

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND INDEPENDENT
AUDITORS' REVIEW REPORT**

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

INDEX	Page
Independent auditors' review report	2
Interim condensed statement of financial position	3
Interim condensed statement of income	4
Interim condensed statement of comprehensive income	5
Interim condensed statement of changes in shareholders' equity	6
Interim condensed statement of cash flows	7
Notes to the interim condensed financial statements	8-37



Crowe Solutions for Professional Consulting
Member Crowe Global



El Sayed El Ayouty & Co.
Certified Public Accountants
An Independent Member Firm of Moore Global

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

**TO THE SHAREHOLDERS OF
BURUJ COOPERATIVE INSURANCE COMPANY (A SAUDI JOINT STOCK COMPANY)
Kingdom of Saudi Arabia**

INTRODUCTION

We have reviewed the accompanying interim condensed statement of financial position of **Buruj Cooperative Insurance Company** (the "Company") as at 30 June 2025, and the related interim condensed statements of income and other comprehensive income for the three and six months periods then ended and changes in shareholders' equity and cash flows for the six months period then ended and a summary of material accounting policies and other explanatory notes ("interim condensed financial statements"). Management is responsible for the preparation and presentation of these 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 the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing as endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements as at and for the three and six months periods ended 30 June 2025 of the Company are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

Crowe Solutions for Professional Consulting
Member Crowe Global
P. O. Box 10504
Riyadh 11443
Kingdom of Saudi Arabia

Musab Abdulrahman Al-Shaikh
Certified Public Accountant
License No. 658



El Sayed El Ayouty & Co.
Certified Public Accountants
P. O. Box 780
Jeddah 21421
Kingdom of Saudi Arabia

Abdullah Ahmed Balamesh
Certified Public Accountant
License No. 345



12 August 2025
18 Safar, 1447H

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025
Expressed in Saudi Riyals

		30 June 2025	31 December
	Note	(Unaudited)	2024
			(Audited)
ASSETS			
Cash and cash equivalents	4	291,405,199	173,678,154
Term deposits		190,811,817	191,880,330
Investments	5	239,214,240	245,182,369
Insurance contract assets	10	27,559,940	22,991,247
Reinsurance contract assets	10	48,414,917	52,899,154
Statutory deposit		29,998,613	29,998,613
Accrued commission income on statutory deposit		1,881,070	1,881,070
Right-of-use assets		2,054,939	2,642,065
Property and equipment, net		6,088,189	6,427,722
Accrued income		17,079,360	8,276,718
Prepaid expenses and other assets		36,423,691	33,229,886
TOTAL ASSETS		890,931,975	769,087,328
LIABILITIES			
Insurance contract liabilities	10	353,620,495	234,244,827
Reinsurance contract liabilities	10	17,789,009	12,825,645
Accrued income payable to Insurance Authority		1,881,070	1,881,070
Accrued expenses and other liabilities		27,597,346	27,796,196
Lease Liabilities		1,804,571	2,370,538
Provision for retirement benefits scheme		5,418,344	5,060,010
Provision for zakat and income tax	8	3,101,183	10,536,540
TOTAL LIABILITIES		411,212,018	294,714,826
EQUITY			
Share capital	12	300,000,000	300,000,000
Fair value reserve for investments		61,740,559	59,231,336
Statutory reserves		57,477,869	57,477,869
Actuarial gain on retirement benefit scheme		5,939,098	5,939,098
Retained earnings		54,562,431	51,724,199
TOTAL EQUITY		479,719,957	474,372,502
TOTAL LIABILITIES AND EQUITY		890,931,975	769,087,328
Commitments and contingencies	6	-	-


Board Member

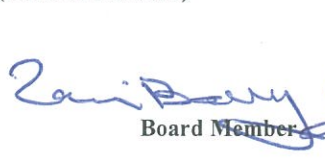

Chief Executive Officer


Chief Financial Officer

The accompanying notes 1 to 17 form part of these unaudited interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED STATEMENT OF INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

		For the three-month period ended		For the six-month period ended	
		30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
	Note				
REVENUES					
Insurance revenue	9	114,139,699	88,515,428	215,080,562	194,289,573
Insurance service expense	9	(109,908,185)	(75,378,640)	(205,036,052)	(172,664,770)
Net expenses from reinsurance contracts held	9	(7,288,285)	(9,552,113)	(16,861,435)	(15,616,017)
Insurance service result		(3,056,771)	3,584,675	(6,816,925)	6,008,786
Fair value change on FVTPL investments		(713,276)	(3,154,044)	(693,209)	(4,412,804)
Net gains from sale of investments		239,749	-	364,749	3,494
Interest revenue from financial assets measured at amortised cost		6,155,339	4,543,496	10,484,277	9,757,423
Interest revenue from financial assets measured at FVTPL		393,434	733,372	783,868	1,470,472
Dividend from financial assets measured at FVTPL		2,649,625	2,928,697	6,632,699	4,677,370
Net reversal / (impairment) on financial assets		403,207	33,266	393,105	17,435
Other investment income / (loss)		272,768	(170,406)	871,450	(334,812)
Net investment income		9,400,846	4,914,381	18,836,939	11,178,578
Finance expense from insurance contracts issued	9	(396,379)	(422,740)	(494,277)	(162,354)
Finance income from reinsurance contracts held	9	384,613	232,898	370,360	97,677
Net insurance finance (expense) / income		(11,766)	(189,842)	(123,917)	(64,677)
Net insurance and investment results		6,332,309	8,309,214	11,896,097	17,122,687
Other operating expenses		(3,948,864)	(2,668,572)	(9,413,846)	(7,525,000)
Other income / (expense) net		721,506	(2)	2,355,981	1,365,535
Net profit attributed to the shareholders before zakat		3,104,951	5,640,640	4,838,232	10,963,221
Provision for zakat & tax	8	(1,565,118)	(2,300,000)	(2,000,000)	(3,800,000)
NET PROFIT ATTRIBUTED TO THE SHAREHOLDERS AFTER ZAKAT AND TAX		1,539,833	3,340,640	2,838,232	7,163,221
Earning per share (Basic and diluted)	13	0.05	0.11	0.09	0.24


Board Member



Chief Executive Officer


Chief Financial Officer

The accompanying notes 1 to 17 form part of these unaudited interim condensed financial statements.

**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
*Expressed in Saudi Riyals***

	For the three-month period		For the six-month period ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
NET INCOME ATTRIBUTED TO THE SHAREHOLDERS				
AFTER ZAKAT AND INCOME TAX				
Items that will not be reclassified to the interim condensed statement of income in subsequent period	1,539,833	3,340,640	2,838,232	7,163,221
Net changes in fair value of investments measured at FVOCI - equity instruments	-	-	-	-
	-	-	2,509,223	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1,539,833	3,340,640	5,347,455	7,163,221


Board Member


Chief Executive Officer

The accompanying notes 1 to 17 form part of these unaudited interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED STATEMENT OF CHANGE IN SHAREHOLDERS' EQUITY
FOR SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

