

تكاful الراجحي
Al Rajhi Takaful



AL RAJHI COMPANY FOR COOPERATIVE INSURANCE

(A SAUDI JOINT STOCK COMPANY)

UN-AUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

AND

INDEPENDENT AUDITORS' REVIEW REPORT

FOR THE THREE-MONTH PERIOD ENDED

31st MARCH 2026

**Un-audited interim condensed financial statements and independent auditors' review report
For the three-month period ended 31st March 2026**

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

**TO THE SHAREHOLDERS OF AL RAJHI COMPANY FOR COOPERATIVE INSURANCE (A
SAUDI JOINT STOCK COMPANY)**

INTRODUCTION

We have reviewed the accompanying interim condensed statement of financial position of Al Rajhi Company for Cooperative Insurance (the "Company") as at 31 March 2026, and the related interim condensed statements of income and comprehensive income, interim condensed statement of changes in equity and interim condensed statement of cash flows for the three month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of the interim condensed financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34) as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with 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 statement 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 statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

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Kingdom of Saudi Arabia

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P. O. Box 780
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Kingdom of Saudi Arabia

Gihad Al-Amri

Certified Public Accountant
Registration No. 362

Date: 10 May 2026
Corresponding to: 23 Dhul-Qi'dah
1447H

Abdullah Ahmed Balamesh

Certified Public Accountant
Registration No. 345



Statement of financial position (SOFP)

As at 31st March 2026

		31 st March 2026	31 st December 2025
		Un-Audited	Audited
	Note	Saudi Riyal (ﷲ) in 000	
Assets			
Cash and bank balances	4	407,851	582,152
Investments measured at fair value through profit or loss	5	1,898,408	1,701,060
Investments measured at fair value through other comprehensive income	5	304,511	283,951
Investments measured at amortized cost, net	5	1,879,179	2,023,623
Investment for unit linked contracts	5	8,207,595	8,374,752
Insurance contract assets	6	27,358	5,366
Retakaful / reinsurance contract assets	6	572,600	640,261
Prepayments and other assets		176,411	107,500
Statutory deposit, net	7	99,988	99,988
Accrued income on statutory deposit		7,367	6,150
Right-of-use assets, net	8	29,315	29,653
Intangible assets, net		288,026	286,352
Property and equipment, net		42,218	43,184
Total assets		13,940,827	14,183,992
Liabilities			
Payables, accruals and other liabilities		162,459	187,422
Insurance contract liabilities	6	10,520,684	10,851,359
Retakaful / reinsurance contract liabilities	6	152	717
Investment contract liabilities		486,928	508,823
Provision for employees' end-of-service benefits		36,646	35,145
Provision for zakat	9	30,659	27,429
Payables to Insurance Authority		7,367	6,150
Lease liabilities		26,180	31,256
Total liabilities		11,271,075	11,648,301
Equity			
Share capital	10	1,000,000	1,000,000
Statutory reserve	11	440,482	440,482
Retained earnings		1,135,734	1,022,233
Treasury share reserve	12	(35,671)	(35,671)
Employees stock option scheme reserve	13	6,589	6,589
Remeasurement reserve for EOSB		(7,682)	(7,682)
Fair value reserve for FVOCI investments		130,300	109,740
Total equity		2,669,752	2,535,691
Total liabilities and equity		13,940,827	14,183,992
Commitments and contingencies	14	28,836	29,588


Nabeel Ali Shoaib
نبيل علي شعيب
Member-Board (BoD)

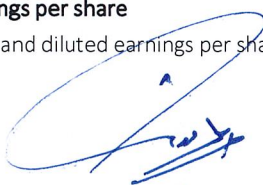

Saud Ghonem Bin Ghonem
سعود غنيم بن غنيم
Chief Executive Officer (CEO)


Ibrahim Alwazir
إبراهيم الوزير
Chief Financial Officer (CFO)

The accompanying notes 1 – 23 on pages 7 – 44 form an integral part of, and should be read in conjunction with, these financial statements.

Statement of income (SOI)
For the three-month period ended 31st March 2026

		Three-month Period Ended	
		31 st March 2026	31 st March 2025
		Un-Audited	Un-Audited
Note	Saudi Riyal (ﷲ) in 000		
Insurance revenue	6	1,505,230	1,205,906
Insurance service expenses	6	(1,297,715)	(1,039,750)
Insurance service result before retakaful / reinsurance contracts held		207,515	166,156
Allocation of retakaful / reinsurance contributions	6	(103,273)	(95,319)
Amounts recoverable from retakaful / reinsurance for incurred claims	6	11,078	19,909
Net expense from retakaful / reinsurance contracts held		(92,195)	(75,410)
Insurance service result		115,320	90,746
Finance expense from insurance contracts issued	6	(133,455)	(14,366)
Finance income from retakaful / reinsurance contracts held	6	3,968	4,031
Net insurance finance expenses		(129,487)	(10,335)
Net income on financial assets at fair value		39,620	29,898
Net income on financial assets at amortised cost and short-term deposits		25,386	35,106
Net fair value (loss) / gain of unit-linked investments		118,448	(12,052)
Net investment income		183,454	52,952
Net insurance and investment result		169,287	133,363
Other operating expenses	15	(56,986)	(36,571)
Other income	16	4,430	-
Net income attributable to the shareholders before zakat		116,731	96,792
Provision for zakat	9	(3,230)	(5,995)
Net income attributable to the shareholders after zakat		113,501	90,797
Earnings per share			
Basic and diluted earnings per share (ﷲ)	17	1.14	0.91



Nabeel Ali Shoaib
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إبراهيم الوزير
Chief Financial Officer (CFO)

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Statement of comprehensive income (SOI)
For the three-month period ended 31st March 2026

	Three-month Period Ended	
	31 st March 2026	31 st March 2025
	Un-Audited	Un-Audited
	Saudi Riyal (ﷲ) in 000	
Net income attributable to the shareholders after zakat	113,501	90,797
Other comprehensive income:		
<i>Items that will not be reclassified to statement of income in subsequent periods</i>		
Net changes in fair value of investments measured at FVOCI – equity instruments	20,560	(4,087)
Re-measurement gain on employees' end-of-service benefits	-	-
	20,560	(4,087)
Total comprehensive income for the period	134,061	86,710

Note



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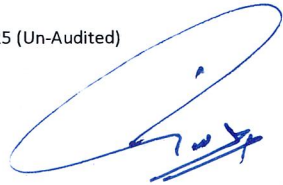
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Al Rajhi Company for Cooperative Insurance
(A Saudi Joint Stock Company)

Statement of changes in equity (SOCE)
For the three-month period ended 31st March 2026

	Share capital	Statutory reserve	Retained earnings	Treasury shares reserve	Employees stock option scheme reserve	Fair value reserve for FVOCI investments	Remeasurement reserve for EOSB	Total
Note	Saudi Riyal (ﷲ) in 000							
Balance as at 1 st January 2026	1,000,000	440,482	1,022,233	(35,671)	6,589	109,740	(7,682)	2,535,691
<i>Total comprehensive income:</i>								
Net income for the period after zakat	-	-	113,501	-	-	-	-	113,501
Net changes in fair value of investments measured at FVOCI – equity instruments	-	-	-	-	-	20,560	-	20,560
Re-measurement (loss) on employees' end-of-service benefits	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	113,501	-	-	20,560	-	134,061
Balance as at 31 st March 2026	1,000,000	440,482	1,135,734	(35,671)	6,589	130,300	(7,682)	2,669,752
Balance as at 1 st January 2025	1,000,000	349,486	658,248	-	-	80,522	(7,831)	2,080,425
<i>Total comprehensive income:</i>								
Net income for the period after zakat	-	-	90,797	-	-	-	-	90,797
Net changes in fair value of investments measured at FVOCI – equity instruments	-	-	-	-	-	(4,087)	-	(4,087)
Total comprehensive income for the period	-	-	90,797	-	-	(4,087)	-	86,710
Balance as at 31 st March 2025 (Un-Audited)	1,000,000	349,486	749,045	-	-	76,435	(7,831)	2,167,135



Nabeel Ali Shoaib
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Member-Board (BoD)



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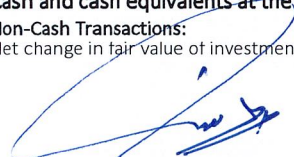


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إبراهيم الوزير
Chief Financial Officer (CFO)

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Statement of cash flows (SOCF)
For the three-month period ended 31st March 2026

		31 st March 2026	31 st March 2025
	Note	Saudi Riyal (ﷲ) in 000	
Net income for the period before zakat		116,731	96,792
<i>Adjustments for non-cash items:</i>			
Amortization & write-off of intangible assets		14,260	1,930
Depreciation of property and equipment		4,280	4,164
Amortization of right-of-use assets	8	1,570	1,792
Write-off of right-to-use assets	8	(1,232)	-
Impairment gain on financial assets		-	-
Employees stock option scheme reserve	13	-	-
Finance cost on lease		-	2,185
Accrued income on investments held at amortised cost	5	(36,659)	(65,660)
Accrued income on investments measured at FVTPL	5	(7,139)	-
Provision for end-of-service benefits (EOSB)		3,244	320
		95,055	41,523
Changes in operating assets and liabilities:			
Investments measured at FVTPL	5	(190,209)	(66,340)
Investment for unit linked contracts	5	167,157	(1,205,007)
Insurance contract assets	6	(21,992)	(9,068)
Retakaful / reinsurance contract assets	6	67,661	(12,677)
Prepayments and other assets		(68,911)	(20,468)
Accrued income on statutory deposit		(1,217)	(1,207)
Payable, accruals and other liabilities		(24,963)	37,663
Insurance contract liabilities	6	(330,675)	1,020,547
Retakaful / reinsurance contract liabilities	6	(565)	(6,000)
Investment contract liabilities		(21,895)	-
Deposit against guarantees & statutory income	4	752	1,994
Payables to Insurance Authority		1,217	1,207
		(328,585)	(217,833)
End-of-service benefits paid (EOSB)		(1,743)	-
Net cash (used in) operating activities		(330,328)	(217,833)
Cash flows from investing activities			
Purchase of investments designated as FVOCI		-	-
Disposal of investments designated as FVOCI		-	-
Purchase of investments held at amortised cost		(306,713)	-
Disposal of investments held at amortised cost		487,816	244,287
Purchase of intangible assets		(15,934)	(28,306)
Purchase of property and equipment		(3,314)	(6,922)
Net cash from investing activities		161,855	209,059
Cash flows from financing activity			
Lease liability paid		(5,076)	(2,387)
Net cash (used in) financing activity		(5,076)	(2,387)
Net change in cash and cash equivalents		(173,549)	(11,161)
Cash and cash equivalents at the beginning of the period	4	552,564	685,779
Cash and cash equivalents at the end of the period		379,015	674,618
Non-Cash Transactions:			
Net change in fair value of investment at FVOCI		20,560	(4,087)



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Notes to the interim condensed financial statements

For the three-month period ended 31st March 2026

1. General

Al Rajhi Company for Cooperative Insurance "شركة الراجحي للتأمين التعاوني" (a Saudi Joint Stock Company incorporated in the Kingdom of Saudi Arabia), "the Company", was formed under Royal Decree No. (M/35) dated 27th Jumada al-thani 1429, (1st January 2008). The Company operates under Commercial Registration no. 1010270371 dated 5th Rajab 1430, corresponding to 28th June 2009. The registered address of the Company's head office is as follows:

Al Rajhi Company for Cooperative Insurance
P.O. Box 67791
Riyadh 11517
Kingdom of Saudi Arabia

The purpose of the Company is to conduct takaful operations and all related activities, including re-takaful / reinsurance and agency activities. Its principal lines of business include motor, medical/health, protection & savings, marine, fire, engineering, and casualty insurance.

