GULF UNION ALAHLIA COOPERATIVE INSURANCE COMPANY
(A Saudi Joint Stock Company)

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

GULF UNION ALAHLIA COOPERATIVE INSURANCE COMPANY
(A Saudi Joint Stock Company)
INTERIM CONDENSED FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 (UNAUDITED)

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INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL INFORMATION

To the shareholders of Gulf Union Alahlia Cooperative Insurance Company - A Saudi Joint Stock Company

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Gulf Union Alahlia Cooperative Insurance Company (the "Company") as of 30 June 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 30 June 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"), as 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", as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, that are endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Crowe Solutions
for Professional Consulting
P.O. Box 9199
Al Khobar 34424
Kingdom of Saudi Arabia

Mohammad A. AlHajri
License Number 705

شركة حلول كرو للإستشارات المهنية
C.R. No. 1010466353
سجل تجاري رقم ١٠١٠٤٦٦٣٥٣
Crowe Solutions For Professional Consulting K

11 August 2026
28 Safar 1448 H

Forvis Mazars Professional Consultants
P.O. Box 8306
Riyadh 11482
Kingdom of Saudi Arabia

Abdullah AlMsned
License Number 456

المستشارون المهنيون
C R : 1010327044:س.ت
Professional Consultants

GULF UNION ALAHLIA COOPERATIVE INSURANCE COMPANY
(A Saudi Joint Stock Company)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
(All amounts expressed in Saudi Riyals unless otherwise stated)

	Note	**30 June 2026**	31 December 2025
		(Unaudited)	(Audited)
ASSETS			
Cash and cash equivalents	5	**57,419,539**	52,830,964
Term deposits	6	**250,585,871**	304,123,175
Investments:			
Financial assets at fair value through profit or loss (“FVTPL”)	7	**134,591,590**	138,654,406
Financial assets at fair value through other comprehensive income (“FVOCI”)	7	**145,443,572**	145,443,572
Financial assets at amortised cost	7	**210,955,296**	210,896,651
Prepaid expenses and other assets		**47,980,763**	47,442,178
Reinsurance contract assets	9	**84,702,524**	77,408,578
Right-of-use assets		**3,888,365**	4,839,317
Property and equipment		**5,694,690**	6,076,605
Intangible assets		**27,220,665**	32,278,282
Accrued income on statutory deposit	8	**2,184,025**	557,241
Goodwill	4	**67,697,750**	67,697,750
Statutory deposit	8	**68,836,547**	68,836,547
TOTAL ASSETS		**1,107,201,197**	1,157,085,266
LIABILITIES			
Accrued and other liabilities		**24,284,693**	23,202,503
Insurance contract liabilities	9	**473,146,187**	525,090,589
Employee benefit obligations		**19,077,661**	19,077,661
Lease liabilities		**3,209,009**	6,044,743
Zakat and income tax payable	19	**14,674,758**	14,169,897
Accrued commission income payable to Insurance Authority		**2,184,025**	557,241
TOTAL LIABILITIES		**536,576,333**	588,142,634
EQUITY			
Share capital	10	**458,949,280**	458,949,280
Statutory reserve	20	**14,076,961**	14,076,961
Accumulated losses		**(45,179,405)**	(46,861,637)
Fair value reserve on investments		**141,597,416**	141,597,416
Remeasurement reserve of employee benefit obligations		**1,180,612**	1,180,612
TOTAL EQUITY		**570,624,864**	568,942,632
TOTAL LIABILITIES AND EQUITY		**1,107,201,197**	1,157,085,266

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

Abdulaziz Ali Al Turki
Chairman of the Board of Directors

Mesheal I. Alshayea
Chief Executive Officer

Faris Al Habbad
Chief Financial Officer

GULF UNION ALAHLIA 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		For the six-month period ended June 30	
		2026	2025	**2026**	2025
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Insurance revenue	11	**223,299,842**	260,210,425	**464,732,809**	508,221,271
Insurance service expenses	11	**(207,034,120)**	(263,377,411)	**(438,821,166)**	(535,478,845)
Net expense from reinsurance contracts	11	**(13,119,008)**	(24,999,841)	**(23,516,922)**	(41,639,663)
Insurance service result from Company's directly written business		**3,146,714**	(28,166,827)	**2,394,721**	(68,897,237)
Share of surplus from insurance pools	13	**-**	1,981,654	**-**	2,653,759
Total insurance service result		**3,146,714**	(26,185,173)	**2,394,721**	(66,243,478)
Interest income from financial assets not measured at FVTPL		**6,122,950**	7,356,579	**12,405,548**	14,823,616
Interest income from financial assets measured at FVTPL		**294,171**	657,820	**1,346,990**	1,030,291
Net credit impairment losses on financial assets	5,6,7	**(4,295)**	(14,300)	**(1,126)**	(17,266)
Net (losses) / gains on financial assets measured at FVTPL	7	**(6,320,961)**	990,611	**(2,101,517)**	2,144,005
Dividend income		**1,223,338**	600,042	**1,375,973**	775,351
Net investment income		**1,315,203**	9,590,752	**13,025,868**	18,755,997
Finance income from insurance contracts issued	12	**1,677,215**	462,688	**305,284**	1,064,188
Finance (expense) / income from reinsurance contracts held	12	**(791,732)**	77,604	**(691,508)**	75,221
Net insurance finance income / (expense)		**885,483**	540,292	**(386,224)**	1,139,409
Net insurance and investment result		**5,347,400**	(16,054,129)	**15,034,365**	(46,348,072)
Finance cost on leases		**(55,704)**	(206,160)	**(107,318)**	(286,471)
Other operating expenses		**(5,509,873)**	(8,920,813)	**(9,449,064)**	(15,794,669)
Total (loss) / profit for the period before zakat and income tax		**(218,177)**	(25,181,102)	**5,477,983**	(62,429,212)
Zakat expense	19	**(2,295,751)**	(2,700,000)	**(3,795,751)**	(5,400,000)
Income tax expense	19	**-**	-	**-**	-
Net (loss) / profit for the period attributable to the shareholders		**(2,513,928)**	(27,881,102)	**1,682,232**	(67,829,212)
(Losses) / earnings per share (expressed in Saudi Riyals per share)					
Basic (losses) / earnings per share	22	**(0.05)**	(0.61)	**0.04**	(1.48)
Diluted (losses) / earnings per share	22	**(0.05)**	(0.61)	**0.04**	(1.48)

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

Abdulaziz Ali Al Turki	**Mesheal I. Alshayea**	**Faris Al Habbad**
Chairman of the Board of Directors	Chief Executive Officer	Chief Financial Officer

GULF UNION ALAHLIA COOPERATIVE INSURANCE COMPANY
(A Saudi Joint Stock Company)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
(All amounts expressed in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended 30 June **2026** (Unaudited)	For the three-month period ended 30 June 2025 (Unaudited)	For the six-month period ended June 30 **2026** (Unaudited)	For the six-month period ended June 30 2025 (Unaudited)
Net (loss) / profit for the period attributable to the shareholders		**(2,513,928)**	(27,881,102)	**1,682,232**	(67,829,212)
Other comprehensive income:					
Items that will not be reclassified to interim condensed statement of income in subsequent periods:					
Net changes in fair value of investment measured at FVOCI		**-**	-	**-**	5,079,600
Total other comprehensive income		**-**	-	**-**	5,079,600
Total comprehensive (loss) / income for the period attributable to the shareholders		**(2,513,928)**	(27,881,102)	**1,682,232**	(62,749,612)

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

Abdulaziz Ali Al Turki	**Mesheal I. Alshayea**	**Faris Al Habbad**
Chairman of the Board of Directors	Chief Executive Officer	Chief Financial Officer

GULF UNION ALAHLIA COOPERATIVE INSURANCE COMPANY
(A Saudi Joint Stock Company)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(All amounts expressed in Saudi Riyals unless otherwise stated)

	Share capital	Statutory reserve	Accumulated losses	Remeasurement reserve of employee benefit obligations	Fair value reserve on investments	Total
At 1 January 2026 (Audited)	**458,949,280**	**14,076,961**	**(46,861,637)**	**1,180,612**	**141,597,416**	**568,942,632**
Total comprehensive income for the period						
Net profit for the period attributable to the shareholders	-	-	1,682,232	-	-	1,682,232
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period attributable to the shareholders	-	-	**1,682,232**	-	-	**1,682,232**
Balance at 30 June 2026 (Unaudited)	**458,949,280**	**14,076,961**	**(45,179,405)**	**1,180,612**	**141,597,416**	**570,624,864**
At 1 January 2025 (Audited)	458,949,280	14,076,961	36,765,081	(1,493,641)	118,401,518	626,699,199
Total comprehensive loss for the period						
Net loss for the period attributable to the shareholders	-	-	(67,829,212)	-	-	(67,829,212)
Other comprehensive income	-	-	-	-	5,079,600	5,079,600
Total comprehensive (loss) income for the period attributable to the shareholders	-	-	(67,829,212)	-	5,079,600	(62,749,612)
Balance at 30 June 2025 (Unaudited)	458,949,280	14,076,961	(31,064,131)	(1,493,641)	123,481,118	563,949,587

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

Abdulaziz Ali Al Turki	**Mesheal I. Alshayea**	**Faris Al Habbad**
Chairman of the Board of Directors	Chief Executive Officer	Chief Financial Officer

GULF UNION ALAHLIA 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			
Profit / (loss) for the period before zakat and income tax		**5,477,983**	(62,429,212)
Adjustments for:			
Depreciation of property and equipment		**924,890**	1,180,323
Amortisation of intangible assets		**6,108,871**	6,734,908
Depreciation of right-of-use assets		**950,952**	1,741,473
Finance cost on leases		**107,318**	286,471
Interest income from financial assets not measured at FVTPL		**(12,405,548)**	(14,823,616)
Interest income from financial assets measured at FVTPL		**(1,346,990)**	(1,030,291)
Net credit impairment losses on financial assets		**1,126**	17,266
Net loss / (gain) on financial assets measured at FVTPL	7	**2,101,517**	(2,144,005)
Dividend income		**(1,375,973)**	(775,351)
Employee benefit obligations		**2,365,711**	1,020,616
Changes in operating assets and liabilities:			
Prepaid expenses and other assets		**(538,585)**	5,598,443
Reinsurance contract assets	9	**(7,293,946)**	1,655,222
Accrued income on statutory deposit	8	**(1,626,784)**	(1,655,934)
Accrued and other liabilities		**1,082,190**	(9,446,032)
Insurance contract liabilities	9	**(51,944,402)**	48,204,206
Accrued commission income payable to Insurance Authority	8	**1,626,784**	1,655,934
		(55,784,886)	(24,209,579)
Employee benefit obligations paid		**(2,365,711)**	(1,020,616)
Zakat and income tax paid	19	**(3,290,890)**	(4,923,827)
Net cash used in operating activities		**(61,441,487)**	(30,154,022)
Cash flows from investing activities			
Placement of term deposits		**-**	(52,409,860)
Redemption of term deposits		**62,871,138**	50,965,749
Payments for purchases of financial assets at FVTPL	7	**(2,811,697)**	(2,634,570)
Proceeds from maturity of investments held at amortised cost	7	**-**	5,000,000
Proceeds from sale of financial assets at FVTPL	7	**4,772,996**	-
Interest income received from financial assets not measured at FVTPL		**3,087,880**	3,085,616
Interest income received from financial assets at FVTPL		**2,647,026**	1,805,642
Payments against purchases of property and equipment		**(542,975)**	(156,535)
Payments against purchases of intangible assets		**(1,051,254)**	(1,990,931)
Net cash generated from investing activities		**68,973,114**	3,665,111
Cash flows from financing activities			
Payments for principal elements of lease payments		**(2,835,734)**	(3,116,068)
Finance costs paid on lease liabilities		**(107,318)**	(286,471)
Net cash used in financing activities		**(2,943,052)**	(3,402,539)
Net change in cash and cash equivalents		**4,588,575**	(29,891,450)
Cash and cash equivalents at the beginning of the period	5	**52,830,964**	53,973,519
Cash and cash equivalents at end of the period	5	**57,419,539**	24,082,069
Supplemental non-cash information			
Net changes in fair value of financial assets at FVOCI		**-**	5,079,600
Additions of right-of-use assets		**-**	1,391,975