30 June 2025	Share capital	Statutory reserves	Fair value reserve for investments	Retained earnings	Actuarial gain on retirement benefit scheme	Total equity
Balance at 31 December 2024 (Audited)	300,000,000	57,477,869	59,231,336	51,724,199	5,939,098	474,372,502
Total comprehensive income for the period:						
Net income for the period attributable to the shareholders	-	-	2,509,223	2,838,232	-	5,347,455
Total comprehensive income for the period attributed to the shareholders	-	-	2,509,223	2,838,232	-	5,347,455
Balance at the end of the period (Unaudited)	300,000,000	57,477,869	61,740,559	54,562,431	5,939,098	479,719,957
30 June 2024	Share capital	Statutory reserves	Fair value reserve for investments	Retained earnings	Actuarial gain on retirement benefit scheme	Total equity
Balance at 31 December 2023 (Audited)	300,000,000	55,600,756	41,561,174	44,215,747	3,458,778	444,836,455
Total comprehensive income for the period:						
Net income for the period attributable to the shareholders	-	-	-	7,163,221	-	7,163,221
Total comprehensive income for the period attributed to the shareholders	-	-	-	7,163,221	-	7,163,221
Balance at the end of the period (Unaudited)	300,000,000	55,600,756	41,561,174	51,378,968	3,458,778	451,999,676


Board Member


Chief Financial Officer

The accompanying notes 1 to 17 form part of these unaudited interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Cash Flow from Operating Activities		
Profit for the period before zakat and tax	4,838,232	10,963,221
Adjustments for Non-Cash Items:		
Depreciation and amortisation of property and equipment	1,155,933	756,648
Net fair value gain on sale of investments at FVTPL	(364,749)	(3,494)
interest revenue from financial assets measured at amortised cost	(10,484,277)	(9,757,423)
interest revenue from financial assets measured at FVTPL	(783,868)	(1,470,472)
Dividend from financial assets measured at FVTPL	(6,632,699)	(4,677,370)
Change in fair value of investments	693,209	4,412,804
Finance charges on lease liabilities	66,534	36,192
Other investment Income / (loss)	(871,450)	334,812
Provision for retirement benefits scheme	651,855	615,107
Depreciation of right of use assets	587,126	646,162
Expected credit loss reversal on term deposits	-	(216,038)
	(11,144,154)	1,640,149
Changes in Operating Assets and Liabilities:		
Prepaid expenses and other assets	(3,193,805)	5,019,945
Accrued expenses and other liabilities	(198,850)	(2,464,637)
Insurance contracts net	114,806,975	(45,533,394)
Reinsurance contracts net	9,447,601	2,749,273
Cash generated / (used in) from Operating Activities	109,717,767	(38,588,664)
Zakat and income tax paid	(9,435,357)	(7,777,545)
Payment for retirement benefits scheme	(293,521)	(890,468)
Net Cash generated / (used in) in Operating Activities	99,988,889	(47,256,677)
Cash Flow from investing Activities		
Additions to property and equipment	(816,400)	(750,298)
Additions to investments	-	(2,823,925)
investment income received	9,462,951	23,450,493
Proceeds from sale of investments	8,655,592	10,487,154
Proceeds in term deposits	1,068,513	119,986,647
Net Cash generated from investing Activities	18,370,656	150,350,071
Cash Flow From Financing Activities		
Lease liabilities paid	(632,500)	(632,500)
Net Cash used in Financing Activities	(632,500)	(632,500)
Net increase / (decrease) in cash and cash equivalents	117,727,045	102,460,894
Cash and cash equivalents at the beginning of the period	173,678,154	98,964,335
Cash and Cash Equivalents at The End Of The Period	291,405,199	201,425,229


Board Member


Chief Executive Officer


Chief Financial Officer

The accompanying notes 1 to 17 form part of these unaudited interim condensed financial statements.

**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**
Expressed in Saudi Riyals

1. ORGANISATION AND PRINCIPAL ACTIVITIES

Buruj Cooperative Insurance Company (the “Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010280606 dated 10 Safar 1431H, corresponding to 26 January 2010. The registered office address of the Company is P.O. Box 51855, Riyadh 11553, Kingdom of Saudi Arabia. The objective of the Company is to transact cooperative insurance business and related activities in the Kingdom of Saudi Arabia. Its principal lines of business include all classes of general insurance. The Company was listed on the Tadawul (the Saudi Arabian Stock Market) on 15 February 2010.

The Company was licensed to conduct insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree numbered 72/M dated 28 Shawal 1429H (corresponding to 29 October 2008), pursuant to Council of Ministers resolution numbered 313 dated 27 Shawal 1429H (corresponding to 28 October 2008). On 10 Muharram 1431H (corresponding to 27 December 2009), the Ministry of Commerce and Industry issued a resolution declaring the incorporation of the Company.

On 15 Jumada Thani 1431H (corresponding to 29 May 2010), the Saudi Central Bank (“SAMA”) issued a formal approval to transact insurance business. The Company launched its insurance operations on 1 July 2010 after receipt of an authorisation from SAMA to commence insurance operations as product approval and related formalities were completed. During the year 2023, the Insurance Authority (IA) has been established by royal decree as insurance industry regulator. Previously regulations issued by SAMA will be upheld until IA issued updated regulations.

The new Companies Law issued through Royal Decree M/132 on 01/12/1443H (corresponding to 30 September 2022) (hereinafter referred as “the New Law”) came into force on 26/06/1444 H (corresponding to 19 January 2023) as well as the amended implementing regulations issued by the Capital Market Authority (CMA) based on the New Law.

The Company is required to distribute 10% of the net surplus from insurance operations to policyholders and the remaining 90% to the shareholders of the Company in accordance with the Insurance Law and Implementation Regulations issued by IA. Any deficit arising on insurance operations is transferred to the shareholders’ operations in full.

2. BASIS OF PREPARATION

a) Basis of compliance:

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

The accounting policies, estimates and assumptions used in the preparation of these interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2024.

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

The interim condensed financial statements are prepared on the going concern basis and on the historical cost basis, except for certain investments that are measured at fair value and end of service benefits are measured at present value. The balance sheet is not displayed using the current / non-current classification and displayed in order of liquidity.

**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**
Expressed in Saudi Riyals

2. BASIS OF PREPARATION (CONTINUED)

a) Basis of compliance: (Continued)

The interim condensed statement of financial position, interim condensed statements of income, interim condensed statement of other comprehensive income and interim condensed statement of cash flows of the insurance operations and shareholders' operations which are presented in Note 9 of the financial statements have been provided as operating segment financial information to comply with the requirements of the guidelines issued by IA implementing regulations.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements and must be read in conjunction with the annual financial statements of the Company as they are on December 31, 2024.

b) Functional and presentation currency

These interim condensed financial statements have been presented in Saudi Arabian Riyals (SAR), which is also the functional currency of the Company. All financial information presented in Saudi Arabian Riyal.

c) Significant accounting judgements, estimates and assumptions

The preparation of the interim condensed financial statements requires the use of estimates and judgments that affect the reported amounts of assets, liabilities, revenues and expenses. Actual results ultimately may differ from those estimates.

Claims and Future Cash Flows

The estimates of future cash flows are based on probability-weighted expected future cash flows. The Company estimates which cash flows are expected and the probability that they will occur as at the measurement date. In making these expectations, the Company uses information about past events, current conditions and forecasts of future conditions. The Company's estimate of future cash flows is the mean of a range of scenarios that reflect the full range of possible outcomes. Each scenario specifies the amount, timing and probability of cash flows. The probability-weighted average of the future cash flows is calculated using a deterministic scenario representing the probability-weighted mean of a range of scenarios.

The Company estimates insurance liabilities in relation to claims incurred on an accident year basis, with further allocation to cohorts in proportion to the gross or reinsurance premiums earned by the respective cohort of contracts in a given accident year.