On 2nd Jumada al-thani 1424, corresponding to 31st July 2003, the Law on the Supervision of Cooperative Insurance Companies ("Insurance Law") was promulgated by Royal Decree Number (M/32). On 1st Rabi' al-awwal 1425, corresponding to 20th April 2004, Insurance Authority (IA), as the principal authority responsible for the application and administration of the Insurance Law and its Insurance Implementing Regulations, granted the Company a license number (TMN/22/200911) to transact insurance activities in the Kingdom of Saudi Arabia.

As a commitment from the Company for its activities to be in compliance with Islamic Shari'a legislation, since its inception, the Company has established a Shari'a Authority to review and approve the activities and the products of the Company.

The Board of Directors (BoD) approves the distribution of the surplus from insurance operations in accordance with the implementing Regulations issued by the Insurance Authority ("IA"), whereby the shareholders of the Company are to receive 90% of the annual surplus from insurance operations, and the policyholders are to receive the remaining 10%. Any deficit arising from insurance operations is transferred to the shareholders' operations in full.

During the year 2023, the Insurance Authority (IA) was established by a royal decree as the insurance regulator. Previously issued regulations will be upheld until the Insurance Authority (IA) issues updated regulations; all mention of Insurance Authority (IA) in these financial statements to be read in this context. Therefore, the accrued income liability is payable to the Insurance Authority (IA).

2. Basis of preparation

2.1 Statement of compliance

The un-audited interim condensed financial statements of the Company, as at and for the three-month period ended 31st March 2026, have been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' (IAS 34) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA) and in compliance with Regulations for Companies in the Kingdom of Saudi Arabia and By-Laws of the Company.

The un-audited interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's audited annual financial statements as at and for the year ended 31st December 2025.

The Company's statement of financial position is presented in order of liquidity but not using current / non-current classification. However, except for property and equipment, intangible assets, statutory deposit, accrued income on statutory deposit, some components of investments (measured at amortized cost, investments measured at FVOCI, long-term deposits), right of use assets, investment contract liabilities, lease liabilities, end-of-service benefits and accrued income payable to Insurance Authority, all other assets and liabilities are of short-term nature, unless, stated otherwise.

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

2. Basis of preparation (continued)

2.1 Statement of compliance (continued)

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

The implementing regulations require the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders' operations in preparing the Company-level financial statements & in compliance with IFRS, the balances and transactions of the takaful operations are amalgamated and combined with those of the shareholders' operations. Interoperation balances, transactions and unrealized gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the takaful operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

The un-audited interim condensed financial statements may not be considered indicative of the expected results for the full year.

2.2 Basis of measurement

These un-audited interim condensed financial statements are prepared under the going concern basis and the historical cost convention, except for the measurement of investments carried at fair value through profit or loss (FVTPL) and investments carried at fair value through other comprehensive income (FVOCI), lease liabilities which are recorded at the present value of future cashflows, employees' end of service benefits (EOSB) recorded at the present value using the projected unit credit method. Moreover, the insurance and reinsurance contracts are measured at the present value of estimated fulfilment cashflows that are expected to arise as the Company fulfils its contractual obligations and/or contractual service margin in accordance with IFRS17.

2.3 Functional & presentation currency

These un-audited interim condensed financial statements are presented in Saudi Arabian Riyals (ﷲ), which is also the functional currency of the Company. Amounts in these financial statements are rounded off to the nearest thousand, except otherwise stated.

2.4 Fiscal year

The Company follows a fiscal year ending on 31st December.

2.5 Seasonality of operations

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

2.6 Critical accounting judgments, estimates and assumptions

The preparation of the un-audited interim condensed financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in applying its accounting policies and the key sources of estimation uncertainty were the same as those applied to the audited annual financial statements of the Company for the year ended 31st December 2025. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Actual results may differ from these estimates and such changes are reflected in the assumptions when they occur.

Notes to the interim condensed financial statements *(continued)*

For the three-month period ended 31st March 2026

2. Basis of preparation *(continued)*

2.6 Critical accounting judgments, estimates and assumptions *(continued)*

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

Following are the accounting judgments and estimates that are critical in preparation of these un-audited interim condensed financial statements:

i) PAA eligibility assessment

The Company has applied the Premium Allocation Approach (PAA) only for contracts with a coverage period of 12 months or less. As this policy applies uniformly to all contracts based on their length, assessments to identify material differences between the model outcomes, for contracts where the coverage period was more than one year, have been deemed unnecessary.

The Company assesses materiality at each respective group of contracts level (GoCs) and at an aggregate insurance contract liabilities or retakaful / reinsurance contract assets level using a pre-determined quantitative threshold for differences at the group of contracts (GoCs).

ii) Liability for remaining coverage (LRC)

a) Acquisition cash flows

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

The Company has opted to recognise an asset for insurance acquisition cash flows paid and amortise those cash flows over the coverage period in Liability for remaining coverage (LRC).

b) Significant financing component

The Company has determined that there is no significant financing component in contracts with a coverage period of one year or less (measured under PAA) and hence, the Company does not discount the LRC to reflect the time value of money and financial risk for such insurance and retakaful / reinsurance contracts. The Company has adjusted the carrying amount of the LRC and ARC to reflect the time value of money and the effect of financial risk using the discount rates, for contracts with a coverage period longer than one year.

c) Expected premium receipts adjustment

Insurance revenue will be adjusted with the amounts of expected premium receipts adjustment calculated on premiums not yet collected as of the date of the statement of financial position. The computation is performed using IFRS 17 "Insurance Contracts" probability of default approach to calculate Expected Credit Loss (ECL) allowance. The corresponding impact of this adjustment is recorded in the Liability for remaining coverage (LRC).

The ultimate cost of incurred claims is estimated by using a range of standard actuarial claims projection techniques, such as Chain Ladder and Bornheutter-Ferguson methods. The main assumption underlying these techniques is that a Company's past claims development experience can be used to project future claims development and hence ultimate claims costs. These methods extrapolate the development of paid and incurred losses, average costs per claim (including claims handling costs), and claim numbers based on the observed development of earlier years and expected loss ratios. Historical claims development is mainly analysed by accident years, as well as by significant business lines and claim types.

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

2. Basis of preparation (continued)

2.6 Critical accounting judgments, estimates and assumptions (continued)

iii) Liability for incurred claims (LIC)

Large claims are usually separately addressed, either by being reserved at the face value of loss adjusted estimates or separately projected in order to reflect their future development. In most cases, no explicit assumptions are made regarding future rates of claims inflation or loss ratios. Instead, the assumptions used are those implicit in the historical claims development data on which the projections are based.

Additional qualitative judgements are used to assess the extent to which past trends may not apply in future, (e.g., to reflect one-off occurrences, changes in external or market factors such as public attitudes to claiming, economic conditions, levels of claims inflation, judicial decisions and legislation, as well as internal factors such as portfolio mix, policy features & claims handling procedures) to arrive at the best estimate ultimate cost of claims. Estimates of salvage recoveries and subrogation reimbursements are considered as an allowance in the measurement of ultimate claims costs. These are projected using a combination of the chain ladder technique and as a proportion of the corresponding claims.

Other key circumstances affecting the reliability of assumptions include variation in finance rates, delays in settlement and changes in foreign currency exchange rates (if any).

iv) Onerosity determination

For contracts measured under GMM and VFA, a group of contracts is onerous at initial recognition if there is a net outflow of fulfilment cash flows. As a result, a liability for the net outflow is recognized as a loss component within the liability for remaining coverage and a loss is recognized immediately in the statement of income in insurance service expense. The loss component is then amortized to statement of income over the coverage period to offset incurred claims in insurance service expense.

For contracts measured under PAA, the Company assumes that no contracts in the portfolio are onerous at initial recognition unless facts and circumstances indicate otherwise.

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

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

Based on above assessment, certain Group of contracts have been identified as onerous.

v) Expense attribution

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

Notes to the interim condensed financial statements *(continued)*

For the three-month period ended 31st March 2026

2. Basis of preparation *(continued)*

2.6 Critical accounting judgments, estimates and assumptions *(continued)*

v) Expense attribution *(continued)*

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

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

vi) Estimates of future cash flows

The Company primarily uses deterministic projections to estimate the present value of future cash flows (PVFCF) and for some groups, it uses stochastic modelling techniques.

A stochastic model is a tool for estimating probability distributions of potential outcomes by allowing for random variation in one or more inputs over time. The random variation is usually based on fluctuations observed in historical data for a selected period using standard time-series techniques.

The following assumptions were used when estimating future cash flows:

- **Mortality and morbidity rates**

Assumptions are based on AM 80 for Individual Life business and reinsurance rates for group life business. An appropriate, but not excessive, allowance is made for expected future improvements. Assumptions are differentiated by policyholder gender. An increase in expected mortality and morbidity rates will increase the expected claim cost which will reduce future expected profits of the Company.

"AM 80" typically refers to the 1980 Commissioners Standard Ordinary (CSO) Mortality Table, which is a standard mortality table used in life insurance for individual life business. It provides a set of mortality rates that reflect the likelihood of death for individuals at various ages.

- **Expenses**

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

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

- **Lapse and surrender rates**

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

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

2. Basis of preparation (continued)

2.6 Critical accounting judgments, estimates and assumptions (continued)

vi) Estimates of future cash flows (continued)

• Lapse and surrender rates (continued)

The assumptions that have the greatest effect on the expected cash flows are listed below. The table sets out the percentage assumed to apply to industry mortality and morbidity tables in estimating fulfilment cash flows:

Portfolio assumptions by type of business impacting net liabilities

	Mortality and morbidity rates		Lapse and surrender rates	
	2026	2025	2026	2025
Life insurance contracts issued				
• Males	100.00%	100.00%	100.00%	100.00%
• Females	100.00%	100.00%	100.00%	100.00%

vii) Discount rates

A bottom-up approach was applied in the determination of the discount rates for different products. Under this approach, the discount rate, in the absence of a KSA-specific yield curve for the region, the *European Insurance and Occupational Pensions Authority* (EIOPA) USD risk-free rates, adjusted with the Country Risk Rate for the Kingdom of Saudi Arabia, are used. This is consistent with the approach taken in the market. The country default spread is calculated using Moody's local currency sovereign rating (or S&P equivalent). This is then adjusted for the additional volatility of the equity market. To achieve this, the country default spread is multiplied by the relative equity market volatility for the Kingdom of Saudi Arabia (calculated by dividing the standard deviation (σ) in country equity market by the standard deviation (σ) in country bond). This is the Country Risk Premium, which is added to the EIOPA risk-free rates.

The additional volatility of the equity market mentioned above is used as a proxy for the illiquidity premium. Therefore, no additional illiquidity premium is explicitly added on top of the country risk premium. The country risk premiums is periodically updated, and the latest published figures are used.

The yield curves that were used to discount the estimates of future cash flows that do not vary based on the returns of the underlying items are as follows:

	Insurance contracts issued		Reinsurance contracts held	
	Life	Non-life	Life	Non-life
1 year	7.59%	4.71%	7.59%	4.71%
5 years	7.59%	4.62%	7.59%	4.62%
10 years	7.59%	4.91%	7.59%	4.91%
20 years	7.59%	5.29%	7.59%	5.29%
30 years	7.59%	5.20%	7.59%	5.20%

* Life includes the individual life portfolio.

viii) Risk adjustment for non-financial risk

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

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

2. Basis of preparation (continued)

2.6 Critical accounting judgments, estimates and assumptions (continued)

viii) Risk adjustment for non-financial risk (continued)

Mack and Bootstrap methods, being stochastic methods were preferred over Solvency II factors where-ever possible. The large volume of data that was available that allowed fitting a lognormal distribution on reserve estimates using paid triangles. Therefore, for all lines except for Life portfolio, Mack method provided reasonable results and was adopted.

For the Life portfolio, the stochastic methods exhibited very high volatility in results due to reasons not associated with the timing and amount of risk of the claims. Therefore, the reserve risk factors from Solvency II (SII) were used.