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

Abdulaziz Ali Al Turki	**Mesheal I. Alshayea**	**Faris Al Habbad**
Chairman of the Board of Directors	Chief Executive Officer	Chief Financial Officer

(All amounts expressed in Saudi Riyals unless otherwise stated)

1 General information - legal status and principal activities

(a) General information

Gulf Union Alahlia Cooperative Insurance Company (the "Company") is a Saudi joint stock company registered on 13 Sha'aban 1428H (corresponding to 26 August 2007) under unified national number 7001532279 and Commercial Registration ("CR") number 2050056228, respectively. The Company's principal place of business is in Dammam, Kingdom of Saudi Arabia.

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

On 2 Jumada II 1424H, (corresponding to 31 July 2003), the Law on the Supervision of Cooperative Insurance Companies ("Insurance Law") was promulgated by Royal Decree Number (M/32). On 29 Shaban 1428 H, (corresponding to 11 September 2007), the Insurance Authority (formerly known as: "SAMA"), as the principal authority responsible for the application and administration of the Insurance Law and its Implementing Regulations, granted the Company a license to transact insurance activities in the Kingdom of Saudi Arabia.

On 27 Jumada II 1435H, (corresponding to 27 April 2014), the Company received SAMA's approval of its request to change its license of transacting insurance and reinsurance business to insurance business.

The Company operates through three main branches and various point-of-sale stores located in the Kingdom of Saudi Arabia. Following are CR numbers of the three branches:

Branch type	Location	CR number
Regional branch	Dammam	2050118944
Regional branch	Jeddah	4030177933
Regional branch	Riyadh	1010238441

Impact of geopolitical disruptions

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

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

Management continues to closely monitor the evolving geopolitical conditions and their potential impact on the Company's operations, financial position and credit risk profile. As of the date of approval of this interim condensed financial information, the Company's operations have not experienced any significant disruptions and no related claim was reported to the Company. Any necessary refinements to assumptions or enhancements will be incorporated in future reporting periods as additional information becomes available.

(All amounts expressed in Saudi Riyals unless otherwise stated)

1 General information - legal status and principal activities - continued

(b) Business performance

During the six-month period ended 30 June 2026, the Company reported a net profit attributable to shareholders of SAR 1.7 million, compared with a net loss of SAR 67.8 million in the corresponding period of 2025. The improvement was primarily attributable to the insurance service result, which improved from a loss of SAR 66.2 million to a profit of SAR 2.4 million. The Medical portfolio improved by SAR 38.5 million, from a service loss of SAR 22.1 million to a service profit of SAR 16.4 million, while the Motor service loss reduced by SAR 34.1 million, from SAR 54.6 million to SAR 20.5 million. Net cash used in operating activities amounted to SAR 61.4 million during the period.

Management implemented enhanced pricing and underwriting measures aimed at improving premium adequacy, strengthening risk selection and focusing on better-quality business. Management believes these measures contributed to the improvement in the insurance service result during the current period and continues to monitor claims experience, pricing adequacy and portfolio profitability.

(i) Liquidity position

With regards to the liquidity position of the Company, the Company has liquid assets comprising cash and cash equivalents, term deposits and financial assets at FVTPL amounting to Saudi Riyals 57.4 million, Saudi Riyals 250.6 million and Saudi Riyals 134.6 million, respectively, as at 30 June 2026 which principally cover the Company's third-party liabilities as of 30 June 2026.

(c) Going concern

Management has performed an assessment of its going concern assumption and based on the approved business plan of the Company, management believes that the Company will be able to continue its operations and meet its obligations as they fall due within the next 12 months. Accordingly, this interim condensed financial information is prepared on a going concern basis.

(d) Shareholding percentage

The shareholding percentage of the Company at 30 June 2026 and 31 December 2025 was as follows:

	30 June 2026	31 December 2025
Shareholding percentage subject to zakat (%)	**99**	99
Shareholding percentage subject to income tax (%)	**1**	1
	100	100

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.

As required by the Saudi Arabian Insurance Regulations, the Company maintains separate books of accounts for insurance operations and shareholders' operations. 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.

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. Surplus entitled to the policyholders is part of insurance service expenses. Moreover, the details relating to the gross written premium and net written premium is disclosed under Note 23 of this interim condensed financial information to comply with the requirements of the Regulator.

The Regulations require 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 unrealised 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 31 December 2025.

(c) Basis of presentation

The interim condensed financial information does not include all information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 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, term deposits, financial assets at FVTPL, prepaid expenses and other assets, accrued income on statutory deposit, accrued and other liabilities, zakat and income tax payable and accrued commission income payable to insurance authority. The following balances would generally be classified as non-current: financial assets at FVOCI, financial assets at amortised cost, 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 insurance contract liabilities, reinsurance contract assets and lease liabilities.

(d) Functional and presentation currency

This interim condensed financial information is expressed in Saudi Arabian Riyals ("Saudi 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 30 June 2026, there were no significant changes in products or services and their terms of the insurance contracts offered by the Company.

3 Material accounting policy information

The accounting policies, estimates and assumptions used in the preparation of this interim condensed financial information are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2025.

3.1 New standards, amendments and interpretations

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

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

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

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

- IFRS 19 - Subsidiaries without Public Accountability: Disclosures
- Amendment to IAS 21 - Translation to a Hyperinflationary Presentation Currency

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

- 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 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;

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.

3 Material accounting policy information - continued

3.1 New standards, amendments and interpretations - continued

a) Structure of the Statement of Profit or Loss - continued

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 and other operating expense, will be classified and presented within financing category.

• Murabaha income, investment income and fair value gains or losses arising from investments held to support insurance operations, including term deposits, sukuks 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.

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.

3 Material accounting policy information - continued

3.1 New standards, amendments and interpretations - continued

d) Consequential amendments - continued

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.

3.2 Critical accounting judgments, estimates and assumptions

The preparation of 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 recognised 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 31 December 2025.

(All amounts expressed in Saudi Riyals unless otherwise stated)

4 Goodwill

The goodwill relates to merger of the Company with Al Ahlia Cooperative Insurance Company ("Al Ahlia") is attributable to the synergies from combining the operations of the Gulf Union and Al Ahlia. Goodwill is allocated to the Company as a single CGU, being the combined operations of the Company and Al Ahlia.

The Company tests the goodwill for impairment at each reporting date, if there are impairment indicators, and at least annually. As of 30 June 2026, no impairment indicators were identified.

5 Cash and cash equivalents

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

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Cash at bank - current accounts	**57,426,003**	52,832,061
Net credit impairment losses	**(6,464)**	(1,097)
	57,419,539	52,830,964

Cash at banks is placed with counterparties with sound credit ratings.

The gross carrying amount of cash and cash equivalents represent the Company's maximum exposure to credit risk on these financial assets which are categorised 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 collateralised.

Movement in allowance for net credit impairment losses on cash and cash equivalents is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of the period / year	**1,097**	642
Net credit impairment losses recognised in interim condensed statement of income during the period / year	**5,367**	455
Balance at end of the period / year	**6,464**	1,097

6 Term deposits

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Term Deposit	**250,000,000**	300,000,000
Interest income accrued	**606,875**	4,148,400
Expected credit loss	**(21,004)**	(25,225)
Balance at end of the period / year	**250,585,871**	304,123,175

Short-term deposits were 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 the rate between 5.8% and 6.1% per annum (31 December 2025: 5.6% and 6.1% per annum).

The gross carrying amount of short-term deposits represent the Company's maximum exposure to credit risk on these financial assets which are categorised 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 collateralised.

(All amounts expressed in Saudi Riyals unless otherwise stated)

6 Term deposits - continued

Movement in allowance for net credit impairment losses on short-term deposits is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of the period / year	**25,225**	21,652
Net credit impairment (reversed) / losses recognised in interim condensed statement of income during the period / year	**(4,221)**	3,573
Balance at end of the period / year	**21,004**	25,225

There were no long-term deposits as at 30 June 2026 and 31 December 2025.

7 Investments

(a) Investments are classified as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Financial assets at FVTPL		
Mutual Funds	**55,315,611**	65,641,669
Ordinary shares	**60,537,454**	54,071,712
Sukuks	**18,738,525**	18,941,025
	134,591,590	138,654,406
Financial assets at FVOCI		
Ordinary shares	**145,443,572**	145,443,572
Financial assets at amortised cost		
Sukuks	**210,959,354**	210,900,729
Net credit impairment losses	**(4,058)**	(4,078)
	210,955,296	210,896,651
	490,990,458	494,994,629

Investments in sukuks are classified as investments measured at amortised cost, except for certain Sukuks amounting to SR 18.7 million as at 30 June 2026 (December 2025: SR 18.9 million) which failed SPPI assessment on account of interest payment not constituting time value of money and so, were classified as FVTPL. The Company's business model for Sukuk classified as amortised cost is to hold to collect the contractual cash flows.

Investments in mutual funds are classified as investments measured at FVTPL since these are equity instruments. As a result, these funds were classified as FVTPL from the date of initial application.

The Company has classified its investments in ordinary shares at FVTPL, except for Najm for Insurance Services ("Najm") investments which are being held at FVOCI. The Company holds an investment in the equity of 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 30 June 2026 and 31 December 2025 amounted to SR 145.4 million.

The gross carrying amount of financial assets measured at amortised cost represent the Company's maximum exposure to credit risk on these financial assets which are categorised 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 collateralised.