Judgement is involved in assessing the most appropriate technique to estimate insurance liabilities for the claims incurred. In certain instances, different techniques or a combination of techniques have been selected for individual accident years or groups of accident years within the same type of contract. Actuarial models are utilized to analyse and project related claims estimates

Expense Attribution

Where estimates of expenses-related cash flows are determined at the portfolio level or higher, they are allocated to groups of contracts on a systematic basis, such as activity-based costing method. The Company has determined that this method results in a systematic and rational allocation. Similar methods are consistently applied to allocate expenses of a similar nature. Expenses of an administrative policy maintenance nature are allocated to groups of contracts based on the number of contracts in force within groups.

2. BASIS OF PREPARATION (CONTINUED)

Expense Attribution (Continued)

The Company projects estimates of future expenses relating to fulfilment of contracts within the scope of IFRS 17 using current expense levels adjusted for inflation, where applicable. Expenses comprise expenses directly attributable to the groups of contracts, including an allocation of fixed and variable overheads. Claims settlement-related expenses are allocated based on the claims costs.

Calculation of Expected Credit Losses

Expected credit losses (ECL) utilize model based assumptions to estimate impairment of financial assets and premiums receivable. ECL are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Company in accordance with the contract and the cash flows that the Company expects to receive).

As for expected credit losses for reinsures and contracts held, the Company adopted a specific model for reinsures where by credit losses are estimated based on the credit ratings of reinsures, as published by international rating agencies at the measurement date.

3. NEW STANDARDS AND AMENDMENTS TO STANDARDS AND INTERPRETATIONS

Following are the new amendments that became effective during the period. They did not have a significant impact on the Company's condensed interim financial statements.

New amendments	Effective date
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
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	01-Jan-26
The new standard, IFRS 18 - Presentation and Disclosure in Financial Statements (replacing IAS 1 Presentation of Financial Statements)	01-Jan-27
IFRS 19 — Subsidiaries without Public Accountability: Disclosures	01-Jan-27
The new standard, IFRS S1 'General requirements for disclosure of sustainability-related financial information; and	January 1, 2024 subject to endorsement by SOCPA
The new standard, IFRS S2 'Climate-related disclosures'	January 1, 2024 subject to endorsement by SOCPA

Following are the amendments that are issued and are not yet effective. The Company is currently evaluating the impact of these new amendments and will adopt them on their effective dates.

New amendments	Effective date
Amendments to IAS 21 – Lack of Exchangeability	01-Jan-25

The Company does not expect that the adoption of the above new and amended standards will have a significant impact on the financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

4.CASH AND CASH EQUIVALENTS	30 June 2025		
	(Unaudited)		
	<i>Insurance operations</i>	<i>Shareholders' Operations</i>	<i>Total</i>
Cash in hand and at banks	174,780,573	5,891,020	180,671,593
Short term deposits	65,000,000	45,937,030	110,937,030
Impact of expected credit loss	(2,621)	(200,803)	(203,424)
	<u>239,777,952</u>	<u>51,627,247</u>	<u>291,405,199</u>
	31 December 2024		
	(Audited)		
	<i>Insurance operations</i>	<i>Shareholders' Operations</i>	<i>Total</i>
Cash in hand and at banks	111,832,363	5,699,931	117,532,294
Short term deposits	20,000,000	36,742,460	56,742,460
Impact of expected credit loss	(7,322)	(589,278)	(596,600)
	<u>131,825,041</u>	<u>41,853,113</u>	<u>173,678,154</u>

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

5. INVESTMENTS

Investments comprise of the following:

	30 June 2025 (Unaudited)			31 December 2024 (Audited)		
	Insurance operations	Shareholders' Operations	Total	Insurance operations	Shareholders' Operations	Total
Investments in Quoted fixed income securities through FVTPL	-	38,547,518	38,547,518	-	45,462,673	45,462,673
Investments in Unquoted Equity carried at Fair value through OCI	-	63,663,637	63,663,637	-	61,154,414	61,154,414
Investments in associate	-	718,027	718,027	-	236,372	236,372
Investments in Equity carried through FVTPL	-	10,627,649	10,627,649	-	12,281,806	12,281,806
Investments in Funds carried through FVTPL	24,985,342	100,672,067	125,657,409	24,985,342	101,061,762	126,047,104
Total	24,985,342	214,228,898	239,214,240	24,985,342	220,197,027	245,182,369

- The movement in investments is as follows:

	Insurance operations	
	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Beginning balance	24,985,342	51,588,818
Additions / (Disposals)	-	(26,866,462)
	24,985,342	24,722,356
Changes in fair value FVTPL	-	262,986
Foreign currency translation adjustments	-	-
Ending balance	24,985,342	24,985,342

BURUJ COOPERATIVE INSURANCE COMPANY**(A SAUDI JOINT STOCK COMPANY)****NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)****FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025***Expressed in Saudi Riyals***5. INVESTMENTS (CONTINUED)**

	Shareholders' operations	
	30 June 2025	31 December 2024
	(Unaudited)	(Audited)
Beginning balance	219,960,655	224,380,194
Additions	-	2,851,483
Disposals	(8,626,377)	(21,081,685)
	211,334,278	206,149,992
Changes in fair value FVTPL	(693,209)	(3,753,741)
Change in fair value FVTOCI	2,509,223	17,670,162
Foreign currency translation	360,579	(105,758)
Ending balance	213,510,871	219,960,655
Movement in investments in associate is as follows:		
Balance, January 1	236,372	896,293
Share of profit /(loss)	481,655	(659,921)
Ending balance	718,027	236,372
Total Ending balance	214,228,898	220,197,027

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

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

The fair values of on-balance sheet financial instruments are not significantly different from their carrying amounts included in the interim condensed financial information.

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

Level 1: quoted prices in active markets for the same or identical instrument that an entity can access at the measurement

Level 2: quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data; and

Level 3: valuation techniques for which any significant input is not based on observable market data.

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. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

5. INVESTMENTS (CONTINUED)

30 June 2025 (Unaudited)	Fair value			Total
	Level 1	Level 2	Level 3	
- Equities	10,627,649	-	63,663,637	74,291,286
- Fixed income securities	38,547,518	-	-	38,547,518
- Units in investment and real estate	-	125,657,409	-	125,657,409
Total	49,175,167	125,657,409	63,663,637	238,496,213

31 December 2024 (Audited)	Fair value			Total
	Level 1	Level 2	Level 3	
- Equities	12,281,806	-	61,154,414	73,436,220
- Fixed income securities	45,462,673	-	-	45,462,673
- Units in investment and real estate	-	126,047,104	-	126,047,104
Total	57,744,479	126,047,104	61,154,414	244,945,997

6. COMMITMENTS AND CONTINGENCIES

Litigations and lawsuits

The Company operates in the insurance business and is vulnerable to lawsuits during its normal business cycle. While it is impractical to predict or know the final outcome of all lawsuits, management believes that these lawsuits (including the cases) will not have any material impact on the Company's results or its financial position. The Company does not have any material lawsuit on the date of preparing the interim condensed financial statements.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

7. RELATED PARTY TRANSACTIONS AND BALANCES

The related parties represent the main shareholders, directors, and senior management employees of the Company, the companies that they are their main owners, and any other companies that are subject to their control or are jointly controlled or have effective control over them. Pricing policies and terms of these transactions are approved by the Company's management and the Board of Directors. Details of major related party transactions and their balances are as follows:

Related party	Nature of transactions	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Major Shareholders	Insurance premium written	15,351,949	12,066,309
	Claims paid	(852,242)	(1,267,173)
	Reinsurance premium ceded	-	-
Board of Directors and committees' members	Remuneration fees, allowances and other expense	(1,048,000)	(1,036,500)
	Insurance premium written	1,018,432	13,245,714
	Claims paid	2,667,232	(6,769,221)
	Insurance brokerage contracts	(4,893,394)	(3,156,643)

The above transactions with the related parties resulted in the following balances:

	Nature of balances	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Major Shareholders	Insurance premium written receivable	20,209,309	11,698,505
Board of Directors and committees' members	Remuneration fees, allowances and other expense payable	(3,011,649)	(2,104,124)
	Insurance premium written receivable	4,987,354	4,329,652
	Insurance brokerage contracts	(3,029,468)	(3,382,216)

Compensation of key management personnel

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

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Short-term benefits	2,022,720	2,081,456
Retirement benefit	83,587	88,078
	2,106,307	2,169,534

8. ZAKAT AND TAX ACCRUED

Zakat charge for the period

The zakat provision consists of the zakat charged during the period in the amount of SR 2,000,000 (June 30, 2024: SAR 3,800,000). The zakat provision is calculated on the 100% capital.

