,522**	3,011,045
Property and equipment		**5,190,942**	5,587,109
Intangible assets		**6,359,720**	7,796,011
Accrued income on statutory deposit	9	**853,415**	236,833
Goodwill	8	**25,513,750**	25,513,750
Statutory deposit	9	**30,000,000**	30,000,000
TOTAL ASSETS		**637,240,897**	651,837,105
LIABILITIES			
Accrued and other liabilities		**13,309,509**	16,817,139
Insurance contract liabilities	10	**244,015,542**	248,723,681
Reinsurance contract liabilities	10	**17,718,361**	19,398,052
Employee benefit obligations		**10,450,008**	10,465,333
Lease liabilities		**2,649,457**	3,343,513
Zakat payable	17	**3,557,368**	10,346,296
Accrued income payable to Insurance Authority	9	**853,415**	236,833
Dividends payable		**362,849**	362,849
Total liabilities		**292,916,509**	309,693,696
EQUITY			
Share capital	11	**300,000,000**	300,000,000
Accumulated losses		**(39,366,214)**	(41,476,996)
Statutory reserve	18	**8,982,272**	8,982,272
Fair value reserve		**71,013,669**	70,943,472
Remeasurement reserve of employee benefit obligations		**3,694,661**	3,694,661
Total equity		**344,324,388**	342,143,409
TOTAL LIABILITIES AND EQUITY		**637,240,897**	651,837,105

The accompanying notes from 1 to 27 form an integral part of this interim condensed financial information.

Majid Ahmed Al Suwaigh Chairman of the Board of Directors	Dalal Abdullah Burhan Chief Executive Officer	Hani Albukhaitan Acting Chief Financial Officer

AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF INCOME
(All amounts expressed in Saudi Riyals (⃁) unless otherwise stated)

	Note	For the three-month period ended June 30, 2026 (Unaudited)	For the three-month period ended June 30, 2025 (Unaudited)	For the six-month period ended June 30, 2026 (Unaudited)	For the six-month period ended June 30, 2025 (Unaudited)
Insurance revenue	12	**157,688,104**	152,828,857	**303,818,880**	303,541,698
Insurance service expenses	12	**(153,202,173)**	(159,085,596)	**(289,985,918)**	(316,676,277)
Net expenses from reinsurance contracts	12	**(7,303,905)**	(11,478,785)	**(16,441,756)**	(22,700,769)
Insurance service result from Company's directly written business		**(2,817,974)**	(17,735,524)	**(2,608,794)**	(35,835,348)
Share of surplus from insurance pools	15	**-**	1,123,649	**-**	1,241,229
Total insurance service result		**(2,817,974)**	(16,611,875)	**(2,608,794)**	(34,594,119)
Commission income from financial assets not measured at FVTPL		**5,618,614**	7,597,953	**11,561,553**	14,489,211
Net gain / (losses) on financial assets measured at FVTPL		**2,715,838**	(2,004,860)	**3,281,671**	(3,407,700)
Net investment income		**8,334,452**	5,593,093	**14,843,224**	11,081,511
Finance income from insurance contracts issued	13	**67,857**	79,984	**89,726**	201,812
Finance expense from reinsurance contracts	13	**(3,053)**	(683)	**(2,414)**	(12,948)
Net insurance finance income		**64,804**	79,301	**87,312**	188,864
Net insurance and investment result		**5,581,282**	(10,939,481)	**12,321,742**	(23,323,744)
Other operating expenses	14	**(4,550,999)**	(8,875,133)	**(9,266,566)**	(13,392,711)
Finance costs on lease liabilities		**(25,687)**	(20,714)	**(44,394)**	(41,603)
Net profit / (loss) for the period before zakat		**1,004,596**	(19,835,328)	**3,010,782**	(36,758,058)
Zakat reversal / (expense)	17	**100,000**	4,500,000	**(900,000)**	3,500,000
NET PROFIT / (LOSS) FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS		**1,104,596**	(15,335,328)	**2,110,782**	(33,258,058)
Earnings / (loss) per share (expressed in ⃁ per share)					
Basic earnings / (loss) per share	19	**0.04**	(0.51)	**0.07**	(1.11)
Diluted earnings / (loss) per share	19	**0.04**	(0.51)	**0.07**	(1.11)

The accompanying notes from 1 to 27 form an integral part of this interim condensed financial information.

Majid Ahmed Al Suwaigh Chairman of the Board of Directors	Dalal Abdullah Burhan Chief Executive Officer	Hani Albukhaitan Acting Chief Financial Officer

AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
(All amounts expressed in Saudi Riyals (⃁) unless otherwise stated)

	For the three-month period ended June 30,		For the six-month period ended June 30,	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
NET PROFIT / (LOSS) FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS	**1,104,596**	(15,335,328)	**2,110,782**	(33,258,058)
Other comprehensive income				
Items that will not be reclassified to interim condensed statement of income in subsequent periods				
Net changes in fair value of investments measured at FVOCI	**-**	-	**-**	2,503,522
Items that will be reclassified to interim condensed statement of income in subsequent periods				
Net changes in fair value of investments measured at FVOCI	**11,226**	216,696	**70,197**	364,622
Total other comprehensive income	**11,226**	216,696	**70,197**	2,868,144
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS	**1,115,822**	(15,118,632)	**2,180,979**	(30,389,914)

The accompanying notes from 1 to 27 form an integral part of this interim condensed financial information.

Majid Ahmed Al Suwaigh Chairman of the Board of Directors	Dalal Abdullah Burhan Chief Executive Officer	Hani Albukhaitan Acting Chief Financial Officer

AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
(All amounts expressed in Saudi Riyals (⃁) unless otherwise stated)

	Share capital	Accumulated losses	Statutory reserve	Fair value reserve	Remeasurement reserve of employee benefit obligations	Total
Balance at January 1, 2026 (Audited)	**300,000,000**	**(41,476,996)**	**8,982,272**	**70,943,472**	**3,694,661**	**342,143,409**
Total comprehensive income for the period						
Net profit for the period attributable to the shareholders	**-**	**2,110,782**	**-**	**-**	**-**	**2,110,782**
Other comprehensive income	**-**	**-**	**-**	**70,197**	**-**	**70,197**
Total comprehensive income for the period attributable to the shareholders	**-**	**2,110,782**	**-**	**70,197**	**-**	**2,180,979**
Balance at June 30, 2026 (Unaudited)	**300,000,000**	**(39,366,214)**	**8,982,272**	**71,013,669**	**3,694,661**	**344,324,388**
Balance at January 1, 2025 (Audited)	300,000,000	28,840,334	8,982,272	58,608,118	4,479,241	400,909,965
Total comprehensive loss for the period						
Net loss for the period attributable to the shareholders	-	(33,258,058)	-	-	-	(33,258,058)
Other comprehensive income	-	-	-	2,868,144	-	2,868,144
Total comprehensive loss for the period attributable to the shareholders	-	(33,258,058)	-	2,868,144	-	(30,389,914)
Balance at June 30, 2025 (Unaudited)	300,000,000	(4,417,724)	8,982,272	61,476,262	4,479,241	370,520,051

The accompanying notes from 1 to 27 form an integral part of this interim condensed financial information.

Majid Ahmed Al Suwaigh	Dalal Abdullah Burhan	Hani Albukhaitan
Chairman of the Board of Directors	Chief Executive Officer	Acting Chief Financial Officer

AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
(All amounts expressed in Saudi Riyals (⃁) unless otherwise stated)

	Note	For the six-month period ended June 30, 2026 (Unaudited)	2025 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit / (loss) for the period before zakat		**3,010,782**	(36,758,058)
Adjustments for:			
Depreciation of property and equipment		**546,347**	900,596
Amortization of intangible assets		**1,387,031**	1,879,377
Depreciation of right-of-use assets		**1,014,534**	758,286
Finance costs on lease liabilities		**44,394**	41,603
Gain on disposal of property and equipment		**-**	(55,000)
Net (gain) / loss on financial assets measured at FVTPL	7	**(2,289,075)**	3,407,700
Provision for employee benefit obligations		**1,082,616**	1,016,234
Changes in operating assets and liabilities:			
Prepaid expenses and other assets		**2,073,052**	3,975,515
Insurance contract assets		**212,488**	1,106,866
Reinsurance contract assets		**5,033,841**	93,259
Accrued income on statutory deposit		**(616,582)**	(733,190)
Accrued and other liabilities		**(3,507,630)**	(1,773,037)
Insurance contract liabilities		**(4,708,139)**	(44,109,900)
Reinsurance contract liabilities		**(1,679,691)**	2,230,662
Accrued income payable to Insurance Authority		**616,582**	733,190
Cash generated from / (used) in operations		**2,220,550**	(67,285,897)
Employee benefit obligations paid		**(1,097,941)**	(699,480)
Finance costs paid on lease liabilities		**(44,394)**	(41,603)
Zakat paid	17	**(7,688,928)**	(12,733,357)
Net cash used in operating activities		**(6,610,713)**	(80,760,337)
CASH FLOWS FROM INVESTING ACTIVITIES			
Placement in term deposits		**(87,000,000)**	(18,486,304)
Redemption of term deposits		**84,801,731**	108,679,175
Purchases of financial assets held at FVTPL	7	**(10,000,000)**	(130,809,118)
Proceeds from disposal of financial assets held at FVTPL	7	**219,198**	130,922,190
Purchases of financial assets held at FVOCI	7	**-**	(10,000,000)
Payments for purchases of property and equipment		**(150,180)**	(259,055)
Proceeds from disposal of property and equipment		**-**	55,000
Proceeds from disposal of intangible asset		**49,260**	-
Net cash (used in) / generated from investing activities		**(12,079,991)**	80,101,888

Majid Ahmed Al Suwaigh Chairman of the Board of Directors	Dalal Abdullah Burhan Chief Executive Officer	Hani Albukhaitan Acting Chief Financial Officer

AL SAGR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS (Continued)
(All amounts expressed in Saudi Riyals (⃁) unless otherwise stated)

	Note	For the six-month period ended June 30, 2026 (Unaudited)	2025 (Unaudited)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment for principal elements of lease payments		**(1,083,067)**	(677,032)
Dividends paid		**-**	(6,500)
Net cash used in financing activities		**(1,083,067)**	(683,532)
Net change in cash and cash equivalents		**(19,773,771)**	(1,341,981)
Cash and cash equivalents at the beginning of the period	5	**171,030,408**	262,559,683
Cash and cash equivalents at end of the period	5	**151,256,637**	261,217,702
SUPPLEMENTAL NON-CASH INFORMATION			
Net changes in fair value of investments measured at FVOCI	7	**70,197**	2,868,144
Additions in right-of-use assets and lease liabilities		**389,011**	3,699,347

The accompanying notes from 1 to 27 form an integral part of this interim condensed financial information.