(All amounts expressed in Saudi Riyals unless otherwise stated)

7 Investments - continued

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

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of the period / year	**284,097,978**	260,644,646
Additions during the period / year	**2,811,697**	23,133,455
Withdrawal during the period / year	**(4,772,996)**	(27,009,694)
Changes in fair value of investments	**(2,101,517)**	27,329,571
Balance at end of the period / year	**280,035,162**	284,097,978

(c) Movement in investments carried at amortised cost is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of the period / year	**210,900,729**	176,000,063
Addition during the period / year	**-**	40,000,000
Matured during the period/ year	**-**	(5,000,000)
Interest accreted during the period / year	**58,625**	(99,334)
	210,959,354	210,900,729
Net credit impairment losses	**(4,058)**	(4,078)
	210,955,296	210,896,651

(d) Movement in allowance for net credit impairment losses on financial assets held at amortised cost is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of the period / year	**4,078**	4,062
Net credit impairment (reversed) / losses during the period / year	**(20)**	16
Balance at end of the period / year	**4,058**	4,078

(All amounts expressed in Saudi Riyals unless otherwise stated)

8 Statutory deposit

The statutory deposit represents 15% 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. According to Article 58, the statutory deposit shall be ten percent (10%) of the paid-up capital. However, where the risk profile of the Company's business warrants it, SAMA shall increase this percentage to a maximum of fifteen percent (15%). 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 the SAMA vide their circular dated 1 March 2016, the Company has disclosed the commission due on statutory deposit as at 30 June 2026 as an asset and a liability in this interim condensed financial information.

The gross carrying amount of statutory deposit represent the Company's maximum exposure to credit risk on these financial assets which are categorised 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 collateralised.

Movement in allowance for net credit impairment losses on statutory deposit is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of the period / year	**5,845**	3,936
Net credit impairment losses in interim condensed statement of income during the period / year	**-**	1,909
Balance at end of the period / year	**5,845**	5,845

(All amounts expressed in Saudi Riyals unless otherwise stated)

9 Insurance and reinsurance contracts

9.1 Composition of the interim condensed statement of financial position

An analysis of the amounts presented on the interim condensed statement of financial position for insurance contracts and reinsurance contracts has been included in the table below along with the presentation of current and non-current portion of balances:

30 June 2026 (Unaudited)	**Medical**	**Motor**	**General Accident & Liability**	**Engineering**	**Property**	**Marine**	**Protection**	**Total**
Insurance Contracts								
Insurance contract assets	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Insurance contract liabilities	**188,746,395**	**121,072,977**	**50,324,279**	**22,979,405**	**29,007,608**	**60,608,083**	**407,440**	**473,146,187**
								473,146,187
Reinsurance contracts								
Reinsurance contract assets	**4,863,789**	**1,230,793**	**3,788,457**	**12,637,509**	**13,811,232**	**48,056,349**	**314,395**	**84,702,524**
Reinsurance contract liabilities	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
								84,702,524
31 December 2025 (Audited)								
Insurance Contracts								
Insurance contract assets	-	-	-	-	-	-	-	-
Insurance contract liabilities	214,692,571	165,578,349	50,828,194	24,353,366	23,417,074	45,906,956	314,079	525,090,589
								525,090,589
Reinsurance contracts								
Reinsurance contract assets	650,906	2,474,572	8,027,549	15,786,927	12,442,160	37,858,879	167,585	77,408,578
Reinsurance contract liabilities	-	-	-	-	-	-	-	-
								77,408,578

(All amounts expressed in Saudi Riyals unless otherwise stated)

9 Insurance and reinsurance contracts - continued

9.2 Analysis by remaining coverage and incurred claims

9.2.1 Insurance contracts

	As of and for the six-month period ended 30 June 2026 (Unaudited)					As of and for the year ended 31 December 2025 (Audited)				
	Liability for remaining coverage		**Liability for incurred claims**		**Total**	Liability for remaining coverage		Liability for incurred claims		Total
	Excluding loss component	**Loss component**	**Estimates of present value of FCF**	**Risk Adjustment for non-financial risk**		Excluding loss component	Loss component	Estimates of present value of FCF	Risk Adjustment for non-financial risk	
Insurance contracts										
Insurance contract liabilities - opening	**110,015,461**	**20,412,477**	**384,849,836**	**9,812,815**	**525,090,589**	196,191,890	7,394,445	288,766,117	7,467,962	499,820,414
Insurance contract assets - opening	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-
Opening balance - net	**110,015,461**	**20,412,477**	**384,849,836**	**9,812,815**	**525,090,589**	196,191,890	7,394,445	288,766,117	7,467,962	499,820,414
Insurance revenue	**(464,732,809)**	**-**	**-**	**-**	**(464,732,809)**	(1,038,197,346)	-	-	-	(1,038,197,346)
Insurance service expenses										
Incurred claims and other incurred insurance service expenses	**-**	**-**	**350,653,379**	**4,356,706**	**355,010,085**	-	-	849,031,649	5,634,690	854,666,339
(Reversal of losses) / losses on onerous contracts	**-**	**(15,056,760)**	**-**		**(15,056,760)**	-	9,847,712	-	-	9,847,712
Changes that relate to past service - adjustments to the LIC	**-**	**-**	**432,862**	**(4,144,049)**	**(3,711,187)**	-	-	1,206,928	(3,289,837)	(2,082,909)
Insurance acquisition cashflows amortisation	**102,579,028**	**-**	**-**	**-**	**102,579,028**	200,834,931	-	-	-	200,834,931
Insurance service expenses	**102,579,028**	**(15,056,760)**	**351,086,241**	**212,657**	**438,821,166**	200,834,931	9,847,712	850,238,577	2,344,853	1,063,266,073
Finance expense / (income) from insurance contracts	**-**	**817,226**	**(1,122,509)**	**-**	**(305,283)**	-	3,170,320	(1,953,082)	-	1,217,238
Total changes in the interim condensed statement of income	**(362,153,781)**	**(14,239,534)**	**349,963,732**	**212,657**	**(26,216,926)**	(837,362,415)	13,018,032	848,285,495	2,344,853	26,285,965
Cash flows										
Premiums received	**449,540,671**	**-**	**-**	**-**	**449,540,671**	941,400,606	-	-	-	941,400,606
Incurred claims and other incurred insurance service expenses paid	**-**	**-**	**(369,506,776)**	**-**	**(369,506,776)**	-	-	(752,201,776)	-	(752,201,776)
Insurance acquisition cashflows paid	**(105,761,371)**	**-**	**-**	**-**	**(105,761,371)**	(190,214,620)	-	-	-	(190,214,620)
Total cash inflows	**343,779,300**		**(369,506,776)**	**-**	**(25,727,476)**	751,185,986	-	(752,201,776)	-	(1,015,790)
Insurance contracts						-	-	-	-	-
Insurance contract liabilities - closing	**91,640,980**	**6,172,943**	**365,306,792**	**10,025,472**	**473,146,187**	110,015,461	20,412,477	384,849,836	9,812,815	525,090,589
Insurance contract assets - closing	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-
Closing balance - net	**91,640,980**	**6,172,943**	**365,306,792**	**10,025,472**	**473,146,187**	110,015,461	20,412,477	384,849,836	9,812,815	525,090,589

(All amounts expressed in Saudi Riyals unless otherwise stated)

9 Insurance and reinsurance contracts - continued

9.2 Analysis by remaining coverage and incurred claims - continued

9.2.2 Reinsurance contracts held

	As of and for the six-month period ended 30 June 2026 (Unaudited)					As of and for the year ended 31 December 2025 (Audited)				
	Asset for remaining coverage		**Asset for incurred claims**		**Total**	Asset for remaining coverage		Asset for incurred claims		Total
	Excluding loss recovery component	**Loss recovery component**	**Estimates of present value of FCF**	**Risk adjustment for non-financial risk**		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Reinsurance contract assets - opening	**(16,971,481)**	**-**	**90,807,173**	**3,572,886**	**77,408,578**	889,126	-	59,124,461	1,677,555	61,691,142
Reinsurance contract liabilities - opening	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-
Opening balance - net	**(16,971,481)**	**-**	**90,807,173**	**3,572,886**	**77,408,578**	889,126	-	59,124,461	1,677,555	61,691,142
Allocation of reinsurance premium	**(69,703,703)**	**-**	**-**	**-**	**(69,703,703)**	(139,912,647)	-	-	-	(139,912,647)
Amounts recoverable from reinsurers										
Claims recovered and other directly attributable expenses	**-**	**-**	**18,239,810**	**2,220,929**	**20,460,739**	-	-	47,609,986	673,634	48,283,620
Effect of changes in the risk of reinsurers non-performance	**-**	**-**	**-**	**-**	**-**	-	-	(3,453,901)	-	(3,453,901)
Loss-recovery on onerous underlying contracts	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	**-**	**-**	**21,158,395**	**(1,624,208)**	**19,534,187**	-	-	34,964,722	1,221,697	36,186,419
Amounts recoverable from reinsurers - net	**-**	**-**	**39,398,205**	**596,721**	**39,994,926**	-	-	79,120,807	1,895,331	81,016,138
Changes in reinsurance due to adjustment premiums	**-**	**-**	**6,191,855**	**-**	**6,191,855**	-	-	(1,792,908)	-	(1,792,908)
Finance expense from reinsurance contracts	**-**	**-**	**(691,508)**	**-**	**(691,508)**	-	-	(2,070,489)	-	(2,070,489)
Total changes in the interim condensed statement of income	**(69,703,703)**	**-**	**44,898,552**	**596,721**	**(24,208,430)**	(139,912,647)	-	75,257,410	1,895,331	(62,759,906)
Cash flows										
Premiums ceded	**59,332,519**	**-**	**-**	**-**	**59,332,519**	122,052,040	-	-	-	122,052,040
Recoveries from reinsurance	**-**	**-**	**(27,830,143)**	**-**	**(27,830,143)**	-	-	(43,574,698)	-	(43,574,698)
Total cash inflows	**59,332,519**	**-**	**(27,830,143)**	**-**	**31,502,376**	122,052,040	-	(43,574,698)	-	78,477,342
Reinsurance contracts										
Reinsurance contract assets - closing	**(27,342,665)**	**-**	**107,875,582**	**4,169,607**	**84,702,524**	(16,971,481)	-	90,807,173	3,572,886	77,408,578
Reinsurance contract liabilities - closing	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-
Closing balance - net	**(27,342,665)**	**-**	**107,875,582**	**4,169,607**	**84,702,524**	(16,971,481)	-	90,807,173	3,572,886	77,408,578

(All amounts expressed in Saudi Riyals unless otherwise stated)

10 Share capital

The authorised, issued and paid-up capital of the Company was SR 458.9 million as at 30 June 2026 and 31 December 2025 consisting of 45.9 million shares of 10 each.

