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

Unaudited interim condensed financial information and independent auditors' review report

For the three-month period ended 31 March 2023

Unaudited interim condensed financial information and independent auditors' review report for the three-month period ended 31 March 2023

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INDEPENDENT AUDITORS' REVIEW REPORT ON INTERIM CONDENSED FINANCIAL INFORMATION

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 2023 and the related interim condensed statements of income and comprehensive income for the three-months periods then ended and interim condensed statements of changes in equity and cashflows for the three-month period then ended and other explanatory notes (the "interim condensed financial information"). Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

SCOPE OF REVIEW

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

CONCLUSION

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

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Date: 2 July 2023
corresponding to: 14 Dhu'l-Hijjah 1444H

العظم و السديري و آل الشيخ وشركاهم للإستشارات المهنية - عضو كرو الدولية
C.R. 1010466353
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السيد العيوطي وشركاه محاسبون ومراجعون قانونيون
س.ت رقم ٤٠٣٠٢٩١٢٤٥
CERTIFIED PUBLIC ACCOUNTANTS
C.R. No. 4030291245
EL SAYED EL AYOUTY & CO.

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

Interim condensed statement of financial position
As at 31 March 2023

	Notes	(Unaudited) 31 March 2023	(Unaudited) 31 December 2022 Restated	(Unaudited) 1 January 2022 Restated
		---------- SAR '000 ----------		
Assets				
Cash and cash equivalents	5	**866,750**	618,495	498,996
Insurance contract assets	7	**-**	-	(2,827)
Retakaful / reinsurance contract assets	7	**630,788**	375,520	308,675
Investments mandatorily measured at fair value through statement of income (FVSI)	9 (a)	**472,885**	467,754	526,904
Investments designated as fair value through other comprehensive income (FVOCI)	9 (b)	**480,562**	429,926	435,284
Investments held at amortised cost	9 (c)	**2,137,853**	2,197,736	1,889,566
Prepayments and other assets		**129,398**	89,555	77,912
Property and equipment, net		**80,549**	81,041	83,216
Statutory deposit	8	**39,971**	39,971	39,971
Accrued income on statutory deposit		**5,371**	5,026	3,626
Right-of-use assets	6	**45,901**	48,371	55,733
Total assets		**4,890,028**	4,353,395	3,917,056
Liabilities				
Payable, accruals and other liabilities		**115,390**	97,385	76,649
Insurance contract liabilities	7	**3,189,020**	2,777,917	2,374,737
Retakaful / reinsurance liabilities	7	**-**	-	-
End-of-service benefits (EOSB)		**23,473**	22,812	24,635
Provision for zakat	15	**50,441**	49,925	51,341
Payables to SAMA		**10,080**	9,735	8,336
Lease obligations		**43,307**	49,222	54,482
Total liabilities		**3,431,711**	3,006,996	2,590,180
Equity				
Share capital	16	**400,000**	400,000	400,000
Statutory reserve		**208,365**	196,109	178,186
Retained earnings		**774,544**	725,518	652,011
Remeasurement reserve for EOSB		**(5,423)**	(5,423)	(7,327)
Fair value reserve - investments designated as FVOCI		**80,831**	30,195	104,006
Total equity		**1,458,317**	1,346,399	1,326,876
Total liabilities and equity		**4,890,028**	4,353,395	3,917,056
Commitments and contingencies	11	**63,997**	61,318	40,190

Nabeel Ali Shoaib
Member-Board

Saud Ghonem Bin Ghonem
Chief Executive Officer

Muhammad Imran Bashir
Chief Financial Officer-Acting

The accompanying notes 1 to 20 form an integral part of this interim condensed financial information.

Interim condensed statement of income
For the three-month period ended 31 March 2023

	Notes	(Unaudited) 31 March 2023	(Unaudited) 31 March 2022 Restated
		---- SAR '000 ----	
Insurance revenue	10.1	**865,298**	705,506
Insurance service expenses	10.2	**(900,267)**	(743,958)
Insurance service result before retakaful / reinsurance contracts held		**(34,969)**	(38,452)
Allocation of retakaful / reinsurance contributions	10.3	**(145,316)**	(37,389)
Amounts recoverable from retakaful / reinsurance for incurred claims	10.4	**277,901**	91,737
Net income from retakaful / reinsurance contracts held		**132,585**	54,348
Insurance service result		**97,616**	15,896
Net finance expense from insurance contracts issued	10.5	**(34,410)**	(666)
Net finance expense from retakaful / reinsurance contracts held	10.6	**(136)**	(718)
Net insurance financial result		**(34,546)**	(1,384)
Net gains on investments mandatorily measured at FVSI		**2,786**	6,821
Dividend income		**3,493**	2,718
Special commission income		**23,480**	14,412
Impairment loss on financial assets	9 (d)	**(14)**	(117)
Investment return		**29,745**	23,834
Other operating (expenses)/ income			
General and administrative expenses		**(31,095)**	(31,455)
Other income		**78**	(28)
Total other operating expenses		**(31,017)**	(31,483)
Net income for the period before zakat		**61,798**	6,863
Net income for the period before zakat attributable to the shareholders		**61,798**	6,863
Provision for zakat	15	**(516)**	(3,100)
Net income for the period after zakat attributable to the shareholders		**61,282**	3,763
Earnings per share			
Basic and diluted earning per share	18	**1.53**	0.09

Nabeel Ali Shoaib
Member-Board

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Chief Executive Officer

Muhammad Imran Bashir
Chief Financial Officer-Acting

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Interim condensed statement of comprehensive income
For the three-month period ended 31 March 2023

	Notes	(Unaudited) 31 March 2023	(Unaudited) 31 March 2022 Restated
		---- SAR '000 ----	
Net income for the period after zakat attributable to the shareholders		**61,282**	3,763
Other comprehensive income / (loss):			
Items that will not be reclassified to interim condensed statement of income in subsequent period			
Net fair value changes on investments designated as FVOCI	9 (b)	**50,636**	43,127
Total comprehensive income for the period		**111,918**	46,890

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Chief Executive Officer

Muhammad Imran Bashir
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The accompanying notes 1 to 20 form an integral part of this interim condensed financial information.

Interim condensed statement of changes in equity
For the three-month period ended 31 March 2023

	Share capital	Statutory reserve	Retained earnings	Remeasurement reserve for EOSB	Fair value reserve - investments designated as FVOCI	Total
			---------- SAR '000 ----------			
Balance as at 1 January 2023 (unaudited)	400,000	196,109	725,518	(5,423)	30,195	1,346,399
Total comprehensive income attributable to the shareholders :						
Net income for the period after zakat attributable to the shareholders	-	-	61,282	-	-	61,282
Other comprehensive income	-	-	-	-	50,636	50,636
Total comprehensive income for the period	-	-	61,282	-	50,636	111,918
Transfer to statutory reserve	-	12,256	(12,256)	-	-	-
Balance as at 31 March 2023 (unaudited)	400,000	208,365	774,544	(5,423)	80,831	1,458,317

	Share capital	Statutory reserve	Retained earnings	Remeasurement reserve for EOSB	Fair value reserve - investments designated as FVOCI	Total
			---------- SAR '000 ----------			
Balance as at 1 January 2022 (unaudited)	400,000	178,186	595,551	(7,327)	104,006	1,270,416
Adjustment on initial application of IFRS 17	-	-	56,460	-	-	56,460
Restated balance as at 1 January 2022 (unaudited)	400,000	178,186	652,011	(7,327)	104,006	1,326,876
Total comprehensive income attributable to the shareholders :						
Net income for the period after zakat attributable to the shareholders	-	-	3,763	-	-	3,763
Other comprehensive income	-	-	-	-	43,127	43,127
Total comprehensive income for the period	-	-	3,763	-	43,127	46,890
Transfer to statutory reserve	-	7,530	(7,530)	-	-	-
Balance as at 31 March 2022 (unaudited)	400,000	185,716	648,244	(7,327)	147,133	1,373,766

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Member-Board

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Chief Executive Officer

Muhammad Imran Bashir
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The accompanying notes 1 to 20 form an integral part of this interim condensed financial information.

Interim condensed statement of cash flows
For the three-month period ended 31 March 2023

	Notes	(Unaudited) 31 March 2023	(Unaudited) 31 March 2022 Restated
		---- SAR '000 ----	
Cash flows from operating activities			
Net income for the period before zakat		**61,798**	6,863
Adjustments for non-cash items:			
Depreciation of property and equipment		**6,930**	5,490
Depreciation of right-of-use assets		**1,571**	2,414
Unrealized gain on investments mandatorily measured at FVSI		**(9,068)**	(12,137)
Reversal of impairment loss on financial assets	9 (d)	**14**	117
Finance cost		**666**	726
Provision for end-of-service benefits (EOSB)		**1,460**	1,120
		63,371	4,593
Changes in operating assets and liabilities:			
Insurance contract assets		**-**	(5,538)
Retakaful / reinsurance contract assets		**(255,270)**	(190,580)
Prepayments and other assets		**(39,843)**	(22,767)
Accrued income on statutory deposit		**(345)**	(345)
Staturoty depsoit		**-**	-
Payable, accruals and other liabilities		**18,002**	(279,705)
Insurance contract liabilities		**411,103**	163,961
Retakaful / reinsurance contract liabilities		**-**	1,522
Deposit against guarantees		**(2,679)**	(5,768)
Payables to SAMA		**345**	345
		194,684	(334,282)
Zakat paid	15	**-**	-
End-of-service benefits paid (EOSB)		**(799)**	(1,172)
Net cash generated from / (used in) operating activities		**193,885**	(335,454)
Cash flows from investing activities			
Purchase of investments mandatorily measured at FVSI	9 (a)	**(415,336)**	(502,698)
Disposals of investments mandatorily measured at FVSI	9 (a)	**419,273**	528,934
Purchase of investments held at amortised cost	9 (c)	**(30,000)**	(50,000)
Disposal of investments held at amortised cost	9 (c)	**90,000**	200,000
Additions in property and equipment		**(6,438)**	(2,969)
Net cash generated from investing activities		**57,499**	173,267
Cash flows from financing activities			
Lease liability paid		**(5,678)**	(2,254)
Net cash used in financing activities		**(5,678)**	(2,254)
Net change in cash and cash equivalents		**245,706**	(164,441)
Cash and cash equivalents, at the beginning of the period	5	**552,594**	454,097
Cash and cash equivalents, at the end of the period	5	**798,300**	289,656
Non-cash information			
Changes in fair value of investments designated as FVOCI	9 (b)	**50,636**	43,127

Nabeel Ali Shoaib
Member-Board

Saud Ghonem Bin Ghonem
Chief Executive Officer

Muhammad Imran Bashir
Chief Financial Officer-Acting

The accompanying notes 1 to 20 form an integral part of this interim condensed financial information.

Notes to the interim condensed financial information
For the three-month period ended 31 March 2023

1. General

Al Rajhi Company for Cooperative Insurance (a Saudi Joint Stock Company incorporated in Kingdom of Saudi Arabia), "the Company", was formed pursuant to Royal Decree No. (M/35) dated 27 Jumada al thani 1429, (1 January 2008). The Company operates under Commercial Registration no. 1010270371 dated 5 Rajab 1430, corresponding to 28 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 retakaful / reinsurance and agency activities. Its principal lines of business include motor, medical, protection & savings, marine, fire, engineering and casualty insurance.

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

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

2. Basis of preparation

(a) Statement of compliance

The interim condensed financial information of the Company, as at and for the three-month period ended 31 March 2023, have been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia (KSA), and other standards and pronouncements issued by Saudi Organization for Chartered and Professional Accountants (SOCPA)." This is the first set of the Company's interim condensed financial information in which IFRS 17 "Insurance Contracts", as endorsed in Kingdom of Saudi Arabia have been applied and the resultant changes to the significant accounting policies are described in Note 3.

The 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 31 December 2022.

2. Basis of preparation (continue)

(a) Statement of compliance (continue)

The interim condensed financial information is prepared under the going concern basis and the historical cost convention, except for financial assets measured at fair value through statement of income (FVSI), financial assets measured at fair value through other comprehensive income (FVOCI), financial liabilities measured at fair value through statement of income (FVSI), and end of service benefits (EOSB) at present value.

The Company's interim condensed statement of financial position is not presented using a current / non-current classification. The following balances would generally be classified as non-current: financial assets at fair value through other comprehensive income, financial asset at amortised cost, property and equipment, statutory deposit, other assets, end of service benefits and payable to shareholders. All other assets and liabilities are classified as current.

As required by the Saudi Arabian Insurance Regulations and guidelines of the Sharia board, the Company maintains separate books of accounts for takaful operations and shareholders' operations and presents the financial information accordingly (refer note 19). Assets, liabilities, revenues and expenses clearly attributable to either activity are recorded in the respective accounts. The basis of allocation of expenses from joint operations is determined and approved by the management and the Board of Directors.

As per the Company's policy, all general and administrative expenses of takaful operations are charged to shareholders' operations. The Company in accordance with the Islamic Shariah provisions manages the co-operative insurance operations and calculates the management fee in the below manner and pays it in full shortly after at the end of the fiscal year.