Majid Ahmed Al Suwaigh
Chairman of the Board of Directors

Dalal Abdullah Burhan
Chief Executive Officer

Hani Albukhaitan
Acting Chief Financial Officer

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

1. GENERAL INFORMATION

(a) Legal status and principal activities

Al Sagr Cooperative Insurance Company (the "Company") is a Saudi Joint Stock Company established in Dammam, Kingdom of Saudi Arabia and incorporated on Muharram 26, 1429H (corresponding to February 4, 2008) under commercial registration ("CR") number 1010243765 which was later amended to 2051036871 dated Rabi' I 22, 1429H (corresponding to March 30, 2008). Unified number 7001544472. The Company has been licensed to conduct cooperative insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree number 60/M dated Ramadan 18, 1427H (corresponding to October 11, 2006), pursuant to Council of Ministers resolution number 233 dated Ramadan 16, 1427H (corresponding to October 9, 2006). The Company's registered address is P.O. Box 3501, Dammam 32241, Kingdom of Saudi Arabia.

The purpose of the Company is to transact in cooperative insurance and reinsurance operations and all related activities in accordance with the Law on Supervision of Cooperative Insurance Companies in the Kingdom of Saudi Arabia (the "Law") and its implementing regulations. The Company obtained license from Insurance Authority ("IA"), formerly Saudi Central Bank ("SAMA") to practice general and health insurance and reinsurance business in the Kingdom of Saudi Arabia vide license number TMN/13/20083, dated Rabi' I 23, 1429H (corresponding to March 31, 2008). The Company commenced insurance operations on Muharram 4, 1430H (corresponding to January 1, 2009). On Ramadan 11,1436H (corresponding to June 28, 2015), the Company received approval from Insurance Authority to cancel its reinsurance license. The Company operates through three main branches and various point of sale stores located in the Kingdom of Saudi Arabia. Following are the CR numbers of head office and two main branches:

Branch type	Location	CR number
Head office	Dammam	2051036871
Regional branch	Jeddah	4030182618
Regional branch	Riyadh	1010243765

(b) Going concern assessment

The Company has earned a net profit attributable to the shareholders of ⃁ 2.1 million during the six-month period ended June 30, 2026 compared to net loss attributable to the shareholders of ⃁ 33.3 million during the six-month period ended June 30, 2025. The Company's net operating cash outflow for the six-month period then ended amounted to ⃁ 6.6 million (⃁ 80.8 million for the six-month period ended June 30, 2025). Further, as of June 30, 2026, the Company's accumulated losses have reduced to ⃁ 39.4 million.

Management continues to focus on performance improvement measures which mainly include pricing revisions and diversification of insurance portfolio, among others and expects that this will further reflect positively in the operational results and cash flows. The Company's solvency margin continues to be in compliance with the minimum solvency requirements as mandated by the Insurance Authority.

Based on the above, management believes that the Company's operations shall continue for the foreseeable future under the normal course of business and the going concern basis used in the preparation of these financial statements remains appropriate.

2. BASIS OF PREPARATION

(a) Statement of compliance

The interim condensed financial information of the Company 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 issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA).

2. BASIS OF PREPARATION (Continued)

(a) Statement of compliance (Continued)

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

In accordance with the requirements of Implementing Regulation for Co-operative Insurance Companies (the "Regulations") issued by the Insurance Authority, formerly SAMA, and as per By-laws of the Company, 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 from insurance operations is transferred to the shareholders' operations in full.

Insurance Authority's implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders' operations.

In preparing the Company's financial information in compliance with IAS 34, as endorsed in the Kingdom of Saudi Arabia, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Interoperation balances, transactions and unrealized gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

(b) Basis of measurement

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

(c) Basis of presentation

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 financial statements for the year ended December 31, 2025.

The Company's interim condensed statement of financial position is not presented using a current / non-current classification and is presented in order of liquidity. However, the following balances would generally be classified as current: cash and cash equivalents, financial assets at FVTPL, accrued income on statutory deposit, accrued and other liabilities, dividend payable and accrued income payable to Insurance Authority. The following balances would generally be classified as non-current: financial assets at FVOCI, property and equipment, right-of-use assets, goodwill, intangible assets, statutory deposit, and employee benefit obligations. The balances which are of mixed in nature i.e. include both current and non-current portions include term deposits, prepaid expenses and other assets, insurance contract assets/liabilities, reinsurance contract assets/liabilities, zakat payable and lease liabilities.

(d) Functional and presentation currency

This interim condensed financial information is expressed in Saudi Arabian Riyals (⃁) which is the functional and presentation currency of the Company.

(e) Seasonality of operations

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

2. BASIS OF PREPARATION (Continued)

(f) Changes in products and services

During the six-month period ended June 30, 2026, there were no significant changes in products or services and their terms of the insurance contracts offered by the Company.

3. MATERIAL ACCOUNTING POLICIES

3.1 New standards and amendment to standards and interpretations

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

- Amendment to IFRS 9 'Financial Instruments' ("IFRS 9") and IFRS 7 'Financial Instruments: Disclosures' ("IFRS 7");
- Annual improvements to International Financial Reporting Standards – Volume 11;
- IFRS 9 and IFRS 7 – Contracts referencing nature-dependent electricity.

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

3.2 Standards and amendments issued but not yet effective

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 Company.

- IFRS 19 'Subsidiaries without Public Accountability: Disclosures';
- Amendment to IAS 21 "The Effects of Changes in Foreign Exchange Rates' – Translation to a Hyperinflationary Presentation Currency.

Management is in the process of assessing the impact of such new standards and amendments. These standards are expected to affect disclosure requirements only and is not expected to have a material impact on the Company's financial position, financial performance or cash flows.

- IFRS 18 'Presentation and Disclosure in Financial Statements'

IFRS 18 Presentation and Disclosures in Financial Statements will replace IAS 1 Presentation of Financial Statements and applies for annual reporting periods beginning on or after January 1, 2027. The Company has not early adopted the new accounting standard in preparing this interim condensed financial information; however early application is permitted.

The International Accounting Standards Board ("IASB") has issued IFRS 18 "Presentation and Disclosure in Financial Statements", which will replace IAS 1 Presentation of Financial Statements. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted. The standard introduces new requirements relating to the structure of the statement of profit or loss, including prescribed categories for income and expenses, new defined subtotals, enhanced principles for aggregation and disaggregation of information, and additional disclosure requirements relating to management-defined performance measures ("MPMs").

The Company has performed a preliminary assessment of the requirements of IFRS 18 and the potential implications for its financial reporting are as follows;

3. MATERIAL ACCOUNTING POLICIES (Continued)

3.2 Standards and amendments issued but not yet effective (Continued)

- IFRS 18 'Presentation and Disclosure in Financial Statements' (Continued)

a) Structure of the Statement of Profit or Loss

Based on management's assessment to date, the Company's principal business activities are expected to comprise both insurance operations and the management of investments held to support insurance contract liabilities and related capital requirements. Accordingly, income and expenses arising from insurance contracts, insurance finance income or expenses, and investment returns generated from assets supporting the insurance business are expected to be presented within the operating category of the statement of profit or loss under IFRS 18.

The Company expects the adoption of IFRS 18 to result in changes to the presentation of the statement of profit or loss, including the introduction of new mandatory subtotals ('operating profit' and 'profit or loss before financing and income taxes') and potential reclassification of certain income and expense items within the prescribed categories required by the standard. While IFRS 18 does not change the recognition or measurement requirements applicable to the Company's assets, liabilities, income or expenses, it may affect how financial performance is presented and communicated to users of the financial statements. The principal areas currently identified include;

- Finance costs on lease liabilities, which is currently presented within operating category, will be presented within the financing category in accordance with IFRS 18, which provides specific guidance on the classification of income and expenses within the operating and financing categories.
- Interest cost on employee benefit obligations, which is currently presented within insurance service expense, will be classified and presented within financing category in accordance with IFRS 18, which provides specific guidance on the classification of income and expenses within the operating and financing categories.
- Interest income, investment income and fair value gains or losses arising from investments held to support insurance operations, including term deposits, sukuk and other debt and equity investments, are expected to be presented within the operating category of the statement of profit or loss.

b) Management-defined performance measures

Management-defined performance measures (MPMs) are subtotals of income and expenses used in public communications outside the financial statements that communicate to user's management's view of an aspect of the financial performance of the entity as a whole. The Company will be required to disclose specific information about MPMs in a single note in the financial statements.

The Company is in process to determine which public communications should be considered when identifying MPMs. MPMs relate to the same reporting period as the financial statements. Therefore, MPMs disclosed by the Company following adoption of IFRS 18 will be determined based on public communications issued by the Company relating to the 2027 interim reporting period.

c) Principles of aggregation and disaggregation

IFRS 18 provides enhanced principles on how to group information in the financial statements (i.e. the primary financial statements and the notes). It also introduces guidance on labelling and describing items presented in the primary financial statements or disclosed in the notes.

The Company is currently evaluating whether additional disaggregation of material classes of income, expenses, assets and liabilities will be required and whether changes to existing presentation formats, systems, processes and internal reporting structures will be necessary to capture and present the required information.

3. MATERIAL ACCOUNTING POLICIES (Continued)

3.2 Standards and amendments issued but not yet effective (Continued)

- IFRS 18 'Presentation and Disclosure in Financial Statements' (Continued)

c) Principles of aggregation and disaggregation (Continued)

The Company continues to assess the detailed impact of IFRS 18 on its financial statements, including the design of future presentation formats and disclosure requirements. At the reporting date, management has not completed its implementation assessment and accordingly has not yet quantified the full impact of adopting the standard.

d) Consequential amendments

IFRS 18 introduces consequential amendments to IAS 7 Statement of Cash Flows, including a requirement for entities applying the indirect method to use the newly defined Operating Profit subtotal as the starting point for the reconciliation of operating cash flows. The Company currently uses profit for the period / year as the starting point for determining cash flows from operating activities under the indirect method. Accordingly, certain reconciling items included within operating cash flows are expected to change upon adoption of IFRS 18.

The consequential amendments also introduce additional requirements and guidance regarding the classification of cash flows in a manner consistent with the categories presented in the statement of profit or loss. Based on management's preliminary assessment, cash flows relating to finance costs on lease liabilities recognised under IFRS 16 are expected to be classified within financing activities rather than operating activities. In addition, cash flows relating to financing components of employee benefit obligations may be presented within financing activities. The Company is also assessing the impact of the amended requirements on the presentation of cash flows arising from movements in term deposits and investments measured at amortised cost and fair value, including whether certain cash flows currently presented within investing activities may be presented within operating activities to reflect the Company's assessment that investing activities form part of its principal business activities.

3.3 Critical accounting judgments, estimates and assumptions

The preparation of these interim condensed 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 financial information, the significant judgments and assumptions made by management in applying the Company's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied and disclosed in the annual financial statements for the year ended December 31, 2025.

4. INFORMATION RELATED TO PRODUCT LINES

Results of product lines do not include commission income from financial assets not measured at FVTPL, net gains on financial assets measured at FVTPL, other operating expenses, finance costs on lease liabilities. Accordingly, these are included in unallocated.

Product lines' assets do not include cash and cash equivalents, prepaid expenses and other assets, term deposits, property and equipment, financial assets at FVTPL, Financial assets at FVOCI, right-of-use assets, intangible assets, goodwill, statutory deposit, accrued income on statutory deposit. Accordingly, they are included in unallocated assets.