Shareholding structure of the Company as of 30 June 2026 is as below:

	Authorised and issued		**Paid up**
	No. of Shares	**Saudi Riyals**	
Rawabi Holding Company	**4,717,999**	**47,179,990**	**47,179,990**
Mr. Abdulaziz bin Saleh bin Sulaiman Al-Omari	**4,037,377**	**40,373,770**	**40,373,770**
Gulf Union Insurance and Projects Management Holding Company B.S.C. (c.)	**2,475,113**	**24,751,130**	**24,751,130**
Other	**34,664,439**	**346,644,390**	**346,644,390**
	45,894,928	**458,949,280**	**458,949,280**

Shareholding structure of the Company as of 31 December 2025 is as below:

	Authorised and issued		Paid up
	No. of Shares	Saudi Riyals	
Rawabi Holding Company	4,717,999	47,179,990	47,179,990
Gulf Union Insurance and Projects Management Holding Company B.S.C. (c.)	2,475,113	24,751,130	24,751,130
Other	38,701,816	387,018,160	387,018,160
	45,894,928	458,949,280	458,949,280

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses

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

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

	Medical	Motor	General Accident &Liability	Engineering	Property	Marine	Protection	Total
Insurance revenue from contracts measured under PAA	103,617,144	75,641,221	14,441,655	7,534,908	12,163,376	9,719,746	181,792	223,299,842
Incurred claims and other incurred insurance service expenses	(83,331,800)	(64,149,030)	(4,139,677)	(1,915,030)	(2,697,618)	(5,340,350)	(47,741)	(161,621,246)
(Loss) / reversal of losses on onerous contracts	(447,153)	6,514,447	-	-	-	-	-	6,067,294
Changes that relate to past service - adjustments to the LIC	10,376,194	(4,999,854)	(2,769,296)	1,495,032	1,087,131	(7,734,844)	(127,300)	(2,672,937)
Insurance acquisition cash flows amortisation	(21,980,085)	(18,951,564)	(3,432,306)	(1,532,597)	(2,006,809)	(968,762)	64,892	(48,807,231)
Total insurance service expenses	(95,382,844)	(81,586,001)	(10,341,279)	(1,952,595)	(3,617,296)	(14,043,956)	(110,149)	(207,034,120)

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Reinsurance income - contracts measured under the PAA								
Reinsurance premium ceded	(12,856,656)	(1,358,229)	(3,701,920)	(3,707,890)	(6,243,368)	(6,181,389)	61,887	(33,987,565)
Claims recovered and other directly attributable expenses	-	-	(82,769)	286,069	(185,828)	4,276,055	(298)	4,293,229
Effect of changes in the risk of reinsurers non-performance	(490,620)	(36,774)	282,590	59,547	(58,395)	37,071	-	(206,581)
Loss-recovery on onerous underlying contracts	-	-	-	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	9,502,435	323,376	846,639	(233,995)	1,353,630	4,915,251	74,573	16,781,909
Changes in reinsurance due to adjustment premiums	-	-	-	-	-	-	-	-
Net expenses from reinsurance contracts	(3,844,841)	(1,071,627)	(2,655,460)	(3,596,269)	(5,133,961)	3,046,988	136,162	(13,119,008)
Insurance service result from Company's directly written business	4,389,459	(7,016,407)	1,444,916	1,986,044	3,412,119	(1,277,222)	207,805	3,146,714
Share of surplus from insurance pools	-	-	-	-	-	-	-	-
Total insurance service result	4,389,459	(7,016,407)	1,444,916	1,986,044	3,412,119	(1,277,222)	207,805	3,146,714

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Insurance revenue from contracts measured under PAA	114,693,964	103,490,300	15,384,374	5,442,456	8,710,193	12,337,654	151,484	260,210,425
Incurred claims and other incurred insurance service expenses	(113,899,939)	(89,903,612)	(4,231,183)	(2,325,940)	(1,585,803)	(2,312,429)	17,635	(214,241,271)
Reversal of loss / (loss) on onerous contracts	3,046,624	(12,431,059)	748,485	-	-	-	-	(8,635,950)
Changes that relate to past service - adjustments to the LIC	592,526	8,471,552	(729,983)	1,357,108	930,900	963,457	(129,857)	11,455,703
Insurance acquisition cash flows amortisation	(19,148,518)	(23,935,410)	(3,025,400)	(1,439,394)	(1,486,425)	(2,844,711)	(76,035)	(51,955,893)
Total insurance service expenses	(129,409,307)	(117,798,529)	(7,238,081)	(2,408,226)	(2,141,328)	(4,193,683)	(188,257)	(263,377,411)

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Reinsurance income - contracts measured under the PAA								
Reinsurance premium ceded	(10,727,262)	(2,469,880)	(3,985,699)	(4,032,212)	(4,588,526)	(6,068,146)	(106,224)	(31,977,949)
Claims recovered and other directly attributable expenses	-	-	1,105,833	1,492,897	1,028,884	1,909,178	(25,140)	5,511,652
Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-	-	-
Loss-recovery on onerous underlying contracts	-	-	-	-	-	-	-	-
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	6,242,553	(497,273)	138,425	(771,304)	(674,178)	(646,547)	52,070	3,843,746
Changes in reinsurance due to adjustment premiums	(2,377,290)	-	-	-	-	-	-	(2,377,290)
Net expenses from reinsurance contracts	(6,861,999)	(2,967,153)	(2,741,441)	(3,310,619)	(4,233,820)	(4,805,515)	(79,294)	(24,999,841)
Insurance service result from Company's directly written business	(21,577,342)	(17,275,382)	5,404,852	(276,389)	2,335,045	3,338,456	(116,067)	(28,166,827)
Share of surplus from insurance pool	-	-	-	-	-	-	-	1,981,654
Total insurance service result	(21,577,342)	(17,275,382)	5,404,852	(276,389)	2,335,045	3,338,456	(116,067)	(26,185,173)

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Insurance revenue from contracts measured under PAA	**220,321,694**	**152,337,980**	**27,296,676**	**14,400,984**	**21,838,242**	**28,228,231**	**309,002**	**464,732,809**
Incurred claims and other incurred insurance service expenses	**(185,146,416)**	**(137,901,138)**	**(7,845,145)**	**(3,677,607)**	**(5,393,035)**	**(14,958,163)**	**(88,581)**	**(355,010,085)**
(Loss) / reversal of loss on onerous contracts	**(447,153)**	**15,503,913**	**-**	**-**	**-**	**-**	**-**	**15,056,760**
Changes that relate to past service - adjustments to the LIC	**19,173,731**	**(6,639,487)**	**(2,846,186)**	**3,835,695**	**2,580,026**	**(12,287,553)**	**(105,039)**	**3,711,187**
Insurance acquisition cash flows amortisation	**(41,830,588)**	**(41,648,792)**	**(7,306,799)**	**(3,394,601)**	**(4,640,743)**	**(3,755,140)**	**(2,365)**	**(102,579,028)**
Total insurance service expenses	**(208,250,426)**	**(170,685,504)**	**(17,998,130)**	**(3,236,513)**	**(7,453,752)**	**(31,000,856)**	**(195,985)**	**(438,821,166)**

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses - continued

For the six-month period ended 30 June 2026 (Unaudited) – continued:

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Reinsurance income - contracts measured under the PAA								
Reinsurance premium ceded	(16,938,095)	(2,716,458)	(7,850,500)	(7,915,344)	(12,637,420)	(21,598,578)	(47,308)	(69,703,703)
Claims recovered and other directly attributable expenses	-	-	1,036,160	2,543,984	2,781,445	14,065,318	33,832	20,460,739
Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-	-	-
Loss-recovery on onerous underlying contracts	-	-	-	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	15,086,118	612,459	183,175	(3,357,388)	(831,726)	7,759,936	81,613	19,534,187
Changes in reinsurance due to adjustment premiums	6,191,855	-	-	-	-	-	-	6,191,855
Net expenses from reinsurance contracts	4,339,878	(2,103,999)	(6,631,165)	(8,728,748)	(10,687,701)	226,676	68,137	(23,516,922)
Insurance service result from Company's directly written business	16,411,146	(20,451,523)	2,667,381	2,435,723	3,696,789	(2,545,949)	181,154	2,394,721
Share of surplus from insurance pools	-	-	-	-	-	-	-	-
Total insurance service result	16,411,146	(20,451,523)	2,667,381	2,435,723	3,696,789	(2,545,949)	181,154	2,394,721

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses – continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Insurance revenue from contracts measured under PAA	235,404,458	191,823,356	29,360,371	10,323,946	13,478,872	27,589,297	240,971	508,221,271
Incurred claims and other incurred insurance service expenses	(216,203,847)	(181,361,089)	(10,443,408)	(4,211,307)	(2,957,352)	(8,763,812)	(40,778)	(423,981,593)
Reversal of losses / (losses) on onerous contracts	776,814	(25,168,745)	-	-	-	-	-	(24,391,931)
Changes that relate to past service – adjustments to the LIC	(1,631,020)	9,793,323	(3,355,019)	2,336,129	814,633	782,897	(50,251)	8,690,692
Insurance acquisition cash flows amortisation	(33,387,690)	(46,360,779)	(6,022,554)	(2,680,425)	(2,936,676)	(4,298,335)	(109,554)	(95,796,013)
Total insurance service expenses	(250,445,743)	(243,097,290)	(19,820,981)	(4,555,603)	(5,079,395)	(12,279,250)	(200,583)	(535,478,845)

(All amounts expressed in Saudi Riyals unless otherwise stated)

11 Insurance revenue and expenses – continued

For the six-month period ended 30 June 2025 (Unaudited) – continued:

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Reinsurance income - contracts measured under the PAA								
Reinsurance premium ceded	(17,597,887)	(4,939,759)	(9,311,518)	(6,931,517)	(8,285,332)	(17,673,591)	(203,357)	(64,942,961)
Claims recovered and other directly attributable expenses	-	-	2,381,681	2,647,007	1,904,411	7,368,347	2,409	14,303,855
Effect of changes in the risk of reinsurers' non-performance	-	-	-	-	-	-	-	-
Loss recovery on onerous underlying contracts	-	-	-	-	-	-	-	-
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	9,832,336	1,619,317	1,259,081	(2,659,464)	(955,673)	(818,721)	37,779	8,314,655
Changes in reinsurance due to adjustment premiums	684,788	-	-	-	-	-	-	684,788
Net expenses from reinsurance contracts	(7,080,763)	(3,320,442)	(5,670,756)	(6,943,974)	(7,336,594)	(11,123,965)	(163,169)	(41,639,663)
Insurance service result from Company's directly written business	(22,122,048)	(54,594,376)	3,868,634	(1,175,631)	1,062,883	4,186,082	(122,781)	(68,897,237)
Share of surplus from insurance pool	-	-	-	-	-	-	-	2,653,759
Total insurance service result	(22,122,048)	(54,594,376)	3,868,634	(1,175,631)	1,062,883	4,186,082	(122,781)	(66,243,478)