The first component of the management fee is calculated based on the net contributions written for the period after adjusting commission income and cost of production for motor and general at 40% and for health at 30% and is limited to the extent of general and administrative expenses charged in the condensed interim statement of income – shareholders operations (refer note 19); and the other component of the management fee is determined up to 90% of the net surplus, if any, for the period from takaful operations remaining after computing the first component of management fee. The Company is required to distribute the remaining 10% of the net surplus from Takaful operations to policyholders in accordance with the Insurance Law and Implementation Regulations issued by SAMA.

In preparing the Company-level financial information in compliance with IFRSs, the balances and transactions of the takaful operations are amalgamated and combined with those of the shareholders' operations. Interoperation balances, transactions and unrealised gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the takaful operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

The interim condensed financial information may not be considered indicative of the expected results for the full year.

2. Basis of preparation (continue)

(b) Critical accounting judgments, estimates and assumptions

The preparation of interim condensed financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses and the accompanying notes including disclosure of contingent liabilities. 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 31 December 2022. In addition, the areas involving a high degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial information, in respect of application of IFRS 17, relate primarily to:

Insurance Contracts

The Company issues insurance contracts that transfer insurance risk. Insurance contracts are those contracts where the insurer accepts significant insurance risk from the policyholder by agreeing to compensate the policyholder if a specified uncertain future event adversely affects the policyholder. The Company uses judgement to assess whether a contract transfers insurance risk (that is, if there is a scenario with commercial substance in which the Company has the possibility of a loss on a present value basis) and whether the accepted insurance risk is significant. In making this assessment, all substantive rights and obligations, including those arising from law or regulation, are considered on a contract-by-contract basis.

The measurement of these insurance contracts also requires significant judgement and estimates. These significant judgement and estimates include risk adjustment ("RA") and liability for incurred claims – estimate of future cash flows. Refer to note 3 for further details.

(c) Seasonality of operations

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

(d) Functional and presentation currency

The functional and presentational currency of the Company is Saudi Riyals. This interim condensed financial information is expressed in Saudi Arabian Riyals (SAR) and is rounded off to the nearest thousand.

3. Significant Accounting Policies

The accounting policies adopted in the preparation of the unaudited interim condensed financial information are consistent with those followed in the preparation of the Company's audited annual financial statements for the year ended 31 December 2022, except for the adoption of new standard:

New IFRS, International Financial Reporting and Interpretations Committee's interpretations (IFRIC) and amendments thereof, adopted by the Company

The Company has initially applied IFRS 17, including any consequential amendments to other standards from 1 January 2023. This standard have brought significant changes to the accounting for insurance and retakaful / reinsurance contracts. As a result, the Company has restated certain comparative amounts. The nature and effects of the key changes in the Company's accounting policies resulting from its adoption of IFRS 17 are summarised below:

3.1 IFRS 17 Insurance Contracts

IFRS 17 replaces IFRS 4 Insurance Contracts for annual periods on or after 1 January 2023. The Company has restated comparative information for 2022 applying the transitional provisions in Appendix C to IFRS 17.

When identifying contracts in the scope of IFRS 17, in some cases the Company have assessed whether a set of or series of contracts need to be treated as a single contract and whether the embedded derivatives, investment components and goods and services components have to be separated and accounted for under another standard for insurance and retakaful / reinsurance contracts, the Company does not expect significant changes arising from the application of these requirements. Therefore, all insurance contracts issued and retakaful / reinsurance contracts held are within the scope of IFRS 17 except for the self-insurance contracts. Further, the Company doesn't have embedded derivatives in insurance contracts written and / or retakaful / reinsurance contracts held.

Under IFRS 17, insurance contracts are aggregated into groups for measurement purposes. Group of contracts are determined by first identifying portfolios of contracts, each comprising groups of contracts with similar risks which are managed together. Contracts in different product lines or issued by different group entities are expected to be in different portfolios. Each portfolios are further divided based on expected profitability at inception into three categories:

- Group of contracts that are onerous on initial recognition
- Group of contracts that, on initial recognition have no significant possibility of becoming onerous, and
- Group of remaining contracts

The Company does not issue any insurance contracts and held retakaful / reinsurance contracts which qualify contract combination / unbundling.

3.1.1 Changes to classification and measurement

The adoption of IFRS 17 did not change the classification of the Company's insurance contracts. However, IFRS 17 establishes specific principles for the recognition and measurement of insurance contracts issued and retakaful / reinsurance contracts held by the Company.

IFRS 17 establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts, retakaful / reinsurance contracts and investment contracts with discretionary participation features. It introduces a model that measures groups of contracts based on the Company's estimates of the present value of future cash flows that are expected to arise as the Company fulfils the contracts, an explicit risk adjustment for non-financial risk and a contractual service margin (CSM).

i) Measurement

In contrast to the requirements in IFRS 4, which permitted insurers to continue to use the accounting policies for measurement purposes that existed prior to January 2005, IFRS 17 provides the following different measurement

The **General Measurement Model** (GMM) is based on the following "building blocks"
a) The fulfilment cash flows (FCF), which comprise:
- probability-weighted estimates of future cash flows,

3.1.1 Changes to classification and measurement (continue)
i) Measurement (continue)
- an adjustment to reflect the time value of money (i.e. discounting) and the financial risks associated with those future cash flows, and
- a risk adjustment for non-financial risk;

b) Contractual service margin (CSM)

Contractual Service Margin (CSM): The CSM represents the unearned profit for a group of insurance contracts and recognized as the entity provides services in the future. The CSM cannot be negative at inception; any net negative amount of the fulfilment cash flows at inception is recorded in the interim condensed statement of income immediately. At the end of each subsequent reporting period, the carrying amount of a group of insurance contracts is remeasured to

- the liability for remaining coverage (LRC), which comprises the FCF related to future services and the CSM of the group at that date; and

- the liability for incurred claims (LIC), which is measured as the FCF related to past services allocated to the group at that date.

The CSM is adjusted subsequently for changes in cash flows related to future services. Since the CSM cannot be negative, changes in future cash flows that are greater than the remaining CSM are recognized in interim condensed statement of income.

The effect of changes in discount rates will be reported in either interim condensed statement of income or interim condensed statement of comprehensive income, determined by an accounting policy choice.

The **Variable Fee Approach** (VFA) is a mandatory model for measuring contracts with direct participation features (also referred to as 'direct participating contracts'). The assessment of whether the contract meets these criteria is made at inception of the contract and not reassessed subsequently. For these contracts, in addition to the adjustment under GMM, the CSM is also adjusted for:

a) the entity's share of the changes in the fair value of underlying items; and
b) the effect of changes in the time value of money and in financial risks not relating to the underlying items.

In addition, a simplified **Premium Allocation Approach** (PAA) is permitted for the measurement of the liability for remaining coverage (LRC) if it provides a measurement that is not materially different from the GMM or if the coverage period for each contract in the group is one year or less. With the PAA, the LRC corresponds to premiums received at initial recognition less insurance acquisition cash flows. The GMM remains applicable for the measurement of the liability for incurred claims (LIC). However, the entity is not required to adjust future cash flows for the time value of money and the effect of financial risk if those cash flows are expected to be paid/received in one year or less from the

The Company uses different measurement approaches, depending on the type of contracts, as follows:

	Measurement model
Contracts issued	
All non-life contracts except for engineering contracts	PAA
Engineering contracts	GMM
All life contracts except for group-life and Individual family takaful policy	VFA
Group-life	PAA
Individual family takaful policy	GMM
Retakaful / Reinsurance contracts held	
All life and non-life contracts	GMM

The Company does not have any retakaful / reinsurance contracts issued to compensate another entity for claims arising from one or more insurance contracts issued by that other entity.

3. Significant Accounting Policies (continued)

3.1 IFRS 17 Insurance Contracts (continued)

3.1.1 Changes to classification and measurement (continued)

i) Measurement (continued)

The Company applies the PAA to simplify the measurement of insurance contracts. When measuring LRC, the PAA is broadly similar to the company's previous accounting treatment under IFRS 4. However, when measuring liabilities for incurred claims (LIC), the Company now discounts cash flows that are expected to occur more than one year after the date on which the claims are incurred and includes an explicit risk adjustment for non-financial risk.

ii) PAA eligibility assessment approach

The Company has calculated a LRC and Asset for remaining coverage (ARC) for those groups of insurance contracts written and retakaful / reinsurance contracts held respectively where the coverage period was more than one year. The calculation is performed under both simplified approach i.e. PAA and GMM. Situations, which may cause the LRC and / or ARC under the PAA to differ from the LRC and / or ARC under the GMM:

- When the expectation of the profitability for the remaining coverage changes at a particular valuation date during the coverage period of a group of contracts;
- If yield curves change significantly from those in place at the group's initial recognition;
- When the incidence of claims occurrence differs from the coverage units; and
- The effect of discounting under the GMM creates an inherent difference; this difference compounds over longer contract durations.

Upon analysis of the possible differences between LRC and / or ARC applying the PAA and GMM approach, respectively, the Company did not note any material difference for contracts with coverage period of more than one year. Hence, it has opted to report all such contracts using the PAA approach maintaining a consistent accounting treatment to the rest of the portfolio of insurance contracts issued and reinsurance contracts held that have a coverage period of up to one year.

iii) Discounting methodology

All cash flows are discounted using risk-free yield curves adjusted to reflect the characteristics of the cash flows and the liquidity of the insurance contracts. The Company generally determines the risk-free rates using Saudi Arabia Government Bonds. The yield curve is interpolated between the last available market data point and an ultimate forward rate, which reflects long-term real interest rate and inflation expectations.

Cash flows that vary based on the returns on any financial underlying items are adjusted for the effect of that variability using risk-neutral measurement techniques and discounted using the risk free rates as adjusted for illiquidity.

When the present value of future cash flows is estimated by stochastic modelling, the cash flows are discounted at scenario-specific rates calibrated, on average, to be the risk-free rates as adjusted for illiquidity.

iv) Risk Adjustment methodology, including correlations, and confidence level selected

Risk adjustments for non-financial risk are determined to reflect the compensation that the individual issuing entity would require for bearing non-financial risk, separately for the non-life and other contracts, and are allocated to groups of contracts based on an analysis of the risk profiles of the groups. Risk adjustments for non-financial risk reflect the diversification benefits from contracts issued by the entity, in a way that is consistent with the compensation that it would require and that reflects its degree of risk aversion, and the effects of the diversification benefits are determined using a correlation matrix technique. The risk adjustments for non-financial risk are determined using the following

- Non-life contracts, a confidence level technique;
- Life and participating contracts: a confidence level technique. To determine the risk adjustments for non-financial risk for reinsurance contracts, the company applies these techniques both gross and net of reinsurance and derives the amount of risk being transferred to the reinsurer as the difference between the two results. Applying a confidence level technique, the company estimates the probability distribution of the expected present value of the future cash flows from insurance contracts at each reporting date and calculates the risk adjustment for non-financial risk as the excess of the value at risk at the 75th percentile (the target confidence level) over the expected present value of the future cash flows.

3. Significant Accounting Policies (continued)

3.1 IFRS 17 Insurance Contracts (continued)

3.1.1 Changes to classification and measurement (continued)

v) CSM release pattern

The amount of the CSM of a group of insurance contracts that is recognized as insurance revenue in each year is determined by identifying the coverage units in the group, allocating the CSM remaining at the end of the year (before any allocation) equally to each coverage unit provided in the year and expected to be provided in future years, and recognizing in profit or loss the amount of the CSM allocated to coverage units provided in the year. The number of coverage units is the quantity of services provided by the contracts in the group, determined by considering for each contract the quantity of benefits provided and its expected coverage period. The coverage units are reviewed and updated at each reporting date.

vi) Onerosity determination

The Company issues some contracts before the coverage period starts and the first premium becomes due. Therefore, the Company has determined whether any contracts issued form a group of onerous contracts before the earlier of the beginning of the coverage period and the date when the first payment from a policyholder in the group is due. The Company looks at facts and circumstances to identify if a group of contracts are onerous based on:

- Pricing information
- Results of similar contracts it has recognized
- Environmental factors, e.g. a change in market experience or regulations.

vii) Expected premium receipts adjustment

Insurance revenue is adjusted with the amounts of expected receipts adjustment calculated on premiums not yet collected as at date of the interim condensed statement of financial position. The computation is performed using IFRS 9 simplified approach to calculate Expected Credit Loss (ECL) allowance.

viii) Non-performance risk

The Company measures the estimates of the present value of future cash flows using assumptions that are consistent with those used to measure the estimates of the present value of future cash flows for the underlying insurance contracts, with an adjustment for any risk of non-performance by the reinsurer. The effect of the non-performance risk of the reinsurer is assessed at each reporting date and the effect of changes in the non-performance risk is recognized under reinsurance finance income / expenses in the interim condensed statement of income. The computation is performed using IFRS 9 simplified approach to calculate ECL allowance.

ix) Significant financing component

The Company has assessed its LRC and concluded that no significant financing component exists within LRC. Therefore, the Company has not adjusted the carrying amount of the LRC to reflect the time value of money and the effect of financial risk using the discount rates.

x) VAT treatment

Transaction-based taxes (such as premium taxes, value added taxes and goods & services taxes) and levies that arise directly from existing insurance contracts, or that can be attributed to them on a reasonable and consistent basis, are included within insurance contract liabilities as part of fulfilment cash flows within the boundary of insurance contracts.