All the reserve risk factors on the 99.5th percentile were combined and the SII correlation matrix was used to calculate the post-diversification risk adjustment at the entity level. This total risk adjustment was brought down to the selected percentile and allocated back to the individual lines based on the pre-diversification risk adjustment amounts. The Company decided to adopt the 80th percentile risk adjustment figures based on their risk appetite. The risk adjustment percentages will be re-computed at each valuation period based on the updated data and the amount of claim reserves.

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

ix) Amortization of the contractual service margin (CSM)

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

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

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

x) Impairment losses on financial assets

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

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

2. Basis of preparation (continued)

2.6 Critical accounting judgments, estimates and assumptions (continued)

xi) Fair values

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 value of financial assets is based on quoted prices for marketable securities or estimated fair values. The fair value of commission-bearing items is estimated based on discounted cash flow using commission for items with similar terms and risk characteristics.

For financial assets where there is no active market, fair value is determined by reference to the market value of a similar financial assets or where the fair values cannot be derived from active market, they are determined using a variety of valuation techniques. The inputs of this models are taken from observable market where possible, but where this is not feasible, a degree of judgment is required in establishing fair values.

Determination of fair value and fair value hierarchy

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

- Level 1: financial instruments with quoted market prices (unadjusted) in active markets for the same or identical instrument that an entity can access at the measurement date;
- Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices). This category includes instruments valued using quoted market prices in active markets for similar instruments (similar assets and liabilities), quoted prices for identical or similar instruments in markets that are considered less than active, or other valuation techniques in which all significant inputs are directly or indirectly observable from market data;
- Level 3: This category includes all instruments for which the valuation technique includes unobservable inputs that have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

xii) Going concern

The Company's management has made an assessment of the Company's ability to continue as a going concern and is satisfied that the Company has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

xiii) Investment Contracts

The company assesses the individual life policies based on the criteria defined by IFRS 17 "Insurance Contracts" (determined on a present value basis and excluding scenarios that lack commercial substance, at the inception of the contract) and classifies all the policies as investment contract liabilities under IFRS 9 "Financial Instruments" that do not transfer significant insurance risk from the policyholder to the issuer.

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

2. Basis of preparation (continued)

2.7 Standards, interpretations and amendments to the accounting and reporting standards which are effective in the current reporting period

The following standards, amendments, and interpretations are effective from the reporting period beginning on or after 1st January 2026. These standards, interpretations, and amendments are either not relevant to the Company's operations or are not expected to have a significant impact on the Company's financial statements.

Standards, amendments and interpretations

Effective from annual period beginning on or after:

- Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures 1st January 2026

2.8 New accounting standards/amendments and IFRS interpretations that are not yet effective

The following new accounting standards, interpretations & amendments have been issued by the International Accounting Standards Board (IASB) that are effective in future accounting periods (after 31st December 2026) that the Company has decided not to adopt early.

Standards, amendments and interpretations

Effective from annual period beginning on or after:

- Amendments to IFRS 10 and IAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture Available for optional adoption / effective date deferred indefinitely
- The new standard, IFRS 18 — Presentation and Disclosure in Financial Statements (replacing IAS 1 Presentation of Financial Statements) 1st January 2027
- IFRS 19 — Subsidiaries without Public Accountability: Disclosures 1st January 2027
- The new standard, IFRS S1 'General requirements for disclosure of sustainability-related financial information' 1st January 2024 subject to endorsement by SOCPA
- The new standard, IFRS S2 'Climate-related disclosures' 1st January 2024 subject to endorsement by SOCPA

The Company is currently assessing the impact of these new accounting standards and amendments. The Company does not expect any standard issued by IASB that are yet to be effective, to have a material impact on the Company.

3. Material accounting policy information

The accounting policies adopted in the preparation of this un-audited interim condensed financial information, and risk management policies are consistent with those applied to the audited annual financial statements of the Company for the year ended 31st December 2025.

Notes to the interim condensed financial statements (continued)
For the three-month period ended 31st March 2026

4. Cash and bank balances

Cash and bank balances comprise the following:

		31 st March 2026	31 st December 2025
	Note	Saudi Riyal (ﷲ) in 000	
Cash and bank balances	4.1	379,015	552,564
Cash and bank balances - total cash and cash equivalents in the statement of cash flows		379,015	552,564
Deposits against letters of guarantee	14	28,836	29,588
Cash and bank balances		407,851	582,152

4.1 Bank balances and short-term deposits are placed with counterparties with sound credit ratings of A+ to BB under Standard and Poor's/Fitch and A1 to Ba2 under Moody's rating methodology.

4.2 The deposits are held with banks and financial institutions registered with the Capital Market Authority in the Kingdom of Saudi Arabia (KSA). These deposits are predominately in murabaha structures and denominated in Saudi riyals and have an original maturity of less than three months.

4.3 The accrued commission on the deposit as at 31st December 2025 is ﷲ 7.37 million (31st December 2024: ﷲ 6.15 million) whereas accrued commission income payable to Insurance Authority as at 31st December 2025 is ﷲ 7.37 million (31st December 2024: ﷲ 6.15 million).

5. Investments

Investments are classified as follows:

		31 st March 2026	31 st December 2025
		Saudi Riyal (ﷲ) in 000	
- Mutual funds		810,524	777,092
- Equities		102,305	94,738
- Sukuk		978,440	826,378
- Accrued investment income		7,139	2,852
Investments measured at FVTPL		1,898,408	1,701,060
- Listed equity instruments		231,789	211,082
- Unlisted equity securities		72,722	72,869
Investments measured at FVOCI		304,511	283,951
- Murabaha deposits		998,634	998,633
- Sukuk		843,886	970,594
- Accrued investment income		36,659	54,396
Investment measured at amortized cost (AC)		1,879,179	2,023,623
- Growth Fund		6,688,193	6,964,575
- Balanced Fund		277,952	283,843
- Conservative Fund		167,736	168,891
- Private conservative Fund		1,073,714	957,443
Investment for unit linked contracts		8,207,595	8,374,752
Total investments		12,289,693	12,383,386

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Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

6. Insurance and retakaful / reinsurance contracts

The breakdown of the Company's insurance contracts issued, and retakaful / reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

	Note	Valuation Approach	31 st March 2026		31 st December 2025	
			Un-Audited		Audited	
			Assets	Liabilities	Assets	Liabilities
			Saudi Riyal (ﷲ) in 000			
Insurance contract assets & liabilities						
Motor	6.1.1(a)	PAA	-	1,742,789	-	1,823,633
Medical / Health	6.1.1(b)	PAA	16,469	569,263	-	705,165
Property & casualty	6.1.1(c)	PAA	-	443,730	-	381,693
Protection & savings	(d)	PAA	10,889	25,563	5,366	39,572
Total – PAA	6.1.1		27,358	2,781,345	5,366	2,950,063
Property & casualty	6.1.2(a)	GMM	-	206,188	-	216,814
Protection & savings	6.1.2(c)	GMM	-	530	-	555
Total – GMM	6.1.2		-	206,718	-	217,369
Protection & savings	6.1.2(d)	VFA	-	7,532,621	-	7,683,927
Total – VFA	6.1.2		-	7,532,621	-	7,683,927
			27,358	10,520,684	5,366	10,851,359
Retakaful / reinsurance contract assets & liabilities						
Motor	6.2.1(a)	GMM	34,746	-	29,156	-
Medical / Health	6.2.1(b)	-	-	-	-	-
Property & casualty	6.2.1(c)	GMM	450,199	152	527,010	717
Protection & savings	6.2.1(d)	GMM	87,655	-	84,095	-
Total – GMM	6.2.1		572,600	152	640,261	717

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Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances

6.1.1 Insurance contracts measured under PAA

	31 st March 2026					31 st December 2025				
	Un-Audited					Audited				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	288,641	31,889	2,457,378	172,155	2,950,063	872,028	51,190	2,201,928	185,410	3,310,556
Opening insurance contract assets	(16,475)	-	10,240	869	(5,366)	-	-	-	-	-
Net balance as at 1st January	272,166	31,889	2,467,618	173,024	2,944,697	872,028	51,190	2,201,928	185,410	3,310,556
Insurance revenue	(1,420,350)	-	-	-	(1,420,350)	(4,861,719)	-	-	-	(4,861,719)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(15,212)	1,481,495	56,646	1,522,929	-	(51,189)	4,078,417	89,027	4,116,255
Changes relating to liabilities for incurred claims	-	-	(358,291)	(57,797)	(416,088)	-	-	(120,114)	(117,216)	(237,330)
Losses / (loss reversals) on onerous contracts	-	16,174	-	-	16,174	-	31,888	-	-	31,888
Insurance acquisition costs incurred	151,761	-	-	-	151,761	495,779	-	-	-	495,779
Surplus distribution to policyholders	-	-	2,631	-	2,631	-	-	14,279	-	14,279
	151,761	962	1,125,835	(1,151)	1,277,407	495,779	(19,301)	3,972,582	(28,189)	4,420,871
Insurance service result	(1,268,589)	962	1,125,835	(1,151)	(142,943)	(4,365,940)	(19,301)	3,972,582	(28,189)	(440,848)
Finance expenses from insurance contracts issued	-	-	16,422	1,232	17,654	-	-	77,502	15,803	93,305
Total amounts recognised in statement of income	(1,268,589)	962	1,142,257	81	(125,289)	(4,365,940)	(19,301)	4,050,084	(12,386)	(347,543)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums received	1,159,458	-	-	-	1,159,458	4,478,195	-	-	-	4,478,195
Claims and other directly attributable expenses paid	-	-	(1,069,931)	-	(1,069,931)	-	-	(3,784,394)	-	(3,784,394)
Insurance acquisition cash flows	(154,948)	-	-	-	(154,948)	(712,117)	-	-	-	(712,117)
	1,004,510	-	(1,069,931)	-	(65,421)	3,766,078	-	(3,784,394)	-	(18,316)
Net balance as at 31st March / 31st December	8,087	32,851	2,539,944	173,105	2,753,987	272,166	31,889	2,467,618	173,024	2,944,697
Closing insurance contract liabilities	270,467	15,935	2,332,004	162,939	2,781,345	288,641	31,889	2,457,378	172,155	2,950,063
Closing insurance contract assets	(262,380)	16,916	207,940	10,166	(27,358)	(16,475)	-	10,240	869	(5,366)
Net balance as at 31st March / 31st December	8,087	32,851	2,539,944	173,105	2,753,987	272,166	31,889	2,467,618	173,024	2,944,697

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Notes to the interim condensed financial statements (continued)

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6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.1 Insurance contracts measured under PAA (continued)

	31 st March 2026					31 st December 2025				
	Un-Audited				Total	Audited				Total
	LRC		LIC			LRC		LIC		
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
a) Motor										
Opening insurance contract liabilities	887,588	7,230	879,610	49,205	1,823,633	732,161	15,398	1,104,733	77,858	1,930,150
Opening insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 1st January	887,588	7,230	879,610	49,205	1,823,633	732,161	15,398	1,104,733	77,858	1,930,150
Insurance revenue	(731,173)	-	-	-	(731,173)	(2,375,616)	-	-	-	(2,375,616)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(3,635)	632,047	17,226	645,638	-	(15,398)	2,013,038	22,976	2,020,616
Changes relating to liabilities for incurred claims	-	-	(47,569)	(19,787)	(67,356)	-	-	(167,539)	(58,860)	(226,399)
Losses / (loss reversals) on onerous contracts	-	6,683	-	-	6,683	-	7,230	-	-	7,230
Insurance acquisition costs incurred	106,994	-	-	-	106,994	346,314	-	-	-	346,314
Surplus distribution to policyholders	-	-	1,775	-	1,775	-	-	9,633	-	9,633
	106,994	3,048	586,253	(2,561)	693,734	346,314	(8,168)	1,855,132	(35,884)	2,157,394
Insurance service result	(624,179)	3,048	586,253	(2,561)	(37,439)	(2,029,302)	(8,168)	1,855,132	(35,884)	(218,222)
Finance expenses from insurance contracts issued	-	-	5,143	340	5,483	-	-	45,878	7,231	53,109
Total amounts recognised in statement of income	(624,179)	3,048	591,396	(2,221)	(31,956)	(2,029,302)	(8,168)	1,901,010	(28,653)	(165,113)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums received	752,714	-	-	-	752,714	2,682,365	-	-	-	2,682,365
Claims and other directly attributable expenses paid	-	-	(678,192)	-	(678,192)	-	-	(2,126,133)	-	(2,126,133)
Insurance acquisition cash flows	(123,410)	-	-	-	(123,410)	(497,636)	-	-	-	(497,636)
	629,304	-	(678,192)	-	(48,888)	2,184,729	-	(2,126,133)	-	58,596
Net balance as at 31st March / 31st December	892,713	10,278	792,814	46,984	1,742,789	887,588	7,230	879,610	49,205	1,823,633
Closing insurance contract liabilities	892,713	10,278	792,814	46,984	1,742,789	887,588	7,230	879,610	49,205	1,823,633
Closing insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	892,713	10,278	792,814	46,984	1,742,789	887,588	7,230	879,610	49,205	1,823,633