4. INFORMATION RELATED TO PRODUCT LINES (Continued)

Product lines' liabilities do not include accrued and other liabilities, lease liabilities, employee benefit obligations, zakat payable, accrued income payable to Insurance Authority and dividends payable. Accordingly, they are included in unallocated liabilities.

The Company's information is presented into business units based on their products and services in the following product lines:

- Medical;
- Motor comprehensive;
- Motor third party;
- Engineering;
- Property;
- General accident;
- Marine cargo; and
- Marine hull.

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

4. INFORMATION RELATED TO PRODUCT LINES (Continued)

June 30, 2026 (Unaudited)	**Medical**	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**	**Shareholders' operations**	**Total**
Assets											
Insurance contract assets	-	-	-	-	11,129,527	-	-	-	11,129,527	-	11,129,527
Reinsurance contract assets	-	-	8,277,004	189,158	-	-	118,249	334,568	8,918,979	-	8,918,979
Unallocated assets	-	-	-	-	-	-	-	-	190,260,971	426,931,420	617,192,391
Total assets	-	-	8,277,004	189,158	11,129,527	-	118,249	334,568	210,309,477	426,931,420	637,240,897
Liabilities											
Insurance contract liabilities	50,518,904	28,491,248	138,369,751	6,579,489	-	17,107,810	1,005,864	1,942,476	244,015,542	-	244,015,542
Reinsurance contract liabilities	717,408	3,077,207	-	-	12,233,541	1,690,205	-	-	17,718,361	-	17,718,361
Unallocated liabilities and equity	-	-	-	-	-	-	-	-	99,062,977	276,444,017	375,506,994
Total liabilities and equity	51,236,312	31,568,455	138,369,751	6,579,489	12,233,541	18,798,015	1,005,864	1,942,476	360,796,880	276,444,017	637,240,897

December 31, 2025 (Audited)	Medical	Motor comprehensive	Motor third party	Engineering	Property	General accident	Marine cargo	Marine hull	Total	Shareholders' operations	Total
Assets											
Insurance contract assets	-	-	-	-	11,342,015	-	-	-	11,342,015	-	11,342,015
Reinsurance contract assets	1,771,328	-	9,518,990	1,623,548	-	-	-	1,038,954	13,952,820	-	13,952,820
Unallocated assets	-	-	-	-	-	-	-	-	219,096,142	407,446,128	626,542,270
Total assets	1,771,328	-	9,518,990	1,623,548	11,342,015	-	-	1,038,954	244,390,977	407,446,128	651,837,105
Liabilities											
Insurance contract liabilities	53,697,946	39,782,536	124,041,725	5,827,262	-	22,573,945	361,044	2,439,223	248,723,681	-	248,723,681
Reinsurance contract liabilities	-	2,399,535	-	-	11,819,811	4,723,210	455,496	-	19,398,052	-	19,398,052
Unallocated liabilities and equity	-	-	-	-	-	-	-	-	103,553,288	280,162,084	383,715,372
Total liabilities and equity	53,697,946	42,182,071	124,041,725	5,827,262	11,819,811	27,297,155	816,540	2,439,223	371,675,021	280,162,084	651,837,105

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

4. INFORMATION RELATED TO PRODUCT LINES (Continued)

	Insurance operations										
For the three-month period ended June 30, 2026 (Unaudited)	**Medical**	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**	**Shareholders' operations**	**Total**
Insurance revenue	**60,056,668**	**33,416,223**	**54,961,478**	**1,897,741**	**147,342**	**6,328,704**	**216,365**	**663,583**	**157,688,104**	**-**	**157,688,104**
Insurance service expenses	**(49,319,056)**	**(34,774,471)**	**(64,464,375)**	**(157,182)**	**(632,472)**	**(3,090,225)**	**(616,881)**	**(147,511)**	**(153,202,173)**	**-**	**(153,202,173)**
Net expenses from reinsurance contracts	**(1,660,139)**	**(712,314)**	**(522,002)**	**(1,565,893)**	**(1,155,856)**	**(1,359,129)**	**230,269**	**(558,841)**	**(7,303,905)**	**-**	**(7,303,905)**
Insurance service result from Company's directly written business	**9,077,473**	**(2,070,562)**	**(10,024,899)**	**174,666**	**(1,640,986)**	**1,879,350**	**(170,247)**	**(42,769)**	**(2,817,974)**	**-**	**(2,817,974)**
Share of surplus from insurance pools	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total insurance service result	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(2,817,974)**	**-**	**(2,817,974)**
Commission income from financial assets not measured at FVTPL	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**858,265**	**4,760,349**	**5,618,614**
Net gain on FVTPL investments	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(363,167)**	**3,079,005**	**2,715,838**
Net investment income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**495,098**	**7,839,354**	**8,334,452**
Finance income / (expense) from insurance contracts issued	**67,782**	**(34,347)**	**72,215**	**(13,616)**	**(19,168)**	**(24,366)**	**16,672**	**2,685**	**67,857**	**-**	**67,857**
Finance income / (expense) from reinsurance contracts held	**29,262**	**95,945**	**(7,475)**	**(61,982)**	**(5,532)**	**(31,847)**	**(18,798)**	**(2,626)**	**(3,053)**	**-**	**(3,053)**
Net insurance finance income / (expense)	**97,044**	**61,598**	**64,740**	**(75,598)**	**(24,700)**	**(56,213)**	**(2,126)**	**59**	**64,804**	**-**	**64,804**
Net insurance and investment result	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(2,258,072)**	**7,839,354**	**5,581,282**
Other operating expenses	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(3,168,588)**	**(1,382,411)**	**(4,550,999)**
Finance costs on lease liabilities	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(25,687)**	**-**	**(25,687)**
Net profit for the period before zakat	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(5,452,347)**	**6,456,943**	**1,004,596**
Zakat reversal	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**100,000**	**100,000**
NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(5,452,347)**	**6,556,943**	**1,104,596**

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

4. INFORMATION RELATED TO PRODUCT LINES (Continued)

	Insurance operations										
For the three-month period ended June 30, 2025 (Unaudited)	**Medical**	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**	**Shareholders' operations**	**Total**
Insurance revenue	63,494,301	31,337,061	42,792,825	3,920,761	3,935,322	6,794,599	451,424	102,564	152,828,857	-	152,828,857
Insurance service expenses	(70,290,979)	(38,604,686)	(48,214,846)	(1,057,345)	(448,959)	(799,241)	329,866	594	(159,085,596)	-	(159,085,596)
Net expenses from reinsurance contracts	(1,402,253)	(264,531)	286,154	(2,201,243)	(3,903,986)	(3,578,121)	(308,857)	(105,948)	(11,478,785)	-	(11,478,785)
Insurance service result from Company's directly written business	(8,198,931)	(7,532,156)	(5,135,867)	662,173	(417,623)	2,417,237	472,433	(2,790)	(17,735,524)	-	(17,735,524)
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	1,123,649	-	1,123,649
Total insurance service result	-	-	-	-	-	-	-	-	(16,611,875)	-	(16,611,875)
Commission income from financial assets not measured at FVTPL	-	-	-	-	-	-	-	-	1,953,447	5,644,506	7,597,953
Net losses on FVTPL investments	-	-	-	-	-	-	-	-	(1,590,609)	(414,251)	(2,004,860)
Net investment income	-	-	-	-	-	-	-	-	362,838	5,230,255	5,593,093
Finance income / (expense) from insurance contracts issued	167,627	85,156	(120,806)	8,644	(5,469)	(36,171)	(18,918)	(79)	79,984	-	79,984
Finance (expense) / income from reinsurance contracts held	(1,465)	(7,757)	(3,932)	(7,612)	14,629	(6,826)	12,228	52	(683)	-	(683)
Net insurance finance income / (expense)	166,162	77,399	(124,738)	1,032	9,160	(42,997)	(6,690)	(27)	79,301	-	79,301
Net insurance and investment result	-	-	-	-	-	-	-	-	(16,169,736)	5,230,255	(10,939,481)
Other operating expenses - net	-	-	-	-	-	-	-	-	(6,985,325)	(1,889,808)	(8,875,133)
Finance costs on lease liabilities	-	-	-	-	-	-	-	-	(20,714)	-	(20,714)
Net loss for the period before zakat	-	-	-	-	-	-	-	-	(23,175,775)	3,340,447	(19,835,328)
Zakat reversal	-	-	-	-	-	-	-	-	-	4,500,000	4,500,000
NET LOSS FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS	-	-	-	-	-	-	-	-	(23,175,775)	7,840,447	(15,335,328)

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

4. INFORMATION RELATED TO PRODUCT LINES (Continued)

For the six-month period ended June 30, 2026 (Unaudited)

	Insurance operations										
	Medical	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**	**Shareholders' operations**	**Total**
Insurance revenue	**120,568,112**	**64,930,934**	**98,149,798**	**3,409,835**	**2,888,874**	**12,260,006**	**312,437**	**1,298,884**	**303,818,880**	**-**	**303,818,880**
Insurance service expenses	**(96,468,336)**	**(69,569,640)**	**(114,665,972)**	**(739,086)**	**(944,350)**	**(6,656,086)**	**(721,860)**	**(220,588)**	**(289,985,918)**	**-**	**(289,985,918)**
Net (expenses) / income from reinsurance contracts	**(3,296,921)**	**(1,662,658)**	**(1,256,248)**	**(2,939,590)**	**(2,573,242)**	**(3,493,642)**	**39,058**	**(1,258,513)**	**(16,441,756)**	**-**	**(16,441,756)**
Insurance service result from Company's directly written business	**20,802,855**	**(6,301,364)**	**(17,772,422)**	**(268,841)**	**(628,718)**	**2,110,278**	**(370,365)**	**(180,217)**	**(2,608,794)**	**-**	**(2,608,794)**
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	-	-	-
Total insurance service result	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(2,608,794)**	**-**	**(2,608,794)**
Commission income from financial assets not measured at FVTPL	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,090,745**	**9,470,808**	**11,561,553**
Net gains on FVTPL investments	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(205,667)**	**3,487,338**	**3,281,671**
Net investment income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,885,078**	**12,958,146**	**14,843,224**
Finance income / (expense) from insurance contracts issued	**44,928**	**(73,101)**	**172,608**	**(8,042)**	**(38,962)**	**(28,973)**	**18,271**	**2,997**	**89,726**	**-**	**89,726**
Finance income / (expense) from reinsurance contracts held	**2,596**	**(5,408)**	**(26,407)**	**7,177**	**38,793**	**(35)**	**(15,935)**	**(3,195)**	**(2,414)**	**-**	**(2,414)**
Net insurance finance income / (expense)	**47,524**	**(78,509)**	**146,201**	**(865)**	**(169)**	**(29,008)**	**2,336**	**(198)**	**87,312**	**-**	**87,312**
Net insurance and investment result	-	-	-	-	-	-	-	-	**(636,404)**	**12,958,146**	**12,321,742**
Other operating expenses	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(6,737,826)**	**(2,528,740)**	**(9,266,566)**
Finance costs on lease liabilities	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(44,394)**	**-**	**(44,394)**
Net profit for the period before zakat	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(7,418,624)**	**10,429,406**	**3,010,782**
Zakat expense	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(900,000)**	**(900,000)**
NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(7,418,624)**	**9,529,406**	**2,110,782**