3. Significant Accounting Policies (continued)

3.1 IFRS 17 Insurance Contracts (continued)

3.1.2 Accounting Policy Choices

i) Length of cohorts

The Company has adopted annual cohorts to measure groups of insurance contracts issued and retakaful / reinsurance contracts held.

ii) Use of OCI for insurance finance income / expenses (IFIE)

The Company is recording IFTE through the interim condensed statement of income and not considering to adopt OCI policy option.

iii) Unwinding of discount on risk adjustment

The Company is not disaggregating the change in risk adjustment for non-financial risk between a financial and non-financial portion and includes the entire change as part of the insurance service result in interim condensed statement of income.

iv) Unwinding of discount on risk adjustment

The Company identify expenses which are directly attributable towards acquiring (acquisition cost) and fulfilling / maintaining (other attributable expenses) the new business and those which are not (non-attributable expenses). Acquisition costs, such as underwriting costs except for initial commissions paid, will no longer be recognized in the statement of income when incurred and instead will be spread over the lifetime of the group of contracts based on the passage of time.

Other attributable expenses are allocated to the groups of contracts 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, overheads and one-off exceptional expenses will typically be recognized in the profit or loss account immediate when incurred. The proportion of directly attributable and non-attributable costs at inception will change the pattern at which expenses are recognized.

v) Deferral of acquisition cost

Where coverage period of all contracts within a group is no longer than one year, acquisition costs (revised as per IFRS 17) can either be expensed as they arise or capitalized and amortized over the coverage period. For groups containing contracts longer than one year, acquisition costs must be capitalized.

vi) Policyholder Surplus accounting

The Company has considered the implications of 10% surplus distribution as a part of non-distinct investment component analysis. However, separate presentation of policyholder and shareholder results has not been allowed for in the implementation plan since lowest unit of account has been determined at insurance contract level.

4. Explanation to transition to IFRS 17 and other changes

As stated in note 2, this is the Company's first interim condensed financial information prepared in accordance with the requirements of IFRS 17.

The accounting policies set out in note 3 have been applied in preparing the interim condensed financial statements for the period ended 31 March 2023 and 31 March 2022 and in the preparation of an opening IFRS 17 statement of financial position at 1 January 2022 (the Company's date of transition) and 31 December 2022.

In preparing its opening IFRS 17 statement of financial position, the Company has adjusted amounts reported previously in financial statements under IFRS 4.

Reclassification impact on the interim condensed consolidated statement of financial position on adoption of IFRS 17

Presentation changes in the interim condensed statement of financial position are introduced by IFRS 17. The previously reported line items: contributions and retakaful / reinsurance balances receivable, net, deferred policy acquisition costs, takaful operations' surplus payable, unearned premiums, outstanding claims, claims incurred but not reported, premium deficiency reserve, claims handling reserve are presented together by portfolio on a single line called insurance contract liabilities. The previously reported line items: retakaful / reinsurance share of unearned contributions, retakaful / reinsurance share of outstanding claims, retakaful / reinsurance share of claims incurred but not reported, retakaful / reinsurance balances payable are presented together by portfolio on a single line called retakaful / reinsurance contract assets or liabilities.

Presentation is driven by portfolios which are composed of groups of contracts covering similar risks and which are managed together. Portfolios of insurance and retakaful / reinsurance contracts are presented separately between:

- Insurance contract assets
- Reinsurance contract assets
- Insurance contract liabilities
- Reinsurance contract liabilities

At 1 January 2022, the Company applied the following approaches to identify and measure certain groups of contracts in the Protection & Savings, Property & Casualty, Motor and Medical / Health segments on transition to IFRS 17.

Year of Issue	**Transition Approach**
From Inception	All group of contracts except for Protection & Savings: - Full retrospective approach
2015-2022	Protection & Savings: - Full retrospective approach was impracticable: - Modified retrospective approach (Child Education Takaful Plan and Individual Retirement Policy)

4. Explanation to transition to IFRS 17 and other changes (continued)

Remeasurement impact on the interim condensed statement of financial position on adoption of IFRS 17

	Impact on transition to IFRS 17 as on 1 January 2022 --- SAR '000 ---
Impact on equity	
Drivers of changes	
Changes in measurement of insurance contract liabilities	780,722
Changes in measurement of retakaful / reinsurance contract assets	(724,262)
Others, if any mention	-
Total impact	**56,460**

Impact on insurance contract liabilities:	
Drivers of changes	
Risk adjustment	(127,921)
Loss component on onerous contracts	1,967
Discounting on LIC	18,413
Premium receivable - reclassification	380,981
Deferred insurance acquisition cost - reclassification	109,940
Unearned reinsurance commission - reclassification	20,457
Re-Takaful balances payable - reclassification	233,157
Reserve adjustments - LIC	63,362
CSM impact from GMM & VFA	83,373
Others	(3,007)
Total impact	**780,722**

Impact on retakaful / reinsurance contract assets:	
Drivers of changes	
Reinsurance risk adjustment	44,294
Discounting of AIC	(1,102)
Deferred insurance acquisition cost - reclassification	(109,940)
Premium receivable - reclassification	(380,981)
Re-Takaful receivable - reclassification	(233,157)
Unearned reinsurance commission - reclassification	(20,457)
CSM impact from GMM & VFA	(16,156)
Others	(6,763)
Total impact	**(724,262)**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.1 Reconciliation of interim condensed statement of financial position as at 1 January 2022

	- - - - - - 1 January 2022 (Unaudited) - - - - - -			
	Pre-adoption of IFRS 17	**IFRS 17**		**Post adoption of IFRS 17**
		Reclassification	**Remeasurement**	
	- - - - - - SAR in '000 - - - - - -			
Assets				
Cash and cash equivalents	498,996	-	-	498,996
Contributions and re-takaful / reinsurance balances receivable, net	414,546	(414,546)	-	-
Retakaful / reinsurance share of unearned contributions	227,284	(227,284)	-	-
Retakaful / reinsurance share of outstanding claims	207,122	(207,122)	-	-
Retakaful / reinsurance share of claims incurred but not reported	60,387	(60,387)	-	-
Retakaful / reinsurance share of mathematical reserve at FVSI	31	(31)	-	-
Deferred policy acquisition costs	109,940	(109,940)	-	-
Investments mandatorily measured at FVSI	526,904	-	-	526,904
Investments designated as FVOCI	435,284	-	-	435,284
Investments held at amortised cost	1,889,566	-	-	1,889,566
Prepayments and other assets	88,712	(10,800)		77,912
Property and equipment, net	83,216	-	-	83,216
Statutory deposit	39,971	-	-	39,971
Accrued income on statutory deposit	3,626	-	-	3,626
Right-of-use assets	55,733	-	-	55,733
Insurance contract assets	-	(2,827)	-	(2,827)
Retakaful / reinsurance contract assets	-	308,675	-	308,675
Total Assets	**4,641,318**	**(724,262)**	**-**	**3,917,056**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.1 Reconciliation of interim condensed statement of financial position as at 1 January 2022 *(continued)*

	- - - - - - 1 January 2022 (Unaudited) - - - - - -			
	Pre-adoption of IFRS 17	**IFRS 17**		**Post adoption of IFRS 17**
		Reclassification	**Remeasurement**	
	- - - - - - SAR in '000 - - - - - -			
Liabilities				
Payables, accruals and other liabilities	180,208	(103,559)	-	76,649
Retakaful / reinsurance balances payable	179,530	(179,530)	-	-
Unearned contributions	1,168,466	(1,168,466)	-	-
Unearned retakaful / reinsurance commission income	20,457	(20,457)	-	-
Gross outstanding claims	471,282	(471,282)	-	-
Claims incurred but not reported	881,625	(881,625)	-	-
Contribution deficiency reserve	64,301	(64,301)	-	-
Unit linked liabilities at FVSI	217,611	(217,611)	-	-
End-of-service benefits (EOSB)	24,635	-	-	24,635
Provision for zakat	51,341	-	-	51,341
Payables to SAMA	8,336	-		8,336
Lease obligations	54,482	-	-	54,482
Takaful operations' surplus payable	48,628	(48,628)	-	-
Insurance contract liabilities	-	2,374,737	-	2,374,737
Retakaful / reinsurance contract liabilities	-	-	-	-
Total Liabilities	**3,370,902**	**(780,722)**	**-**	**2,590,180**
Equity				
Share capital	400,000	-	-	400,000
Statutory reserve	178,186	-	-	178,186
Retained earnings	595,551	-	56,460	652,011
Remeasurement reserve for EOSB	(7,327)	-	-	(7,327)
Fair value reserve - investments designated as FVOCI	104,006	-	-	104,006
Equity	**1,270,416**	**-**	**56,460**	**1,326,876**
Total liabilities and equity	**4,641,318**	**(780,722)**	**56,460**	**3,917,056**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.2 Reconciliation of interim condensed statement of financial position as at 31 December 2022

	- - - - - - 31 December 2022 (Unaudited) - - - - - -			
	Pre-adoption of IFRS 17	**IFRS 17**		**Post adoption of IFRS 17**
		Reclassification	**Remeasurement**	
		- - - - - - SAR in '000 - - - - - -		
Assets				
Cash and cash equivalents	618,495	-	-	618,495
Contributions and re-takaful / reinsurance balances receivable, net	683,950	(683,950)	-	-
Retakaful / reinsurance share of unearned contributions	320,424	(320,424)	-	-
Retakaful / reinsurance share of outstanding claims	186,097	(186,097)	-	-
Retakaful / reinsurance share of claims incurred but not reported	93,146	(93,146)	-	-
Retakaful / reinsurance share of mathematical reserve at FVSI	45	(45)	-	-
Deferred policy acquisition costs	164,633	(164,633)	-	-
Investments mandatorily measured at FVSI	467,754	-	-	467,754
Investments designated as FVOCI	429,926	-	-	429,926
Investments held at amortised cost	2,197,736	-	-	2,197,736
Prepayments and other assets	89,555	-		89,555
Property and equipment, net	81,041	-	-	81,041
Statutory deposit	39,971	-	-	39,971
Accrued income on statutory deposit	5,026	-	-	5,026
Right-of-use assets	48,371	-	-	48,371
Insurance contract assets	-	7	-	7
Retakaful / reinsurance contract assets	-	375,521	-	375,521
Total Assets	**5,426,170**	**(1,072,767)**	**-**	**4,353,403**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.2 Reconciliation of interim condensed statement of financial position as at 31 December 2022 (continued)

	- - - - - - 31 December 2022 (Unaudited) - - - - - -			
	Pre-adoption of IFRS 17	**IFRS 17 Reclassification**	**IFRS 17 Remeasurement**	**Post adoption of IFRS 17**
		- - - - - - SAR in '000 - - - - - -		
Liabilities				
Payables, accruals and other liabilities	277,606	(180,219)	-	97,387
Retakaful / reinsurance balances payable	311,837	(311,837)	-	-
Unearned contributions	1,603,783	(1,603,783)	-	-
Unearned retakaful / reinsurance commission income	28,780	(28,780)	-	-
Gross outstanding claims	125,150	(125,150)	-	-
Claims incurred but not reported	1,294,170	(1,294,170)	-	-
Contribution deficiency reserve	52,587	(52,587)	-	-
Unit linked liabilities at FVSI	275,118	(275,118)	-	-
End-of-service benefits (EOSB)	22,812	-	-	22,812
Provision for zakat	49,925	-	-	49,925
Payables to SAMA	9,735	-		9,735
Lease obligations	49,222	-	-	49,222
Takaful operations' surplus payable	37,318	(37,318)	-	-
Insurance contract liabilities	-	2,777,923	-	2,777,923
Retakaful / reinsurance contract liabilities	-	-	-	-
Total Liabilities	**4,138,043**	**(1,131,039)**	**-**	**3,007,004**
Equity				
Share capital	400,000	-	-	400,000
Statutory reserve	196,109	-	-	196,109
Retained earnings	667,246	-	58,272	725,518
Remeasurement reserve for EOSB	(5,423)	-	-	(5,423)
Fair value reserve - investments designated as FVOCI	30,195	-	-	30,195
Equity	**1,288,127**	**-**	**58,272**	**1,346,399**
Total liabilities and equity	**5,426,170**	**(1,131,039)**	**58,272**	**4,353,403**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.3 Reconciliation of interim condensed statement of income for the period ended 31 March 2022

Reclassification impact on interim condensed statement of income on adoption of IFRS 17

The line-item descriptions in the interim condensed statement of income have been changed significantly compared with prior periods. Previously, the Company reported the following line items:

- Gross written premium
- Retakaful / reinsurance premiums ceded
- Excess of loss expenses (XOL)
- Changes in unearned contribution – net
- Gross claims paid
- Retakaful / reinsurance share of claims paid
- Changes in outstanding claims, net
- Changes in claims incurred but not reported, net
- Changes in premium defeciency reserves
- Changes in other technical reserves
- Policy acquisition costs
- Allowance for doubtful receivables
- General and administrative expenses

Instead, IFRS 17 requires separate presentation of:

- Insurance revenue
- Insurance service expenses
- Allocation of reinsurance premiums
- Amounts recoverable from reinsurance
- Other operating expenses