Status of assessment

The company's litigation status with ZATCA, Zakat provision movements, and payments since its establishment until 30 June 2025.

You may find below clarifications for the status of zakat and tax assessments related to Zakat, withholding tax & Value added tax:

1 - Zakat Returns:

- Regarding the years up to 2023, all zakat and tax liabilities have been settled on a final basis, and there are no expected or outstanding obligations for those years.
- Regarding the zakat return for the year 2024, it has been submitted, with a payable amount of SAR 6,131,688, which has been settled with the ZATCA. It is noted that the calculated Zakat provision was SAR 9,806,035, This surplus is attributed to the presence of investment funds eligible for the benefit of the Zakat deduction. ZATCA requested data and documents to review zakat return for the year 2024. The company is still submitting the data and documents to the assessments.

2 - Withholding Tax Returns:

- Regarding the years up to 2023, all zakat and tax liabilities have been settled on a final basis, and there are no expected or outstanding obligations for those years.
- Regarding the status of withholding tax for the year 2024, the ZATCA requested data and documents to review withholding tax for 2024. The company is still submitting the data and documents to the assessments.

3 - Value-added Tax Returns:

- Regarding the years up to 2022, all VAT liabilities have been settled on a final basis, and there are no expected or outstanding obligations for those years.
- Regarding the 2023 VAT status, ZATCA requested VAT data and documents for 2023. The company is still submitting the data and documents to the assessments.
- The ZATCA has not yet conducted a review for the year 2024.

There are no zakat or tax liabilities or obligations other than those mentioned above.

We believe the company has already reserved the above-mentioned Zakat, VAT, and Withholding Tax figures for fulfillment.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

9. OPERATING SEGMENTS

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

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

There have been no changes to the basis of segmentation or the measurement basis for the segment profit or loss since December 31, 2024.

Segment assets do not include property and equipment, prepaid expenses and other assets, investments, time deposits, cash and cash equivalents, statutory deposit, and investment returns from the statutory deposit, and thus they are included in the unallocated assets.

Segments liabilities do not include end-of-service benefits provision, payables and accrued expenses and other liabilities, other provisions, surplus payable distributions, actuarial loss for specific benefit plans, accrued zakat and income tax, and due statutory deposit investment returns and thus they are included in the unallocated liabilities.

General and administrative expenses, commission income were allocated as per IFRS 17 requirements.

**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

Expressed in Saudi Riyals

**9. OPERATING SEGMENTS (CONTINUED)
Statement of Financial Position**

	30 June 2025 (Unaudited)				
	Motor	Medical	Property & Casualty	Unallocated	Total
Assets					
Insurance contract assets	7,200,660	8,027,491	12,331,789	-	27,559,940
Reinsurance contract assets	4,893,216	372,762	43,148,939	-	48,414,917
Unallocated Assets	-	-	-	814,957,118	814,957,118
Total	12,093,876	8,400,253	55,480,728	814,957,118	890,931,975
Liabilities					
Insurance contract Liabilities	263,108,592	38,619,429	51,892,474	-	353,620,495
Reinsurance contract Liabilities	1,811,954	3,280,688	12,696,367	-	17,789,009
Unallocated Liabilities	-	-	-	39,802,514	39,802,514
Total	264,920,546	41,900,117	64,588,841	39,802,514	411,212,018
31 December 2024 (Audited)					
	Motor	Medical	Property & Casualty	Unallocated	Total
Assets					
Insurance contract assets	6,657,782	8,083,305	8,250,160	-	22,991,247
Reinsurance contract assets	5,716,263	1,059,350	46,123,541	-	52,899,154
Unallocated Assets	-	-	-	693,196,927	693,196,927
Total	12,374,045	9,142,655	54,373,701	693,196,927	769,087,328
Liabilities					
Insurance contract Liabilities	149,283,691	26,514,234	58,446,902	-	234,244,827
Reinsurance contract Liabilities	1,605,885	2,813,435	8,406,325	-	12,825,645
Unallocated Liabilities	-	-	-	47,644,354	47,644,354
Total	150,889,576	29,327,669	66,853,227	47,644,354	294,714,826

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

9. OPERATING SEGMENTS (CONTINUED)
Statement of Income

	Three-month period ended 30 June 2025 (Unaudited)			
	Motor	Medical	Property & Casualty	Total
REVENUES				
Insurance revenue	83,700,810	17,342,048	13,096,841	114,139,699
Insurance service expenses	(81,656,766)	(23,050,823)	(5,200,596)	(109,908,185)
Income / (expenses) from reinsurance contracts held	(370,166)	79,592	(6,997,711)	(7,288,285)
Insurance service result	1,673,878	(5,629,183)	898,534	(3,056,771)
Fair value change on FVTPL investments	-	-	-	(713,276)
Net gains from sale of investments	-	-	-	239,749
Interest Revenue from financial assets measured at amortised cost	-	-	-	6,155,339
Interest Revenue from financial assets measured at FVTPL	-	-	-	393,434
Dividend from financial assets measured at FVTPL	-	-	-	2,649,625
Net (impairment) reversal on financial assets	-	-	-	403,207
Other investment loss	-	-	-	272,768
Net investment income	-	-	-	9,400,846
Finance expense from insurance contracts issued	(73,781)	26,690	(349,288)	(396,379)
Finance (expenses) / income from reinsurance contracts held	10,363	(9,334)	383,584	384,613
Insurance finance results	(63,418)	17,356	34,296	(11,766)
Net insurance and investment results				6,332,309
Other operating expenses				(3,948,864)
Other income				721,506
Gross Income for the period				3,104,951
Provision for Zakat and tax				(1,565,118)
Income for the period after Zakat and Tax				1,539,833

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

9. OPERATING SEGMENTS (CONTINUED)
Statement of Income

	Three-month period ended 30 June 2024 (Unaudited)			
	Motor	Medical	Property & Casualty	Total
REVENUES				
Insurance revenue	54,868,024	20,606,133	13,041,271	88,515,428
Insurance service expenses	(52,662,145)	(19,218,369)	(3,498,126)	(75,378,640)
Income / (expenses) from reinsurance contracts held	826,537	(1,245,265)	(9,133,385)	(9,552,113)
Insurance service result	3,032,416	142,499	409,760	3,584,675
Fair value change on FVTPL investments	-	-	-	(3,154,044)
Net gains from sale of investments	-	-	-	-
Interest Revenue from financial assets measured at amortised cos	-	-	-	4,543,496
Interest Revenue from financial assets measured at FVTPL	-	-	-	733,372
Dividend from financial assets measured at FVTPL	-	-	-	2,928,697
Net (impairment) reversal on financial assets	-	-	-	33,266
Other investment income / (loss)	-	-	-	(170,406)
Net investment income	-	-	-	4,914,381
Finance income from insurance contracts issued	(85,222)	(64,396)	(273,122)	(422,740)
Finance (expenses) / income from reinsurance contracts held	(44,278)	29,475	247,701	232,898
Insurance finance results	(129,500)	(34,921)	(25,421)	(189,842)
Net insurance and investment results				8,309,214
Other operating expenses				(2,668,572)
Other income				(2)
Gross Income for the period				5,640,640
Provision for Zakat and tax				(2,300,000)
Income for the period after Zakat and tax				3,340,640