(All amounts expressed in Saudi Riyals unless otherwise stated)

12 Insurance finance expense - net

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

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Finance income / (expense) from insurance contracts issued								
Interest reversed / (accreted)	349,555	(14,325)	314,447	81,876	222,816	717,703	818	1,672,890
Effects of changes in interest rates and other financial assumptions	20	-	4,529	853	-	(1,081)	4	4,325
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance income / (expense) from insurance contracts issued	349,575	(14,325)	318,976	82,729	222,816	716,622	822	1,677,215
Finance (expense) / income from reinsurance contracts held								
Interest (accreted) / reversed	(1,024)	10,317	(31,786)	(46,431)	(159,772)	(559,703)	(883)	(789,282)
Effects of changes in interest rates and other financial assumptions	7	-	(2,883)	(789)	-	1,212	3	(2,450)
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance (expense) / income from reinsurance contracts held	(1,017)	10,317	(34,669)	(47,220)	(159,772)	(558,491)	(880)	(791,732)
Net insurance finance income / (expense)	348,558	(4,008)	284,307	35,509	63,044	158,131	(58)	885,483

(All amounts expressed in Saudi Riyals unless otherwise stated)

12 Insurance finance expense - net (continued)

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Finance income / (expense) from insurance contracts issued								
Interest reversed / (accreted)	1,261,590	(396,191)	(401,360)	(14,107)	6,115	(11,247)	18,461	463,261
Effects of changes in interest rates and other financial assumptions	1,787	(588)	(1,453)	(385)	(15)	4	77	(573)
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance income / (expense) from insurance contracts issued	1,263,377	(396,779)	(402,813)	(14,492)	6,100	(11,243)	18,538	462,688
Finance (expense) / income from reinsurance contracts held								
Interest reversed / (accreted)	-	46,415	31,668	(2,417)	1,663	1,436	(1,706)	77,059
Effects of changes in interest rates and other financial assumptions	-	81	57	375	54	(12)	(10)	545
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance income / (expense) from reinsurance contracts held	-	46,496	31,725	(2,042)	1,717	1,424	(1,716)	77,604
Net insurance finance income / (expense)	1,263,377	(350,283)	(371,088)	(16,534)	7,817	(9,819)	16,822	540,292

(All amounts expressed in Saudi Riyals unless otherwise stated)

12 Insurance finance expense - net (continued)

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Finance income / (expense) from insurance contracts issued								
Interest reversed / (accreted)	442,801	(1,335,792)	(47,942)	(120,821)	269,028	1,096,099	677	304,050
Effects of changes in interest rates and other financial assumptions	169	-	(114)	(109)	-	1,286	2	1,234
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance income / (expense) from insurance contracts issued	442,970	(1,335,792)	(48,056)	(120,930)	269,028	1,097,385	679	305,284
Finance (expense) / income from reinsurance contracts held								
Interest (reversed) / accreted	(7,558)	62,678	237,104	147,751	(202,329)	(927,365)	(1,390)	(691,109)
Effects of changes in interest rates and other financial assumptions	(3)	-	562	133	-	(1,088)	(3)	(399)
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance (expense) / income from reinsurance contracts held	(7,561)	62,678	237,666	147,884	(202,329)	(928,453)	(1,393)	(691,508)
Net insurance finance income / (expense)	435,409	(1,273,114)	189,610	26,954	66,699	168,932	(714)	(386,224)

(All amounts expressed in Saudi Riyals unless otherwise stated)

12 Insurance finance expense - net (continued)

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total
Finance (expense) / income from insurance contracts issued								
Interest reversed / (accreted)	918,877	184,936	52,007	(115,085)	(17,167)	37,293	1,950	1,062,811
Effects of changes in interest rates and other financial assumptions	1,437	567	320	(875)	(117)	33	12	1,377
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance income / (expense) from insurance contracts issued	920,314	185,503	52,327	(115,960)	(17,284)	37,326	1,962	1,064,188
Finance (expense) / income from reinsurance contracts held								
Interest (reversed) / accreted	-	(10,051)	(29,978)	140,256	19,479	(44,105)	(1,317)	74,284
Effects of changes in interest rates and other financial assumptions	-	(31)	(184)	1,067	132	(39)	(8)	937
Foreign exchange differences	-	-	-	-	-	-	-	-
Finance (expense) / income from reinsurance contracts held	-	(10,082)	(30,162)	141,323	19,611	(44,144)	(1,325)	75,221
Net insurance finance income / (expense)	920,314	175,421	22,165	25,363	2,327	(6,818)	637	1,139,409

13 Share of surplus from insurance pools

13.1 Share of surplus from Umrah & Hajj scheme

This represents the Company's share in the surplus for general accident and medical products arising from the Hajj and Umrah scheme. The Company with twenty-seven other insurance companies operating in the Kingdom of Saudi Arabia, entered into an agreement with CCI effective from 1 January 2020. The compulsory Umrah product is offered by the ministry and approved by SAMA 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 medical of the pilgrims entering the Kingdom of Saudi Arabia to perform Umrah. The agreement terms are for 4 years starting from 1 January 2020 and it is renewable for another four years subject to the terms and conditions of the agreement. There is no renewal to the agreement as of 30 June 2026 and as the aforementioned arrangement has been discontinued. The Company's share of income in the Hajj and Umrah scheme is derived from insurance revenues of Nil (2025: SR 1.1 million) and net expenses of Saudi Riyals Nil (2025: SR 0.5 million).

13.2 Share of surplus from Inherent defects insurance

This represents the Company's share of surplus 5.13% (2025: 5.13%) in the Inherent Defects Insurance ("IDI") product. On June 25, 2020, a Joint Venture agreement was signed among thirteen insurance companies ("Participating Companies") operating in Kingdom of Saudi Arabia for IDI product, based on the SAMA approval authorizing Malath Cooperative Insurance Company ("Malath") as the leading company, 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 exclusively managed the portfolio during the period of validity of the IDI agreement of five years from issue date. The agreement expired during the year ended 31 December 2025. Effective 24 June 2025, Tawuniya Cooperative Insurance Company has been appointed as the new operator for IDI. Following an increase in the number of participants from thirteen to seventeen, the Company's share has now changed to 4.9%.

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 21/09/1439 AH (corresponding to 05/06/2018) and in accordance with the decision 441/187 of the Governor of SAMA dated 05/08/1441 AH (corresponding to 29/03/2020).

13.3 Rights and Entitlements of Non-Saudi Employees in Private Sector Entities Insurance

The Company along with eighteen other insurance companies operating in the Kingdom of Saudi Arabia, entered into an agreement with Al-Etihad Cooperative Insurance Company, effective from 3 November 2024. During period, The Company for Cooperative Insurance has been appointed to serve as the lead insurer for this product. This compulsory product covers default of entities in paying the rights and entitlements of non-Saudi employees in private sector entities offered by the "Ministry of Human Resources and Social Development" through IA. The agreement is valid for an initial term of five years, starting from 3 November 2024, and renewable for another five years, subject to the terms and conditions of the agreement.

14 Commitments and contingencies

1. The Company, in common with significant majority of insurers, is subject to litigation in the normal course of its business relating to policy holders' insurance claims. The Company, based on independent legal advice, does not believe that the outcome of these cases will have a material impact on the Company's financial performance.
2. As of 30 June 2026, the Company has capital commitments amounting to SR 21.1 million pertaining to implementation of a new software (31 December 2025: SR 21.7 million).
3. See Note 19 for contingencies pertaining to zakat and income tax assessments.
4. The Company operates in the insurance industry and is subject to legal proceedings in the ordinary course of business. While it is not practicable to forecast or determine the final results of all pending or threatened legal proceedings. The Company, based on in-house legal advice, does not believe that such proceedings (including litigations) will have a material effect on its results and financial position.

15 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 advantageous accessible market for the asset or liability.

The fair values of on-balance sheet financial instruments that are not carried at fair value are not 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:

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

(All amounts expressed in Saudi Riyals unless otherwise stated)

15 Fair value of financial instruments - continued

The following table shows the carrying amount and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial asset 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 interest rates which are based on prevalent market interest rates. The amortised costs of the sukuk approximates the fair value as these sukuk are based on prevailing market interest rates.

Carrying amounts and fair value

	30 June 2026 (Unaudited)			
	Level 1	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value				
Mutual funds	**50,473,694**	**-**	**4,841,917**	**55,315,611**
Ordinary shares	**60,537,454**	**-**	**145,443,572**	**205,981,026**
Sukuks	**18,738,525**	**-**	**-**	**18,738,525**
Total investments	**129,749,673**	**-**	**150,285,489**	**280,035,162**

	31 December 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Mutual funds	53,548,369	-	12,093,300	65,641,669
Ordinary shares	54,071,712	-	145,443,572	199,515,284
Sukuks	18,941,025	-	-	18,941,025
Total investments	126,561,106	-	157,536,872	284,097,978

Najm Investment

Specific valuation techniques used by management's independent experts to value investment in Najm, 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 result 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

(All amounts expressed in Saudi Riyals unless otherwise stated)

15 Fair value of financial instruments - continued

Najm Investment - continued

- **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%, respectively, (2025: 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. 6.9% (2025: 6.9%).

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

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Furthermore, there were no transfers into and out of level 3 measurements for.

(a) Reconciliation of recurring fair value measurements for Najm investment

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	**145,443,572**	122,247,674
Unrealised gain on fair value of FVOCI	**-**	23,195,898
Balance at the end of the period / year	**145,443,572**	145,443,572

Such unrealised gain on fair value of FVOCI is routed through other comprehensive income.

(All amounts expressed in Saudi Riyals unless otherwise stated)

15 Fair value of financial instruments - continued

(b) The below table shows significant unobservable inputs used in the valuation of level 3 investments and their respective sensitivities.

	Fair value		Unobservable inputs		Range of inputs		Relationship of Unobservable input to Fair value
	30 June 2026 (Unaudited)	31 December 2025 (Audited)	**30 June 2026 (Unaudited)**	31 December 2025 (Audited)	**30 June 2026 (Unaudited)**	31 December 2025 (Audited)	
Unquoted equity investment in Najm	**145,443,572**	145,443,572	**Revenue growth rate**	Revenue growth rate	**8.8%**	8.8%	Reducing the revenue growth rate by 100 basis points, would decrease the fair value by SR 2.2 million. (2025: SR 2.2 million)
			WACC	WACC	**17%**	17%	Increasing the WACC by 100 basis points, would decrease the fair value by SR 3.8 million. (2025: SR 3.8 million)
			Terminal value growth rate	Terminal value growth rate	**1.5%**	1.5%	Reducing the terminal value growth rate to 0.5%, would decrease the fair value by SR 2 million. (2025: SR 2 million)
			EV/EBITDA multiple	EV/EBITDA multiple	**7**	7	Reducing the EV/EBITDA multiple to 6, would decrease the fair value by SR 6 million (2025: SR 6 million).