4. Explanation to transition to IFRS 17 and other changes (continued)

4.3 Reconciliation of interim condensed statement of income for the period ended 31 March 2022 *(continued)*

	- - - - - - 31 March 2022 (Unaudited) - - - - - -			
	Pre-adoption of IFRS 17	**IFRS 17 Reclassification**	**IFRS 17 Remeasurement**	**Post adoption of IFRS 17**
	- - - - - - SAR in '000 - - - - - -			
Revenues				
Gross contribution written	789,660	(789,660)	-	-
Retakaful / reinsurance contributions ceded - domestic	(327)	327	-	-
Retakaful / reinsurance contributions ceded - foreign	(210,839)	210,839	-	-
Excess of loss expenses (XOL)	(3,251)	3,251	-	-
Net contributions written	**575,243**	**(575,243)**	**-**	**-**
Changes in unearned contributions, net	2,386	(2,386)	-	-
Net contributions earned	**577,629**	**(577,629)**	**-**	**-**
Retakaful / reinsurance commission income	14,014	(14,014)	-	-
Other underwriting income	1,968	(1,968)	-	-
Total Revenues	**593,611**	**(593,611)**	**-**	**-**
Insurance revenue	-	705,506	-	705,506
Insurance service expenses	-	(743,958)	-	(743,958)
Insurance service result before reinsurance contracts held	**-**	**(38,452)**	**-**	**(38,452)**
Allocation of retakaful / reinsurance premiums	-	(37,389)	-	(37,389)
Amounts recoverable from retakaful / reinsurance for incurred claims	-	91,737	-	91,737
Net (expenses) / income from retakaful / reinsurance contracts held	**-**	**54,348**	**-**	**54,348**
Insurance service result	**-**	**15,896**	**-**	**15,896**
Underwriting Costs and Expenses				
Gross claims paid and loss adjustment expenses	(447,701)	447,701	-	-
Surrenders and maturities	(9,033)	9,033	-	-
Expenses incurred related to claims	(11,899)	11,899	-	-
Retakaful / reinsurance share of claims paid	42,961	(42,961)	-	-
Net claims and other benefits paid	**(425,672)**	**425,672**	**-**	**-**
Changes in outstanding claims, net	(5,819)	5,819	-	-
Changes in incurred but not reported (IBNR) claims, net	11,677	(11,677)	-	-
Change in contribution deficiency reserve	(12,488)	12,488	-	-
Net claims and other benefits incurred	**(432,302)**	**432,302**	**-**	**-**
Change in unit linked liabilities at FVSI, net	(15,697)	15,697	-	-
Policy acquisition costs	(70,244)	70,244	-	-
Other underwriting income	-	-		
Other underwriting expenses, net	(8,222)	8,222	-	-
Total Underwriting Costs and Expenses	**(526,465)**	**526,465**	**-**	**-**
Net Underwriting Income	**67,146**	**(67,146)**	**-**	**-**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.3 Reconciliation of interim condensed statement of income for the period ended 31 March 2022 *(continued)*

	- - - - - - 31 March 2022 (Unaudited) - - - - - -			
	Pre-adoption of IFRS 17	IFRS 17 Reclassification	IFRS 17 Remeasurement	Post adoption of IFRS 17
	- - - - - - SAR in '000 - - - - - -			
Net gains on investments mandatorily measured at FVSI	-	6,821	-	6,821
Other investment revenue	-	2,718	-	2,718
Reversal of impairment on financial assets	-	(117)	-	(117)
Investment return	**-**	**9,422**	**-**	**9,422**
Net finance expense from insurance contracts issued	-	(666)	-	(666)
Net finance expense from reinsurance contracts held	-	(718)	-	(718)
Movement in investment contract liabilities	-	-	-	-
Net insurance financial result	**-**	**(1,384)**	**-**	**(1,384)**
Other Operating (Expenses)/ Income				
Reversal of allowance for doubtful debts - contributions and re-takaful / reinsurance balances receivable	13,545	(13,545)	-	-
General and administrative expenses	(59,823)	59,823	-	-
Special commission income	14,412	(14,412)	-	-
Net gains on investments mandatorily measured at FVSI	6,821	(6,821)	-	-
Dividend income	2,718	(2,718)	-	-
Reversal / impairment loss on financial	(117)	117	-	-
Other income	(28)	28	-	-
Total Other Operating Expenses	**(22,472)**	**22,472**	**-**	**-**
Revenue from investment management	-	-	-	-
Other income	-	(28)	-	(28)
Reversal of allowance for doubtful debts	-	-	-	-
General and administrative expenses	-	(31,455)	-	(31,455)
Special commission income	-	14,412	-	14,412
Other movement	-	-	-	-
	-	**(17,071)**	**-**	**(17,071)**
Net income for the year before zakat	**44,674**	**(37,811)**	**-**	**6,863**
Net income for the year attributable to takaful operations	(3,922)	3,922	-	-
Net income for the year before zakat attributable to the shareholders	**40,752**	**(33,889)**	**-**	**6,863**
Provision for zakat	(3,100)	-	-	(3,100)
Net income for the year after zakat attributable to the shareholders	**37,652**	**(33,889)**	**-**	**3,763**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.4 Reconciliation of interim condensed statement of comprehensive income for the period ended 31 March 2022

	- - - - - - 31 March 2022 (Unaudited) - - - - - -			
	Pre-adoption of IFRS 17	**IFRS 17 Reclassification**	**IFRS 17 Remeasurement**	**Post adoption of IFRS 17**
		- - - - - - SAR in '000 - - - - - -		
Net income for the period after zakat attributable to the shareholders	**37,652**	**(33,889)**	**-**	**3,763**
Items that will not be reclassified to interim condensed statement of income in subsequent periods				
Net fair value changes on investments designated as FVOCI	43,127	-	-	43,127
	-			
Total comprehensive income for the period	**80,779**	**(33,889)**	**-**	**46,890**

4. Explanation to transition to IFRS 17 and other changes (continued)

4.5 Details of (decrease) / increase in the retained earnings resulting from transition to IFRS 17 are as follows:

	Share capital	Statutory reserve	Retained earnings	Remeasurement reserve for EOSB	Fair value reserve - investments designated as	Total
			- - - - - - SAR in '000 - - - - - -			
1 January 2022 (previously reported)	**400,000**	**178,186**	**595,551**	**(7,327)**	**104,006**	**1,270,416**
Remeasurement under IFRS 17	-	-	56,460	-	-	**56,460**
1 January 2022 (Restated)	**400,000**	**178,186**	**652,011**	**(7,327)**	**104,006**	**1,326,876**
31 December 2022 (previously reported)	**400,000**	**196,109**	**667,246**	**(5,423)**	**30,195**	**1,288,127**
Remeasurement under IFRS 17	-	-	58,272	-	-	**58,272**
31 December 2022 (Restated)	**400,000**	**196,109**	**725,518**	**(5,423)**	**30,195**	**1,346,399**

5. Cash and cash equivalents

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

	Takaful operations		
	(Unaudited) 31 March 2023	(Unaudited) 31 December 2022 Restated	(Unaudited) 1 January 2022 Restated
	- - - - - - - - -	SAR '000	- - - - - - - - -
Bank balances and cash	**306,860**	341,683	431,362
Deposits maturing within 3 months from the acquisition date	**400,000**	175,000	-
Cash and cash equivalents in the statement of cash flows	**706,860**	516,683	431,362
Less : Impairment loss	**(264)**	(126)	-
Cash and cash equivalents	**706,596**	516,557	431,362
Deposits against letters of guarantee	**63,997**	61,318	40,190
Cash and bank balances	**770,593**	577,875	471,552

	Shareholders' operations		
	(Unaudited) 31 March 2023	(Unaudited) 31 December 2022 Restated	(Unaudited) 1 January 2022 Restated
	- - - - - - - - -	SAR '000	- - - - - - - - -
Bank balances and cash	**47,839**	37,784	23,809
Deposits maturing within 3 months from the acquisition date	**45,000**	-	-
Cash balance with Al Rajhi Capital	**(1,399)**	(1,873)	(1,074)
Cash and cash equivalents in the statement of cash flows	**91,440**	35,911	22,735
Less : Impairment loss	**8**	-	-
Cash and cash equivalents	**91,448**	35,911	22,735
Cash at banks (statutory deposit income)	**4,709**	4,709	4,709
Cash and bank balances	**96,157**	40,620	27,444
Total	**866,750**	618,495	498,996

6. Right-of-use assets

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

	(Unaudited) 31 March 2023	(Unaudited) 31 December 2022 Restated	(Unaudited) 1 January 2022 Restated
	- - - - - - - - -	SAR '000	- - - - - - - - -
Balance at the beginning of the year	48,371	55,733	43,649
Additions	-	4,103	21,976
Depreciation	(1,571)	(7,966)	(9,410)
Disposals	(899)	(3,499)	(482)
Balance at end of the year	**45,901**	**48,371**	**55,733**

7. Insurance and retakaful / reinsurance contracts

	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
		- - - - - - - - - SAR '000 - - - - - - - - -			
31 March 2023 (Unaudited)					
Insurance contracts					
Insurance contract liabilities	412,600	1,737,423	694,159	344,838	3,189,020
Insurance contract assets	-	-	-	-	-
Retakaful / reinsurance contracts					
Retakaful / reinsurance contracts liabilities	-	-	-	-	-
Retakaful / reinsurance contracts assets	-	21,796	518,239	90,753	630,788
31 December 2022 (Unaudited)					
Insurance contracts					
Insurance contract liabilities	320,774	1,541,523	460,128	455,492	2,777,917
Insurance contract assets	-	-	-	-	-
Retakaful / reinsurance contracts					
Retakaful / reinsurance contracts liabilities	-	-	-	-	-
Retakaful / reinsurance contracts assets	-	18,769	249,622	107,129	375,520
1 January 2022 (Unaudited)					
Insurance contracts					
Insurance contract liabilities	221,554	1,430,758	359,729	362,696	2,374,737
Insurance contract assets	-	2,827	-	-	2,827
Retakaful / reinsurance contracts					
Retakaful / reinsurance contracts liabilities	-	-	-	-	-
Retakaful / reinsurance contracts assets	-	13,398	279,842	15,435	308,675

7. Insurance and retakaful / reinsurance contracts

7.1. Movements in insurance and reinsurance contract balances

7.1.1. Medical/ Health

a) Insurance contracts

	(Unaudited)			
	31 March 2023			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
	SAR '000			
Balances as at 1 January 2023 - restated				
Opening liabilities	11,500	16,074	293,200	**320,774**
Opening assets	-	-	-	**-**
Net opening balance	**11,500**	**16,074**	**293,200**	**320,774**
Changes in the statement of profit or loss and OCI				
Insurance revenue	(225,610)	-	-	**(225,610)**
Insurance service expenses				
Incurred claims	-	-	314,218	**314,218**
Incurred directly attributable expenses	-	-	15,949	**15,949**
Risk adjustment due to incurred	-	-	20,065	**20,065**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(139,675)	**(139,675)**
Losses on onerous contracts and reversal of those losses	-	(11,057)	-	**(11,057)**
Amortisation of insurance acquisition cash flows	12,428	-	-	**12,428**
	12,428	**(11,057)**	**210,557**	**211,928**
Insurance service result	**(213,182)**	**(11,057)**	**210,557**	**(13,682)**
Net finance expenses from insurance contracts	-	-	4,302	**4,302**
Total changes in the statement of profit or loss and OCI	**(213,182)**	**(11,057)**	**214,859**	**(9,380)**
Investment components	-	-	-	**-**
Cash flows				
Premiums received	282,270	-	-	**282,270**
Claims and other directly attributable expenses paid	-	-	(174,264)	**(174,264)**
Insurance acquisition cash flows	(6,799)	-	-	**(6,799)**
	275,471	**-**	**(174,264)**	**101,207**
Net closing balance	**73,789**	**5,017**	**333,795**	**412,601**
Balances as at 31 March 2023				
Closing liabilities	73,789	5,017	333,794	**412,600**
Closing assets	-	-	-	**-**
Net closing balance	**73,789**	**5,017**	**333,794**	**412,600**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.1. Medical/ Health (continued)

a) Insurance contracts (continued)

	(Unaudited)			
	31 December 2022			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
	SAR '000			
Balances as at 1 January 2022 - restated				
Opening liabilities	54,997	15,957	150,600	221,554
Opening assets	-	-	-	-
Net opening balance	54,997	15,957	150,600	221,554
Changes in the statement of profit or loss and OCI				
Insurance revenue	(553,185)	-	-	(553,185)
Insurance service expenses				
Incurred claims	-	-	451,528	451,528
Incurred directly attributable expenses	-	-	59,952	59,952
Risk adjustment due to incurred	-	-	17,094	17,094
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(38,641)	(38,641)
Losses on onerous contracts and reversal of those losses	-	117	-	117
Amortisation of insurance acquisition cash flows	25,955	-	-	25,955
	25,955	117	489,933	516,005
Insurance service result	(527,230)	117	489,933	(37,180)
Net finance expenses from insurance contracts	-	-	955	955
Total changes in the statement of profit or loss and OCI	(527,230)	117	490,888	(36,225)
Investment components	-	-	-	-
Cash flows				
Premiums received	507,458	-	-	507,458
Claims and other directly attributable expenses paid	-	-	(348,288)	(348,288)
Insurance acquisition cash flows	(23,725)	-	-	(23,725)
	483,733	-	(348,288)	135,445
Net closing balance	11,500	16,074	293,200	320,774
Balances as at 31 December 2022 - restated				
Closing liabilities	11,500	16,074	293,200	320,774
Closing assets	-	-	-	-
Net closing balance	11,500	16,074	293,200	320,774