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6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.1 Insurance contracts measured under PAA (continued)

	31 st March 2026					31 st December 2025				
	Un-Audited					Audited				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	(124,615)	19,480	772,734	37,566	705,165	54,885	35,792	563,468	51,884	706,029
Opening insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 1st January	(124,615)	19,480	772,734	37,566	705,165	54,885	35,792	563,468	51,884	706,029
Insurance revenue	(466,682)	-	-	-	(466,682)	(1,617,655)	-	-	-	(1,617,655)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(9,979)	471,766	13,204	474,991	-	(35,791)	1,415,932	21,774	1,401,915
Changes relating to liabilities for incurred claims	-	-	(51,995)	(12,242)	(64,237)	-	-	86,534	(41,705)	44,829
Losses / (loss reversals) on onerous contracts	-	7,415	-	-	7,415	-	19,479	-	-	19,479
Insurance acquisition costs incurred	38,216	-	-	-	38,216	132,946	-	-	-	132,946
Surplus distribution to policyholders	-	-	-	-	-	-	-	-	-	-
	38,216	(2,564)	419,771	962	456,385	132,946	(16,312)	1,502,466	(19,931)	1,599,169
Insurance service result	(428,466)	(2,564)	419,771	962	(10,297)	(1,484,709)	(16,312)	1,502,466	(19,931)	(18,486)
Finance expenses from insurance contracts issued	-	-	5,153	283	5,436	-	-	18,246	5,613	23,859
Total amounts recognised in statement of income	(428,466)	(2,564)	424,924	1,245	(4,861)	(1,484,709)	(16,312)	1,520,712	(14,318)	5,373
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums received	249,873	-	-	-	249,873	1,472,871	-	-	-	1,472,871
Claims and other directly attributable expenses paid	-	-	(366,293)	-	(366,293)	-	-	(1,311,446)	-	(1,311,446)
Insurance acquisition cash flows	(31,090)	-	-	-	(31,090)	(167,662)	-	-	-	(167,662)
	218,783	-	(366,293)	-	(147,510)	1,305,209	-	(1,311,446)	-	(6,237)
Net balance as at 31st March / 31st December	(334,298)	16,916	831,365	38,811	552,794	(124,615)	19,480	772,734	37,566	705,165
Closing insurance contract liabilities	(89,841)	-	629,987	29,117	569,263	(124,615)	19,480	772,734	37,566	705,165
Closing insurance contract assets	(244,457)	16,916	201,378	9,694	(16,469)	-	-	-	-	-
Net balance as at 31st March / 31st December	(334,298)	16,916	831,365	38,811	552,794	(124,615)	19,480	772,734	37,566	705,165

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Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.1 Insurance contracts measured under PAA (continued)

c) Property & casualty	31 st March 2026					31 st December 2025				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
	Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000				
Opening insurance contract liabilities	(63,643)	5,179	389,689	50,468	381,693	86,975	-	443,418	47,304	577,697
Opening insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 1st January	(63,643)	5,179	389,689	50,468	381,693	86,975	-	443,418	47,304	577,697
Insurance revenue	(83,454)	-	-	-	(83,454)	(344,332)	-	-	-	(344,332)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(1,598)	37,699	2,910	39,011	-	-	143,953	10,703	154,656
Changes relating to liabilities for incurred claims	-	-	(15,408)	(2,832)	(18,240)	-	-	6,890	(10,046)	(3,156)
Losses / (loss reversals) on onerous contracts	-	2,076	-	-	2,076	-	5,179	-	-	5,179
Insurance acquisition costs incurred	4,163	-	-	-	4,163	11,928	-	-	-	11,928
Surplus distribution to policyholders	-	-	690	-	690	-	-	3,744	-	3,744
	4,163	478	22,981	78	27,700	11,928	5,179	154,587	657	172,351
Insurance service result	(79,291)	478	22,981	78	(55,754)	(332,404)	5,179	154,587	657	(171,981)
Finance expenses from insurance contracts issued	-	-	3,842	380	4,222	-	-	12,106	2,507	14,613
Total amounts recognised in statement of income	(79,291)	478	26,823	458	(51,532)	(332,404)	5,179	166,693	3,164	(157,368)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums received	121,744	-	-	-	121,744	221,224	-	-	-	221,224
Claims and other directly attributable expenses paid	-	-	(10,666)	-	(10,666)	-	-	(220,422)	-	(220,422)
Insurance acquisition cash flows	2,491	-	-	-	2,491	(39,438)	-	-	-	(39,438)
	124,235	-	(10,666)	-	113,569	181,786	-	(220,422)	-	(38,636)
Net balance as at 31st March / 31st December	(18,699)	5,657	405,846	50,926	443,730	(63,643)	5,179	389,689	50,468	381,693
Closing insurance contract liabilities	(18,699)	5,657	405,846	50,926	443,730	(63,643)	5,179	389,689	50,468	381,693
Closing insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	(18,699)	5,657	405,846	50,926	443,730	(63,643)	5,179	389,689	50,468	381,693

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6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

Insurance contracts measured under PAA (continued)

d) Protection & savings	31 st March 2026					31 st December 2025				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	(410,689)	-	415,345	34,916	39,572	(1,993)	-	90,309	8,364	96,680
Opening insurance contract assets	(16,475)	-	10,240	869	(5,366)	-	-	-	-	-
Net balance as at 1st January	(427,164)	-	425,585	35,785	34,206	(1,993)	-	90,309	8,364	96,680
Insurance revenue	(139,041)	-	-	-	(139,041)	(524,116)	-	-	-	(524,116)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	-	339,983	23,306	363,289	-	-	505,494	33,574	539,068
Changes relating to liabilities for incurred claims	-	-	(243,319)	(22,936)	(266,255)	-	-	(45,999)	(6,605)	(52,604)
Losses / (loss reversals) on onerous contracts	-	-	-	-	-	-	-	-	-	-
Insurance acquisition costs incurred	2,388	-	-	-	2,388	4,591	-	-	-	4,591
Surplus distribution to policyholders	-	-	166	-	166	-	-	902	-	902
	2,388	-	96,830	370	99,588	4,591	-	460,397	26,969	491,957
Insurance service result	(136,653)	-	96,830	370	(39,453)	(519,525)	-	460,397	26,969	(32,159)
Finance expenses from insurance contracts issued	-	-	2,284	229	2,513	-	-	1,272	452	1,724
Total amounts recognised in statement of income	(136,653)	-	99,114	599	(36,940)	(519,525)	-	461,669	27,421	(30,435)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums received	35,127	-	-	-	35,127	101,735	-	-	-	101,735
Claims and other directly attributable expenses paid	-	-	(14,780)	-	(14,780)	-	-	(126,393)	-	(126,393)
Insurance acquisition cash flows	(2,939)	-	-	-	(2,939)	(7,381)	-	-	-	(7,381)
	32,188	-	(14,780)	-	17,408	94,354	-	(126,393)	-	(32,039)
Net balance as at 31st March / 31st December	(531,629)	-	509,919	36,384	14,674	(427,164)	-	425,585	35,785	34,206
Closing insurance contract liabilities	(513,706)	-	503,357	35,912	25,563	(410,689)	-	415,345	34,916	39,572
Closing insurance contract assets	(17,923)	-	6,562	472	(10,889)	(16,475)	-	10,240	869	(5,366)
Net balance as at 31st March / 31st December	(531,629)	-	509,919	36,384	14,674	(427,164)	-	425,585	35,785	34,206

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6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.2 Insurance contracts measured under GMM & VFA

Total GMM & VFA	31 st March 2026					31 st December 2025				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	7,721,023	2,534	156,253	21,486	7,901,296	6,285,396	1,215	151,351	16,827	6,454,789
Opening insurance contract assets	-	-	-	-	-	(62)	58	-	-	(4)
Net balance as at 1st January	7,721,023	2,534	156,253	21,486	7,901,296	6,285,334	1,273	151,351	16,827	6,454,785
Insurance revenue	(84,880)	-	-	-	(84,880)	(460,409)	-	-	-	(460,409)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(166)	13,951	497	14,282	-	(359)	32,417	1,439	33,497
Changes relating to liabilities for incurred claims	-	-	3,666	(214)	3,452	-	-	(5,586)	2,352	(3,234)
Losses / (loss reversals) on onerous contracts	-	1,021	-	-	1,021	-	1,579	-	-	1,579
Insurance acquisition costs incurred	1,553	-	-	-	1,553	66,099	-	-	-	66,099
Surrenders and maturities	-	-	-	-	-	-	-	-	-	-
	1,553	855	17,617	283	20,308	66,099	1,220	26,831	3,791	97,941
Insurance service result	(83,327)	855	17,617	283	(64,572)	(394,310)	1,220	26,831	3,791	(362,468)
Finance expenses from insurance contracts issued	115,202	10	489	100	115,801	(568,545)	41	2,117	868	(565,519)
Total amounts recognised in statement of income	31,875	865	18,106	383	51,229	(962,855)	1,261	28,948	4,659	(927,987)
Investment components	(611,977)	-	611,977	-	-	(1,997,010)	-	1,997,010	-	-
Cash flows										
Premiums received	435,659	-	-	-	435,659	4,662,896	-	-	-	4,662,896
Claims and other directly attributable expenses paid	-	-	(627,371)	-	(627,371)	-	-	(2,021,056)	-	(2,021,056)
Insurance acquisition cash flows	(21,474)	-	-	-	(21,474)	(267,342)	-	-	-	(267,342)
	414,185	-	(627,371)	-	(213,186)	4,395,554	-	(2,021,056)	-	2,374,498
Net balance as at 31st March / 31st December	7,555,106	3,399	158,965	21,869	7,739,339	7,721,023	2,534	156,253	21,486	7,901,296
Closing insurance contract liabilities	7,555,106	3,399	158,965	21,869	7,739,339	7,721,023	2,534	156,253	21,486	7,901,296
Closing insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	7,555,106	3,399	158,965	21,869	7,739,339	7,721,023	2,534	156,253	21,486	7,901,296