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

(c) Valuation process

The finance department of the Company performs the valuations of level 3 fair values required for financial reporting purposes. This team reports directly to the Chief Financial Officer (CFO), Investment Committee and the Audit Committee. Discussions of valuation processes and results are held between the CFO, AC, Investment Committee and the Finance team regularly. The main level 3 inputs used by the Company are derived and evaluated as follows:

- Discount rates are determined using a capital asset pricing model to calculate a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.
- Terminal value growth rate is derived from publicly available databases.
- Earnings growth factors for unlisted equity securities are estimated based on such Company’s own historical result.

15 Fair value of financial instruments - continued

Other Investment at level 3 fair value hierarchy

The Company also holds an investment in units of a mutual fund ("the Fund") which is measured at fair value through profit or loss and classified within Level 3 of the fair value hierarchy. As at 30 June 2026, the carrying value of the investment was SAR 4,841,917 million (31 December 2025: SAR 12,093,300 million)

A significant driver of the Fund's net asset value, and accordingly of the fair value of the Company's investment, is a recoverable amount held by the Fund with a face value of SAR 26.8 million. The valuation technique, significant inputs and related disclosures required by IFRS 13 Fair Value Measurement in respect of the Claim are set out below.

a) Valuation technique

The fair value was measured using a discounted cash flow technique incorporating multiple possible outcomes. Under this technique, management, identifies the range of reasonably possible outcomes, estimates the cash flows arising under each outcome and their expected timing, assigns a probability to each outcome based on an assessment of its likelihood, and discounts the resulting probability-weighted cash flows to present value using a discount rate that reflects the risks specific to the recoverable amount.

b) Significant unobservable inputs

The significant unobservable inputs used in the valuation of the Claim as at 30 June 2026 were as follows:

Recoverable amount: SAR 26.8 million, Discount rate: 20% per annum

Scenario 1- Full recovery: Recovery of 100% of the Claim amount, expected after 3 years.

Scenario 2 – Partial recovery: Recovery of 70% of the Claim amount, expected after 5 years.

Scenario 3 – No recovery: Nil recovery.

c) Measurement uncertainty

Litigation outcomes, including the ultimate amount recovered and the timing of resolution, are inherently uncertain. Actual outcomes may differ materially from the assumptions used in this valuation. Any resulting differences will be reflected as a fair value gain or loss in profit or loss in the period in which they become known.

16 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 statement of income in the interim condensed financial information.

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 statement 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 notes 11, 12 and 17 for such analysis.

17 Information related to product lines

Results of product lines do not include other operating expenses, other income, investment income on financial assets measured at FVTPL, interest income on financial assets not measured at FVTPL, net credit impairment losses, dividend income and share of surplus from insurance pool. 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, right-of-use assets, intangible assets, goodwill, statutory deposit, accrued income on statutory deposit. Accordingly, they are included in unallocated assets.

Product lines' liabilities do not include accrued and other liabilities, lease liabilities, employee benefit obligations, zakat and income tax and accrued commission income payable to Insurance Authority. 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;
- General Accident & Liability;
- Engineering;
- Property;
- Marine; and
- Protection.

(All amounts expressed in Saudi Riyals unless otherwise stated)

17 Information related to product lines - continued

30 June 2026 (Unaudited)	**Medical**	**Motor**	**General Accident & Liability**	**Engineering**	**Property**	**Marine**	**Protection**	**Total**	**Unallocated**	**Total**
Assets										
Reinsurance contract assets	**4,863,789**	**1,230,793**	**3,788,457**	**12,637,509**	**13,811,232**	**48,056,349**	**314,395**	**84,702,524**	**-**	**84,702,524**
Unallocated assets	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,022,498,673**	**1,022,498,673**
Total assets	**4,863,789**	**1,230,793**	**3,788,457**	**12,637,509**	**13,811,232**	**48,056,349**	**314,395**	**84,702,524**	**1,022,498,673**	**1,107,201,197**
Liabilities										
Insurance contract liabilities	**188,746,395**	**121,072,977**	**50,324,279**	**22,979,405**	**29,007,608**	**60,608,083**	**407,440**	**473,146,187**	**-**	**473,146,187**
Unallocated liabilities and equity	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**634,055,010**	**634,055,010**
Total liabilities and equity	**188,746,395**	**121,072,977**	**50,324,279**	**22,979,405**	**29,007,608**	**60,608,083**	**407,440**	**473,146,187**	**634,055,010**	**1,107,201,197**

31 December 2025 (Audited)	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total	Unallocated	Total
Assets										
Reinsurance contract assets	650,906	2,474,572	8,027,549	15,786,927	12,442,160	37,858,879	167,585	77,408,578	-	77,408,578
Unallocated assets	-	-	-	-	-	-	-	-	1,079,676,688	1,079,676,688
Total assets	650,906	2,474,572	8,027,549	15,786,927	12,442,160	37,858,879	167,585	77,408,578	1,079,676,688	1,157,085,266
Liabilities										
Insurance contract liabilities	214,692,571	165,578,349	50,828,194	24,353,366	23,417,074	45,906,956	314,079	525,090,589	-	525,090,589
Unallocated liabilities and equity	-	-	-	-	-	-	-	-	631,994,677	631,994,677
Total liabilities and equity	214,692,571	165,578,349	50,828,194	24,353,366	23,417,074	45,906,956	314,079	525,090,589	631,994,677	1,157,085,266

(All amounts expressed in Saudi Riyals unless otherwise stated)

17 Information related to product lines - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total	Unallocated	Total
Insurance revenue	103,617,144	75,641,221	14,441,655	7,534,908	12,163,376	9,719,746	181,792	223,299,842	-	223,299,842
Insurance service expenses	(95,382,844)	(81,586,001)	(10,341,279)	(1,952,595)	(3,617,296)	(14,043,956)	(110,149)	(207,034,120)	-	(207,034,120)
Net (expenses) / income from reinsurance contracts	(3,844,841)	(1,071,627)	(2,655,460)	(3,596,269)	(5,133,961)	3,046,988	136,162	(13,119,008)	-	(13,119,008)
Insurance service result from Company's directly written business	4,389,459	(7,016,407)	1,444,916	1,986,044	3,412,119	(1,277,222)	207,805	3,146,714	-	3,146,714
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	-	-
Total insurance service result	4,389,459	(7,016,407)	1,444,916	1,986,044	3,412,119	(1,277,222)	207,805	3,146,714	-	3,146,714
Interest income from financial assets not measured at FVTPL	-	-	-	-	-	-	-	-	6,122,950	6,122,950
Interest income from financial assets measured at FVTPL	-	-	-	-	-	-	-	-	294,171	294,171
Net credit impairment	-	-	-	-	-	-	-	-	(4,295)	(4,295)
Net loss on financial assets measured at FVTPL	-	-	-	-	-	-	-	-	(6,320,961)	(6,320,961)
Dividend income	-	-	-	-	-	-	-	-	1,223,338	1,223,338
Net investment income	-	-	-	-	-	-	-	-	1,315,203	1,315,203
Finance income / (expense) from insurance contracts issued	349,575	(14,325)	318,976	82,729	222,816	716,622	822	1,677,215	-	1,677,215
Finance (expense) / income from reinsurance contracts held	(1,017)	10,317	(34,669)	(47,220)	(159,772)	(558,491)	(880)	(791,732)	-	(791,732)
Net insurance finance income / (expense)	348,558	(4,008)	284,307	35,509	63,044	158,131	(58)	885,483	-	885,483
Net insurance and investment result	4,738,017	(7,020,415)	1,729,223	2,021,553	3,475,163	(1,119,091)	207,747	4,032,197	1,315,203	5,347,400
Finance cost on leases	-	-	-	-	-	-	-	-	(55,704)	(55,704)
Other operating expenses	-	-	-	-	-	-	-	-	(5,509,873)	(5,509,873)
Total profit / (loss) for the period before zakat and income tax	4,738,017	(7,020,415)	1,729,223	2,021,553	3,475,163	(1,119,091)	207,747	4,032,197	(4,250,374)	(218,177)
Zakat expense	-	-	-	-	-	-	-	-	(2,295,751)	(2,295,751)
Income tax expense	-	-	-	-	-	-	-	-	-	-
Net profit / (loss) for the period attributable to the shareholders	4,738,017	(7,020,415)	1,729,223	2,021,553	3,475,163	(1,119,091)	207,747	4,032,197	(6,546,125)	(2,513,928)

(All amounts expressed in Saudi Riyals unless otherwise stated)

17 Information related to product lines - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total	Unallocated	Total
Insurance revenue	114,693,964	103,490,300	15,384,374	5,442,456	8,710,193	12,337,654	151,484	260,210,425	-	260,210,425
Insurance service expenses	(129,409,307)	(117,798,529)	(7,238,081)	(2,408,226)	(2,141,328)	(4,193,683)	(188,257)	(263,377,411)	-	(263,377,411)
Net expenses from reinsurance contracts	(6,861,999)	(2,967,153)	(2,741,441)	(3,310,619)	(4,233,820)	(4,805,515)	(79,294)	(24,999,841)	-	(24,999,841)
Insurance service result from Company's directly written business	(21,577,342)	(17,275,382)	5,404,852	(276,389)	2,335,045	3,338,456	(116,067)	(28,166,827)	-	(28,166,827)
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	1,981,654	1,981,654
Total insurance service result	(21,577,342)	(17,275,382)	5,404,852	(276,389)	2,335,045	3,338,456	(116,067)	(28,166,827)	1,981,654	(26,185,173)
Interest income from financial assets not measured at FVTPL	-	-	-	-	-	-	-	-	7,356,579	7,356,579
Interest income from financial assets measured at FVTPL	-	-	-	-	-	-	-	-	657,820	657,820
Expected credit losses on financial assets	-	-	-	-	-	-	-	-	(14,300)	(14,300)
Net gains on financial assets measured at FVTPL	-	-	-	-	-	-	-	-	990,611	990,611
Dividend income	-	-	-	-	-	-	-	-	600,042	600,042
Net investment income	-	-	-	-	-	-	-	-	9,590,752	9,590,752
Finance income / (expense) from insurance contracts issued	1,263,377	(396,779)	(402,813)	(14,492)	6,100	(11,243)	18,538	462,688	-	462,688
Finance income / (expense) from reinsurance contracts held	-	46,496	31,725	(2,042)	1,717	1,424	(1,716)	77,604	-	77,604
Net insurance finance income / (expenses)	1,263,377	(350,283)	(371,088)	(16,534)	7,817	(9,819)	16,822	540,292	-	540,292
Net insurance and investment result	(20,313,965)	(17,625,665)	5,033,764	(292,923)	2,342,862	3,328,637	(99,245)	(27,626,535)	11,572,406	(16,054,129)
Finance costs on leases	-	-	-	-	-	-	-	-	(206,160)	(206,160)
Other operating expenses	-	-	-	-	-	-	-	-	(8,920,813)	(8,920,813)
Total (loss) / profit before zakat and income tax	(20,313,965)	(17,625,665)	5,033,764	(292,923)	2,342,862	3,328,637	(99,245)	(27,626,535)	2,445,433	(25,181,102)
Zakat expense	-	-	-	-	-	-	-	-	(2,700,000)	(2,700,000)
Income tax	-	-	-	-	-	-	-	-	-	-
Net (loss) / profit for the period attributable to shareholders	(20,313,965)	(17,625,665)	5,033,764	(292,923)	2,342,862	3,328,637	(99,245)	(27,626,535)	(254,567)	(27,881,102)