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

4. INFORMATION RELATED TO PRODUCT LINES (Continued)

For the six-month period ended June 30, 2025 (Unaudited)

	Insurance operations										
	Medical	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**	**Shareholders' operations**	**Total**
Insurance revenue	122,933,529	57,531,244	92,481,040	7,568,997	7,753,080	13,958,867	1,099,268	215,673	303,541,698	-	303,541,698
Insurance service expenses	(131,872,357)	(67,709,647)	(109,969,712)	(3,403,511)	(1,310,934)	(2,334,622)	(30,886)	(44,608)	(316,676,277)	-	(316,676,277)
Net (expenses) / income from reinsurance contracts	(3,149,181)	(1,522,723)	229,569	(3,884,141)	(7,085,309)	(6,411,131)	(669,359)	(208,494)	(22,700,769)	-	(22,700,769)
Insurance service result from Company's directly written business	(12,088,009)	(11,701,126)	(17,259,103)	281,345	(643,163)	5,213,114	399,023	(37,429)	(35,835,348)	-	(35,835,348)
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	1,241,229	-	1,241,229
Total insurance service result	-	-	-	-	-	-	-	-	(34,594,119)	-	(34,594,119)
Commission income from financial assets not measured at FVTPL	-	-	-	-	-	-	-	-	4,097,366	10,391,845	14,489,211
Net gains on FVTPL investments	-	-	-	-	-	-	-	-	(3,419,788)	12,088	(3,407,700)
Net investment income	-	-	-	-	-	-	-	-	677,578	10,403,933	11,081,511
Finance income / (expense) from insurance contracts issued	91,690	111,636	(2,162)	58,201	6,122	(49,136)	(14,358)	(181)	201,812	-	201,812
Finance income / (expense) from reinsurance contracts held	39,858	(12,158)	(4,688)	(43,759)	5,969	(6,788)	8,502	116	(12,948)	-	(12,948)
Net insurance finance income / (expense)	131,548	99,478	(6,850)	14,442	12,091	(55,924)	(5,856)	(65)	188,864	-	188,864
Net insurance and investment result	-	-	-	-	-	-	-	-	(33,727,677)	10,403,933	(23,323,744)
Other operating expenses	-	-	-	-	-	-	-	-	(11,286,656)	(2,106,055)	(13,392,711)
Finance costs on lease liabilities	-	-	-	-	-	-	-	-	(41,603)	-	(41,603)
Net loss for the period before zakat	-	-	-	-	-	-	-	-	(45,055,936)	8,297,878	(36,758,058)
Zakat reversal	-	-	-	-	-	-	-	-	-	3,500,000	3,500,000
NET LOSS FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS	-	-	-	-	-	-	-	-	(45,055,936)	11,797,878	(33,258,058)

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

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the statement of cash flows comprise the following:

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Cash in hand	**44,320**	49,000
Cash at bank - current accounts	**2,588,210**	9,645,755
Time deposits	**65,240,138**	80,284,651
Money market funds	**83,383,969**	81,051,002
	151,256,637	171,030,408

Cash at banks is placed with counterparties with sound credit ratings. As at June 30, 2026, deposits were placed with local banks with original maturities of less than three months from the date of placement and earned commission income at an average rate of 4.75% to 7.0% (2025: 5.1% to 7.0%). Money market funds earned commission at an average rate of 6.34% to 6.45% (2025: 7.9%) per annum, respectively.

Money market funds are managed by reputable financial institutions. These funds primarily invest in short-term highly liquid debt instruments with minimal credit risk.

The gross carrying amount of cash and cash equivalents represents the Company's maximum exposure to credit risk on these financial assets which are categorized under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At June 30, 2026 and December 31, 2025, the ECL allowance on such financial assets was immaterial.

6. TERM DEPOSITS

Short-term deposits, amounting to ⃁ 172.3 million (2025: ⃁ 170.1 million), are placed with local banks and financial institutions with an original maturity of more than three months but less than or equal to twelve months from the date of placement. These deposits earned commission income at a rate of 5.27% to 6.10% per annum for the period ended June 30, 2026 (2025: 5.45% to 6.33%).

Long-term deposits, amounting to ⃁ 45.4 million (2025: ⃁ 45.4 million), are placed with local banks and financial institutions represent deposits with maturity of more than one year from the date of placement and are placed with banks carrying commission income at an average rate of 5.14% (2025: 5.14 to 5.41%).

The gross carrying amount of term deposits represents the Company's maximum exposure to credit risk on these financial assets which are categorized under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At June 30, 2026 and December 31, 2025, the ECL allowance on such financial assets was immaterial.

7. INVESTMENTS

(a) Investments are classified as follows:

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Financial assets at FVTPL		
Mutual funds	**28,445,088**	25,854,544
Equity instrument	**1,041,333**	1,562,000
Debt instruments	**20,000,000**	10,000,000
	49,486,421	37,416,544

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

7. INVESTMENTS (Continued)

(a) Investments are classified as follows:(Continued)

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Financial assets at FVOCI		
Equity instrument	**72,721,804**	72,721,804
Debt instruments	**41,304,017**	41,233,820
	114,025,821	113,955,624
	163,512,242	151,372,168

Investment in mutual funds are classified as investments measured at FVTPL since these are equity instruments. The Company has classified its investments in equity instrument at FVTPL, except for Najm investments which are being held at FVOCI. The Company holds an investment in the equity of Najm for Insurance Services (Najm) and in accordance with Company's accounting policy, investments in equity instruments should be measured at fair value. The fair value of Najm investment as at June 30, 2026 is ⃁ 72.7 million (December 31, 2025: ⃁ 72.7 million).

Debt instruments represent investments in Sukuks that are classified as investments measured at FVOCI, as they pass SPPI assessment. The Company's business model for these Sukuks classified is to hold to collect and sell the contractual cash flows. Sukuks which fail SPPI assessment are classified as FVTPL.

The gross carrying amount of financial assets measured at FVOCI represent the Company's maximum exposure to credit risk on these financial assets which include Sukuk investments categorised under Stage 2 and Najm investments which are categorized under Stage 3. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At June 30, 2026 and December 31, 2025, the ECL allowance on such financial assets was immaterial.

(b) Movement in investments carried at fair value is as follows:

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

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of the period / year	**37,416,544**	47,313,196
Additions during the period / year	**10,000,000**	160,809,118
Withdrawal during the period / year	**(219,198)**	(164,820,860)
Commission income received	**-**	(605,500)
Changes in fair value of investments	**2,289,075**	(5,279,410)
Balance at end of the period /year	**49,486,421**	37,416,544

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

7. INVESTMENTS (Continued)

(b) Movement in investments carried at fair value is as follows: (Continued)

(ii) Financial assets at fair value through other comprehensive income ("FVOCI")

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of the period /year	**113,955,624**	98,837,270
Additions during the period / year	**-**	2,783,000
Changes in fair value of equity investments	**-**	11,597,952
Changes in fair value of debt investments	**70,197**	737,402
Balance at end of the period / year	**114,025,821**	113,955,624

8. GOODWILL

The Company commenced its insurance operations on January 1, 2009. The Company's General Assembly approved on February 1, 2009 for the Company to enter into an agreement whereby it acquired the entire business (net identifiable assets) of Al Sagr Saudi Insurance Company with effect from January 1, 2009 at a goodwill of ⃁ 39.0 million as set forth in IA's letter in this respect after completing the related procedures as required under IA's letter on November 10, 2008. The Company has later adjusted goodwill amount by reducing ⃁ 13.5 million in line with IA correspondence in this respect bringing it to ⃁ 25.5 million. The Company has paid ⃁ 9.9 million during 2011 and ⃁ 15.6 million in 2012 against goodwill to the shareholders of Al Sagr Saudi Insurance Company.

For the impairment testing, management has identified a single cash generating unit ("CGU") and determines the recoverable amount of the CGU based on value-in-use calculations. These calculations require the use of estimates in relation to the future cash flows, based on the most recent five years' business plan, and use of an appropriate discount rate. Cash flows beyond five-years' period are extrapolated using the terminal value growth rate stated below. This growth rate is consistent with the forecasts included in industry reports specific to the industry in which the CGU operates. Actual conditions may differ from assumptions and thus actual cash flows may be different to those expected with a potential material effect on the recoverability of amounts. The calculation of value in use was most sensitive to the assumptions of insurance revenue growth, insurance service expenses and discount rate, which are determined keeping in view the historical performance, recent market and industry trends and expected outcome of various performance improvement measures being implemented by management.

As at June 30, 2026, the Company's results are consistent with the projections used in the year-end goodwill impairment assessment. Accordingly, the year-end impairment assessment remains unchanged.

9. STATUTORY DEPOSIT

The statutory deposit represents 10% of the paid-up share capital, which is maintained in accordance with the Law on Supervision of Cooperative Insurance Companies in the Kingdom of Saudi Arabia. Insurance Authority (formerly SAMA) is entitled to the earnings of this statutory deposit and it cannot be withdrawn without its consent. In accordance with the instruction received from Insurance Authority vide their circular dated March 1, 2016, the Company has disclosed the commission due on the statutory deposit as at June 30, 2026 as an asset and a liability in this interim condensed financial information.

The gross carrying amount of statutory deposit represents the Company's maximum exposure to credit risk on these financial assets which are categorized under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At June 30, 2026 and December 31, 2025, the ECL allowance on such financial assets was immaterial.

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

10. INSURANCE AND REINSURANCE CONTRACTS

10.1 Composition of the statement of financial position

An analysis of the amounts presented on the statement of financial position for insurance contracts and reinsurance contracts has been included in the table below:

June 30, 2026 (Unaudited)	Medical	Motor comprehensive	Motor third party	Engineering	Property	General accident	Marine cargo	Marine hull	Total
Insurance contracts									
Insurance contract assets	**-**	**-**	**-**	**-**	**(11,129,527)**	**-**	**-**	**-**	**(11,129,527)**
Insurance contract liabilities	**50,518,904**	**28,491,248**	**138,369,751**	**6,579,489**	**-**	**17,107,810**	**1,005,864**	**1,942,476**	**244,015,542**
									232,886,015
Reinsurance contracts									
Reinsurance contract assets	**-**	**-**	**8,277,004**	**189,158**	**-**	**-**	**118,249**	**334,568**	**8,918,979**
Reinsurance contract liabilities	**(717,408)**	**(3,077,207)**	**-**	**-**	**(12,233,541)**	**(1,690,205)**	**-**	**-**	**(17,718,361)**
									(8,799,382)
December 31, 2025 (Audited)									
Insurance contracts									
Insurance contract assets	-	-	-	-	(11,342,015)	-	-	-	(11,342,015)
Insurance contract liabilities	53,697,946	39,782,536	124,041,725	5,827,262	-	22,573,945	361,044	2,439,223	248,723,681
									237,381,666
Reinsurance contracts									
Reinsurance contract assets	1,771,328	-	9,518,990	1,623,548	-	-	-	1,038,954	13,952,820
Reinsurance contract liabilities	-	(2,399,535)	-	-	(11,819,811)	(4,723,210)	(455,496)	-	(19,398,052)
									(5,445,232)