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

9. OPERATING SEGMENTS (CONTINUED)

Statement of Income

	Six-month period ended 30 June 2025 (Unaudited)			
	Motor	Medical	Property & Casualty	Total
REVENUES				
Insurance revenue	153,182,999	34,567,914	27,329,649	215,080,562
Insurance service expenses	(150,296,397)	(41,638,209)	(13,101,446)	(205,036,052)
Income / (expenses) from reinsurance contracts held	(1,871,007)	(399,169)	(14,591,259)	(16,861,435)
Insurance service result	1,015,595	(7,469,464)	(363,056)	(6,816,925)
Fair value change on FVTPL investments	-	-	-	(693,209)
Net gains from sale of investments	-	-	-	364,749
Interest Revenue from financial assets measured at amortised cost	-	-	-	10,484,277
Interest Revenue from financial assets measured at FVTPL	-	-	-	783,868
Dividend from financial assets measured at FVTPL	-	-	-	6,632,699
Net (impairment) reversal on financial assets	-	-	-	393,105
Other investment income / (loss)	-	-	-	871,450
Net investment income	-	-	-	18,836,939
Finance income / (expense) from insurance contracts issued	(6,236)	19,918	(507,959)	(494,277)
Finance (expenses) / income from reinsurance contracts held	10,295	(7,463)	367,528	370,360
Insurance finance results	4,059	12,455	(140,431)	(123,917)
Net insurance and investment results				11,896,097
Other operating expenses				(9,413,846)
Other income				2,355,981
Gross Income for the period				4,838,232
Provision for Zakat and tax				(2,000,000)
Income for the period after Zakat and tax				2,838,232

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

9. OPERATING SEGMENTS (CONTINUED)

Statement of Income

	Six-month period ended 30 June 2024 (Unaudited)			
	Motor	Medical	Property & Casualty	Total
REVENUES				
Insurance revenue	123,686,329	44,361,061	26,242,183	194,289,573
Insurance service expenses	(131,372,907)	(35,878,897)	(5,412,966)	(172,664,770)
Income / (expenses) from reinsurance contracts held	1,558,074	(845,594)	(16,328,497)	(15,616,017)
Insurance service result	(6,128,504)	7,636,570	4,500,720	6,008,786
Fair value change on FVTPL investments	-	-	-	(4,412,804)
Net gains from sale of investments	-	-	-	3,494
Interest Revenue from financial assets measured at amortised cost	-	-	-	9,757,423
Interest Revenue from financial assets measured at FVTPL	-	-	-	1,470,472
Dividend from financial assets measured at FVTPL	-	-	-	4,677,370
Net (impairment) reversal on financial assets	-	-	-	17,435
Other investment income / (loss)	-	-	-	(334,812)
Net investment income	-	-	-	11,178,578
Finance income expense from insurance contracts issued	58,525	(63,576)	(157,303)	(162,354)
Finance income / (expenses) from reinsurance contracts held	(137,543)	13,097	222,123	97,677
Insurance finance results	(79,018)	(50,479)	64,820	(64,677)
Net insurance and investment results				17,122,687
Other operating expenses				(7,525,000)
Other income				1,365,535
Gross loss for the period				10,963,221
Provision for Zakat and tax				(3,800,000)
Income for the period after Zakat and tax				7,163,221

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Insurance contracts		
Liabilities		
BURUJ OWN OPERATIONS (PAA)	349,017,835	226,425,202
EMPLOYER DELIQUENCY (PAA)	-	-
IDI - (GMM)	4,602,660	7,819,625
Total	353,620,495	234,244,827
Assets		
BURUJ OWN OPERATIONS (PAA)	27,252,053	22,991,247
EMPLOYER DELIQUENCY (PAA)	307,887	-
IDI - (GMM)	-	-
Total	27,559,940	22,991,247
Net Insurance Contract Liabilities	326,060,555	211,253,580
Reinsurance contracts		
Assets		
BURUJ OWN OPERATIONS (PAA)	45,981,940	47,838,681
EMPLOYER DELIQUENCY (PAA)	-	-
IDI - (GMM)	2,432,977	5,060,473
Total	48,414,917	52,899,154
Liabilities		
BURUJ OWN OPERATIONS (PAA)	17,410,454	12,825,645
EMPLOYER DELIQUENCY (PAA)	378,555	-
IDI - (GMM)	-	-
Total	17,789,009	12,825,645
Net Reinsurance Contract Assets	30,625,908	40,073,509

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (continued)

BURUJ OWN OPERATIONS (PAA)

30 June 2025 (Unaudited)

	Liability for remaining coverage		Liability for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Insurance contracts - 1 January 2025					
Insurance contract liabilities	85,334,770	13,847,906	99,148,926	5,102,353	203,433,955
<i>Changes in the statement of income and OCI:</i>					
Insurance revenue	212,858,472	-	-	-	212,858,472
Insurance service expenses					
Incurred claims and other directly attributable expenses	-	-	164,793,119	244,084	165,037,203
Insurance acquisition cashflows amortization	36,963,697	-	-	-	36,963,697
Losses and reversals of losses on onerous contracts	-	3,730,516	-	-	3,730,516
Changes that relate to past service - adjustments to the LIC	-	-	(2,207,155)	-	(2,207,155)
Insurance service expenses	36,963,697	3,730,516	162,585,964	244,084	203,524,261
Insurance service result	175,894,775	(3,730,516)	(162,585,964)	(244,084)	9,334,211
Finance expense from insurance contracts	-	-	(333,242)	(16,730)	(349,972)
Total changes in the statement of income and OCI	175,894,775	(3,730,516)	(162,919,207)	(260,814)	8,984,239
<i>Cashflows</i>					
Premiums received	342,728,981	-	-	-	342,728,981
Claims and other directly attributable expenses paid	-	-	(156,940,810)	-	(156,940,810)
Insurance acquisition cashflows paid	(58,472,105)	-	-	-	(58,472,105)
Total cash inflows / (outflows)	284,256,876	-	(156,940,810)	-	127,316,066
Net closing balance	193,696,871	17,578,422	105,127,323	5,363,166	321,765,782
Insurance contracts Liabilities - Closing	213,628,289	17,578,421	112,357,917	5,453,209	349,017,835
Insurance contracts Assets - Closing	(19,931,418)	-	(7,230,593)	(90,043)	(27,252,053)
	193,696,871	17,578,421	105,127,324	5,363,166	321,765,782

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (continued)

BURUJ OWN OPERATIONS (PAA)