(All amounts expressed in Saudi Riyals unless otherwise stated)

17 Information related to product lines - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total	Unallocated	Total
Insurance revenue	220,321,694	152,337,980	27,296,676	14,400,984	21,838,242	28,228,231	309,002	464,732,809	-	464,732,809
Insurance service expenses	(208,250,426)	(170,685,504)	(17,998,130)	(3,236,513)	(7,453,752)	(31,000,856)	(195,985)	(438,821,166)	-	(438,821,166)
Net income / (expenses) from reinsurance contracts	4,339,878	(2,103,999)	(6,631,165)	(8,728,748)	(10,687,701)	226,676	68,137	(23,516,922)	-	(23,516,922)
Insurance service result from Company's directly written business	16,411,146	(20,451,523)	2,667,381	2,435,723	3,696,789	(2,545,949)	181,154	2,394,721	-	2,394,721
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	-	-
Total insurance service result	16,411,146	(20,451,523)	2,667,381	2,435,723	3,696,789	(2,545,949)	181,154	2,394,721	-	2,394,721
Interest income from financial assets not measured at FVTPL	-	-	-	-	-	-	-	-	12,405,548	12,405,548
Interest income from financial assets measured at FVTPL	-	-	-	-	-	-	-	-	1,346,990	1,346,990
Net credit impairment loss	-	-	-	-	-	-	-	-	(1,126)	(1,126)
Net loss on financial assets measured at FVTPL	-	-	-	-	-	-	-	-	(2,101,517)	(2,101,517)
Dividend income	-	-	-	-	-	-	-	-	1,375,973	1,375,973
Net investment income	-	-	-	-	-	-	-	-	13,025,868	13,025,868
Finance income / (expense) from insurance contracts issued	442,970	(1,335,792)	(48,056)	(120,930)	269,028	1,097,385	679	305,284	-	305,284
Finance (expense) / income from reinsurance contracts held	(7,561)	62,678	237,666	147,884	(202,329)	(928,453)	(1,393)	(691,508)	-	(691,508)
Net insurance finance income / (expense)	435,409	(1,273,114)	189,610	26,954	66,699	168,932	(714)	(386,224)	-	(386,224)
Net insurance and investment result	16,846,555	(21,724,637)	2,856,991	2,462,677	3,763,488	(2,377,017)	180,440	2,008,497	13,025,868	15,034,365
Finance cost on leases	-	-	-	-	-	-	-	-	(107,318)	(107,318)
Other operating expenses	-	-	-	-	-	-	-	-	(9,449,064)	(9,449,064)
Total profit / (loss) for the period before zakat and income tax	16,846,555	(21,724,637)	2,856,991	2,462,677	3,763,488	(2,377,017)	180,440	2,008,497	3,469,486	5,477,983
Zakat expense	-	-	-	-	-	-	-	-	(3,795,751)	(3,795,751)
Income tax expense	-	-	-	-	-	-	-	-	-	-
Net profit / (loss) for the period attributable to the shareholders	16,846,555	(21,724,637)	2,856,991	2,462,677	3,763,488	(2,377,017)	180,440	2,008,497	(326,265)	1,682,232

(All amounts expressed in Saudi Riyals unless otherwise stated)

17 Information related to product lines - continued

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

	Medical	Motor	General Accident & Liability	Engineering	Property	Marine	Protection	Total	Unallocated	Total
Insurance revenue	235,404,458	191,823,356	29,360,371	10,323,946	13,478,872	27,589,297	240,971	508,221,271	-	508,221,271
Insurance service expenses	(250,445,743)	(243,097,290)	(19,820,981)	(4,555,603)	(5,079,395)	(12,279,250)	(200,583)	(535,478,845)	-	(535,478,845)
Net expenses from reinsurance contracts	(7,080,763)	(3,320,442)	(5,670,756)	(6,943,974)	(7,336,594)	(11,123,965)	(163,169)	(41,639,663)	-	(41,639,663)
Insurance service result from Company's directly written business	(22,122,048)	(54,594,376)	3,868,634	(1,175,631)	1,062,883	4,186,082	(122,781)	(68,897,237)	-	(68,897,237)
Share of surplus from insurance pools	-	-	-	-	-	-	-	-	2,653,759	2,653,759
Total insurance service result	(22,122,048)	(54,594,376)	3,868,634	(1,175,631)	1,062,883	4,186,082	(122,781)	(68,897,237)	2,653,759	(66,243,478)
Interest income from financial assets not measured at FVTPL	-	-	-	-	-	-	-	-	14,823,616	14,823,616
Interest income from financial assets measured at FVTPL	-	-	-	-	-	-	-	-	1,030,291	1,030,291
Expected credit losses on financial assets	-	-	-	-	-	-	-	-	(17,266)	(17,266)
Net gains on financial assets measured at FVTPL	-	-	-	-	-	-	-	-	2,144,005	2,144,005
Dividend income	-	-	-	-	-	-	-	-	775,351	775,351
Net investment income	-	-	-	-	-	-	-	-	18,755,997	18,755,997
Finance income / (expense) from insurance contracts issued	920,314	185,503	52,327	(115,960)	(17,284)	37,326	1,962	1,064,188	-	1,064,188
Finance income / (expense) from reinsurance contracts held	-	(10,082)	(30,162)	141,323	19,611	(44,144)	(1,325)	75,221	-	75,221
Net insurance finance income / (expenses)	920,314	175,421	22,165	25,363	2,327	(6,818)	637	1,139,409	-	1,139,409
Net insurance and investment result	(21,201,734)	(54,418,955)	3,890,799	(1,150,268)	1,065,210	4,179,264	(122,144)	(67,757,828)	21,409,756	(46,348,072)
Finance costs on leases	-	-	-	-	-	-	-	-	(286,471)	(286,471)
Other operating expenses	-	-	-	-	-	-	-	-	(15,794,669)	(15,794,669)
Total (loss) / profit before zakat and income tax	(21,201,734)	(54,418,955)	3,890,799	(1,150,268)	1,065,210	4,179,264	(122,144)	(67,757,828)	5,328,616	(62,429,212)
Zakat expense	-	-	-	-	-	-	-	-	(5,400,000)	(5,400,000)
Income tax	-	-	-	-	-	-	-	-	-	-
Net (loss) / profit for the period attributable to shareholders	(21,201,734)	(54,418,955)	3,890,799	(1,150,268)	1,065,210	4,179,264	(122,144)	(67,757,828)	(71,384)	(67,829,212)

(All amounts expressed in Saudi Riyals unless otherwise stated)

18 Related party transactions and balances

Related parties represent major shareholders, directors and key management personnel of the Company, and companies of which they are principal owners, and any other entities controlled, jointly controlled or significantly influenced by them. Pricing policies and terms of these transactions are approved by the Company's management and Board of Directors. The due from and to balances of related parties are unsecured, interest free and repayable in cash on demand. The following are the details of the major related party transactions during the year and the related balances:

Nature of transactions	Transactions for the three-month period ended		Transactions for the six-month period ended	
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Major shareholders				
Gross premiums (forming part of insurance revenue)	**(1,084,569)**	33,357,385	**8,589,646**	36,682,163
Net claims paid (forming part of insurance service expenses)	**(10,188)**	(747,554)	**(1,288,090)**	(846,782)
Rent expense	**(1,035,760)**	(1,035,760)	**(1,035,760)**	(2,071,520)
Directors' remuneration and meeting fee	**(1,648,000)**	(3,266,500)	**(1,735,000)**	(3,317,500)

Nature of balances	Balances	
	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Shareholders		
Insurance contract liabilities (expected premium receipts)	**26,996,887**	45,152,201
Insurance contract liabilities - Liability for incurred claims (Claims payable)	**(32,800,865)**	(1,789,449)

The compensation of key management personnel during the six-month period ended is as follows:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026	2025	**2026**	2025
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Salaries and benefits	**2,627,954**	1,825,704	**4,485,908**	3,762,889
Employee benefit obligations	**273,118**	433,566	**408,923**	557,437
	2,901,072	2,259,270	**4,894,831**	4,320,326

Key management personnel include senior management, department heads and Board of Directors. Compensation to key management personnel is based on employment terms and as per the By-laws of the Company.

(All amounts expressed in Saudi Riyals unless otherwise stated)

19 Zakat and Income Tax

(a) Zakat and income tax

Combined movement of zakat and income tax is as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of the period / year	**14,169,897**	15,575,348
Provided during the period/year	**3,795,751**	6,000,000
Provided during the period/year for prior year	**-**	4,800,000
Payments during the period/year	**(3,290,890)**	(12,205,451)
Balance at end of the period / year	**14,674,758**	14,169,897

(b) Status of assessments

In 2018, the Company received zakat and income tax assessments amounting to SR 2.1 million for 2011 and 2012 from Zakat, Tax and Customs Authority ("ZATCA"). Further, during 2020, the Company received assessments amounting to SR 9.5 million for the year 2015 through 2018. During the period ended 30 June 2026, the Company has settled all the liability amount.

The Company has finalized its zakat/income tax position with the Zakat, Tax and Customs Authority (ZATCA) for the year ended 31 December 2019.

On 29th April 2026, ZATCA has issued the zakat/income tax assessments for the years ended 31 December 2020 with additional liabilities of SR 6,681,836 and additional tax liability of SR 795,751. The company filed an appeal against the assessment with ZATCA.

The final assessments for the years 2021 through 2025 are not yet issued by the ZATCA. The zakat and income tax liability as computed by the Company could be different from the zakat and tax liability as assessed by the ZATCA for these years.

The Company has obtained Zakat and income tax certificates from the ZATCA for the years through 2025.

20 Statutory reserve

In accordance with By-laws of the Company and Article 70(2)(g) of the Implementing Regulations for Co-operative Insurance Companies issued by the 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.

21 Capital risk management

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

- To comply with the insurance capital requirements as set out in the Law on Supervision of Cooperative Insurance Companies. The Company's current paid-up share capital is in accordance with Article 3 of the Law;
- To safeguard the Company's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and
- To provide an adequate return to shareholders by pricing insurance contracts commensurately with the level of risk.