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

10 INSURANCE AND REINSURANCE CONTRACTS (Continued)

10.2 Analysis by remaining coverage and incurred claims

10.2.1 Insurance contracts

	As at June 30, 2026 (Unaudited)					As at December 31, 2025 (Audited)				
	Liability for remaining coverage		**Liability for incurred claims**			Liability for remaining coverage		Liability for incurred claims		
	Excluding loss component	**Loss component**	**Estimates of present value of FCF**	**Risk adjustment for non-financial risk**	**Total**	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	Total
Insurance contracts										
Insurance contract liabilities - opening	**144,960,752**	**6,699,910**	**93,659,656**	**3,403,363**	**248,723,681**	169,005,193	7,543,792	81,177,511	2,805,980	260,532,476
Insurance contract assets - opening	**1,422,483**	**-**	**(12,788,565)**	**24,067**	**(11,342,015)**	(1,523,161)	-	(12,022,976)	74,824	(13,471,313)
Opening balance - net	**146,383,235**	**6,699,910**	**80,871,091**	**3,427,430**	**237,381,666**	167,482,032	7,543,792	69,154,535	2,880,804	247,061,163
Insurance revenue	**(303,818,880)**	**-**	**-**	**-**	**(303,818,880)**	(604,414,187)	-	-	-	(604,414,187)
Insurance service expenses										
Incurred claims and other incurred insurance service expenses	**-**	**-**	**248,172,585**	**2,029,975**	**250,202,560**	-	-	529,293,112	2,534,493	531,827,605
Reversal of losses on onerous contracts	**-**	**(3,531,472)**	**-**	**-**	**(3,531,472)**	-	(843,882)	-	-	(843,882)
Changes that relate to past service - adjustments to the LIC	**-**	**-**	**(2,571,526)**	**(2,126,849)**	**(4,698,375)**	-	-	14,652,650	(1,987,924)	12,664,726
Insurance acquisition cashflows amortisation	**48,013,205**	**-**	**-**	**-**	**48,013,205**	98,220,001	-	-	-	98,220,001
Insurance service expenses	**48,013,205**	**(3,531,472)**	**245,601,059**	**(96,874)**	**289,985,918**	98,220,001	(843,882)	543,945,762	546,569	641,868,450
Finance (income) expense from insurance contracts	**-**	**-**	**(82,743)**	**(6,983)**	**(89,726)**	-	-	(37,698)	57	(37,641)
Total changes in the statement of income	**(255,805,675)**	**(3,531,472)**	**245,518,316**	**(103,857)**	**(13,922,688)**	(506,194,186)	(843,882)	543,908,064	546,626	37,416,622
Cashflows										
Premiums received	**301,292,578**	**-**	**-**	**-**	**301,292,578**	582,509,246	-	-	-	582,509,246
Claims and other directly attributable expenses paid	**-**	**-**	**(250,045,184)**	**-**	**(250,045,184)**	-	-	(532,191,508)	-	(532,191,508)
Insurance acquisition cashflows paid	**(41,820,357)**	**-**	**-**	**-**	**(41,820,357)**	(97,413,857)	-	-	-	(97,413,857)
Total cash inflows / (outflows)	**259,472,221**	**-**	**(250,045,184)**	**-**	**9,427,037**	485,095,389	-	(532,191,508)	-	(47,096,119)
Insurance contracts										
Insurance contract liabilities - closing	**148,307,773**	**3,168,438**	**89,233,469**	**3,305,862**	**244,015,542**	144,960,752	6,699,910	93,659,656	3,403,363	248,723,681
Insurance contract assets - closing	**1,742,008**	**-**	**(12,889,246)**	**17,711**	**(11,129,527)**	1,422,483	-	(12,788,565)	24,067	(11,342,015)
Closing balance - net	**150,049,781**	**3,168,438**	**76,344,223**	**3,323,573**	**232,886,015**	146,383,235	6,699,910	80,871,091	3,427,430	237,381,666

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

10 INSURANCE AND REINSURANCE CONTRACTS (Continued)

10.2 Analysis by remaining coverage and incurred claims (Continued)

10.2.2 Reinsurance contracts held

	As at June 30, 2026 (Unaudited)					As at December 31, 2025 (Audited)				
	Asset for remaining coverage		Asset for incurred claims			Asset for remaining coverage		Asset for incurred claims		
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	Total	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	Total
Reinsurance contracts										
Reinsurance contract assets - opening	**(23,616,316)**	**-**	**37,122,618**	**446,518**	**13,952,820**	(12,330,701)	-	18,758,066	56,892	6,484,257
Reinsurance contract liabilities - opening	**(13,758,723)**	**-**	**(5,745,590)**	**106,261**	**(19,398,052)**	(18,959,595)	-	(5,018,438)	100,349	(23,877,684)
Opening balance - net	**(37,375,039)**	**-**	**31,377,028**	**552,779**	**(5,445,232)**	(31,290,296)	-	13,739,628	157,241	(17,393,427)
Allocation of reinsurance premium	**(20,985,861)**	**-**	**-**	**-**	**(20,985,861)**	(49,275,903)	-	-	-	(49,275,903)
Amounts recoverable from reinsurers										
Claims recovered and other directly attributable expenses	**-**	**-**	**1,798,745**	**77,698**	**1,876,443**	-	-	139,505	145,547	285,052
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	**-**	**-**	**2,764,117**	**(96,455)**	**2,667,662**	-	-	18,744,176	257,721	19,001,897
Amounts recoverable from reinsurers – net	**-**	**-**	**4,562,862**	**(18,757)**	**4,544,105**	-	-	18,883,681	403,268	19,286,949
Finance expense from reinsurance contracts	**-**	**-**	**(1,265)**	**(1,149)**	**(2,414)**	-	-	(200,135)	(7,730)	(207,865)
Total changes in the statement of income	**(20,985,861)**	**-**	**4,561,597**	**(19,906)**	**(16,444,170)**	(49,275,903)	-	18,683,546	395,538	(30,196,819)
Cashflows										
Premiums paid net of ceding commission	**13,283,052**	**-**	**-**	**-**	**13,283,052**	43,191,160	-	-	-	43,191,160
Recoveries from reinsurance	**-**	**-**	**(193,032)**	**-**	**(193,032)**	-	-	(1,046,146)	-	(1,046,146)
Total cash (outflows) / inflows	**13,283,052**	**-**	**(193,032)**	**-**	**13,090,020**	43,191,160	-	(1,046,146)	-	42,145,014
Reinsurance contracts										
Reinsurance contract assets - closing	**(6,507,910)**	**-**	**14,986,712**	**440,177**	**8,918,979**	(23,616,316)	-	37,122,618	446,518	13,952,820
Reinsurance contract liabilities - closing	**(38,569,938)**	**-**	**20,758,881**	**92,696**	**(17,718,361)**	(13,758,723)	-	(5,745,590)	106,261	(19,398,052)
Closing balance - net	**(45,077,848)**	**-**	**35,745,593**	**532,873**	**(8,799,382)**	(37,375,039)	-	31,377,028	552,779	(5,445,232)

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

11. SHARE CAPITAL

The authorized, issued and paid-up share capital of the Company was ⃁ 300 million at June 30, 2026, consisting of 30 million shares (December 31, 2025: ⃁ 300 million consisting of 30 million shares) of ⃁ 10 each.

12. INSURANCE REVENUE AND EXPENSES

An analysis of insurance revenue, insurance expenses and net expenses from reinsurance contracts held by product line for the three-month and six-month periods June 30, 2026 and June 30, 2025 is included in following tables respectively. Additional information on amounts recognized in statement of income is included in the insurance contract balances reconciliation.

For the three-month period ended June 30, 2026 (Unaudited)	**Medical**	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**
Insurance revenue from contracts measured under Premium Allocation Approach ("PAA")	**60,056,668**	**33,416,223**	**54,961,478**	**1,897,741**	**147,342**	**6,328,704**	**216,365**	**663,583**	**157,688,104**
Incurred claims and other incurred insurance service expenses	**(47,643,587)**	**(28,040,550)**	**(50,007,776)**	**(346,059)**	**(417,632)**	**(3,518,469)**	**(67,756)**	**(99,397)**	**(130,141,226)**
Changes that relate to past service - adjustments to the LIC	**4,408,748**	**(1,220,324)**	**(6,508,810)**	**412,113**	**98,460**	**1,237,981**	**(512,069)**	**(404)**	**(2,084,305)**
Reversal of losses on onerous contracts	**1,449,436**	**172,489**	**1,410,721**	**-**	**-**	**-**	**-**	**-**	**3,032,646**
Insurance acquisition cash flows amortisation	**(7,533,653)**	**(5,686,086)**	**(9,358,510)**	**(223,236)**	**(313,300)**	**(809,737)**	**(37,056)**	**(47,710)**	**(24,009,288)**
Total insurance service expenses	**(49,319,056)**	**(34,774,471)**	**(64,464,375)**	**(157,182)**	**(632,472)**	**(3,090,225)**	**(616,881)**	**(147,511)**	**(153,202,173)**
Reinsurance (expense) / income contracts measured under the PAA									
Reinsurance premium ceded	**(3,545,059)**	**(711,514)**	**(540,338)**	**(1,229,005)**	**(1,074,846)**	**(2,599,477)**	**(212,542)**	**(606,601)**	**(10,519,382)**
Claims recovered and other directly attributable expenses	**1,562,667**	**(22,504)**	**(9,346,250)**	**(1,525,694)**	**12,318,996**	**(662,836)**	**(22,180)**	**47,292**	**2,349,491**
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	**322,253**	**21,704**	**9,364,586**	**1,188,806**	**(12,400,006)**	**1,903,184**	**464,991**	**468**	**865,986**
Total net expenses from reinsurance contracts	**(1,660,139)**	**(712,314)**	**(522,002)**	**(1,565,893)**	**(1,155,856)**	**(1,359,129)**	**230,269**	**(558,841)**	**(7,303,905)**
Insurance service result from Company's directly written business	**9,077,473**	**(2,070,562)**	**(10,024,899)**	**174,666**	**(1,640,986)**	**1,879,350**	**(170,247)**	**(42,769)**	**(2,817,974)**
Share of surplus from insurance pools	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total insurance service result	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(2,817,974)**