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.1. Medical/ Health (continued)

a) Insurance contracts (continued)

	(Unaudited)					
	31 March 2023					
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts not under the PAA	Liabilities for incurred claims for contracts under the PAA		Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at 1 January 2023 - restated						
Opening liabilities	11,500	16,074	-	271,812	21,388	**320,774**
Opening assets	-	-	-	-	-	**-**
Net opening balance	**11,500**	**16,074**	**-**	**271,812**	**21,388**	**320,774**
Changes in the statement of profit or loss and OCI						
Insurance revenue	(225,610)	-	-	-	-	**(225,610)**
Insurance service expenses						
Incurred claims	-	-	-	314,218	-	**314,218**
Incurred directly attributable expenses	-	-	-	15,949	-	**15,949**
Risk adjustment due to incurred	-	-	-	-	20,065	**20,065**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	(121,777)	(17,898)	**(139,675)**
Losses on onerous contracts and reversals of those losses	-	(11,057)	-	-	-	**(11,057)**
Amortisation of insurance acquisition cash flows	12,428	-	-	-	-	**12,428**
	12,428	**(11,057)**	**-**	**208,390**	**2,167**	**211,928**
Insurance service result	**(213,182)**	**(11,057)**	**-**	**208,390**	**2,167**	**(13,682)**
Net finance expenses from insurance contracts	-	-	-	3,968	334	**4,302**
Total changes in the statement of profit or loss and OCI	**(213,182)**	**(11,057)**	**-**	**212,358**	**2,501**	**(9,380)**
Investment components	-	-	-	-	-	**-**
Cash flows						
Premiums received	282,270	-	-	-	-	**282,270**
Claims and other directly attributable expenses paid	-	-	-	(174,265)	-	**(174,265)**
Insurance acquisition cash flows	(6,799)	-	-	-	-	**(6,799)**
	275,471	**-**	**-**	**(174,265)**	**-**	**101,206**
Net closing balance	**73,789**	**5,017**	**-**	**309,905**	**23,889**	**412,600**
Balances as at 31 March 2023						
Closing liabilities	73,789	5,017	-	309,905	23,889	**412,600**
Closing assets	-	-	-	-	-	**-**
Net closing balance	**73,789**	**5,017**	**-**	**309,905**	**23,889**	**412,600**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.1. Medical/ Health (continued)

a) Insurance contracts (continued)

	(Unaudited)					
	31 December2022					
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts not under the PAA	Liabilities for incurred claims for contracts under the PAA		Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at 1 January 2022 - restated						
Opening liabilities	54,997	15,957	-	134,464	16,136	221,554
Opening assets	-	-	-	-	-	-
Net opening balance	54,997	15,957	-	134,464	16,136	221,554
Changes in the statement of profit or loss and OCI						
Insurance revenue	(553,185)	-	-	-	-	(553,185)
Insurance service expenses						
Incurred claims	-	-	-	451,528	-	451,528
Incurred directly attributable expenses	-	-	-	59,952	-	59,952
Risk adjustment due to incurred	-	-	-	-	17,094	17,094
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	(26,604)	(12,037)	(38,641)
Losses on onerous contracts and reversals of those losses	-	117	-	-	-	117
Amortisation of insurance acquisition cash flows	25,955	-	-	-	-	25,955
	25,955	117	-	484,876	5,057	516,005
Insurance service result	(527,230)	117	-	484,876	5,057	(37,180)
Net finance expenses from insurance contracts	-	-	-	760	195	955
Total changes in the statement of profit or loss and OCI	(527,230)	117	-	485,636	5,252	(36,225)
Investment components	-	-	-	-	-	-
Cash flows						
Premiums received	507,458	-	-	-	-	507,458
Claims and other directly attributable expenses paid	-	-	-	(348,288)	-	(348,288)
Insurance acquisition cash flows	(23,725)	-	-	-	-	(23,725)
	483,733	-	-	(348,288)	-	135,445
Net closing balance	11,500	16,074	-	271,812	21,388	320,774
Balances as at 31 December 2022 - restated						
Closing liabilities	11,500	16,074	-	271,812	21,388	320,774
Closing assets	-	-	-	-	-	-
Net closing balance	11,500	16,074	-	271,812	21,388	320,774

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor

a) Insurance contracts

	(Unaudited)			
	31 March 2023			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
	SAR '000			
Balances as at 1 January 2023 - restated				
Opening liabilities	614,030	93,679	833,814	**1,541,523**
Opening assets	-	-	-	**-**
Net opening balance	**614,030**	**93,679**	**833,814**	**1,541,523**
Changes in the statement of profit or loss and OCI				
Insurance revenue	(450,198)	-	-	**(450,198)**
Insurance service expenses				
Incurred claims	-	-	363,185	**363,185**
Incurred directly attributable expenses	-	-	21,695	**21,695**
Risk adjustment due to incurred	-	-	17,556	**17,556**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	41,116	**41,116**
Losses on onerous contracts and reversal of those losses	-	(93,679)	-	**(93,679)**
Amortisation of insurance acquisition cash flows	53,651	-	-	**53,651**
	53,651	**(93,679)**	**443,552**	**403,524**
Insurance service result	**(396,547)**	**(93,679)**	**443,552**	**(46,674)**
Net finance expenses from insurance contracts	-	-	11,366	**11,366**
Total changes in the statement of profit or loss and OCI	**(396,547)**	**(93,679)**	**454,918**	**(35,308)**
Investment components	-	-	-	**-**
Cash flows				
Premiums received	617,208	-	-	**617,208**
Claims and other directly attributable expenses paid	-	-	(401,303)	**(401,303)**
Insurance acquisition cash flows	15,303	-	-	**15,303**
	632,511	**-**	**(401,303)**	**231,208**
Net closing balance	**849,994**	**-**	**887,429**	**1,737,423**
Balances as at 31 March 2023				
Closing liabilities	849,994	-	887,429	**1,737,423**
Closing assets	-	-	-	**-**
Net closing balance	**849,994**	**-**	**887,429**	**1,737,423**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

a) Insurance contracts (continued)

	(Unaudited)			
	31 December 2022			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
	SAR '000			
Balances as at 1 January 2022 - restated				
Opening liabilities	485,779	46,385	898,594	1,430,758
Opening assets	(2,906)	-	79	(2,827)
Net opening balance	482,873	46,385	898,673	1,427,931
Changes in the statement of profit or loss and OCI				
Insurance revenue	(1,497,653)	-	-	(1,497,653)
Insurance service expenses				
Incurred claims	-	-	1,622,246	1,622,246
Incurred directly attributable expenses	-	-	64,586	64,586
Risk adjustment due to incurred	-	-	27,406	27,406
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(323,956)	(323,956)
Losses on onerous contracts and reversal of those losses	-	47,294	-	47,294
Amortisation of insurance acquisition cash flows	183,197	-	-	183,197
	183,197	47,294	1,390,282	1,620,773
Insurance service result	(1,314,456)	47,294	1,390,282	123,120
Net finance expenses from insurance contracts	-	-	(7,706)	(7,706)
Total changes in the statement of profit or loss and OCI	(1,314,456)	47,294	1,382,576	115,414
Investment components	-	-	-	-
Cash flows				
Premiums received	1,681,125	-	-	1,681,125
Claims and other directly attributable expenses paid	-	-	(1,447,435)	(1,447,435)
Insurance acquisition cash flows	(235,512)	-	-	(235,512)
	1,445,613	-	(1,447,435)	(1,822)
Net closing balance	614,030	93,679	833,814	1,541,523
Balances as at 31 December 2023				
Closing liabilities	614,030	93,679	833,814	1,541,523
Closing assets	-	-	-	-
Net closing balance	614,030	93,679	833,814	1,541,523

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

a) Insurance contracts (continued)

	March 31, 2023 (unaudited)					
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts not under the PAA	Liabilities for incurred claims for contracts under the PAA		Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2023						
Opening liabilities	614,030	93,679	-	779,406	54,408	**1,541,523**
Opening assets	-	-	-	-	-	**-**
Net opening balance	**614,030**	**93,679**	**-**	**779,406**	**54,408**	**1,541,523**
Changes in the statement of profit or loss and OCI						
Insurance revenue	(450,198)	-	-	-	-	**(450,198)**
Insurance service expenses						
Incurred claims	-	-	-	363,185	-	**363,185**
Incurred directly attributable expenses	-	-	-	21,695	-	**21,695**
Risk adjustment due to incurred	-	-	-	-	17,556	**17,556**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	48,138	(7,022)	**41,116**
Losses on onerous contracts and reversals of those losses	-	(93,679)	-	-	-	**(93,679)**
Amortisation of insurance	53,651	-	-	-	-	**53,651**
	53,651	**(93,679)**	**-**	**433,018**	**10,534**	**403,524**
Insurance service result	**(396,547)**	**(93,679)**	**-**	**433,018**	**10,534**	**(46,674)**
Net finance expenses from	-	-	-	10,620	746	**11,366**
Total changes in the statement	**(396,547)**	**(93,679)**	**-**	**443,638**	**11,280**	**(35,308)**
Investment components	-	-	-	-	-	**-**
Cash flows						
Premiums received	617,208	-	-	-	-	**617,208**
Claims and other directly	-	-	-	(401,303)	-	**(401,303)**
Insurance acquisition cash flows	15,303	-	-	-	-	**15,303**
	632,511	**-**	**-**	**(401,303)**	**-**	**231,208**
Net closing balance	**849,994**	**-**	**-**	**821,741**	**65,688**	**1,737,423**
Balances as at March 31, 2023						
Closing liabilities	849,994	-	-	821,741	65,688	**1,737,423**
Closing assets	-	-	-	-	-	**-**
Net closing balance	**849,994**	**-**	**-**	**821,741**	**65,688**	**1,737,423**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

a) Insurance contracts (continued)

	December 31, 2022 (unaudited)					
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts not under the PAA	Liabilities for incurred claims for contracts under the PAA		Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2022						
Opening liabilities	485,779	46,385	-	835,766	62,833	1,430,763
Opening assets	(2,906)	-	-	74	-	(2,832)
Net opening balance	482,873	46,385	-	835,840	62,833	1,427,931
Changes in the statement of profit or loss and OCI						
Insurance revenue	(1,497,653)	-	-	-	-	(1,497,653)
Insurance service expenses						
Incurred claims	-	-	-	1,622,246	-	1,622,246
Incurred directly attributable expense	-	-	-	64,586	-	64,586
Risk adjustment due to incurred	-	-	-	-	27,406	27,406
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	(288,207)	(35,749)	(323,956)
Losses on onerous contracts and reversals of those losses	-	47,294	-	-	-	47,294
Amortisation of insurance acquisition cash flows	183,197	-	-	-	-	183,197
	183,197	47,294	-	1,398,625	(8,343)	1,620,773
Insurance service result	(1,314,456)	47,294	-	1,398,625	(8,343)	123,120
Net finance expenses from insurance	-	-	-	(7,624)	(82)	(7,706)
Total changes in the statement of	(1,314,456)	47,294	-	1,391,001	(8,425)	115,414
Investment components	-	-	-	-	-	-
Cash flows						
Premiums received	1,681,125	-	-	-	-	1,681,125
Claims and other directly attributable expenses paid	-	-	-	(1,447,435)	-	(1,447,435)
Insurance acquisition cash flows	(235,512)	-	-	-	-	(235,512)
	1,445,613	-	-	(1,447,435)	-	(1,822)
Net closing balance	614,030	93,679	-	779,406	54,408	1,541,523
Balances as at March 31, 2022						
Closing liabilities	614,030	93,679	-	779,406	54,408	1,541,523
Closing assets	-	-	-	-	-	-
Net closing balance	614,030	93,679	-	779,406	54,408	1,541,523