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6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.2 Insurance contracts measured under GMM & VFA (continued)

a) Property & casualty	31 st March 2026					31 st December 2025				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	39,075	-	156,253	21,486	216,814	66,868	-	151,351	16,827	235,046
Opening insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 1st January	39,075	-	156,253	21,486	216,814	66,868	-	151,351	16,827	235,046
Insurance revenue	(60,423)	-	-	-	(60,423)	(202,310)	-	-	-	(202,310)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	-	5,511	497	6,008	-	-	11,556	1,439	12,995
Changes relating to liabilities for incurred claims	-	-	3,666	(214)	3,452	-	-	(5,586)	2,352	(3,234)
Losses / (loss reversals) on onerous contracts	-	-	-	-	-	-	-	-	-	-
Insurance acquisition costs incurred	1,601	-	-	-	1,601	22,670	-	-	-	22,670
Surrenders and maturities	-	-	-	-	-	-	-	-	-	-
	1,601	-	9,177	283	11,061	22,670	-	5,970	3,791	32,431
Insurance service result	(58,822)	-	9,177	283	(49,362)	(179,640)	-	5,970	3,791	(169,879)
Finance expenses from insurance contracts issued	718	-	489	100	1,307	5,550	-	2,117	868	8,535
Total amounts recognised in statement of income	(58,104)	-	9,666	383	(48,055)	(174,090)	-	8,087	4,659	(161,344)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums received	45,509	-	-	-	45,509	170,352	-	-	-	170,352
Claims and other directly attributable expenses paid	-	-	(6,954)	-	(6,954)	-	-	(3,185)	-	(3,185)
Insurance acquisition cash flows	(1,126)	-	-	-	(1,126)	(24,055)	-	-	-	(24,055)
	44,383	-	(6,954)	-	37,429	146,297	-	(3,185)	-	143,112
Net balance as at 31st March / 31st December	25,354	-	158,965	21,869	206,188	39,075	-	156,253	21,486	216,814
Closing insurance contract liabilities	25,354	-	158,965	21,869	206,188	39,075	-	156,253	21,486	216,814
Closing insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	25,354	-	158,965	21,869	206,188	39,075	-	156,253	21,486	216,814

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For the three-month period ended 31st March 2026

6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.2 Insurance contracts measured under GMM & VFA (continued)

b) Protection & savings	31 st March 2026					31 st December 2025				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	7,681,948	2,534	-	-	7,684,482	6,218,528	1,215	-	-	6,219,743
Opening insurance contract assets	-	-	-	-	-	(62)	58	-	-	(4)
Net balance as at 1st January	7,681,948	2,534	-	-	7,684,482	6,218,466	1,273	-	-	6,219,739
Insurance revenue	(24,457)	-	-	-	(24,457)	(258,099)	-	-	-	(258,099)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(166)	8,440	-	8,274	-	(359)	20,861	-	20,502
Changes relating to liabilities for incurred claims	-	-	-	-	-	-	-	-	-	-
Losses / (loss reversals) on onerous contracts	-	1,021	-	-	1,021	-	1,579	-	-	1,579
Insurance acquisition costs incurred	(48)	-	-	-	(48)	43,429	-	-	-	43,429
Surrenders and maturities	-	-	-	-	-	-	-	-	-	-
	(48)	855	8,440	-	9,247	43,429	1,220	20,861	-	65,510
Insurance service result	(24,505)	855	8,440	-	(15,210)	(214,670)	1,220	20,861	-	(192,589)
Finance expenses from insurance contracts issued	114,484	10	-	-	114,494	(574,095)	41	-	-	(574,054)
Total amounts recognised in statement of income	89,979	865	8,440	-	99,284	(788,765)	1,261	20,861	-	(766,643)
Investment components	(611,977)	-	611,977	-	-	(1,997,010)	-	1,997,010	-	-
Cash flows										
Premiums received	390,150	-	-	-	390,150	4,492,544	-	-	-	4,492,544
Claims and other directly attributable expenses paid	-	-	(620,417)	-	(620,417)	-	-	(2,017,871)	-	(2,017,871)
Insurance acquisition cash flows	(20,348)	-	-	-	(20,348)	(243,287)	-	-	-	(243,287)
	369,802	-	(620,417)	-	(250,615)	4,249,257	-	(2,017,871)	-	2,231,386
Net balance as at 31st March / 31st December	7,529,752	3,399	-	-	7,533,151	7,681,948	2,534	-	-	7,684,482
Closing insurance contract liabilities	7,529,752	3,399	-	-	7,533,151	7,681,948	2,534	-	-	7,684,482
Closing insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	7,529,752	3,399	-	-	7,533,151	7,681,948	2,534	-	-	7,684,482

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6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.2 Insurance contracts measured under GMM (continued)

c) Protection & savings	31 st March 2026					31 st December 2025				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	(317)	872	-	-	555	-	-	-	-	-
Opening insurance contract assets	-	-	-	-	-	(62)	58	-	-	(4)
Net balance as at 1st January	(317)	872	-	-	555	(62)	58	-	-	(4)
Insurance revenue	16	-	-	-	16	46	-	-	-	46
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(31)	1	-	(30)	-	(57)	5	-	(52)
Changes relating to liabilities for incurred claims	-	-	-	-	-	-	-	-	-	-
Losses / (loss reversals) on onerous contracts	-	32	-	-	32	-	830	-	-	830
Insurance acquisition costs incurred	-	-	-	-	-	-	-	-	-	-
Surrenders and maturities	-	-	-	-	-	-	-	-	-	-
	-	1	1	-	2	-	773	5	-	778
Insurance service result	16	1	1	-	18	46	773	5	-	824
Finance expenses from insurance contracts issued	(53)	10	-	-	(43)	(304)	41	-	-	(263)
Total amounts recognised in statement of income	(37)	11	1	-	(25)	(258)	814	5	-	561
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums received	1	-	-	-	1	3	-	-	-	3
Claims and other directly attributable expenses paid	-	-	(1)	-	(1)	-	-	(5)	-	(5)
Insurance acquisition cash flows	-	-	-	-	-	-	-	-	-	-
	1	-	(1)	-	-	3	-	(5)	-	(2)
Net balance as at 31st March / 31st December	(353)	883	-	-	530	(317)	872	-	-	555
Closing insurance contract liabilities	(353)	883	-	-	530	(317)	872	-	-	555
Closing insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	(353)	883	-	-	530	(317)	872	-	-	555

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6. Insurance and retakaful / reinsurance contracts (continued)

6.1 Movements in insurance contract balances (continued)

6.1.2 Insurance contracts measured under VFA (continued)

d) Protection & savings	31 st March 2026					31 st December 2025				
	LRC		LIC		Total	LRC		LIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening insurance contract liabilities	7,682,265	1,662	-	-	7,683,927	6,218,528	1,215	-	-	6,219,743
Opening insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 1st January	7,682,265	1,662	-	-	7,683,927	6,218,528	1,215	-	-	6,219,743
Insurance revenue	(24,473)	-	-	-	(24,473)	(258,145)	-	-	-	(258,145)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	(135)	8,439	-	8,304	-	(302)	20,856	-	20,554
Changes relating to liabilities for incurred claims	-	-	-	-	-	-	-	-	-	-
Losses / (loss reversals) on onerous contracts	-	989	-	-	989	-	749	-	-	749
Insurance acquisition costs incurred	(48)	-	-	-	(48)	43,429	-	-	-	43,429
Surrenders and maturities	-	-	-	-	-	-	-	-	-	-
	(48)	854	8,439	-	9,245	43,429	447	20,856	-	64,732
Insurance service result	(24,521)	854	8,439	-	(15,228)	(214,716)	447	20,856	-	(193,413)
Finance expenses from insurance contracts issued	114,537	-	-	-	114,537	(573,791)	-	-	-	(573,791)
Total amounts recognised in statement of income	90,016	854	8,439	-	99,309	(788,507)	447	20,856	-	(767,204)
Investment components	(611,977)	-	611,977	-	-	(1,997,010)	-	1,997,010	-	-
Cash flows										
Premiums received	390,149	-	-	-	390,149	4,492,541	-	-	-	4,492,541
Claims and other directly attributable expenses paid	-	-	(620,416)	-	(620,416)	-	-	(2,017,866)	-	(2,017,866)
Insurance acquisition cash flows	(20,348)	-	-	-	(20,348)	(243,287)	-	-	-	(243,287)
	369,801	-	(620,416)	-	(250,615)	4,249,254	-	(2,017,866)	-	2,231,388
Net balance as at 31st March / 31st December	7,530,105	2,516	-	-	7,532,621	7,682,265	1,662	-	-	7,683,927
Closing insurance contract liabilities	7,530,105	2,516	-	-	7,532,621	7,682,265	1,662	-	-	7,683,927
Closing insurance contract assets	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	7,530,105	2,516	-	-	7,532,621	7,682,265	1,662	-	-	7,683,927

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Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

6. Insurance and retakaful / reinsurance contracts (continued)

6.2 Movements in retakaful / reinsurance contracts

6.2.1 Retakaful / reinsurance contracts measured under measured under GMM

	31 st March 2026					31 st December 2025				
	ARC		AIC		Total	ARC		AIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening retakaful / reinsurance contract assets	(51,894)	2,072	622,658	67,425	640,261	(77,903)	1,145	683,064	68,363	674,669
Opening retakaful / reinsurance contract liabilities	(1,862)	1,145	-	-	(717)	(11,417)	-	(5,054)	992	(15,479)
Net balance as at 1st January	(53,756)	3,217	622,658	67,425	639,544	(89,320)	1,145	678,010	69,355	659,190
Allocation of retakaful / reinsurance contributions										
Expected amount of claim recoverable in the period	(16,550)	-	-	-	(16,550)	(68,592)	-	-	-	(68,592)
Change in risk adjustment for non-financial risk	(1,043)	-	-	-	(1,043)	(6,562)	-	-	-	(6,562)
CSM recognised for services received	(88,958)	-	-	-	(88,958)	(347,921)	-	-	-	(347,921)
Reversal of loss recovery that does not adjust CSM	840	-	-	-	840	-	-	-	-	-
Experience adjustments for premium paid	2,438	-	-	-	2,438	3,983	-	-	-	3,983
	(103,273)	-	-	-	(103,273)	(419,092)	-	-	-	(419,092)
Amounts recoverable from retakaful / reinsurance										
Incurred claims and other expenses	-	-	23,117	1,610	24,727	-	-	111,886	8,568	120,454
Changes in amounts recoverable on incurred claims	-	-	(14,080)	(3,284)	(17,364)	-	-	(2,489)	(14,335)	(16,824)
Loss recovery / (reversals) for onerous contracts	-	3,943	-	-	3,943	-	2,047	-	-	2,047
Change in provision for risk of non-performance	-	-	(228)	-	(228)	-	-	(499)	-	(499)
	-	3,943	8,809	(1,674)	11,078	-	2,047	108,898	(5,767)	105,178
Insurance service result	(103,273)	3,943	8,809	(1,674)	(92,195)	(419,092)	2,047	108,898	(5,767)	(313,914)
Finance expenses from insurance contracts held	(284)	25	3,775	452	3,968	3,731	25	17,178	3,837	24,771
Total amounts recognised in statement of income	(103,557)	3,968	12,584	(1,222)	(88,227)	(415,361)	2,072	126,076	(1,930)	(289,143)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums paid net of ceding commissions	72,064	-	-	-	72,064	450,925	-	-	-	450,925
Claims and other recoveries	-	-	(50,933)	-	(50,933)	-	-	(181,428)	-	(181,428)
	72,064	-	(50,933)	-	21,131	450,925	-	(181,428)	-	269,497
Net balance as at 31st March / 31st December	(85,249)	7,185	584,309	66,203	572,448	(53,756)	3,217	622,658	67,425	639,544
Closing retakaful / reinsurance contract assets	(83,952)	6,040	584,309	66,203	572,600	(51,894)	2,072	622,658	67,425	640,261
Closing retakaful / reinsurance contract liabilities	(1,297)	1,145	-	-	(152)	(1,862)	1,145	-	-	(717)
Net balance as at 31st March / 31st December	(85,249)	7,185	584,309	66,203	572,448	(53,756)	3,217	622,658	67,425	639,544

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For the three-month period ended 31st March 2026