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

12. INSURANCE REVENUE AND EXPENSES (Continued)

For the three-month period ended June 30, 2025 (Unaudited)	**Medical**	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**
Insurance revenue from contracts measured under Premium Allocation Approach ("PAA")	63,494,301	31,337,061	42,792,825	3,920,761	3,935,322	6,794,599	451,424	102,564	152,828,857
Incurred claims and other incurred insurance service expenses	(62,560,400)	(34,135,560)	(39,854,243)	(413,918)	(414,537)	(1,695,393)	99,820	(6,483)	(138,980,714)
Changes that relate to past service - adjustments to the LIC	254,985	2,589,799	(926,348)	(260)	673,470	2,202,106	319,657	7,647	5,121,056
Losses on onerous contracts	(215,326)	(834,457)	(1,431,450)	-	-	-	-	-	(2,481,233)
Insurance acquisition cash flows amortisation	(7,770,238)	(6,224,468)	(6,002,805)	(643,167)	(707,892)	(1,305,954)	(89,611)	(570)	(22,744,705)
Total insurance service expenses	(70,290,979)	(38,604,686)	(48,214,846)	(1,057,345)	(448,959)	(799,241)	329,866	594	(159,085,596)
Reinsurance (expense) / income contracts measured under the PAA									
Reinsurance premium ceded	(4,478,761)	(365,963)	(261,924)	(2,657,572)	(3,101,362)	(3,269,725)	(132,855)	(110,211)	(14,378,373)
Claims recovered and other directly attributable expenses	305,417	132,964	(3,031)	243,921	58,015	(318,015)	(1,109)	4,053	422,215
Effect of changes in the risk of reinsurers non-performance	(58,217)	7,509	(5,254)	178,191	181,296	14,958	(2,809)	5,056	320,730
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	2,829,308	(39,041)	556,363	34,217	(1,041,935)	(5,339)	(172,084)	(4,846)	2,156,643
Total net expenses from reinsurance contracts	(1,402,253)	(264,531)	286,154	(2,201,243)	(3,903,986)	(3,578,121)	(308,857)	(105,948)	(11,478,785)
Insurance service result from Company's directly written business	(8,198,931)	(7,532,156)	(5,135,867)	662,173	(417,623)	2,417,237	472,433	(2,790)	(17,735,524)
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	1,123,649
Total insurance service result	-	-	-	-	-	-	-	-	(16,611,875)

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

12. INSURANCE REVENUE AND EXPENSES (Continued)

For the six-month period ended June 30, 2026 (Unaudited)	Medical	Motor comprehensive	Motor third party	Engineering	Property	General accident	Marine cargo	Marine hull	Total
Insurance revenue from contracts measured under PAA	**120,568,112**	**64,930,934**	**98,149,798**	**3,409,835**	**2,888,874**	**12,260,006**	**312,437**	**1,298,884**	**303,818,880**
Incurred claims and other incurred insurance service expenses	**(90,890,637)**	**(58,586,914)**	**(92,441,201)**	**(730,537)**	**(734,827)**	**(6,507,753)**	**(151,795)**	**(158,896)**	**(250,202,560)**
Changes that relate to past service - adjustments to the LIC	**7,816,124**	**614,674**	**(6,320,005)**	**591,950**	**429,825**	**2,051,496**	**(492,089)**	**6,400**	**4,698,375**
Reversal of losses on onerous contracts	**1,352,278**	**858,051**	**1,321,143**	**-**	**-**	**-**	**-**	**-**	**3,531,472**
Insurance acquisition cash flows amortisation	**(14,746,101)**	**(12,455,451)**	**(17,225,909)**	**(600,499)**	**(639,348)**	**(2,199,829)**	**(77,976)**	**(68,092)**	**(48,013,205)**
Total insurance service expense	**(96,468,336)**	**(69,569,640)**	**(114,665,972)**	**(739,086)**	**(944,350)**	**(6,656,086)**	**(721,860)**	**(220,588)**	**(289,985,918)**
Reinsurance income / (expenses) measured under the PAA									
Reinsurance premium ceded	**(6,257,601)**	**(1,675,549)**	**(1,270,185)**	**(2,466,021)**	**(2,159,085)**	**(5,461,111)**	**(385,793)**	**(1,310,516)**	**(20,985,861)**
Claims recovered and other directly attributable expenses	**1,713,988**	**313,021**	**59,715**	**(6,343)**	**(9,349)**	**(223,667)**	**(22,429)**	**51,507**	**1,876,443**
Effect of changes in the risk of reinsurers non-performance	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	**1,246,692**	**(300,130)**	**(45,778)**	**(467,226)**	**(404,808)**	**2,191,136**	**447,280**	**496**	**2,667,662**
Total net (expense) / income from reinsurance contracts	**(3,296,921)**	**(1,662,658)**	**(1,256,248)**	**(2,939,590)**	**(2,573,242)**	**(3,493,642)**	**39,058**	**(1,258,513)**	**(16,441,756)**
Insurance service result from Company's directly written business	**20,802,855**	**(6,301,364)**	**(17,772,422)**	**(268,841)**	**(628,718)**	**2,110,278**	**(370,365)**	**(180,217)**	**(2,608,794)**
Share of surplus from insurance pools	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total insurance service result	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(2,608,794)**

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

12. INSURANCE REVENUE AND EXPENSES (Continued)

For the six-month period ended June 30, 2025 (Unaudited)	**Medical**	**Motor comprehensive**	**Motor third party**	**Engineering**	**Property**	**General accident**	**Marine cargo**	**Marine hull**	**Total**
Insurance revenue from contracts measured under PAA	122,933,529	57,531,244	92,481,040	7,568,997	7,753,080	13,958,867	1,099,268	215,673	303,541,698
Incurred claims and other incurred insurance service expenses	(121,369,425)	(57,330,402)	(86,783,346)	(782,972)	(784,841)	(2,585,451)	(268,528)	(13,698)	(269,918,663)
Changes that relate to past service - adjustments to the LIC	5,816,790	(364,146)	(6,200,646)	(1,278,882)	893,357	3,117,893	470,197	15,901	2,470,464
Losses on onerous contracts	(919,119)	2,057,879	(2,663,763)			-	-	-	(1,525,003)
Insurance acquisition cash flows amortisation	(15,400,603)	(12,072,978)	(14,321,957)	(1,341,657)	(1,419,450)	(2,867,064)	(232,555)	(46,811)	(47,703,075)
Total insurance service expense	(131,872,357)	(67,709,647)	(109,969,712)	(3,403,511)	(1,310,934)	(2,334,622)	(30,886)	(44,608)	(316,676,277)
Reinsurance income / (expenses) measured under the PAA									
Reinsurance premium ceded	(8,440,842)	(1,679,859)	(397,269)	(5,274,398)	(6,171,314)	(6,271,365)	(411,343)	(207,051)	(28,853,441)
Claims recovered and other directly attributable expenses	2,513,987	361,105	76,041	220,702	112,376	(132,763)	4,407	8,561	3,164,416
Effect of changes in the risk of reinsurers non-performance	(54,345)	165	43,940	202,724	216,006	63,017	3,854	-	475,361
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	2,832,019	(204,134)	506,857	966,831	(1,242,377)	(70,020)	(266,277)	(10,004)	2,512,895
Total net expenses from reinsurance contracts	(3,149,181)	(1,522,723)	229,569	(3,884,141)	(7,085,309)	(6,411,131)	(669,359)	(208,494)	(22,700,769)
Insurance service result from Company's directly written business	(12,088,009)	(11,701,126)	(17,259,103)	281,345	(643,163)	5,213,114	399,023	(37,429)	(35,835,348)
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	1,241,229
Total insurance service result	-	-	-	-	-	-	-	-	(34,594,119)

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

13. INSURANCE FINANCE EXPENSE - NET

An analysis of the net insurance finance income by product line for the three- month and six-month periods ended June 30, 2026 and June 30, 2025 respectively is presented below:

For the three-month period ended June 30, 2026 (Unaudited)

	Medical	Motor comprehensive	Motor third party	Engineering	Property	General accident	Marine cargo	Marine hull	Total
Finance income from insurance contracts issued									
Interest accreted	**67,782**	**(34,347)**	**72,215**	**(13,616)**	**(19,168)**	**(24,366)**	**16,672**	**2,685**	**67,857**
Effects of changes in interest rates and other financial assumptions	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Finance income / (expense) from insurance contracts issued	**67,782**	**(34,347)**	**72,215**	**(13,616)**	**(19,168)**	**(24,366)**	**16,672**	**2,685**	**67,857**
Finance (expense) from reinsurance contracts held									
Interest accreted	**29,262**	**95,945**	**(7,475)**	**(61,982)**	**(5,532)**	**(31,847)**	**(18,798)**	**(2,626)**	**(3,053)**
Effects of changes in interest rates and other financial assumptions	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Finance income / (expense) from reinsurance contracts held	**29,262**	**95,945**	**(7,475)**	**(61,982)**	**(5,532)**	**(31,847)**	**(18,798)**	**(2,626)**	**(3,053)**
Net insurance finance income / (expense)	**97,044**	**61,598**	**64,740**	**(75,598)**	**(24,700)**	**(56,213)**	**(2,126)**	**59**	**64,804**

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

13. INSURANCE FINANCE EXPENSE - NET (Continued)

For the three-month period ended June 30, 2025 (Unaudited)

	Medical	Motor comprehensive	Motor third party	Engineering	Property	General accident	Marine cargo	Marine hull	Total
Finance income from insurance contracts issued									
Interest accreted	167,627	85,156	(120,806)	8,644	(5,469)	(36,171)	(18,918)	(79)	79,984
Effects of changes in interest rates and other financial assumptions	-	-	-	-	-	-	-	-	-
Finance income / (expense) from insurance contracts issued	167,627	85,156	(120,806)	8,644	(5,469)	(36,171)	(18,918)	(79)	79,984
Finance (expense) from reinsurance contracts held									
Interest accreted	(1,465)	(7,757)	(3,932)	(7,612)	14,629	(6,826)	12,228	52	(683)
Effects of changes in interest rates and other financial assumptions	-	-	-	-	-	-	-	-	-
Finance (expense) / income from reinsurance contracts held	(1,465)	(7,757)	(3,932)	(7,612)	14,629	(6,826)	12,228	52	(683)
Net insurance finance income / (expense)	166,162	77,399	(124,738)	1,032	9,160	(42,997)	(6,690)	(27)	79,301

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

13. INSURANCE FINANCE EXPENSE – NET (Continued)

For the six-month period ended June 30, 2026 (Unaudited)

	Medical	Motor comprehensive	Motor third party	Engineering	Property	General accident	Marine cargo	Marine hull	Total
Finance income from insurance contracts issued									
Interest accreted	**44,928**	**(73,101)**	**172,608**	**(8,042)**	**(38,962)**	**(28,973)**	**18,271**	**2,997**	**89,726**
Effects of changes in interest rates and other financial assumptions	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Finance income / (expense) from insurance contracts issued	**44,928**	**(73,101)**	**172,608**	**(8,042)**	**(38,962)**	**(28,973)**	**18,271**	**2,997**	**89,726**
Finance expense from reinsurance contracts held									
Interest accreted	**2,596**	**(5,408)**	**(26,407)**	**7,177**	**38,793**	**(35)**	**(15,935)**	**(3,195)**	**(2,414)**
Effects of changes in interest rates and other financial assumptions	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Finance income / (expense) from reinsurance contracts held	**2,596**	**(5,408)**	**(26,407)**	**7,177**	**38,793**	**(35)**	**(15,935)**	**(3,195)**	**(2,414)**
Net insurance finance income / (expense)	**47,524**	**(78,509)**	**146,201**	**(865)**	**(169)**	**(29,008)**	**2,336**	**(198)**	**87,312**

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

13. INSURANCE FINANCE EXPENSE – NET (Continued)

For the six-month period ended June 30, 2025 (Unaudited)