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

b) Retakaful / reinsurance contracts

	March 31, 2023 (unaudited)			
	Assets for remaining coverage		Assets for incurred claims	Total
	Excluding loss-recovery component	Loss-recovery component		
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	-	-	-	-
Opening assets	6,734	-	12,035	**18,769**
Net opening balance	**6,734**	**-**	**12,035**	**18,769**
Changes in the statement of profit or loss and OCI				
Income (expenses) from reinsurance contracts held				
Reinsurance expenses	1,167	-	-	**1,167**
Claims recovered	-	-	1,095	**1,095**
Income on initial recognition of onerous underlying contracts	-	-	-	-
Reversal of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	770	**770**
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	-	-
Effect of changes in risk of reinsurers' non-performance	-	-	-	-
	1,167	**-**	**1,865**	**3,032**
Finance income from reinsurance contracts held	7,064	-	73	**7,137**
Total changes in the statement of profit or loss	**8,231**	**-**	**1,938**	**10,169**
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	(6,991)	-	-	**(6,991)**
Recoveries from reinsurance	-	-	(151)	**(151)**
	(6,991)	**-**	**(151)**	**(7,142)**
Net closing balance	**7,974**	**-**	**13,822**	**21,796**
Balances as at March 31, 2022				
Closing liabilities	-	-	-	-
Closing assets	7,974	-	13,822	**21,796**
Net closing balance	**7,974**	**-**	**13,822**	**21,796**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)			
	December 31, 2022			
	Assets for remaining coverage		Assets for incurred claims	Total
	Excluding loss-recovery component	Loss-recovery component		
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	-	-	-	-
Opening assets	1,611	-	11,787	13,398
Net opening balance	1,611	-	11,787	13,398
Changes in the statement of profit or loss and OCI				
Income (expenses) from reinsurance contracts held				
Reinsurance expenses	(9,416)	-	-	(9,416)
Claims recovered	-	-	1,672	1,672
Income on initial recognition of onerous underlying contracts	-	-	-	-
Reversal of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	953	953
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	-	-
Effect of changes in risk of reinsurers' non-performance	-	-	-	-
	(9,416)	-	2,625	(6,791)
Finance income from reinsurance contracts held	4,713	-	62	4,775
Total changes in the statement of profit or loss and OCI	(4,703)	-	2,687	(2,016)
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	9,826	-	-	9,826
Recoveries from reinsurance	-	-	(2,439)	(2,439)
	9,826	-	(2,439)	7,387
Net closing balance	6,734	-	12,035	18,769
Balances as at December 31, 2022				
Closing liabilities	-	-	-	-
Closing assets	6,734	-	12,035	18,769
Net closing balance	6,734	-	12,035	18,769

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)					
	March 31, 2023					
	Assets for remaining coverage		**Assets for incurred claims for contracts not under the PAA**	**Assets for incurred claims for contracts under the PAA**		**Total**
	Excluding loss-recovery component	**Loss-recovery component**		**Present value of future cash flows**	**Risk adjustment for non-financial risk**	
	SAR '000					
Balances as at January 1, 2023						
Opening liabilities	-	-	-	-	-	-
Opening assets	6,734	-	12,035	-	-	18,769
Net opening balance	**6,734**	**-**	**12,035**	**-**	**-**	**18,769**
Changes in the statement of profit or loss and OCI						
Income (expenses) from reinsurance contracts held						
Reinsurance expenses	1,167	-	-	-	-	**1,167**
Incurred claims recovery	-	-	1,095	-	-	**1,095**
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	770	-	-	**770**
Effect of changes in risk of non-performance by issuer of reinsurance contracts held	-	-	-	-	-	**-**
	1,167	**-**	**1,865**	**-**	**-**	**3,032**
Finance income from reinsurance	7,064	-	73	-	-	**7,137**
Total changes in the statement of	**8,231**	**-**	**1,938**	**-**	**-**	**10,169**
Investment components	-	-	-	-	-	**-**
Cash flows						
Premiums paid net of ceding	(6,991)	-	-	-	-	**(6,991)**
Recoveries from reinsurance	-	-	(151)	-	-	**(151)**
	(6,991)	**-**	**(151)**	**-**	**-**	**(7,142)**
Net closing balance	**7,974**	**-**	**13,822**	**-**	**-**	**21,796**
Balances as at March 31, 2023						
Closing liabilities	-	-	-	-	-	**-**
Closing assets	7,974	-	13,822	-	-	**21,796**
Net closing balance	**7,974**	**-**	**13,822**	**-**	**-**	**21,796**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)					
	December 31, 2022					
	Assets for remaining coverage		Assets for incurred claims for contracts not under the PAA	Assets for incurred claims for contracts under the PAA		Total
	Excluding loss-recovery component	Loss-recovery component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2022						
Opening liabilities	-	-	-	-	-	-
Opening assets	1,611	-	11,787	-	-	13,398
Net opening balance	1,611	-	11,787	-	-	13,398
Changes in the statement of profit or loss and OCI						
Income (expenses) from reinsurance contracts held						
Reinsurance expenses	(9,416)	-	-	-	-	(9,416)
Incurred claims recovery	-	-	1,672	-	-	1,672
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	953	-	-	953
Effect of changes in risk of non-performance by issuer of reinsurance contracts held	-	-	-	-	-	-
	(9,416)	-	2,625	-	-	(6,791)
Finance income from reinsurance contracts held	4,713	-	62	-	-	4,775
Total changes in the statement of profit or loss and OCI	(4,703)	-	2,687	-	-	(2,016)
Investment components	-	-	-	-	-	-
Cash flows						
Premiums paid net of ceding commissions and other directly attributable expenses	9,826	-	-	-	-	9,826
Recoveries from reinsurance	-	-	(2,439)	-	-	(2,439)
	9,826	-	(2,439)	-	-	7,387
Net closing balance	6,734	-	12,035	-	-	18,769
Balances as at December 31, 2022						
Closing liabilities	-	-	-	-	-	-
Closing assets	6,734	-	12,035	-	-	18,769
Net closing balance	6,734	-	12,035	-	-	18,769

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)			
	March 31, 2023			
	Present value of future cash flows	**Risk adjustment for non-financial risk**	**Contractual Service Margin (CSM)**	**Total**
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	-	-	-	**-**
Opening assets	17,636	1,133	-	**18,769**
Net opening balance	**17,636**	**1,133**	**-**	**18,769**
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services received	-	-	(6,096)	**(6,096)**
Changes in the risk adjustment for non-financial risk for the risk expired	-	-	-	**-**
Experience adjustments - relating to incurred claims and other directly attributable expenses recovery	970	-	-	**970**
	970	**-**	**(6,096)**	**(5,126)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	-	-	9,199	**9,199**
Contracts initially recognised in period	(1,542)	-	1,542	**-**
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	**-**
Experience adjustments – arising from ceded premiums paid in the period that relate to future service	(9,318)	-	-	**(9,318)**
	(10,860)	**-**	**10,741**	**(119)**
Changes that relate to past service				
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	709	34	-	**743**
Experience adjustments – arising from ceded premiums paid in the period that relate to past service	7,263	-	-	**7,263**
	7,972	**34**	**-**	**8,006**
Finance income from reinsurance contracts held	53	8	(30)	**31**
Total changes in the statement of profit or loss and O	**(1,865)**	**42**	**4,615**	**2,792**
Investment components	-	-	-	**-**
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	(6,870)	-	-	**(6,870)**
Recoveries from reinsurance	-	-	-	**-**
	(6,870)	**-**	**-**	**(6,870)**
Net closing balance	**8,901**	**1,175**	**4,615**	**14,691**
Balances as at March 31, 2023				
Closing liabilities	-	-	-	**-**
Closing assets	8,901	1,175	4,615	**14,691**
Net closing balance	**8,901**	**1,175**	**4,615**	**14,691**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.2. Motor (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)			
	December 31, 2022			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	-	-	-	-
Opening assets	12,525	873	-	13,398
Net opening balance	12,525	873	-	13,398
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services received	-	-	(7,148)	(7,148)
Changes in the risk adjustment for non-financial risk for the risk expired	-	76	-	76
Experience adjustments - relating to incurred claims and other directly attributable expenses recovery	1,596	-	-	1,596
	1,596	76	(7,148)	(5,476)
Changes that relate to future service				
Changes in estimates that adjust the CSM	-	-	-	-
Contracts initially recognised in period	(7,059)	-	7,059	-
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-
Experience adjustments – arising from ceded premiums paid in the period that relate to future service	-	-	-	-
	(7,059)	-	7,059	-
Changes that relate to past service				
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	780	173	-	953
Experience adjustments – arising from ceded premiums paid in the period that relate to past service	(2,268)	-	-	(2,268)
	(1,488)	173	-	(1,315)
Finance income from reinsurance contracts held	4,675	11	89	4,775
Total changes in the statement of profit or loss and OCI	(2,276)	260	-	(2,016)
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	9,826	-	-	9,826
Recoveries from reinsurance	(2,439)	-	-	(2,439)
	7,387	-	-	7,387
Net closing balance	17,636	1,133	-	18,769
Balances as at December 31, 2022				
Closing liabilities	-	-	-	-
Closing assets	17,636	1,133	-	18,769
Net closing balance	17,636	1,133	-	18,769

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & Casualty

a) Insurance contracts

	(Unaudited)			
	March 31, 2023			
	Liabilities for remaining coverage		**Liabilities for incurred claims**	**Total**
	Excluding loss component	**Loss component**		
	SAR '000			
Balances as at December 31, 2022				
Opening liabilities	258,282	101	201,745	**460,128**
Opening assets	-	-	-	**-**
Net opening balance	**258,282**	**101**	**201,745**	**460,128**
Changes in the statement of profit or loss and OCI				
Insurance revenue	(144,789)	-	-	**(144,789)**
Insurance service expenses				
Incurred claims	-	-	102,255	**102,255**
Incurred directly attributable expenses	-	-	3,120	**3,120**
Risk adjustment due to incurred	-	-	10,159	**10,159**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	183,800	**183,800**
Losses on onerous contracts and reversal of those losses	-	-	-	**-**
Amortisation of insurance acquisition cash flows	5,682	-	-	**5,682**
	5,682	**-**	**299,334**	**305,016**
Insurance service result	**(139,107)**	**-**	**299,334**	**160,227**
Net finance expenses from insurance contracts	1,099	-	2,561	**3,660**
Total changes in the statement of profit or loss	**(138,008)**	**-**	**301,895**	**163,887**
Investment components	-	-	-	**-**
Cash flows				
Premiums received	91,850	-	-	**91,850**
Claims and other directly attributable expenses paid	-	-	(17,335)	**(17,335)**
Insurance acquisition cash flows	(4,371)	-	-	**(4,371)**
	87,479	**-**	**(17,335)**	**70,144**
Net closing balance	**207,753**	**101**	**486,305**	**694,159**
Balances as at March 31, 2023				
Closing liabilities	207,753	101	486,305	**694,159**
Closing assets	-	-	-	**-**
Net closing balance	**207,753**	**101**	**486,305**	**694,159**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

a) Insurance contracts (continued)

	(Unaudited)			
	December 31, 2022			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	190,808	-	168,921	359,729
Opening assets	-	-	-	-
Net opening balance	190,808	-	168,921	359,729
Changes in the statement of profit or loss and				
Insurance revenue	(487,812)	-	-	(487,812)
Insurance service expenses				
Incurred claims	-	-	143,627	143,627
Incurred directly attributable expenses	-	-	16,892	16,892
Risk adjustment due to incurred	-	-	15,407	15,407
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(100,496)	(100,496)
Losses on onerous contracts and reversal of those losses	-	101	-	101
Amortisation of insurance acquisition cash flows	13,537	-	-	13,537
	13,537	101	75,430	89,068
Insurance service result	(474,275)	101	75,430	(398,744)
Net finance expenses from insurance contracts	2,095	-	386	2,481
Total changes in the statement of profit or loss and OCI	(472,180)	101	75,816	(396,263)
Investment components	-	-	-	-
Cash flows				
Premiums received	550,598	-	-	550,598
Claims and other directly attributable expenses paid	-	-	(42,992)	(42,992)
Insurance acquisition cash flows	(10,944)	-	-	(10,944)
	539,654	-	(42,992)	496,662
Net closing balance	258,282	101	201,745	460,128
Balances as at December 31, 2022				
Closing liabilities	258,282	101	201,745	460,128
Closing assets	-	-	-	-
Net closing balance	258,282	101	201,745	460,128

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

a) Insurance contracts (continued)

	(Unaudited)					
	March 31, 2023					
	Liabilities for remaining coverage		**Liabilities for incurred claims for contracts not under the PAA**	**Liabilities for incurred claims for contracts under the PAA**		**Total**
	Excluding loss component	**Loss component**		**Present value of future cash flows**	**Risk adjustment for non-financial risk**	
	SAR '000					
Balances as at January 1, 2023						
Opening liabilities	258,282	101	48,128	140,659	12,958	**460,128**
Opening assets	-	-	-	-	-	**-**
Net opening balance	**258,282**	**101**	**48,128**	**140,659**	**12,958**	**460,128**
Changes in the statement of profit or loss and OCI						
Insurance revenue	(144,789)	-	-	-	-	**(144,789)**
Insurance service expenses						
Incurred claims	-	-	(119)	102,374	-	**102,255**
Incurred directly attributable expenses	-	-	527	2,593	-	**3,120**
Risk adjustment due to incurred	-	-	304	-	9,854	**10,158**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	83,604	92,224	7,972	**183,800**
Losses on onerous contracts and reversals of those losses	-	-	-	-	-	**-**
Amortisation of insurance acquisition cash flows	5,682	-	-	-	-	**5,682**
	5,682	**-**	**84,316**	**197,191**	**17,826**	**305,015**
Insurance service result	**(139,107)**	**-**	**84,316**	**197,191**	**17,826**	**160,226**
Net finance expenses from insurance contracts	1,099	-	785	1,610	166	**3,660**
Total changes in the statement of profit or loss and OCI	**(138,008)**	**-**	**85,101**	**198,801**	**17,992**	**163,886**
Investment components	-	-	-	-	-	**-**
Cash flows						
Premiums received	91,850	-	-	-	-	**91,850**
Claims and other directly	-	-	(1,801)	(15,533)	-	**(17,334)**
Insurance acquisition cash flows	(4,371)	-	-	-	-	**(4,371)**
	87,479	**-**	**(1,801)**	**(15,533)**	**-**	**70,145**
Net closing balance	**207,753**	**101**	**131,428**	**323,927**	**30,950**	**694,159**
Balances as at March 31, 2023						
Closing liabilities	207,753	101	131,428	323,927	30,950	**694,159**
Closing assets	-	-	-	-	-	**-**
Net closing balance	**207,753**	**101**	**131,428**	**323,927**	**30,950**	**694,159**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

a) Insurance contracts (continued)