(All amounts expressed in Saudi Riyals unless otherwise stated)

21 Capital risk management - continued

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 dividend paid to shareholders or issue shares. In the opinion of the Board of Directors, the Company has fully complied with the regulatory capital requirements during the reported financial period. As of 30 June 2026, the Company's solvency level is higher than the minimum solvency margin required by the Implementing Regulations of the Cooperative Insurance Companies Control Law.
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 30 June 2026, the Company is in compliance with the minimum solvency margin as required by the Implementing Regulations of the Cooperative Insurance Companies Control Law.

22 Basic and diluted (losses) / earnings per share

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

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026	2025	**2026**	2025
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Net (loss) / profit for the period attributable to the shareholders	**(2,513,928)**	(27,881,102)	**1,682,232**	(67,829,212)
Weighted average number of ordinary shares for basic and diluted income per share	**45,894,928**	45,894,928	**45,894,928**	45,894,928
Basic and diluted (losses) / earnings per share	**(0.05)**	(0.61)	**0.04**	(1.48)

(All amounts expressed in Saudi Riyals unless otherwise stated)

23 Gross Written Premium ("GWP") and Net Written Premium ("NWP")

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

For the three-month period ended:

	30 June 2026 (Unaudited)					
				Protection & Savings		
Breakdown of GWP	**Medical**	**Motor**	**Property & casualty**	**Individual**	**Group (Term life)**	**Total**
Retail	**3,001,973**	**13,951,654**	**5,020,394**	**-**	**-**	**21,974,021**
Very small	**10,637,474**	**1,580,678**	**1,063,533**	**-**	**-**	**13,281,685**
Small	**1,198,722**	**4,881,971**	**4,228,654**	**-**	**-**	**10,309,347**
Medium	**393,202**	**11,136,492**	**13,072,150**	**-**	**-**	**24,601,844**
Corporate	**127,975,420**	**43,360,703**	**11,687,246**	**-**	**-**	**183,023,369**
Total	**143,206,791**	**74,911,498**	**35,071,977**	**-**	**-**	**253,190,266**

	30 June 2025 (Unaudited)					
				Protection & Savings		
Breakdown of GWP	Medical	Motor	Property & casualty	Individual	Group (Term life)	Total
Retail	8,412,243	35,627,658	5,675,145	-	-	49,715,046
Very small	12,730,396	1,491,374	2,538,579	-	-	16,760,349
Small	2,381,635	5,302,266	3,471,006	-	-	11,154,907
Medium	592,704	14,715,501	7,381,099	-	-	22,689,304
Corporate	139,879,026	34,277,081	47,094,823	-	-	221,250,930
Total	163,996,004	91,413,880	66,160,652	-	-	321,570,536

For the six-month period ended:

	30 June 2026 (Unaudited)					
				Protection & Savings		
Breakdown of GWP	**Medical**	**Motor**	**Property & casualty**	**Individual**	**Group (Term life)**	**Total**
Retail	**19,255,335**	**37,548,981**	**11,595,839**	**-**	**-**	**68,400,155**
Very small	**18,386,141**	**2,677,772**	**1,142,963**	**-**	**-**	**22,206,876**
Small	**2,682,240**	**11,954,594**	**8,109,619**	**-**	**-**	**22,746,453**
Medium	**687,596**	**26,853,731**	**24,860,986**	**-**	**-**	**52,402,313**
Corporate	**172,686,559**	**65,482,646**	**45,553,603**	**-**	**-**	**283,722,808**
Total	**213,697,871**	**144,517,724**	**91,263,010**	**-**	**-**	**449,478,605**

	30 June 2025 (Unaudited)					
				Protection & Savings		
Breakdown of GWP	Medical	Motor	Property & casualt	Individual	Group (Term life)	Total
Retail	27,458,017	85,520,115	11,139,685	-	-	124,117,817
Very small	27,574,576	3,538,251	3,710,346	-	-	34,823,173
Small	5,100,479	21,958,394	6,511,427	-	-	33,570,300
Medium	1,332,203	38,389,340	22,218,954	-	-	61,940,497
Corporate	192,159,290	56,897,283	70,763,299	-	-	319,819,872
Total	253,624,565	206,303,383	114,343,711	-	-	574,271,659

(All amounts expressed in Saudi Riyals unless otherwise stated)

23 Gross Written Premium ("GWP") and Net Written Premium ("NWP") - continued

For the three-month period ended:

	30 June 2026 (Unaudited)					
				Protection & Savings		
Item	**Medical**	**Motor**	**Property & casualty**	**Individual**	**Group (Term life)**	**Total**
Gross written premium	**143,206,791**	**74,911,498**	**35,071,977**	**-**	**-**	**253,190,266**
Reinsurance premium ceded - globally (including excess of loss)	**(9,176,364)**	**(950,759)**	**(14,198,083)**	**-**	**-**	**(24,325,206)**
Reinsurance premium ceded - locally (including excess of loss)	**(3,680,291)**	**(407,469)**	**(5,993,462)**	**-**	**-**	**(10,081,222)**
Net written premium – total	**130,350,136**	**73,553,270**	**14,880,432**	**-**	**-**	**218,783,838**

	30 June 2025 (Unaudited)					
				Protection & Savings		
Item	Medical	Motor	Property & casualty	Individual	Group (Term life)	Total
Gross written premium	163,996,004	91,413,880	66,160,652	-	-	321,570,536
Reinsurance premium ceded - globally (including excess of loss)	(7,852,641)	(1,728,915)	(32,712,586)	-	-	(42,294,142)
Reinsurance premium ceded - locally (including excess of loss)	(2,874,622)	(740,965)	(19,177,125)	-	-	(22,792,712)
Net written premium - total	153,268,741	88,944,000	14,270,941	-	-	256,483,682

For the six-month period ended:

	30 June 2026 (Unaudited)					
				Protection & Savings		
Item	**Medical**	**Motor**	**Property & casualty**	**Individual**	**Group (Term life)**	**Total**
Gross written premium	**213,697,871**	**144,517,724**	**91,263,010**	**-**	**-**	**449,478,605**
Reinsurance premium ceded - globally (including excess of loss)	**(12,090,344)**	**(1,901,520)**	**(42,347,422)**	**-**	**-**	**(56,339,286)**
Reinsurance premium ceded - locally (including excess of loss)	**(4,847,750)**	**(814,937)**	**(16,609,839)**	**-**	**-**	**(22,272,526)**
Net written premium – total	**196,759,777**	**141,801,267**	**32,305,749**	**-**	**-**	**370,866,793**

	30 June 2025 (Unaudited)					
				Protection & Savings		
Item	Medical	Motor	Property & casualty	Individual	Group (Term life)	Total
Gross written premium	253,624,565	206,303,383	114,343,711	-	-	574,271,659
Reinsurance premium ceded - globally (including excess of loss)	(12,918,148)	(3,457,831)	(56,773,839)	-	-	(73,149,818)
Reinsurance premium ceded - locally (including excess of loss)	(4,679,739)	(1,481,928)	(27,347,775)	-	-	(33,509,442)
Net written premium - total	236,026,678	201,363,624	30,222,097	-	-	467,612,399

Total insurance revenue of Saudi Riyals 464.7 million (2025: Saudi Riyals 508.2 million) is calculated through adjustment of Saudi Riyals 15.2 million (2025: negative Saudi Riyals 66.1 million) for the remaining coverage period and the expected premium receipts which reconcile to the total GWP of Saudi Riyals 449.5 million (2025: Saudi Riyals 574.3 million).

(All amounts expressed in Saudi Riyals unless otherwise stated)

23 Gross Written Premium ("GWP") and Net Written Premium ("NWP") - continued

Total allocation of reinsurance premium paid of Saudi Riyals 69.7 million (2025: Saudi Riyals 64.9 million) is calculated through adjustment of Saudi Riyals 8.9 million (2025: Saudi Riyals 41.8 million) for the remaining coverage period net of reinsurance commission which reconcile to the total reinsurance premium ceded (including excess of loss) of Saudi Riyals 78.6 million (2025: Saudi Riyals 106.7 million).

24 Sensitivity of assumptions

The risks under insurance contracts and the risk management policies are consistent with those as disclosed in the annual financial statements for the year ended 31 December 2025. The Company believes that the claim liabilities under insurance contracts outstanding at the reporting period below are adequate. However, these amounts are not certain, and actual payments may differ from the claim's liabilities provided in the interim condensed financial information. The insurance results are sensitive to various assumptions. It has not been possible to quantify the sensitivity specific variable such as legislative changes or uncertainties in the estimation process.

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
Liability for incurred claims		
Estimates of present value of FCF	**365,306,792**	384,849,836
Risk adjustment for non-financial risk	**10,025,472**	9,812,815
Asset for incurred claims		
Estimates of present value of FCF	**107,875,582**	90,807,173
Risk adjustment for non-financial risk	**4,169,607**	3,572,886

Following are the sensitivities derived for the portfolios computed under PAA approach before risk mitigation by reinsurance contracts held:

	Impact on profit before zakat and income tax	
	30 June 2026	30 June 2025
	(Unaudited)	(Unaudited)
Change in estimates of present value of FCF		
Increase of 5% in the ultimate claims' ratio	**(31,960,057)**	22,573,353
Decrease of 5% in the ultimate claims' ratio	**21,854,586**	(24,454,734)
Change in risk adjustment for non-financial risk		
5 percentiles increase in the confidence level	**(501,434)**	420,377
5 percentiles decrease in the confidence level	**501,434**	(420,377)

(All amounts expressed in Saudi Riyals unless otherwise stated)

24 Sensitivity of assumptions - continued

Following are the sensitivities derived for the portfolios computed under PAA approach for the reinsurance contracts held:

	Impact on profit before zakat and income tax	
	30 June 2026	30 June 2025
	(Unaudited)	(Unaudited)
Change in estimates of present value of FCF		
Increase of 5% in the ultimate claims' ratio	**5,782,772**	5,237,226
Decrease of 5% in the ultimate claims' ratio	**(5,208,859)**	(3,120,484)
Change in risk adjustment for non-financial risk		
5 percentiles increase in the confidence level	**1,098,711**	500,507
5 percentiles decrease in the confidence level	**(985,916)**	(449,125)

The following shows the impact of a reasonable possible change in direct expense ratio on the loss component as at the reporting date.

	30 June 2026	30 June 2025
	(Unaudited)	(Unaudited)
Impact on net income of change in direct expense ratio - loss component*		
2% Increase	**(1,858,007)**	4,266,119
2% Decrease	**1,177,673**	(5,207,392)

*Direct expense ratio is the ratio of sum of directly attributable expenses, acquisition cash flows and surplus for the period to earned premium.

25 Subsequent event

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

26 Approval of the interim condensed financial information

This interim condensed financial information has been authorised for issue by the Board of Directors on **21 Safar 1448 H** (corresponding to **04 August 2026**).