30 June 2025 (Unaudited)

	Asset for remaining coverage		Asset for incurred claims		
	Excluding loss component	Loss recovery component	PVCF, Contracts measured under PAA	Risk adjustment, Contracts measured under PAA	Total
Reinsurance contracts - 1 January 2025					
reinsurance contract assets	(7,739,875)	-	41,750,657	1,002,254	35,013,036
<i>Changes in the statement of income and OCI:</i>					
Amounts Allocated to Reinsurance	(17,610,555)	-	-	-	(17,610,555)
Incurred Claims Amounts Recoverable from Reinsurance	-	-	1,177,286	(36,038)	1,141,248
Changes that relate to past service: changes related to AIC	-	-	-	-	-
Losses and reversals of losses on onerous contracts	-	-	-	-	-
Investment component: change in profit commission	-	-	-	-	-
Net expenses from reinsurance contracts	-	-	1,177,286	(36,038)	1,141,248
Insurance service result	(17,610,555)	-	1,177,286	(36,038)	(16,469,306)
Finance income from reinsurance contracts		-	246,967	8,679	255,646
Total changes in the statement of income and OCI	(17,610,555)	-	1,424,253	(27,359)	(16,213,660)
<i>Cashflows</i>					
Premiums ceded and acquisition cashflows paid	(13,003,531)	-	-	-	(13,003,531)
Recoveries from reinsurance	1,569,731	-	1,661,690	-	3,231,421
Total cash inflows / (outflows)	(11,433,800)		1,661,690	-	(9,772,110)
Net closing balance	(13,916,630)	-	41,513,221	974,895	28,571,486
Reinsurance contracts Assets - Closing	-	-	44,972,192	1,009,749	45,981,940
Reinsurance contracts Liabilities - Closing	(13,916,630)	-	(3,458,971)	(34,853)	(17,410,454)
	(13,916,630)	-	41,513,221	974,895	28,571,486

BURUJ COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)

EMPLOYER DELIQUENCY (PAA)

EMPLOYER DELIQUENCY (PAA)	30 June 2025 (Unaudited)				
	Liability for remaining coverage		Liability for incurred claims		Total
	Excluding loss component	Loss component	LIC excluding risk adjustment	Risk adjustment for non-financial risk	
	SAR				
Insurance contracts - 1 January 2025	-	-	-	-	-
<u>Insurance revenue</u>					
Insurance revenue for the period	2,114,808	-	-	-	2,114,808
	-	-	-	-	-
Total Insurance revenue	2,114,808	-	-	-	2,114,808
Insurance service expenses					
Incurred claims and other directly attributable expenses	-	-	(1,347,476)	(87,540)	(1,435,016)
Acquisition expenses	(44,422)	-	-	-	(44,422)
Insurance service expenses	(44,422)	-	(1,347,476)	(87,540)	(1,479,437)
Insurance service result	2,070,387	-	(1,347,476)	(87,540)	635,371
Finance Income from insurance contracts	-	-	24,787	-	24,787
Total changes in the statement of income and OCI	2,070,387	-	(1,322,690)	(87,540)	660,158
<u>Cashflows</u>					
Premiums received	364,795	-	-	-	364,795
Claims and other directly attributable expenses paid	-	-	(5,573)	-	(5,573)
Insurance acquisition cashflows paid	(6,951)	-	-	-	(6,951)
Total cash inflows / (outflows)	357,844	-	(5,573)	-	352,271
Net closing balance	(1,712,543)	-	1,317,116	87,540	(307,887)

BURUJ COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)

EMPLOYER DELIQUENCY (PAA)

EMPLOYER DELIQUENCY (PAA)	30 June 2025 (Unaudited)				Total
	Asset for remaining coverage		Asset for incurred claims		
	Excluding loss component	Loss recovery component	AIC excluding risk adjustment	Risk adjustment	
	SAR				
Reinsurance contracts - 1 January 2025	-	-	-	-	-
Changes in the statement of income and OCI:					
Amounts allocated to reinsurance and recoveries	(1,159,095)	-	-	-	(1,159,095)
Incurred claims		-	760,101	-	760,101
Changes in risk adjustment	-	-	-	34,853	34,853
Other directly attributable expenses	-	-	-	-	-
Experience adjustment	-	-	-	-	-
Net expenses from reinsurance contracts	-	-	760,101	34,853	794,955
Reinsurance service result	(1,159,095)	-	760,101	34,853	(364,140)
Finance income from reinsurance contracts	-	-	(14,415)	-	(14,415)
Total changes in the statement of income and OCI	(1,159,095)	-	745,686	34,853	(378,555)
Cashflows					
Premiums ceded	-	-	-	-	-
Commission and management fee		-	-	-	-
Total cash inflows / (outflows)	-		-	-	-
Net closing balance	(1,159,095)	-	745,686	34,853	(378,555)

BURUJ COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)

IDI - (GMM)

IDI - (GMM)	30 June 2025 (Unaudited)				
	Liability for remaining coverage		Liability for incurred claims		Total
	Excluding loss component	Loss component	LIC excluding risk adjustment	Risk adjustment for non-financial risk	
	SAR				
Insurance contracts - 1 January 2025	7,520,466	-	299,159	-	7,819,625
Derecognition due to change in the share in pool from 1.28% to 0.61% effective from 1st Jan 2025 as per new agreement	3,936,494	-	156,591	-	4,093,085
<u>Insurance revenue</u>					
Expected incurred claims and other service expenses	90,061	-	-	-	90,061
CSM recognized for service period	17,220	-	-	-	17,220
Total Insurance revenue	107,281	-	-	-	107,281
<u>Insurance service expenses</u>					
Incurred claims and other directly attributable expenses	-	-	(32,353)	-	(32,353)
Experience adjustments	-	-	-	-	-
Insurance service expenses	-	-	(32,353)	-	(32,353)
Insurance service result	107,281	-	(32,353)	-	74,928
Finance Income from insurance contracts	(169,092)	-	-	-	(169,092)
Total changes in the statement of income and OCI	(61,811)	-	(32,353)	-	(94,164)
<u>Cashflows</u>					
Premiums received	797,334	-	-	-	797,334
Claims and other directly attributable expenses paid	-	-	-	-	-
Insurance acquisition cashflows paid	-	-	(15,378)	-	(15,378)
Total cash inflows / (outflows)	797,334	-	(15,378)	-	781,956
Net closing balance	4,443,117	-	159,544	-	4,602,660

BURUJ COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)

IDI - (GMM)

IDI - (GMM)	30 June 2025 (Unaudited)				Total
	Asset for remaining coverage		Asset for incurred claims		
	Excluding loss component	Loss recovery component	AIC excluding risk adjustment	Risk adjustment	
	SAR				
Reinsurance contracts - 1 January 2025	(5,106,086)	-	45,613	-	(5,060,473)
Derecognition due to change in the share in pool from 1.28% to 0.61% effective from 1st Jan 2025 as per new agreement	(2,651,372)	-	23,875	-	(2,627,496)
<i>Changes in the statement of income and OCI:</i>					
Amounts allocated to reinsurance and recoveries		-	-	-	-
Expected claim recoverable	(14,239)	-	-	-	(14,239)
Changes in risk adjustment	(494)	-	-	-	(494)
CSM recognized for the service period	(167)	-	-	-	(167)
Incurred claims	-	-	-	-	-
Experience adjustment	(13,086)	-	-	-	(13,086)
Net expenses from reinsurance contracts	(27,986)	-	-	-	(27,986)
Reinsurance service result	(27,986)	-	-	-	(27,986)
Finance income from reinsurance contracts	127,977	-	1,151	-	129,129
Total changes in the statement of income and OCI	99,992	-	1,151	-	101,143
<i>Cashflows</i>					
Premiums ceded		-	2,475	-	2,475
Commission and management fee	98,668	-	-	-	98,668
Total cash inflows / (outflows)	98,668		2,475	-	101,143
Net closing balance	(2,453,391)	-	20,414	-	(2,432,977)