6. Insurance and retakaful / reinsurance contracts (continued)

6.2 Movements in retakaful / reinsurance contracts (continued)

6.2.1 Retakaful / reinsurance contracts measured under measured under GMM (continued)

a) Motor	31 st March 2026					31 st December 2025				
	ARC		AIC		Total	ARC		AIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening retakaful / reinsurance contract assets	6,842	-	21,150	1,164	29,156	(1,532)	-	18,752	966	18,186
Opening retakaful / reinsurance contract liabilities	-	-	-	-	-	-	-	-	-	-
Net balance as at 1st January	6,842	-	21,150	1,164	29,156	(1,532)	-	18,752	966	18,186
Allocation of retakaful / reinsurance contributions										
Expected amount of claim recoverable in the period	-	-	-	-	-	-	-	-	-	-
Change in risk adjustment for non-financial risk	-	-	-	-	-	-	-	-	-	-
CSM recognised for services received	(435)	-	-	-	(435)	(8,036)	-	-	-	(8,036)
Reversal of loss recovery that does not adjust CSM	-	-	-	-	-	-	-	-	-	-
Experience adjustments for premium paid	80	-	-	-	80	(797)	-	-	-	(797)
	(355)	-	-	-	(355)	(8,833)	-	-	-	(8,833)
Amounts recoverable from retakaful / reinsurance										
Incurred claims and other expenses	-	-	267	-	267	-	-	5,554	226	5,780
Changes in amounts recoverable on incurred claims	-	-	(153)	(8)	(161)	-	-	(4,957)	(80)	(5,037)
Loss recovery / (reversals) for onerous contracts	-	-	-	-	-	-	-	-	-	-
Change in provision for risk of non-performance	-	-	(3)	-	(3)	-	-	(6)	-	(6)
	-	-	111	(8)	103	-	-	591	146	737
Insurance service result	(355)	-	111	(8)	(252)	(8,833)	-	591	146	(8,096)
Finance expenses from insurance contracts held	49	-	136	8	193	198	-	593	52	843
Total amounts recognised in statement of income	(306)	-	247	-	(59)	(8,635)	-	1,184	198	(7,253)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums paid net of ceding commissions	5,916	-	-	-	5,916	17,009	-	-	-	17,009
Claims and other recoveries	-	-	(267)	-	(267)	-	-	1,214	-	1,214
	5,916	-	(267)	-	5,649	17,009	-	1,214	-	18,223
Net balance as at 31st March / 31st December	12,452	-	21,130	1,164	34,746	6,842	-	21,150	1,164	29,156
Closing retakaful / reinsurance contract assets	12,452	-	21,130	1,164	34,746	6,842	-	21,150	1,164	29,156
Closing retakaful / reinsurance contract liabilities	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	12,452	-	21,130	1,164	34,746	6,842	-	21,150	1,164	29,156

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6. Insurance and retakaful / reinsurance contracts (continued)

6.2 Movements in retakaful / reinsurance contracts (continued)

6.2.1 Retakaful / reinsurance contracts measured under measured under GMM (continued)

b) Medical / Health	31 st March 2026					31 st December 2025				
	ARC		AIC		Total	ARC		AIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening retakaful / reinsurance contract assets	-	-	-	-	-	-	-	-	-	-
Opening retakaful / reinsurance contract liabilities	-	-	-	-	-	-	-	-	-	-
Net balance as at 1st January	-	-	-	-	-	-	-	-	-	-
Allocation of retakaful / reinsurance contributions										
Expected amount of claim recoverable in the period	-	-	-	-	-	-	-	-	-	-
Change in risk adjustment for non-financial risk	-	-	-	-	-	-	-	-	-	-
CSM recognised for services received	-	-	-	-	-	-	-	-	-	-
Reversal of loss recovery that does not adjust CSM	-	-	-	-	-	-	-	-	-	-
Experience adjustments for premium paid	-	-	-	-	-	-	-	-	-	-
Amounts recoverable from retakaful / reinsurance										
Incurred claims and other expenses	-	-	-	-	-	-	-	-	-	-
Changes in amounts recoverable on incurred claims	-	-	-	-	-	-	-	-	-	-
Loss recovery / (reversals) for onerous contracts	-	-	-	-	-	-	-	-	-	-
Change in provision for risk of non-performance	-	-	-	-	-	-	-	-	-	-
Insurance service result	-	-	-	-	-	-	-	-	-	-
Finance expenses from insurance contracts held	-	-	-	-	-	-	-	-	-	-
Total amounts recognised in statement of income	-	-	-	-	-	-	-	-	-	-
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums paid net of ceding commissions	-	-	-	-	-	-	-	-	-	-
Claims and other recoveries	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	-	-	-	-	-	-	-	-	-	-
Closing retakaful / reinsurance contract assets	-	-	-	-	-	-	-	-	-	-
Closing retakaful / reinsurance contract liabilities	-	-	-	-	-	-	-	-	-	-
Net balance as at 31st March / 31st December	-	-	-	-	-	-	-	-	-	-

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Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

6. Insurance and retakaful / reinsurance contracts (continued)

6.2 Movements in retakaful / reinsurance contracts (continued)

6.2.1 Retakaful / reinsurance contracts measured under measured under GMM (continued)

c) Property & casualty	31 st March 2026					31 st December 2025				
	ARC		AIC		Total	ARC		AIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening retakaful / reinsurance contract assets	(92,755)	2,072	553,960	63,733	527,010	(82,643)	-	571,046	61,780	550,183
Opening retakaful / reinsurance contract liabilities	(717)	-	-	-	(717)	(11,417)	-	(5,054)	992	(15,479)
Net balance as at 1st January	(93,472)	2,072	553,960	63,733	526,293	(94,060)	-	565,992	62,772	534,704
Allocation of retakaful / reinsurance contributions										
Expected amount of claim recoverable in the period	(14,186)	-	-	-	(14,186)	(51,562)	-	-	-	(51,562)
Change in risk adjustment for non-financial risk	(890)	-	-	-	(890)	(5,649)	-	-	-	(5,649)
CSM recognised for services received	(78,571)	-	-	-	(78,571)	(289,800)	-	-	-	(289,800)
Reversal of loss recovery that does not adjust CSM	679	-	-	-	679	-	-	-	-	-
Experience adjustments for premium paid	2,358	-	-	-	2,358	4,929	-	-	-	4,929
	(90,610)	-	-	-	(90,610)	(342,082)	-	-	-	(342,082)
Amounts recoverable from retakaful / reinsurance										
Incurred claims and other expenses	-	-	19,526	1,539	21,065	-	-	86,494	7,409	93,903
Changes in amounts recoverable on incurred claims	-	-	(15,820)	(2,936)	(18,756)	-	-	(24,569)	(9,918)	(34,487)
Loss recovery / (reversals) for onerous contracts	-	731	-	-	731	-	2,072	-	-	2,072
Change in provision for risk of non-performance	-	-	(216)	-	(216)	-	-	(474)	-	(474)
	-	731	3,490	(1,397)	2,824	-	2,072	61,451	(2,509)	61,014
Insurance service result	(90,610)	731	3,490	(1,397)	(87,786)	(342,082)	2,072	61,451	(2,509)	(281,068)
Finance expenses from insurance contracts held	(553)	25	3,321	427	3,220	3,935	-	14,860	3,470	22,265
Total amounts recognised in statement of income	(91,163)	756	6,811	(970)	(84,566)	(338,147)	2,072	76,311	961	(258,803)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums paid net of ceding commissions	53,434	-	-	-	53,434	338,735	-	-	-	338,735
Claims and other recoveries	-	-	(45,114)	-	(45,114)	-	-	(88,343)	-	(88,343)
	53,434	-	(45,114)	-	8,320	338,735	-	(88,343)	-	250,392
Net balance as at 31st March / 31st December	(131,201)	2,828	515,657	62,763	450,047	(93,472)	2,072	553,960	63,733	526,293
Closing retakaful / reinsurance contract assets	(131,049)	2,828	515,657	62,763	450,199	(92,755)	2,072	553,960	63,733	527,010
Closing retakaful / reinsurance contract liabilities	(152)	-	-	-	(152)	(717)	-	-	-	(717)
Net balance as at 31st March / 31st December	(131,201)	2,828	515,657	62,763	450,047	(93,472)	2,072	553,960	63,733	526,293

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6. Insurance and retakaful / reinsurance contracts (continued)

6.2 Movements in retakaful / reinsurance contracts (continued)

6.2.1 Retakaful / reinsurance contracts measured under measured under GMM (continued)

d) Protection & savings	31 st March 2026					31 st December 2025				
	ARC		AIC		Total	ARC		AIC		Total
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks		Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risks	
Saudi Riyal (ﷲ) in 000					Saudi Riyal (ﷲ) in 000					
Opening retakaful / reinsurance contract assets	34,019	-	47,548	2,528	84,095	6,272	1,145	93,266	5,617	106,300
Opening retakaful / reinsurance contract liabilities	(1,145)	1,145	-	-	-	-	-	-	-	-
Net balance as at 1st January	32,874	1,145	47,548	2,528	84,095	6,272	1,145	93,266	5,617	106,300
Allocation of retakaful / reinsurance contributions										
Expected amount of claim recoverable in the period	(2,364)	-	-	-	(2,364)	(17,030)	-	-	-	(17,030)
Change in risk adjustment for non-financial risk	(153)	-	-	-	(153)	(913)	-	-	-	(913)
CSM recognised for services received	(9,952)	-	-	-	(9,952)	(50,085)	-	-	-	(50,085)
Reversal of loss recovery that does not adjust CSM	161	-	-	-	161	-	-	-	-	-
Experience adjustments for premium paid	-	-	-	-	-	(149)	-	-	-	(149)
	(12,308)	-	-	-	(12,308)	(68,177)	-	-	-	(68,177)
Amounts recoverable from retakaful / reinsurance										
Incurred claims and other expenses	-	-	3,324	71	3,395	-	-	19,838	933	20,771
Changes in amounts recoverable on incurred claims	-	-	1,893	(340)	1,553	-	-	27,037	(4,337)	22,700
Loss recovery / (reversals) for onerous contracts	-	3,212	-	-	3,212	-	(25)	-	-	(25)
Change in provision for risk of non-performance	-	-	(9)	-	(9)	-	-	(19)	-	(19)
	-	3,212	5,208	(269)	8,151	-	(25)	46,856	(3,404)	43,427
Insurance service result	(12,308)	3,212	5,208	(269)	(4,157)	(68,177)	(25)	46,856	(3,404)	(24,750)
Finance expenses from insurance contracts held	220	-	318	17	555	(402)	25	1,725	315	1,663
Total amounts recognised in statement of income	(12,088)	3,212	5,526	(252)	(3,602)	(68,579)	-	48,581	(3,089)	(23,087)
Investment components	-	-	-	-	-	-	-	-	-	-
Cash flows										
Premiums paid net of ceding commissions	12,714	-	-	-	12,714	95,181	-	-	-	95,181
Claims and other recoveries	-	-	(5,552)	-	(5,552)	-	-	(94,299)	-	(94,299)
	12,714	-	(5,552)	-	7,162	95,181	-	(94,299)	-	882
Net balance as at 31st March / 31st December	33,500	4,357	47,522	2,276	87,655	32,874	1,145	47,548	2,528	84,095
Closing retakaful / reinsurance contract assets	34,645	3,212	47,522	2,276	87,655	34,019	-	47,548	2,528	84,095
Closing retakaful / reinsurance contract liabilities	(1,145)	1,145	-	-	-	(1,145)	1,145	-	-	-
Net balance as at 31st March / 31st December	33,500	4,357	47,522	2,276	87,655	32,874	1,145	47,548	2,528	84,095

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7. Statutory deposit

In compliance with Article 58 of the Insurance Implementing Regulations, statutory deposit amounting to ﷲ 100 million (31st December 2024: ﷲ 100 million) kept with a local bank, represents 10% of the paid-up share capital of the Company, which is maintained in accordance with the Cooperative Insurance Companies Control Law (CCICL) issued by the Insurance Authority (IA). This statutory deposit cannot be withdrawn without the consent of the IA. Under the ECL method, the Company charged an impairment loss amounting to ﷲ 12 thousand (31st December 2024: ﷲ 26 thousand).