	(Unaudited)					
	December 31, 2022					
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts not under the PAA	Liabilities for incurred claims for contracts under the PAA		Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2022						
Opening liabilities	190,808	-	9,107	125,193	34,622	359,730
Opening assets	-	-	-	-	-	-
Net opening balance	190,808	-	9,107	125,193	34,622	359,730
Changes in the statement of profit or loss and OCI						
Insurance revenue	(487,812)	-	-	-	-	(487,812)
Insurance service expenses						
Incurred claims	-	-	36,237	107,390	-	143,627
Incurred directly attributable expenses	-	-	1,019	15,873	-	16,892
Risk adjustment due to incurred	-	-	5,508	-	9,898	15,406
Changes that relate to past service - changes in the FCF relating to LIC	-	-	4,450	(72,993)	(31,953)	(100,496)
Losses on onerous contracts and reversals of those losses	-	101	-	-	-	101
Amortisation of insurance acquisition cash flows	13,537	-	-	-	-	13,537
	13,537	101	47,214	50,270	(22,055)	89,067
Insurance service result	(474,275)	101	47,214	50,270	(22,055)	(398,745)
Net finance expenses from insurance contracts	2,095	-	(221)	216	391	2,481
Total changes in the statement of profit or loss and OCI	(472,180)	101	46,993	50,486	(21,664)	(396,264)
Investment components	-	-	-	-	-	-
Cash flows						
Premiums received	550,598	-	-	-	-	550,598
Claims and other directly attributable expenses paid	-	-	(7,972)	(35,020)	-	(42,992)
Insurance acquisition cash flows	(10,944)	-	-	-	-	(10,944)
	539,654	-	(7,972)	(35,020)	-	496,662
Net closing balance	258,282	101	48,128	140,659	12,958	460,128
Balances as at December 31, 2022						
Closing liabilities	258,282	101	48,128	140,659	12,958	460,128
Closing assets	-	-	-	-	-	-
Net closing balance	258,282	101	48,128	140,659	12,958	460,128

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

a) Insurance contracts (continued)

	(Unaudited) March 31, 2023			
	Present value of future cash flows	**Risk adjustment for non-financial risk**	**Contractual Service Margin (CSM)**	**Total**
	SAR '000			
Balances as at January 1, 2023	-	-	-	-
Opening liabilities	(27,187)	9,760	191,422	**173,995**
Opening assets	-	-	-	-
Net opening balance	**(27,187)**	**9,760**	**191,422**	**173,995**
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services provided	-	-	(6,433)	**(6,433)**
Changes in the risk adjustment for non-financial risk	-	(1,011)	-	**(1,011)**
Experience adjustments - relating to insurance service expenses	(14,763)	-	-	**(14,763)**
Experience Adjustments-Premium and Associated Cashflows	(8,825)	-	-	**(8,825)**
	(23,588)	**(1,011)**	**(6,433)**	**(31,032)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	(13,981)	(2,146)	(29,878)	**(46,005)**
Changes in estimates that results in onerous contract losses or reversals of such losses	-	-	-	**-**
Contracts initially recognised in the period	(30,946)	56	30,890	**-**
Experience adjustment - arising from premiums received in the period that relate to future service	46,005	-	-	**46,005**
	1,078	**(2,090)**	**1,012**	**-**
Changes that relate to past service				
Changes that relate to past service - changes in the FCF relating to the LIC	83,664	11,147	-	**94,811**
Experience adjustment - arising from premiums received in the period that relate to past service	(11,218)	-	-	**(11,218)**
	72,446	**11,147**	-	83,593
Insurance service result	**49,936**	**8,046**	**(5,421)**	**52,561**
Net finance expenses from insurance contracts	(786)	162	2,508	**1,884**
Total changes in the statement of profit or loss and OCI	**49,150**	**8,208**	**(2,913)**	**54,445**
Investment components	-	-	-	-
Cash flows				
Premiums received	45,242	-	-	**45,242**
Incurred claims paid	(1,752)	-	-	**(1,752)**
Insurance acquisition cash flows	(1,316)	-	-	**(1,316)**
	42,174	**-**	**-**	**42,174**
Net closing balance	**64,137**	**17,968**	**188,509**	**270,614**
Balances as at March 31, 2023				
Closing liabilities	64,137	17,968	188,509	**270,614**
Closing assets	-	-	-	-
Net closing balance	**64,137**	**17,968**	**188,509**	**270,614**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

a) Insurance contracts (continued)

	(Unaudited) December 31, 2022			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	(11,338)	2,309	83,939	74,910
Opening assets	-	-	-	-
Net opening balance	(11,338)	2,309	83,939	74,910
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services provided	-	-	(23,584)	(23,584)
Changes in the risk adjustment for non-financial risk for the risk expired	-	2,326	-	2,326
Experience adjustments - relating to insurance service expenses	3,991	-	-	3,991
Experience Adjustments-Premium and Associated Cashflows	(70,004)	-	-	(70,004)
	(66,013)	2,326	(23,584)	(87,271)
Changes that relate to future service				
Changes in estimates that adjust the CSM	17,630	2,942	21,908	42,480
Changes in estimates that results in onerous contract losses or reversals of such losses	101	-	-	101
Contracts initially recognised in the period	(108,969)	2,196	106,773	-
Experience adjustment - arising from premiums received in the period that relate to future service	(42,480)	-	-	(42,480)
	(133,718)	5,138	128,681	101
Changes that relate to past service				
Changes that relate to past service - changes in the FCF relating to the LIC	4,282	(16)	-	4,266
Experience adjustment - arising from premiums received in the period that relate to past service	184	-	-	184
	4,466	(16)	-	4,450
Insurance service result	(195,265)	7,448	105,097	(82,720)
Net finance expenses from insurance contracts	(515)	3	2,386	1,874
Total changes in the statement of profit or loss and OCI	(195,780)	7,451	107,483	(80,846)
Investment components	-	-	-	-
Cash flows				
Premiums received	191,772	-	-	191,772
Incurred claims paid	(7,972)	-	-	(7,972)
Insurance acquisition cash flows	(3,869)	-	-	(3,869)
	179,931	-	-	179,931
Net closing balance	(27,187)	9,760	191,422	173,995
Balances as at December 31, 2022				
Closing liabilities	(27,187)	9,760	191,422	173,995
Closing assets	-	-	-	-
Net closing balance	(27,187)	9,760	191,422	173,995

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited) March 31, 2023			
	Assets for remaining coverage		**Assets for incurred claims**	**Total**
	Excluding loss-recovery component	**Loss-recovery component**		
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	-	-	-	-
Opening assets	45,056	-	204,566	**249,622**
Net opening balance	**45,056**	**-**	**204,566**	**249,622**
Changes in the statement of profit or loss and OCI				
Income (expenses) from reinsurance contracts held				
Reinsurance expenses	(150,779)	-	-	**(150,779)**
Claims recovered	-	-	118,541	**118,541**
Income on initial recognition of onerous underlying contracts	-	-	-	**-**
Reversal of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	**-**
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	175,927	**175,927**
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	-	**-**
Effect of changes in risk of reinsurers' non-performance	-	-	-	**-**
	(150,779)	**-**	**294,468**	**143,689**
Finance income from reinsurance contracts held	4,070	-	2,282	**6,352**
Total changes in the statement of profit or loss and OCI	**(146,709)**	**-**	**296,750**	**150,041**
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	122,584	-	-	**122,584**
Recoveries from reinsurance	-	-	(4,008)	**(4,008)**
	122,584	**-**	**(4,008)**	**118,576**
Net closing balance	**20,931**	**-**	**497,308**	**518,239**
Balances as at March 31, 2023				
Closing liabilities	-	-	-	-
Closing assets	20,931	-	497,308	**518,239**
Net closing balance	**20,931**	**-**	**497,308**	**518,239**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited) December 31, 2022			
	Assets for remaining coverage		Assets for incurred claims	Total
	Excluding loss-recovery component	Loss-recovery component		
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	-	-	-	-
Opening assets	123,419	-	156,423	279,842
Net opening balance	123,419	-	156,423	279,842
Changes in the statement of profit or loss and OCI				
Income (expenses) from reinsurance contracts held				
Reinsurance expenses	(412,569)	-	-	(412,569)
Claims recovered	-	-	158,301	158,301
Income on initial recognition of onerous underlying contracts	-	-	-	-
Reversal of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	(90,828)	(90,828)
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	-	-
Effect of changes in risk of reinsurers' non-performance	-	-	-	-
	(412,569)	-	67,473	(345,096)
Finance income from reinsurance contracts held	4,580	-	180	4,760
Total changes in the statement of profit or loss and OCI	(407,989)	-	67,653	(340,336)
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	329,626	-	-	329,626
Recoveries from reinsurance	-	-	(19,510)	(19,510)
	329,626	-	(19,510)	310,116
Net closing balance	45,056	-	204,566	249,622
Balances as at December 31, 2022				
Closing liabilities	-	-	-	-
Closing assets	45,056	-	204,566	249,622
Net closing balance	45,056	-	204,566	249,622

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)					
	March 31, 2023					
	Assets for remaining coverage		**Assets for incurred claims for contracts under the PAA**			
	Excluding loss-recovery component	**Loss-recovery component**	**Assets for incurred claims for contracts not under the PAA**	**Present value of future cash flows**	**Risk adjustment for non-financial risk**	**Total**
	SAR '000					
Balances as at January 1, 2023						
Opening liabilities	-	-	-	-	-	-
Opening assets	45,056	-	204,566	-	-	249,622
Net opening balance	**45,056**	**-**	**204,566**	**-**	**-**	**249,622**
Changes in the statement of profit or loss and OCI						
Income (expenses) from reinsurance contracts held						
Reinsurance expenses	(150,779)	-	-	-	-	**(150,779)**
Incurred claims recovery	-	-	118,541	-	-	**118,541**
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	175,927	-	-	**175,927**
Effect of changes in risk of non-performance by issuer of reinsurance contracts held	-	-	-	-	-	**-**
	(150,779)	**-**	**294,468**	**-**	**-**	**143,689**
Finance income from	4,070	-	2,282	-	-	**6,352**
Total changes in the statement	**(146,709)**	**-**	**296,750**	**-**	**-**	**150,041**
Investment components	-	-	-	-	-	**-**
Cash flows						
Premiums paid net of ceding commissions and other directly attributable expenses	122,584	-	-	-	-	**122,584**
Recoveries from reinsurance	-	-	(4,008)	-	-	**(4,008)**
	122,584	**-**	**(4,008)**	**-**	**-**	**118,576**
Net closing balance	**20,931**	**-**	**497,308**	**-**	**-**	**518,239**
Balances as at March 31, 2023						
Closing liabilities	-	-	-	-	-	**-**
Closing assets	20,931	-	497,308	-	-	**518,239**
Net closing balance	**20,931**	**-**	**497,308**	**-**	**-**	**518,239**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)			
	March 31,2023			
	Present value of future cash flows	**Risk adjustment for non-financial risk**	**Contractual Service Margin (CSM)**	**Total**
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	-	-	-	-
Opening assets	(36,261)	26,601	259,282	**249,622**
Net opening balance	**(36,261)**	**26,601**	**259,282**	**249,622**
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services received	-	-	(263,002)	**(263,002)**
Changes in the risk adjustment for non-financial risk for the risk expired	-	9,508	-	**9,508**
Experience adjustments - relating to incurred claims and other directly attributable expenses recovery	94,915	-	-	**94,915**
	94,915	**9,508**	**(263,002)**	**(158,579)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	(61,336)	(6,234)	143,673	**76,103**
Contracts initially recognised in period	(73,089)	4,670	68,419	-
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-
Experience adjustments – arising from ceded premiums paid in the period that relate to future service	(76,103)	-	-	**(76,103)**
	(210,528)	**(1,564)**	**212,092**	**-**
Changes that relate to past service				
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	159,521	19,675	-	**179,196**
Experience adjustments – arising from ceded premiums paid in the period that relate to past service	126,341	-	-	**126,341**
	285,862	**19,675**	**-**	**305,537**
Finance income from reinsurance contracts held	1,779	382	4,191	**6,352**
Total changes in the statement of profit or loss and OCI	**172,028**	**28,001**	**(46,719)**	**153,310**
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	122,584	-	-	**122,584**
Recoveries from reinsurance	(4,008)	-	-	**(4,008)**
	118,576	**-**	**-**	**118,576**
Net closing balance	**254,343**	**54,602**	**212,563**	**521,508**
Balances as at March 31, 2023				
Closing liabilities	-	-	-	-
Closing assets	254,343	54,602	212,563	**521,508**
Net closing balance	**254,343**	**54,602**	**212,563**	**521,508**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)					
	December 31, 2022					
	Assets for remaining coverage		Assets for incurred claims for contracts not under the PAA	Assets for incurred claims for contracts under the PAA		Total
	Excluding loss-recovery component	Loss-recovery component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2022						
Opening liabilities	-	-	-	-	-	-
Opening assets	123,419	-	156,423	-	-	279,842
Net opening balance	123,419	-	156,423	-	-	279,842
Changes in the statement of profit or loss and OCI						
Income (expenses) from reinsurance contracts held						
Reinsurance expenses	(412,569)	-	-	-	-	(412,569)
Incurred claims recovery	-	-	158,301	-	-	158,301
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	(90,828)	-	-	(90,828)
Effect of changes in risk of non-performance by issuer of reinsurance contracts held	-	-	-	-	-	-
	(412,569)	-	67,473	-	-	(345,096)
Finance income from reinsurance contracts held	4,580	-	180	-	-	4,760
Total changes in the statement of profit or loss and OCI	(407,989)	-	67,653	-	-	(340,336)
Investment components	-	-	-	-	-	-
Cash flows						
Premiums paid net of ceding commissions and other directly attributable expenses	329,626	-	-	-	-	329,626
Recoveries from reinsurance	-	-	(19,510)	-	-	(19,510)
	329,626	-	(19,510)	-	-	310,116
Net closing balance	45,056	-	204,566	-	-	249,622
Balances as at December 31, 2022						
Closing liabilities	-	-	-	-	-	-
Closing assets	45,056	-	204,566	-	-	249,622
Net closing balance	45,056	-	204,566	-	-	249,622