BURUJ COOPERATIVE INSURANCE COMPANY**(A SAUDI JOINT STOCK COMPANY)****NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)****FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025***Expressed in Saudi Riyals***10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)****BURUJ OWN OPERATIONS (PAA)**

31 December 2024

	Liability for remaining coverage		Liability for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Insurance contracts - 1 January 2024					
Insurance contract liabilities	99,313,258	6,725,275	156,842,932	6,002,637	268,884,102
<u>Changes in the statement of income and OCI:</u>					
Insurance revenue	372,061,829	-	-	-	372,061,829
Insurance service expenses					
Incurred claims and other directly attributable expenses	-	-	287,939,063	(658,278)	287,280,785
Insurance acquisition cashflows amortization	66,971,597	-	-	-	66,971,597
Losses and reversals of losses on onerous contracts	-	7,122,631	-	-	7,122,631
Changes that relate to past service - adjustments to the LIC	-	-	(17,922,807)	-	(17,922,807)
Insurance service expenses	66,971,597	7,122,631	270,016,256	(658,278)	343,452,206
Insurance service result	305,090,232	(7,122,631)	(270,016,256)	658,278	28,609,623
Finance expense from insurance contracts	-	-	(686,628)	242,006	(444,622)
Total changes in the statement of income and OCI	305,090,232	(7,122,631)	(270,702,884)	900,284	28,165,001
<u>Cashflows</u>					
Premiums received	356,232,116	-	-	-	356,232,116
Claims and other directly attributable expenses paid	-	-	(328,396,890)	-	(328,396,890)
Insurance acquisition cashflows paid	(65,120,372)	-	-	-	(65,120,372)
Total cash inflows / (outflows)	291,111,744	-	(328,396,890)	-	(37,285,146)
Net closing balance	85,334,770	13,847,906	99,148,926	5,102,353	203,433,955
Insurance contracts liabilities	103,153,678	13,847,906	104,321,265	5,102,353	226,425,202
Insurance contracts assets	(17,818,908)	-	(5,172,339)	-	(22,991,247)
	85,334,770	13,847,906	99,148,926	5,102,353	203,433,955

BURUJ COOPERATIVE INSURANCE COMPANY**(A SAUDI JOINT STOCK COMPANY)****NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)****FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025***Expressed in Saudi Riyals***10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)****BURUJ OWN OPERATIONS (PAA)**

BURUJ OWN OPERATIONS (PAA)	31 December 2024				Total
	Asset for remaining coverage		Asset for incurred claims		
	Excluding loss component	Loss recovery component	PVCF, Contracts measured under PAA	Risk adjustment, Contracts measured under PAA	
Reinsurance contracts - 1 January 2024					
reinsurance contract assets	(10,363,279)	-	32,786,277	596,451	23,019,449
<i>Changes in the statement of income and OCI:</i>					
Amounts allocated to reinsurance	(37,105,552)	-	-	-	(37,105,552)
Incurred claims amounts recoverable from reinsurance	-	-	21,675,933	470,621	22,146,554
Changes that relate to past service: changes related to AIC	-	-	-	-	-
Losses and reversals of losses on onerous contracts	-	-	-	-	-
Investment component: change in profit commission	-	-	-	-	-
Net expenses from reinsurance contracts	-	-	21,675,933	470,621	22,146,554
Insurance service result	(37,105,552)	-	21,675,933	470,621	(14,958,998)
Finance income from reinsurance contracts	-	-	(1,051,261)	(64,818)	(1,116,079)
Total changes in the statement of income and OCI	(37,105,552)	-	20,624,672	405,803	(16,075,077)
<u>Cashflows</u>					
Premiums ceded and acquisition cashflows paid	(45,476,055)	-	10,626,672	-	(34,849,383)
Recoveries from reinsurance	5,747,099	-	1,033,620	-	6,780,719
Total cash inflows / (outflows)	(39,728,956)		11,660,292	-	(28,068,664)
Net closing balance	(7,739,875)	-	41,750,657	1,002,254	35,013,036
Reinsurance contracts assets	1,528,616	-	45,307,811	1,002,254	47,838,681
Reinsurance contracts liabilities	(9,268,491)	-	(3,557,154)	-	(12,825,645)
	(7,739,875)	-	41,750,657	1,002,254	35,013,036

BURUJ COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)

IDI - (GMM)

IDI - (GMM)	31 December 2024				Total
	Liability for remaining coverage		Liability for incurred claims		
	Excluding loss component	Loss component	LIC excluding risk adjustment	Risk adjustment for non-financial risk	
Net opening balance	4,126,416	-	124,310	-	4,250,726
<u>Insurance revenue</u>					
Expected incurred claims and other service expenses	(617,669)	-	-	-	(617,669)
CSM recognized for service period	(50,694)	-	-	-	(50,694)
Total Insurance revenue	(668,363)	-	-	-	(668,363)
Insurance service expenses					
Incurred claims and other directly attributable expenses	-	-	255,495	-	255,495
Experience adjustments	-	-	-	-	-
Insurance service expenses	-	-	255,495	-	255,495
Insurance service result	(668,363)	-	255,495	-	(412,868)
Finance Income from insurance contracts	81,728	-	-	-	81,728
Total changes in the statement of income and OCI	(586,635)	-	255,495	-	(331,140)
<u>Cashflows</u>					
Premiums received	3,980,685	-	-	-	3,980,685
Claims and other directly attributable expenses paid	-	-	-	-	-
Insurance acquisition cashflows paid	-	-	(80,646)	-	(80,646)
Total cash inflows / (outflows)	3,980,685	-	(80,646)	-	3,900,039
Net closing balance	7,520,466	-	299,159	-	7,819,625

BURUJ COOPERATIVE INSURANCE COMPANY**(A SAUDI JOINT STOCK COMPANY)****NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)****FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025***Expressed in Saudi Riyals***10. INSURANCE AND REINSURANCE CONTRACTS ASSETS AND LIABILITIES (CONTINUED)****IDI - (GMM)**

31 December 2024

	Asset for remaining coverage		Asset for incurred claims		Total
	Excluding loss component	Loss recovery component	AIC excluding risk adjustment	Risk adjustment	
Net opening	(2,764,630)	-	(53,253)	-	(2,817,883)
<i>Changes in the statement of income and OCI:</i>					
Amounts allocated to reinsurance and recoveries		-	-	-	-
Expected claim recoverable	(32,173)	-	-	-	(32,173)
Changes in risk adjustment	(458)	-	-	-	(458)
CSM recognized for the service period	(67,947)	-	-	-	(67,947)
Incurred claims	-	-	95,240	-	95,240
Experience adjustment	(8,114)	-	-	-	(8,114)
Net expenses from reinsurance contracts	(108,692)	-	95,240	-	(13,452)
Reinsurance service result	(108,692)	-	95,240	-	(13,452)
Finance income from reinsurance contracts	76,580	-	-	-	76,580
Total changes in the statement of income and OCI	(32,112)	-	95,240	-	63,128
<u>Cashflows</u>					
Premiums ceded	(2,749,416)	-	3,626	-	(2,745,790)
Commission and management fee	440,072	-	-	-	440,072
Total cash inflows / (outflows)	(2,309,344)		3,626	-	(2,305,718)
Net closing balance	(5,106,086)	-	45,613	-	(5,060,473)

**BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**
Expressed in Saudi Riyals

11.CAPITAL MANAGEMENT

The Company manages its capital to ensure that it is able to continue as going concern and comply with the regulator's capital requirements of the market in which the Company operates while maximizing the return to stakeholders through the optimization of equity balance. The capital structure of the Company consists of equity attributable to equity holders comprising paid share capital and reserves. The operations of the Company are subject to local regulatory requirements in the Kingdom of Saudi Arabia. Such regulations not only prescribe approval and monitoring of activities but also impose certain restrictive provisions e.g., capital adequacy to minimize the risk of default and insolvency on the part of the insurance companies and to enable them to meet unforeseen liabilities as these arise. In order to maintain or adjust the capital structure, the Company may issue right shares. As per guidelines laid out by IA in Article 66 table 3 and 4 of the Implementing Insurance Regulations detailing the solvency margin required to be maintained, the Company maintains solvency margin equivalent to the highest of the three methods as per IA Implementing Regulations.