	31 st March 2026	31 st December 2025
	Un-Audited	Audited
	Saudi Riyal (ﷲ) in 000	
Deposit	100,000	100,000
ECL	(12)	(12)
Statutory deposit	99,988	99,988

Following the circular dated 1st March 2016, from IA, the Company has disclosed accrued income on statutory deposits amounting to ﷲ 7.37 million (comparative period: ﷲ 6.15 million) as an asset and a liability in these financial statements.

8. Right-of-use assets

The following table presents the right-of-use assets for the Company:

	31 st March 2026	31 st December 2025
	Un-Audited	Audited
	Saudi Riyal (ﷲ) in 000	
Opening balance	29,653	37,485
Depreciation	(1,570)	(7,068)
Write-offs	1,232	(764)
Closing balance	29,315	29,653

9. Zakat

	31 st March 2026	31 st December 2025
	Un-Audited	Audited
	Saudi Riyal (ﷲ) in 000	
Opening balance	27,429	34,502
Provided during the period	3,230	13,885
Payments during the period	-	(20,958)
Closing balance	30,659	27,429

Status of assessments

The Company had filed zakat returns with the Zakat, Tax and Customs Authority (“ZATCA”) for the years up to 2025. ZATCA has concluded its assessment for the years till FY2020, and additional liability has been settled by the Company.

The Company have received revised draft assessments for the years 2021 and 2022, where the authority has computed additional zakat liability of ﷲ 8.85 million; the Company have adequate provisions to cover these additional liabilities. No final assessment has been issued for these years till date.

The years 2023 to 2025 still under ZATCA review and no assessments have been received till date.

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10. Share Capital

The authorised, issued and paid-up capital of the Company is ﷲ 1 billion at 31st December 2025 (31st December 2024: ﷲ 1 billion), consisting of 100 million shares (31st December 2024: 100 million shares) of ﷲ 10 each. The shareholders of the Company are subject to zakat. Shareholding structure of the Company is as below.

	31 st March 2026		
	Un-Audited		
	Authorised and issued	Paid-up	
Number of Shares	Saudi Riyal (ﷲ) in 000		
Al Rajhi Banking and Investment Corporation	35,000,000	350,000	350,000
Others	65,000,000	650,000	650,000
	100,000,000	1,000,000	1,000,000
	31 st December 2025		
	Audited		
	Authorised and issued	Paid-up	
Number of Shares	Saudi Riyal (ﷲ) in 000		
Al Rajhi Banking and Investment Corporation	35,000,000	350,000	350,000
Others	65,000,000	650,000	650,000
	100,000,000	1,000,000	1,000,000

11. Statutory reserve

The Company carries out a transfer of 20% of the shareholders' income on an annual basis at 31st December until the statutory reserve amounts to 100% of the paid-up share capital. As at 31st March 2026, ﷲ 440.48 million (31st December 2025: ﷲ 440.48 million) had been set aside as a statutory reserve, equal to 44.05% (31st December 2025: 44.05%) of the paid-up share capital.

12. Treasury Shares

The Company bought back 300,000 shares for the purpose of granting long-term stock options to senior management in 2025. The amount paid to buy back the shares was ﷲ 35.7 million. The amount paid is recorded in the statement of changes in equity as a reserve under treasury shares of ﷲ 35.7 million.

13. Employee Stock Option Scheme Reserve

The Company has approved granting its own shares to certain eligible employees on 19th August 2025.

Shares were granted based on fair value of its shares to certain group of executives with vesting period of 3 years for the performance year 2023 and onwards.

Figures presented are in thousands.

	Total Amount	Vested Amount	Granted Shares	Vested Shares
Total	ﷲ 13,625.93	ﷲ 6,588.52	117,063	75,528

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14. Commitments and contingencies

14.1 The Company's commitments and contingencies are as follows:

	31 st March 2026	31 st December 2025
	Un-Audited	Audited
	Saudi Riyal (ﷲ) in 000	
Letters of guarantee	28,836	29,588

14.2 The Company enters into takaful contracts and is subject to legal proceedings in the normal course of business. While it is not practicable to forecast or determine the final results of all the pending and threatened legal proceedings, management does not believe that any such proceedings (including litigation) that are in progress at reporting date will have a material effect on its results and financial position.

15. Expense allocation

	Three-month Period Ended	
	31 st March 2026	31 st March 2025
	Un-Audited	Un-Audited
	Saudi Riyal (ﷲ) in 000	
Policy acquisition cost	153,314	137,301
Directly attributable non-acquisition expenses	82,591	74,808
Non-attributable expenses	56,986	36,571
Total Expenses	292,891	248,680

Pursuant to the Company's policy and takaful model, all administrative and operating expenses are borne by the Shareholders' operations. In compliance with the Islamic Shariah principles governing the management of cooperative insurance operations, the Company estimates and load the management fee while calculating the gross premium. The actual amount of management fee is adjusted on annual basis based on the actual spending.

Following the distribution of 10% of the net insurance surplus to the policyholders, in accordance with the applicable Insurance Law and the executive regulations issued by the Insurance Authority, the Company shall be entitled to deduct its rightful management fees from the remaining balance of the surplus.

16. Fees & Other income

Fee & other income for the period includes the policy administration fees related to individual life business.

17. Earnings per share

Earnings per share for the period ended 31st March 2026 (ﷲ 1.14 per share and 31st March 2025 (ﷲ 0.91 per share) are calculated by dividing the net income for the period attributable to the equity holders by the weighted-average number of ordinary shares (100 million shares). There were no material dilutive potential shares in issue as at the reporting period.

	Three-month Period Ended	
	31 st March 2026	31 st March 2025
Net income attributable to the shareholders after zakat (ﷲ in thousand)	113,501	90,797
Weighted-average number of ordinary shares	100,000,000	100,000,000
Basic and diluted earning per share (ﷲ)	1.14	0.91

18. Subsequent events

During the period ended 31st March 2026, the company announced on Tadawul (announcement date 8th March 2026) that the Board of Directors will recommend to the Extraordinary General Assembly (EOGA) to increase the capital of the company by granting bonus shares to the company's shareholders, through capitalization of ﷲ 1,000 million from retained earnings, by way of granting one share for every one share owned. The company is in process of obtaining the approval from the relevant official authorities and the EOGA on the capital increase and the number of granted shares.

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

19. Fair values of financial instruments

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

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

Determination of fair value and fair value hierarchy

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

- Level 1: financial instruments with quoted market prices (unadjusted) in active markets for the same or identical instrument that an entity can access at the measurement date;
- Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices). This category includes instruments valued using quoted market prices in active markets for similar instruments (similar assets and liabilities), quoted prices for identical or similar instruments in markets that are considered less than active, or other valuation techniques in which all significant inputs are directly or indirectly observable from market data;
- Level 3: This category includes all instruments for which the valuation technique includes unobservable inputs that have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Carrying amounts and fair value

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value.

	31 st March 2026				Total
	Carrying value	Fair value			
	Level 1	Level 2	Level 3		
Saudi Riyal (ﷲ) in 000					
Financial assets measured at fair value					
Investments measured at FVTPL	1,898,408	102,305	985,579	810,524	1,898,408
Investments measured at FVOCI	304,511	231,789	-	72,722	304,511
Investment for unit linked contracts	8,207,595	-	8,207,595	-	8,207,595
	10,410,514	334,094	9,193,174	883,246	10,410,514
Financial assets not measured at fair value					
Cash and bank balance	407,851	407,851	-	-	407,851
Investments held at amortised cost	1,879,179	-	1,862,893	-	1,862,893
Statutory deposit	99,988	-	99,988	-	99,988
	2,387,018	407,851	1,962,881	-	2,370,732

The fair values of statutory deposits, accrued investment income on statutory deposit, term deposits, bank balances and other financial assets in the statement of financial position which are carried at amortised cost, are not significantly different from the carrying values due to the short term nature of balances or they are repayable on demand.

Notes to the interim condensed financial statements (continued)
For the three-month period ended 31st March 2026

19. Fair values of financial instruments (continue)

Carrying value	31 st December 2025			Total	
	Fair value				
	Level 1	Level 2	Level 3		
Saudi Riyal (ﷲ) in 000					
Financial assets measured at fair value					
Investments measured at FVTPL	1,701,060	94,738	829,230	777,092	1,701,060
Investments measured at FVOCI	283,951	211,082	-	72,869	283,951
Investment for unit linked contracts	8,374,752	-	8,374,752	-	8,374,752
	10,359,763	305,820	9,203,982	849,961	10,359,763
Financial assets not measured at fair value					
Cash and cash equivalents	582,152	582,152	-	-	582,152
Investments held at amortised cost	2,023,623	-	2,063,363	-	2,063,363
Statutory deposit	99,988	-	99,988	-	99,988
	2,705,763	582,152	2,163,351	-	2,745,503

Level 3 fair values

The following table shows a reconciliation from the opening balances to the closing balances and impact on fair value due to 10% change in price for Level 3 fair values:

	31 st March 2026	31 st December 2025
Financial assets at FVTPL – Unquoted securities		
Closing Balance	810,524	777,092
+/- 10% change in price will increase or decrease value by ﷲ 81.05 million.		
Financial assets at FVOCI – Unquoted securities		
Opening Balance	72,869	61,124
Gain included in OCI	(147)	11,745
Closing Balance	72,722	72,869

+/- 10% change in price will increase or decrease value by ﷲ 7.3 million.

Valuation technique and significant unobservable inputs

The following table shows the valuation techniques used in measuring Level 3 fair value at 31st March 2026 and 31st December 2025, as well as the significant unobservable inputs used. The fair value used for valuation of Level 2 Sukuks are based on prices quoted on reliable and third-party sources.

Type	Valuation technique	Unobservable inputs	Relationship of unobservable inputs to FV
Mutual funds	Mutual funds classified as Level 3 are FV based on the latest available NAV communicated by the fund manager.	FV of underlying assets.	The estimated fair value will increase / decrease directly in line with the change in fair value of underlying assets.
Private equity	Valuation technique (i.e., DCF and market multiple, etc.)	<ul style="list-style-type: none"> • Annual growth rate • Terminal Growth rate • WACC 17.0% • EV/EBITDA: 6 	Annual growth rate is directly proportional. Discount rate is inversely proportional.

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20. Operating segments

Operating segments are identified based on internal reports about components of the Company that are regularly reviewed by the Company's chief executive officer (CEO) in their function as chief operating decision maker to allocate resources to the segments and to assess its performance.

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

Segment assets do not include takaful operations' bank balances and cash, net contributions receivable, investments etc., accordingly, they are included in unallocated assets. Segment liabilities do not include takaful operations' payables accruals and other liabilities and re-takaful / re-insurance balances payable etc., accordingly, they are included in unallocated liabilities. These unallocated assets and liabilities are not reported to chief operating decision maker under related segments and are monitored on a centralized basis.