	Medical	Motor comprehensive	Motor third party	Engineering	Property	General accident	Marine cargo	Marine hull	Total
Finance income from insurance contracts issued									
Interest accreted	91,690	111,636	(2,162)	58,201	6,122	(49,136)	(14,358)	(181)	201,812
Effects of changes in interest rates and other financial assumptions	-	-	-	-	-	-	-	-	-
Finance income / (expense) from insurance contracts issued	91,690	111,636	(2,162)	58,201	6,122	(49,136)	(14,358)	(181)	201,812
Finance expenses from reinsurance contracts held									
Interest accreted	39,858	(12,158)	(4,688)	(43,759)	5,969	(6,788)	8,502	116	(12,948)
Effects of changes in interest rates and other financial assumptions	-	-	-	-	-	-	-	-	-
Finance income / (expense) from reinsurance contracts held	39,858	(12,158)	(4,688)	(43,759)	5,969	(6,788)	8,502	116	(12,948)
Net insurance finance income / (expense)	131,548	99,478	(6,850)	14,442	12,091	(55,924)	(5,856)	(65)	188,864

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

14. OTHER OPERATING EXPENSES

Total expenses incurred during the period is as follows:

	For the three-month period ended June 30,		**For the six-month period ended June 30,**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Policy acquisition cost	**24,009,276**	22,744,705	**48,013,193**	47,703,075
Employees' cost	**6,768,884**	6,089,358	**12,937,457**	12,522,421
Professional fee	**939,104**	1,044,675	**2,557,634**	2,395,888
Employee insurance	**1,029,853**	1,143,155	**2,024,830**	2,312,946
Director remuneration	**1,123,500**	1,633,971	**1,974,000**	1,669,971
Depreciation and amortization	**957,870**	1,381,705	**1,933,378**	2,779,973
IT related service	**942,274**	3,071,740	**1,864,202**	3,757,445
Communication charges	**770,745**	1,395,695	**1,524,725**	2,096,367
End of service benefits	**541,308**	508,117	**1,082,616**	1,016,234
Depreciation of right of use assets	**596,600**	379,143	**1,014,534**	758,286
Value added tax expenses	**108,552**	3,342,515	**260,775**	3,342,515
Others	**1,598,251**	791,621	**2,621,527**	2,824,415
	39,386,217	43,526,400	**77,808,871**	83,179,536

Allocation of expenses is as follows:

	For the three-month period ended June 30,		**For the six-month period ended June 30,**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Insurance acquisition cashflows amortisation	**24,009,288**	11,154,550	**48,013,205**	20,671,601
Other incurred insurance service expenses	**9,834,810**	22,744,705	**18,605,915**	47,703,075
Allocation of reinsurance premium	**991,120**	752,012	**1,923,185**	1,412,149
Other operating expenses	**4,550,999**	8,875,133	**9,266,566**	13,392,711
	39,386,217	43,526,400	**77,808,871**	83,179,536

Other operating expenses are as follows:

	For the three-month period ended June 30,		**For the six-month period ended June 30,**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Employees' cost	**1,542,254**	1,607,581	**2,817,460**	3,426,685
Professional fees	**336,735**	472,883	**1,171,287**	1,568,690
Repair and maintenance	**312,079**	936,700	**611,591**	1,163,583
Utilities	**210,248**	270,493	**461,877**	547,927
Business travel and transport	**136,620**	118,046	**225,778**	230,308
Directors' remuneration	**1,123,500**	1,633,971	**1,974,000**	1,669,971
Value added tax expenses	**108,552**	3,342,515	**260,775**	3,342,515
Others	**781,011**	492,944	**1,743,798**	1,443,032
	4,550,999	8,875,133	**9,266,566**	13,392,711

15. SHARE OF SURPLUS FROM INSURANCE POOLS

15.1 Share of surplus from Umrah & Hajj scheme

This represents the Company's share in the surplus for general accident product arising from the Umrah & Hajj scheme. The Company with twenty-seven other insurance companies operating in the Kingdom of Saudi Arabia, entered into an agreement with CCI effective from January 1, 2020. The compulsory Umrah product is offered by the ministry and approved by IA for insurance of pilgrims coming from outside of the Kingdom of Saudi Arabia except for citizens of the Gulf Cooperation Council countries. This covers general accidents and health benefits of the pilgrims entering the Kingdom of Saudi Arabia to perform Umrah. The agreement terms are for 4 years starting from January 1, 2020 and it is renewable for another four years subject to the terms and conditions of the agreement. There was no renewal to the agreement in 2024 as the aforementioned arrangement has been discontinued. The share of surplus from Hajj and Umrah scheme is amounting to nil for the three-month and six-month periods ended June 30, 2026 (⃁ 0.04 million for the three-month and six-month periods ended June 30, 2025).

15.2 Share of surplus from Inherent Defects Insurance

This represents the Company’s share of surplus 2.95% (2025 2.95%) in the Inherent Defects Insurance ("IDI") product. On June 25, 2020, an agreement was signed among thirteen insurance companies (“Participating Companies”) operating in Kingdom of Saudi Arabia for IDI product, based on Insurance Authority approval authorizing Malath Cooperative Insurance Company as the leading company (“Operator”), to manage the IDI program on behalf of the participating insurance companies, selling the product and providing its insurance coverage by creating joint insurance portfolios. Malath Cooperative Insurance Company will exclusively manage the portfolio during the period of validity of the IDI agreement of five years from issue date.

The agreement expired during the year ended December 31, 2025. Effective June 24, 2025, Tawuniya Cooperative Insurance Company has been appointed as the new operator for IDI. Following and increase in the number of participants from thirteen to seventeen, the Company’s share has now changed to 2.95%.

IDI is a mandatory insurance policy for contractors to insure against inherent defects that may appear in buildings and constructions after their occupation in non-governmental sector projects, according to Saudi Council of Ministers Decree No. 509 of Ramadan 21, 1439 AH (corresponding to June 5, 2018) and in accordance with the decision 441/187of the Governor of IA dated Sha’ban 5, 1441 AH (corresponding to March 29, 2020). The Company’s share of profit from Inherent Defects Insurance is nil for the three-month and six-month periods ended June 30, 2026 (for the three-month and six-month periods ended June 30, 2025: ⃁ 1.20 million).

16. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties comprise the shareholders, directors, associated companies (representing entities which are directly or indirectly controlled by or under the control of joint control of a shareholder who has significant influence over the Company), and key management personnel. Related parties also include business entities in which certain directors or senior management have control or joint control. Pricing policies and terms of these transactions are approved by the Company’s management and Board of Directors.

(a) There were no significant related party transactions during the period, and there were no related party balances at the end of the period.

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

16. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)

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

	For the three-month period ended June 30,		**For the six-month period ended June 30,**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Salaries and benefits	**2,291,030**	3,367,027	**4,459,981**	5,480,681
Employee benefit obligations	**578,507**	119,235	**271,993**	230,566
Board of Directors' fees	**1,123,500**	1,633,971	**1,974,000**	1,669,971
Charge for the period	**3,993,037**	5,120,233	**6,705,974**	7,381,218

Compensation to key management personnel is on employment terms and as per the By-laws of the Company.

17. ZAKAT

(a) Zakat charge / (reversal) for the period

The charge / (reversal) for the period for zakat is as follows:

	For the three-month period ended June 30,		**For the six-month period ended June 30,**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Charge / (reversal) for the period	**(100,000)**	(4,500,000)	**900,000**	(3,500,000)

(b) Movement in the provision for zakat during the period / year

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
At the beginning of the period / year	**10,346,296**	30,408,598
Provision for the current period / year	**1,900,000**	3,500,000
Adjustments related to prior years	**(1,000,000)**	(4,500,000)
Paid during the period / year	**(7,688,928)**	(19,062,302)
At the end of the period / year	**3,557,368**	10,346,296

(c) Shareholding subject to zakat

The following is the shareholding percentage subject to zakat in the interim condensed financial information and financial statements as at the end of the period/year:

	June 30, 2026	December 31, 2025
Shareholding subject to zakat	**100%**	100%

17. ZAKAT (Continued)

(d) Zakat assessments

During 2021, the Company received final zakat assessments for the years from 2012 to 2018. Total additional zakat liability as per the assessments amounted to ⃁ 36.3 million for such years. The Company had filed an appeal with General Secretariat of Zakat Committees (high committees) against the assessments and in-parallel had submitted a settlement request with the Zakat, Tax and Customs Authority (“ZATCA”) Settlement committee. During the year ended December 31, 2021, the ZATCA settlement committee offered to decrease the zakat assessments to ⃁ 36.2 million, which the Company did not accept and, accordingly, continued with the appeal filed with General Secretariat of Zakat Committees (high committees), which also issued the decision and the final additional zakat liability was assessed at ⃁ 36.2 million. The Company had filed an appeal with the Appellate Committee for the resolution of tax disputes against the assessment, which was rejected and the Company has settled this liability, based on the settlement plan agreed with the Authority.

During 2021, the Company had received assessment from ZATCA for the years 2019 and 2020, with an additional liability amounting to ⃁ 9.6 million. The Company has filed an appeal with General Secretariat of Zakat Committees (high committees) against such assessments. The final decision is already issued and the case was rejected and the Company has settled this liability, based on the settlement plan agreed with the Authority.

During 2023, the Company received a VAT assessment for the years 2018 to 2020 for ⃁ 6.2 million, the Company objected the amount and ZATCA decreased the liability to ⃁ 3.3 million. The Company has settled this amount under protest and has, simultaneously, raised the appeal to Tax Violation and Dispute Resolution Committee (“TVDRC”). The decision was issued in favor of ZATCA, accordingly the Company has recognized a charge since the payment was made in full at the time of filing the appeal.

During 2024, the Company received an assessment from ZATCA for the year 2022, with an additional zakat liability amounting to ⃁ 1.6 million. The Company objected against the aforesaid assessment by escalating the case before the TVDRC. The TVDRC ruled in favor of the Company and set aside the entire zakat liability of ⃁ 1.6 million. ZATCA has appealed against the TVDRC decision at the Tax Violations and Disputes Appellate Committee (TVDAC) which was also decided in favor of the Company.

During 2024, the Company received a VAT assessment, for an additional liability of ⃁ 4.1 million. The Company paid the assessed liability of ⃁ 4.1 million under protest and simultaneously filed an objection against the assessment before ZATCA, contesting the additional VAT liability amounting to ⃁ 3.8 million. However, ZATCA rejected the objection and upheld a VAT liability of ⃁ 3.8 million. The Company escalated the case before the TVDRC. TVDRC ruled in favor of the Company setting aside the earlier decision of ZATCA. ZATCA appealed against the TVDRC decision before TVDAC. TVDAC too upheld the decision of TVDRC and decided in favor of the Company and the amount has been refunded to the Company.

18. STATUTORY RESERVE

In accordance with the By-laws of the Company and Article 70(2)(g) of the Insurance Implementing Regulations issued by Insurance Authority, formerly SAMA, the Company is required to transfer not less than 20% of its annual profits, after adjusting accumulated losses, to a statutory reserve until such reserve amounts to 100% of the paid-up share capital of the Company. This reserve is not available for distribution to the shareholders until the liquidation of the Company.