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

12.SHARE CAPITAL

The authorized, issued and paid-up share capital of the Company is SAR 300 million divided into 30 million shares of SAR 10 each (31 December 2024: SAR 300 million divided into 30 million shares of SAR 10 each).

The 100% shareholders of the Company are subject to Zakat.

13.EARNINGS PER SHARE

Basic and diluted earnings / (loss) per share for the six months period ended 30 June 2025 and 30 June 2024 have been calculated by dividing the net (loss)/ income for the period attributable to shareholders' by the weighted average number of ordinary shares issued and outstanding shares (30 million shares) at the period end.

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

14. PREMIUMS WRITTEN AND CEDED BY TYPE OF CUSTOMERS

For the three month period ended 30 June 2025

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Individual clients	829,316	122,409,612	2,271,377	125,510,305
Very small size entities	13,639,412	1,474,509	669,161	15,783,082
Small size Entities	2,784,622	577,214	8,410,594	11,772,431
Medium size entities	36,743	4,738,572	5,250,028	10,025,344
Large size entities	1,077,446	32,511,035	5,844,907	39,433,388
Total	18,367,540	161,710,943	22,446,067	202,524,549

For the three month period ended 30 June 2024

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Individual clients	2,205,342	17,598,955	4,742,019	24,546,316
Very small size entities	8,827,363	5,114,226	525,165	14,466,754
Small size Entities	307,770	7,766,095	1,007,564	9,081,429
Medium size entities	2,200	3,448,675	1,112,059	4,562,934
Large size entities	8,237,195	7,699,326	2,921,753	18,858,274
Total	19,579,870	41,627,277	10,308,560	71,515,707

For the six month period ended 30 June 2025

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Individual clients	2,537,114	203,791,895	2,565,221	208,894,230
Very small size entities	32,055,125	5,004,083	948,222	38,007,430
Small size entities	5,431,740	3,894,823	10,260,930	19,587,494
Medium size entities	36,743	8,732,445	6,994,974	15,764,163
Large size entities	3,136,330	59,500,740	8,871,424	71,508,494
Total	43,197,053	280,923,987	29,640,771	353,761,810

For the six month period ended 30 June 2024

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Individual clients	7,807,336	43,078,635	8,448,067	59,334,038
Very small size entities	20,207,266	11,458,917	657,485	32,323,668
Small size entities	546,000	18,344,284	8,247,951	27,138,235
Medium size entities	2,200	8,787,442	6,713,161	15,502,803
Large size entities	8,243,405	31,394,438	6,448,909	46,086,752
Total	36,806,207	113,063,716	30,515,573	180,385,496

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

Expressed in Saudi Riyals

14. PREMIUMS WRITTEN AND CEDED BY TYPE OF CUSTOMERS (continued)

For the three month period ended 30 June 2025

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Gross written premiums	18,367,540	161,710,942	22,446,067	202,524,549
Reinsurance premiums ceded				-
- Foreign	(215,542)	(518,327)	(12,786,756)	(13,520,624)
- Local	(71,847)	(424,084)	(2,218,630)	(2,714,561)
Net premiums written	18,080,151	160,768,531	7,440,681	186,289,363

For the three month period ended 30 June 2024

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Gross written premiums	19,579,870	41,627,277	10,308,560	71,515,707
Reinsurance premiums ceded				-
- Foreign	147,456	(1,132,646)	(3,202,818)	(4,188,009)
- Local	326,936	(869,413)	(1,226,692)	(1,769,169)
Net premiums written	20,054,262	39,625,218	5,879,050	65,558,529

For the six month period ended 30 June 2025

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Gross written premiums	43,197,053	280,923,986	29,640,771	353,761,810
Reinsurance premiums ceded				-
- Foreign	(431,083)	(1,036,652)	(17,545,009)	(19,012,745)
- Local	(143,694)	(848,169)	(3,657,832)	(4,649,695)
Net premiums written	42,622,276	279,039,165	8,437,929	330,099,370

For the six month period ended 30 June 2024

(Unaudited)

	Medical	Motors	Property & Casualty	Total
Gross written premiums	36,806,207	113,063,716	30,515,573	180,385,496
Reinsurance premiums ceded				-
- Foreign	(558,489)	(1,411,890)	(13,441,163)	(15,411,542)
- Local	(143,694)	(941,260)	(3,048,087)	(4,133,041)
Net premiums written	36,104,024	110,710,566	14,026,323	160,840,913

BURUJ COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
Expressed in Saudi Riyals

15.COMPARATIVE FIGURES

Some prior period figures which have been reclassified to conform to the current period presentation.

16.EVENTS AFTER THE REPORTING PERIOD

On 22/01/1446H (corresponding to 28/07/2024G), Buruj Cooperative Insurance Company (“Buruj” or the “Merged Company”) announced on the Saudi Exchange website the signing of a memorandum of understanding with Mediterranean and Gulf Insurance and Reinsurance Company (“Medgulf” or the “Merging Company”, and together with Buruj, the “Companies”) to evaluate a potential merger. Subsequently, on 06/07/1446H (corresponding to 06/01/2025G), it was announced that the General Authority for Competition issued a non-objection regarding the completion of the economic concentration resulting from the proposed merger (“Merger”).

Following these developments, on 01/02/1447H (corresponding to 26/07/2025G), Buruj entered into a binding Merger Agreement with Medgulf pursuant to which Buruj will be merged into Medgulf. Under the terms of the Merger Agreement, all of Buruj’s rights, liabilities, assets, and contracts will be transferred to Medgulf. In consideration, Medgulf will issue thirty-three million, one hundred fifty-seven thousand, eight hundred ninety-four (33,157,894) new ordinary shares with a nominal value of SAR 10 each to Buruj’s shareholders. The transaction will be executed in accordance with Article (225) and Articles (227) to (229) of the Companies Law, Article (49)(a)(1) of the Merger and Acquisition Regulations, the Rules on the Offer of Securities and Continuing Obligations issued by the Capital Market Authority (the “CMA”), and the specific terms and conditions set forth in the Merger Agreement.

The completion of the Merger will result in the delisting of Buruj’s shares, and the legal cessation of Buruj, with all its obligations and entitlements vested in Medgulf.

It is further noted that Medgulf’s simultaneous announcement of the signing of the Merger Agreement constitutes a firm intention to make an offer to Buruj’s shareholders pursuant to the Merger and in accordance with the terms and provisions of the Merger Agreement.

For additional information regarding the Merger, including details of the offer, conditions, termination provisions, and rationale, shareholders are referred to the attached document. Buruj will disclose any material developments relating to the Merger as and when they arise.

17.APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements have been approved by the Board of Directors on 5 August 2025 corresponding to 11 Safar, 1447.