The segment information provided to the Company's chief executive officer for the reportable segments for the Company's total assets and liabilities as of 31st March 2026 and 31st December 2025, its total revenues, expenses, and net income for the period then ended, are as follows:

20.1 Operating segments Statement of financial position

		31 st March 2026					
		Motor	Medical / Health	Property & casualty	Protection & savings	Un-allocated	Total
Note		Saudi Riyal (ﷲ) in 000					
Assets							
Insurance contract assets	6	-	16,469	-	10,889	-	27,358
Retakaful / reinsurance contract assets	6	34,746	-	450,199	87,655	-	572,600
Cash and cash equivalents	4	-	-	-	-	407,851	407,851
Investments	5	-	-	-	8,207,595	4,082,098	12,289,693
Other unallocated assets		-	-	-	-	643,325	643,325
Total assets		34,746	16,469	450,199	8,306,139	5,133,274	13,940,827
Liabilities							
Insurance contract liabilities	6	1,742,789	569,263	649,918	7,558,714	-	10,520,684
Retakaful / reinsurance contract liabilities	6	-	-	152	-	-	152
Investment contract liabilities		-	-	-	486,928	-	486,928
Other unallocated liabilities, equity and surplus		-	-	-	-	2,933,063	2,933,063
Total liabilities, accumulated surplus and equity		1,742,789	569,263	650,070	8,045,642	2,933,063	13,940,827

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20. Operating segments (continue)

20.1 Operating segments Statement of financial position (continue)

		31 st December 2025					
		Motor	Medical / Health	Property & casualty	Protection & savings	Un-allocated	Total
Note		Saudi Riyal (ﷲ) in 000					
Assets							
Insurance contract assets	6	-	-	-	5,366	-	5,366
Retakaful / reinsurance contract assets	6	29,156	-	527,010	84,095	-	640,261
Cash and cash equivalents	4	-	-	-	-	582,152	582,152
Investments	5	-	-	-	8,374,752	4,008,634	12,383,386
Other unallocated assets		-	-	-	-	572,827	572,827
Total assets		29,156	-	527,010	8,464,213	5,163,613	14,183,992
Liabilities							
Insurance contract liabilities	6	1,823,633	705,165	598,507	7,724,054	-	10,851,359
Retakaful / reinsurance contract liabilities	6	-	-	717	-	-	717
Investment contract liabilities		-	-	-	508,823	-	508,823
Other unallocated liabilities, equity and surplus		-	-	-	-	2,823,093	2,823,093
Total liabilities, accumulated surplus and equity		1,823,633	705,165	599,224	8,232,877	2,823,093	14,183,992

Other unallocated assets include cash and cash equivalents, prepayments and other assets, statutory deposit, accrued income on statutory deposit, right-of-use assets, intangible assets, property and equipment, and all investments except unit-linked.

Other unallocated liabilities include payables, accruals and other liabilities, provision for employees' end-of-service benefits, provision for zakat, payables to the Insurance Authority, and lease liabilities.

Where portfolios of insurance contracts are set such that they fall across multiple operating segments, the Company considered the best judgements to present information that meets the disclosure objective and is useful.

Unallocated assets and liabilities belong to policyholders and shareholders.

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Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

20. Operating segments (continue)

20.2 Operating segments Statement of income

	Three-month Period Ended					Total
	31 st March 2026					
	Motor	Medical / Health	Property & casualty	Protection & savings	Un-allocated	
	Saudi Riyal (ﷲ) in 000					
Insurance revenue	731,173	466,682	143,877	163,498	-	1,505,230
Insurance service expenses	(693,734)	(456,385)	(38,761)	(108,835)	-	(1,297,715)
Insurance service result before retakaful / reinsurance contracts held	37,439	10,297	105,116	54,663	-	207,515
Allocation of retakaful / reinsurance contributions	(355)	-	(90,610)	(12,308)	-	(103,273)
Amounts recoverable from retakaful / reinsurance for incurred claim	103	-	2,824	8,151	-	11,078
Net (expense) / income from retakaful / reinsurance contracts held	(252)	-	(87,786)	(4,157)	-	(92,195)
Insurance service result	37,187	10,297	17,330	50,506	-	115,320
Finance income / (expense) from insurance contracts issued	(5,483)	(5,436)	(5,529)	(117,007)	-	(133,455)
Finance income from retakaful / reinsurance contracts held	193	-	3,220	555	-	3,968
Net finance (expenses) / income	(5,290)	(5,436)	(2,309)	(116,452)	-	(129,487)
Income on financial assets at fair value	-	-	-	-	39,620	39,620
Income on financial assets at amortised cost & short-term deposits	-	-	-	-	25,386	25,386
Fair value gain / (loss) of unit-linked investments	-	-	-	118,448	-	118,448
Net credit impairment losses / reversal on financial assets	-	-	-	-	-	-
Net investment income	-	-	-	118,448	65,006	183,454
Net insurance and investment result	31,897	4,861	15,021	52,502	65,006	169,287
Other operating expenses	-	-	-	-	(56,986)	(56,986)
Other income	-	-	-	-	4,430	4,430
Net income for the period before zakat	31,897	4,861	15,021	52,502	12,450	116,731
Provision for zakat	-	-	-	-	(3,230)	(3,230)
Net income for the period after zakat	31,897	4,861	15,021	52,502	9,220	113,501

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20. Operating segments (continue)

20.2 Operating segments Statement of income (continue)

	Three-month Period Ended					Total
	31 st March 2025					
	Motor	Medical / Health	Property & casualty	Protection & savings	Un-allocated	
	Saudi Riyal (ﷲ) in 000					
Insurance revenue	577,700	385,368	125,374	117,464	-	1,205,906
Insurance service expenses	(528,452)	(421,669)	(40,479)	(49,150)	-	(1,039,750)
Insurance service result before retakaful / reinsurance contracts held	49,248	(36,301)	84,895	68,314	-	166,156
Allocation of retakaful / reinsurance contributions	(8)	-	(74,665)	(20,646)	-	(95,319)
Amounts recoverable from retakaful / reinsurance for incurred claims	(320)	-	2,849	17,380	-	19,909
Net (expense) / income from retakaful / reinsurance contracts held	(328)	-	(71,816)	(3,266)	-	(75,410)
Insurance service result	48,920	(36,301)	13,079	65,048	-	90,746
Finance expense from insurance contracts issued	(14,194)	(4,150)	(7,483)	11,461	-	(14,366)
Finance income from retakaful / reinsurance contracts held	210	-	5,188	(1,367)	-	4,031
Net finance (expenses) / income	(13,984)	(4,150)	(2,295)	10,094	-	(10,335)
Income on financial assets at fair value	-	-	-	-	29,898	29,898
Income on financial assets at amortised cost & short-term deposits	-	-	-	-	35,106	35,106
Fair value gain of unit-linked investments	-	-	-	(12,052)	-	(12,052)
Net credit impairment losses on financial assets	-	-	-	-	-	-
Net investment income	-	-	-	(12,052)	65,004	52,952
Net insurance and investment result	34,936	(40,451)	10,784	63,090	65,004	133,363
Other operating expenses	-	-	-	-	(36,571)	(36,571)
Other income	-	-	-	-	-	-
Net income for the period before zakat	34,936	(40,451)	10,784	63,090	28,433	96,792
Provision for zakat	-	-	-	-	(5,995)	(5,995)
Net income for the period after zakat	34,936	(40,451)	10,784	63,090	22,438	90,797

Notes to the interim condensed financial statements (continued)
For the three-month period ended 31st March 2026

20. Operating segments (continue)

20.3 Gross contribution written

Customers' category	Three-month Period Ended				Total
	31 st March 2026				
	Un-Audited				
Motor	Medical / Health	Property & casualty	Protection & savings		
Saudi Riyal (ﷲ) in 000					
Retail	633,136	16,649	18,840	417,730	1,086,355
Very small	79,124	15,829	-	-	94,953
Small	14,145	49,607	-	-	63,752
Medium	7,577	60,298	26,178	-	94,053
Corporate	157,243	392,710	155,036	143,977	848,966
Total gross contribution written	891,225	535,093	200,054	561,707	2,188,079
Customers' category	31 st March 2025				Total
	Un-Audited				
	Motor	Medical / Health	Property & casualty	Protection & savings	
Saudi Riyal (ﷲ) in 000					
Retail	260,960	21,014	9,400	1,718,246	2,009,620
Very small	29,675	10,410	-	-	40,085
Small	22,073	44,284	-	-	66,357
Medium	16,982	27,926	9,000	-	53,908
Corporate	200,182	125,104	89,152	34,803	449,241
Total gross contribution written	529,872	228,738	107,552	1,753,049	2,619,211

20.4 Contribution ceded

	Three-month Period Ended				Total
	31 st March 2026				
	Un-Audited				
Motor	Medical / Health	Property & casualty	Protection & savings		
Saudi Riyal (ﷲ) in 000					
Local			24,610	2,003	26,613
Foreign	1,619		146,316		147,935
Total contribution ceded	1,619	-	170,926	2,003	174,548
	31 st March 2025				Total
	Un-Audited				
	Motor	Medical / Health	Property & casualty	Protection & savings	
Saudi Riyal (ﷲ) in 000					
Local	-	-	2,324	124	2,448
Foreign	2,146	-	91,164	23,881	117,191
Total contribution ceded	2,146	-	93,488	24,005	119,639

Gross contribution written and contribution ceded is not defined in International Financial Reporting Standard (IFRS) as endorsed in the Kingdom of Saudi Arabia. Details related to written premiums have been disclosed to comply with the requirements of Insurance Authority.

Notes to the interim condensed financial statements (continued)

For the three-month period ended 31st March 2026

21. Related party transactions and balances

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

	Transactions for three-month period ended		Balance receivable / (payable) as of	
	31 st March 2026	31 st March 2025	31 st March 2026	31 st December 2025
	Saudi Riyal (ﷲ) in 000			
Major shareholders				
Gross contribution written	370,897	171,691	335,430	695,824
Claims paid	152,349	101,236	-	-
Claims incurred and notified during the period	135,473	165,007	(300,255)	(330,224)
Commission	55,605	162,903	(107,990)	(271,265)
Bank Balance	-	-	249,907	373,976
Investment in shares of Al Rajhi Banking and Investment Corporation	-	-	78,706	71,529
Entities controlled, jointly controlled or significantly influenced by related parties				
Gross contribution written	935	5,828	5,569	14,589
Claims paid	2,037	52,872	-	-
Claims incurred and notified during the period	2,298	55,978	(2,996)	(2,734)
Investments managed by affiliates	16,089	1,560	614,674	744,883
Income received from sale of investment in Al Rajhi Capital commodity fund	15,387	1,560	-	-
Investment management fee paid to Al Rajhi Capital Company	557	908	-	-

Gross contribution written for the period ended 31st March 2026, amounting to ﷲ 417 million (year ended 31st March 2025, ﷲ 4.69 billion) related to individual life business through the related party. In addition to above, investments managed by affiliates as at 31st March 2026 amounting to ﷲ 8.21 billion (period ended 31st December 2025 ﷲ 8.37 billion).

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

	31 st March 2026	31 st March 2025
	Saudi Riyal (ﷲ) in 000	
Salaries and other allowances	2,071	2,090
End of service benefits	1,305	1,252
	3,376	3,342
Shariah committee remuneration	-	50

Notes to the interim condensed financial statements
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22. Capital management

The Company has established the following capital management objectives, policies and approach to managing the risks that affect its capital position:

- To maintain the required level of stability of the Company, thereby providing a degree of security to policyholders.
- To allocate capital efficiently and support the development of business by ensuring that returns on capital employed meet the requirements of its capital providers and shareholders.
- To retain financial flexibility by maintaining strong liquidity and access to a range of capital markets.
- To align the profile of assets and liabilities, taking account of risks inherent in the business.
- To maintain financial strength to support new business growth and to satisfy the requirements of the policyholders, regulators and stakeholders.
- To maintain strong credit ratings and healthy capital ratios in order to support its business objectives and maximise shareholders' value.

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

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

As per guidelines laid out by the Insurance Authority (IA) in Article 66 table 3 & 4 of the Insurance Implementing Regulations detailing the solvency margin required to be maintained, the Company shall maintain a solvency margin equivalent to the highest of the following three methods as per Insurance Implementing Regulations:

- Minimum Capital Requirement of ﷲ 200 million.
- Premium Solvency Margin.
- Claims Solvency Margin.

The capital structure of the Company as of 31st December 2026 consists of paid-up share capital of ﷲ 1 billion, statutory reserves of ﷲ 440.48 million and retained earnings of ﷲ 1.14 billion (31st December 2025: paid-up share capital of ﷲ 1 billion, statutory reserves of ﷲ 440.48 million and retained earnings of ﷲ 1.02 billion) in the statement of financial position (SOFI).

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

23. Approval of the un-audited interim condensed financial statements

These un-audited interim condensed financial statements for the three-month period ended 31st March 2026 were approved and authorized for issue by the Board of Directors (BOD) of the Company, on 16th Dhu'l-Qi'dah 1447 Hijri, corresponding 3rd May 2026 Gregorian (Sunday).