On June 16, 2026, the Board of Directors recommended to the General Assembly the utilization of the statutory reserve amounting to ⃁ 8.9 million to offset part of the Company's accumulated losses amounting to ⃁ 40.5 million, which represent 13.5% of the Company's share capital as per the interim condensed financial information for the three-months period ended March 31, 2026.

Subsequent to the period end, on July 15, 2026, the Company received the approval of the Insurance Authority for the Board of Directors' recommendation to the General Assembly to utilize the statutory reserve amounting to ⃁ 8.9 million to offset part of the Company's accumulated losses. The recommendation remains subject to the approval of the General Assembly.

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

19. BASIC AND DILUTED EARNINGS / (LOSS) PER SHARE

Basic and diluted earnings / (loss) per share for the three-month and six-month period ended June 30, 2026 and 2025 is calculated by dividing total profit / (loss) for the period attributable to the shareholders by the weighted average number of outstanding shares during the period.

	For the three-month period ended June 30,		**For the six-month period ended June 30,**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Weighted average number of ordinary shares	**30,000,000**	30,000,000	**30,000,000**	30,000,000
Total profit / (loss) for the period attributable to the shareholders	**1,104,596**	(15,335,328)	**2,110,782**	(33,258,058)
Basic and diluted earnings / (loss) per share	**0.04**	(0.51)	**0.07**	(1.11)

20. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The fair values of on-balance sheet financial instruments that are not carried at fair value are no significantly different from their carrying amounts included in the interim condensed financial information.

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

- Level 1 - quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2 - valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- Level 3 - valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table shows the carrying amounts 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 liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value, as these are either short-term in nature or carry commission rates which are based on prevalent market commission rates.

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

20. FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued)

(a) Carrying amounts and fair value

	June 30, 2026 (Unaudited)			
	Level 1	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value				
Investments at FVTPL - equities and funds	**-**	**-**	**29,486,421**	**29,486,421**
Investments at FVTPL - debt	**-**	**20,000,000**	**-**	**20,000,000**
Investments at FVOCI - debt	**-**	**41,304,017**	**-**	**41,304,017**
Investments at FVOCI - equities	**-**	**-**	**72,721,804**	**72,721,804**
Total investments	**-**	**61,304,017**	**102,208,225**	**163,512,242**

	December 31, 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Investments at FVTPL - equities and funds	-	-	27,416,544	27,416,544
Investments at FVTPL - debt	-	10,000,000	-	10,000,000
Investments at FVOCI - debt	-	41,233,820	-	41,233,820
Investments at FVOCI - equities	-	-	72,721,804	72,721,804
Total investments	-	51,233,820	100,138,348	151,372,168

There were no changes in the valuation techniques. Fair values of private mutual funds classified in Level 3, except for Najm, are determined based on the investees' latest reported net assets values as at the date of statement of financial position taking into account the fair value of underlying investments by the fund.

Specific valuation techniques used by management's independent experts to value Najm investments (level 3), are as follows:

- **Discounted cashflows ("DCF") method:** The DCF valuation to discount the future operating cash flows of the Company to their present value using a weighted average cost of capital as the discount rate ("WACC"). The value derived from such an analysis results into a value for the enterprise (the "Enterprise Value"). This value includes the equity value of the company in addition to its net debt position. In order to arrive to an equity value of a company (the "Equity Value"), all outstanding financial debt and debt-like items, adjusted for excess cash and other liquid financial assets such as Murabahas and other investments, are subtracted from the Enterprise Value; and
- **Market multiples method:** The acquisition multiples of comparable private precedent transactions were assessed to indicate the value of the Company based on similar private transactions that have occurred during the previous period and covering full economic cycle. The Company has relied on local multiples valuation consisting of companies operating with a similar business model.

A weight of 60% and 40% are then applied to the fair values determined under both methods, to arrive at the equity valuation of Najm and the Company then accounts for its share in equity of Najm i.e. 3.45%.

Cash and cash equivalents, deposits, statutory deposit, accrued income on statutory deposits and the financial labilities except employee benefit obligations are measured at amortized cost.

There were no transfers between levels 2 and 3 for recurring fair value measurements during the period. Furthermore, there were no transfers into and out of level 3 measurements.

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

20. FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued)

(b) Reconciliation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at the beginning of the period / year	**100,138,348**	70,040,821
Purchases	**-**	20,000,000
Disposals	**(219,198)**	(219,199)
Unrealised gain / (loss) on fair value through FVTPL	**2,289,075**	(1,281,226)
Unrealised gain on fair value through FVOCI	**-**	11,597,952
Balance at the end of the period / year	**102,208,225**	100,138,348

21. COMMITMENTS AND CONTINGENCIES

Legal proceedings

The Company 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 material impact on the Company's results or financial position.

22. CAPITAL RISK MANAGEMENT

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

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

As per Article 66 of the Regulations, the Company shall maintain a solvency margin equivalent to the highest of the following three methods:

- Minimum Capital Requirement;
- Premium solvency margin; or
- Claims solvency margin.

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

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

23. GROSS WRITTEN PREMIUM

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

For the three-month period ended June 30, 2026 (Unaudited)

	June 30, 2026			
Breakdown of GWP	**Medical**	**Motor**	**Property & casualty**	**Total**
Retail	**1,218,544**	**54,518,179**	**458,012**	**56,194,735**
Very small	**5,372,172**	**2,824,160**	**733,780**	**8,930,112**
Small	**6,145,668**	**3,413,277**	**2,249,235**	**11,808,180**
Medium	**11,718,385**	**4,524,468**	**1,779,293**	**18,022,146**
Corporate	**16,485,626**	**23,862,945**	**2,144,783**	**42,493,354**
Total	**40,940,395**	**89,143,029**	**7,365,103**	**137,448,527**

For the three-month period ended June 30, 2025 (Unaudited)

	June 30, 2025			
Breakdown of GWP	Medical	Motor	Property & casualty	Total
Retail	2,797,805	9,006,967	319,839	12,124,611
Very small	8,561,045	2,768,726	1,063,545	12,393,316
Small	6,113,024	2,269,950	2,356,169	10,739,143
Medium	6,002,467	2,559,419	9,578,798	18,140,684
Corporate	7,580,872	42,682,453	200,976	50,464,301
Total	31,055,213	59,287,515	13,519,327	103,862,055

For the six-month period ended June 30, 2026 (Unaudited)

	June 30, 2026			
Breakdown of GWP	**Medical**	**Motor**	**Property & casualty**	**Total**
Retail	**8,781,313**	**100,595,357**	**961,471**	**110,338,141**
Very small	**12,016,839**	**7,199,246**	**1,277,248**	**20,493,333**
Small	**11,132,474**	**9,174,216**	**4,396,785**	**24,703,475**
Medium	**19,158,819**	**28,222,357**	**8,403,144**	**55,784,320**
Corporate	**34,456,161**	**33,722,639**	**8,332,673**	**76,511,473**
Total	**85,545,606**	**178,913,815**	**23,371,321**	**287,830,742**

For the six-month period ended June 30, 2025 (Unaudited)

	June 30, 2025			
Breakdown of GWP	Medical	Motor	Property & casualty	Total
Retail	11,246,988	40,761,218	652,620	52,660,826
Very small	19,734,246	9,298,189	2,495,024	31,527,459
Small	12,535,566	6,970,924	3,950,022	23,456,512
Medium	15,074,873	9,904,706	12,629,468	37,609,047
Corporate	49,309,796	56,837,086	408,903	106,555,785
Total	107,901,469	123,772,123	20,136,037	251,809,629

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

24. NET WRITTEN PREMIUM

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

For the three-month period ended June 30, 2026 (Unaudited)

Item	**Medical**	**Motor**	**Property & casualty**	**Total**
Gross written premium	**40,940,395**	**89,143,029**	**7,365,103**	**137,448,527**
Reinsurance premium ceded – globally (including excess of loss)	**(2,854,324)**	**(775,475)**	**(3,028,856)**	**(6,658,655)**
Reinsurance premium ceded – locally (including excess of loss)	**(690,735)**	**(356,926)**	**(1,210,349)**	**(2,258,010)**
Net written premium - total	**37,395,336**	**88,010,628**	**3,125,898**	**128,531,862**

For the three-month period ended June 30, 2025 (Unaudited)

Item	Medical	Motor	Property & casualty	Total
Gross written premium	31,055,213	59,287,515	13,519,327	103,862,055
Reinsurance premium ceded – globally (including excess of loss)	(3,282,440)	(202,267)	(6,132,381)	(9,617,088)
Reinsurance premium ceded – locally (including excess of loss)	(1,196,321)	(304,507)	(1,986,023)	(3,486,851)
Net written premium - total	26,576,452	58,780,741	5,400,923	90,758,116

For the six-month period ended June 30, 2026 (Unaudited)

Item	**Medical**	**Motor**	**Property & casualty**	**Total**
Gross written premium	**85,545,606**	**178,913,815**	**23,371,321**	**287,830,742**
Reinsurance premium ceded – globally (including excess of loss)	**(4,548,248)**	**(1,823,104)**	**(11,190,521)**	**(17,561,873)**
Reinsurance premium ceded – locally (including excess of loss)	**(1,709,353)**	**(1,162,422)**	**(5,185,806)**	**(8,057,581)**
Net written premium - total	**79,288,005**	**175,928,289**	**6,994,994**	**262,211,288**

For the six-month period ended June 30, 2025 (Unaudited)

Item	Medical	Motor	Property & casualty	Total
Gross written premium	107,901,469	123,772,123	20,136,037	251,809,629
Reinsurance premium ceded – globally (including excess of loss)	(6,185,339)	(994,235)	(9,220,339)	(16,399,913)
Reinsurance premium ceded – locally (including excess of loss)	(2,255,503)	(1,318,471)	(2,903,288)	(6,477,262)
Net written premium - total	99,460,627	121,459,417	8,012,410	228,932,454

25. OPERATING SEGMENTS

A segment is a distinguishable component of the Company that is engaged in providing products or services (a business segment), which is subject to risk and rewards that are different from those of other segments. Segment performance is evaluated based on profit or loss which, in certain respects, is measured differently from profit or loss in the financial statements.

The Board of Directors of the Company monitors the results of the Company's operations and have been identified as the Chief Operating Decision Maker (CODM). The net results of the Company are reported to the Board of Directors for the Company as a whole. Furthermore, the Company operates in one geographical area i.e. Kingdom of Saudi Arabia.

Accordingly, segmental analysis of the interim condensed statements of income and other comprehensive income and interim condensed statement of financial position is not carried out as the CODM considers the Company to be a single operating segment based on the nature of its operations and products. However, the Company has disclosed its insurance related balances/results by product lines, which are determined based on the disaggregation principles of IFRS 17. These include insurance contract liabilities/assets, reinsurance contract assets/liabilities, insurance service results and insurance finance income/expenses. Refer note 4 for such analysis.

26. SUBSEQUENT EVENTS

Except for as disclosed in note 18, no other events have arisen subsequent to June 30, 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 as at and for the period ended June 30, 2026.

27. APPROVAL OF THE INTERIM CONDENSED FINANCIAL INFORMATION

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