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.3. Property & casualty (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)			
	December 31,2022			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	-	-	-	-
Opening assets	127,077	59,673	93,091	279,841
Net opening balance	127,077	59,673	93,091	279,841
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services received	-	-	(464,313)	(464,313)
Changes in the risk adjustment for non-financial risk for the risk expired	-	(11,940)	-	(11,940)
Experience adjustments - relating to incurred claims and other directly attributable expenses recovery	34,742	-	-	34,742
	34,742	(11,940)	(464,313)	(441,511)
Changes that relate to future service				
Changes in estimates that adjust the CSM	20,736	616	204,731	226,083
Contracts initially recognised in period	(424,851)	3,615	421,236	-
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-
Experience adjustments – arising from ceded premiums paid in the period that relate to future service	(226,041)	-	-	(226,041)
	(630,156)	4,231	625,967	42
Changes that relate to past service				
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	(64,862)	(25,966)	-	(90,828)
Experience adjustments – arising from ceded premiums paid in the period that relate to past service	187,243	-	-	187,243
	122,381	(25,966)	-	96,415
Finance income from reinsurance contracts held	(381)	603	4,537	4,759
Total changes in the statement of profit or loss and OC	(473,414)	(33,072)	166,191	(340,295)
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other	329,586	-	-	329,586
Recoveries from reinsurance	(19,510)	-	-	(19,510)
	310,076	-	-	310,076
Net closing balance	(36,261)	26,601	259,282	249,622
Balances as at December 31, 2022				
Closing liabilities	-	-	-	-
Closing assets	(36,261)	26,601	259,282	249,622
Net closing balance	(36,261)	26,601	259,282	249,622

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings

a) Insurance contracts	(Unaudited) March 31, 2023			
	Liabilities for remaining coverage		**Liabilities for incurred claims**	**Total**
	Excluding loss component	**Loss component**		
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	286,292	33	169,167	**455,492**
Opening assets	-	-	-	**-**
Net opening balance	**286,292**	**33**	**169,167**	**455,492**
Changes in the statement of profit or loss and OCI				
Insurance revenue	(44,701)	-	-	**(44,701)**
Insurance service expenses				
Incurred claims	-	-	(62,331)	**(62,331)**
Incurred directly attributable expenses	-	-	7,869	**7,869**
Risk adjustment due to incurred	-	-	-	**-**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	35,164	**35,164**
Losses on onerous contracts and reversal of those losses	-	9	-	**9**
Amortisation of insurance acquisition cash flows	(910)	-	-	**(910)**
	(910)	**9**	**(19,298)**	**(20,199)**
Insurance service result	**(45,611)**	**9**	**(19,298)**	**(64,900)**
Net finance expenses from insurance contracts	14,256	-	827	**15,083**
Total changes in the statement of profit or loss and OCI	**(31,355)**	**9**	**(18,471)**	**(49,817)**
Investment components	(9,206)	-	9,206	**-**
Cash flows				
Premiums received	90,702	-	-	**90,702**
Claims and other directly attributable expenses paid	-	-	(36,632)	**(36,632)**
Insurance acquisition cash flows	(114,907)	-	-	**(114,907)**
	(24,205)	**-**	**(36,632)**	**(60,837)**
Net closing balance	**221,526**	**42**	**123,270**	**344,838**
Balances as at March 31, 2023				
Closing liabilities	221,526	42	123,270	**344,838**
Closing assets	-	-	-	**-**
Net closing balance	**221,526**	**42**	**123,270**	**344,838**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

a) Insurance contracts (continued)

	(Unaudited) December 31, 2022			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	181,839	2	180,855	362,696
Opening assets	-	-	-	-
Net opening balance	181,839	2	180,855	362,696
Changes in the statement of profit or loss and OCI				
Insurance revenue	(396,817)	-	-	(396,817)
Insurance service expenses				
Incurred claims	-	-	182,457	182,457
Incurred directly attributable expenses	-	-	20,493	20,493
Risk adjustment due to incurred	-	-	7,544	7,544
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(31,729)	(31,729)
Losses on onerous contracts and reversal of those losses	-	30	-	30
Amortisation of insurance acquisition cash flows	87,103	-	-	87,103
	87,103	30	178,765	265,898
Insurance service result	(309,714)	30	178,765	(130,919)
Net finance expenses from insurance contracts	(9,847)	1	382	(9,464)
Total changes in the statement of profit or loss and OCI	(319,561)	31	179,147	(140,383)
Investment components	(45,911)	-	45,911	-
Cash flows				
Premiums received	494,022	-	-	494,022
Claims and other directly attributable expenses pai	-	-	(236,746)	(236,746)
Insurance acquisition cash flows	(24,097)	-	-	(24,097)
	469,925	-	(236,746)	233,179
Net closing balance	286,292	33	169,167	455,492
Balances as at December 31, 2022				
Closing liabilities	286,292	33	169,167	455,492
Closing assets	-	-	-	-
Net closing balance	286,292	33	169,167	455,492

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

a) Insurance contracts (continued)

(Unaudited)

	March 31, 2023					
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts not under the PAA	Liabilities for incurred claims for contracts under the PAA		Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2023						
Opening liabilities	286,292	33	-	156,906	12,262	**455,493**
Opening assets	-	-	-	-	-	**-**
Net opening balance	**286,292**	**33**	**-**	**156,906**	**12,262**	**455,493**
Changes in the statement of profit or loss and OCI						
Insurance revenue	(44,701)	-	-	-	-	**(44,701)**
Insurance service expenses						
Incurred claims	-	-	950	(63,281)	-	**(62,331)**
Incurred directly attributable expenses	-	-	759	7,111	-	**7,870**
Risk adjustment due to incurred	-	-	-	-	-	**-**
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	38,840	(3,678)	**35,162**
Losses on onerous contracts and reversals of those losses	-	9	-	-	-	**9**
Amortisation of insurance acquisition cash flows	(910)	-	-	-	-	**(910)**
	(910)	**9**	**1,709**	**(17,330)**	**(3,678)**	**(20,200)**
Insurance service result	**(45,611)**	**9**	**1,709**	**(17,330)**	**(3,678)**	**(64,901)**
Net finance expenses from insurance contracts	14,256	-	-	735	92	**15,083**
Total changes in the	**(31,355)**	**9**	**1,709**	**(16,595)**	**(3,586)**	**(49,818)**
Investment components	(9,206)	-	9,206	-	-	**-**
Cash flows						
Premiums received	90,702	-	-	-	-	**90,702**
Claims and other directly attributable expenses paid	-	-	(10,915)	(25,717)	-	**(36,632)**
Insurance acquisition cash flows	(114,907)	-	-	-	-	**(114,907)**
	(24,205)	**-**	**(10,915)**	**(25,717)**	**-**	**(60,837)**
Net closing balance	**221,526**	**42**	**-**	**114,594**	**8,676**	**344,838**
Balances as at March 31, 2023						
Closing liabilities	221,526	42	-	114,594	8,676	**344,838**
Closing assets	-	-	-	-	-	**-**
Net closing balance	**221,526**	**42**	**-**	**114,594**	**8,676**	**344,838**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

a) Insurance contracts (continued)

	(Unaudited)					
	December 31, 2022					
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts not under the PAA	Liabilities for incurred claims for contracts under the PAA		Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2022						
Opening liabilities	181,839	2	-	167,458	13,397	362,696
Opening assets	-	-	-	-	-	-
Net opening balance	181,839	2	-	167,458	13,397	362,696
Changes in the statement of profit or loss and OCI						
Insurance revenue	(396,817)	-	-	-	-	(396,817)
Insurance service expenses						
Incurred claims	-	-	2,449	180,008	-	182,457
Incurred directly attributable expenses	-	-	4,210	16,283	-	20,493
Risk adjustment due to incurred	-	-	-	-	7,544	7,544
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	(22,856)	(8,872)	(31,728)
Losses on onerous contracts and reversals of those losses	-	30	-	-	-	30
Amortisation of insurance acquisition cash flows	87,103	-	-	-	-	87,103
	87,103	30	6,659	173,435	(1,328)	265,899
Insurance service result	(309,714)	30	6,659	173,435	(1,328)	(130,918)
Net finance expenses from insurance contracts	(9,847)	1	-	189	193	(9,464)
Total changes in the statement of profit or loss and OCI	(319,561)	31	6,659	173,624	(1,135)	(140,382)
Investment components	(45,911)	-	45,911	-	-	-
Cash flows						
Premiums received	494,022	-	-	-	-	494,022
Claims and other directly attributable expenses paid	-	-	(52,570)	(184,176)	-	(236,746)
Insurance acquisition cash flows	(24,097)	-	-	-	-	(24,097)
	469,925	-	(52,570)	(184,176)	-	233,179
Net closing balance	286,292	33	-	156,906	12,262	455,493
Balances as at December 31, 2022						
Closing liabilities	286,292	33	-	156,906	12,262	455,493
Closing assets	-	-	-	-	-	-
Net closing balance	286,292	33	-	156,906	12,262	455,493

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

a) Insurance contracts (continued)

	(Unaudited)			
	March 31, 2023			
	Present value of future cash flows	**Risk adjustment for non-financial risk**	**Contractual Service Margin (CSM)**	**Total**
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	187,000	10,800	68,183	**265,983**
Opening assets	-	-	-	**-**
Net opening balance	**187,000**	**10,800**	**68,183**	**265,983**
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services provided	-	-	(970)	**(970)**
Changes in the risk adjustment for non-financial risk for the risk expired	-	(4,126)	-	**(4,126)**
Experience adjustments - relating to insurance service expenses	(14,060)	-	-	**(14,060)**
Experience Adjustments-Premium and Associated Cashflows	-	-	-	**-**
	(14,060)	**(4,126)**	**(970)**	**(19,156)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	(7,270)	3,620	3,650	**-**
Changes in estimates that results in onerous contract losses or reversals of such losses	23	(13)	-	**10**
Contracts initially recognised in the period	(13,052)	1,738	11,314	**-**
Experience adjustment - arising from premiums received in the period that relate to future service	10,848	-	(10,848)	**-**
	(9,451)	**5,345**	**4,116**	**10**
Changes that relate to past service				
Changes that relate to past service - changes in the FCF relating to the LIC	-	-	-	-
Experience adjustment - arising from premiums received in the period that relate to past service	-	-	-	-
	-	-	-	-
Insurance service result	**(23,511)**	**1,219**	**3,146**	**(19,146)**
Net finance expenses from insurance contracts	3,891	649	9,717	**14,257**
Total changes in the statement of profit or loss and OCI	**(19,620)**	**1,868**	**12,863**	**(4,889)**
Investment components	-	-	-	-
Cash flows				
Premiums received	53,333	-	-	**53,333**
Incurred claims paid	(10,915)	-	-	**(10,915)**
Insurance acquisition cash flows	(7,710)	-	-	**(7,710)**
	34,708	**-**	**-**	**34,708**
Net closing balance	**202,088**	**12,668**	**81,046**	**295,802**
Balances as at March 31, 2023				
Closing liabilities	202,088	12,668	81,046	**295,802**
Closing assets	-	-	-	**-**
Net closing balance	**202,088**	**12,668**	**81,046**	**295,802**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

a) Insurance contracts (continued)

	(Unaudited)			
	December 31, 2022			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	151,996	14,376	65,217	231,589
Opening assets	-	-	-	-
Net opening balance	151,996	14,376	65,217	231,589
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services provided	-	-	(2,443)	(2,443)
Changes in the risk adjustment for non-financial risk for the risk expired	-	(10,175)	-	(10,175)
Experience adjustments - relating to insurance service expenses	(18,774)	-	-	(18,774)
Experience Adjustments-Premium and Associated Cashflows	-	-	-	-
	(18,774)	(10,175)	(2,443)	(31,392)
Changes that relate to future service				
Changes in estimates that adjust the CSM	(42,185)	6,140	36,044	(1)
Changes in estimates that results in onerous contract losses or reversals of such losses	(9)	9	-	-
Contracts initially recognised in the period	(12,439)	2,952	9,524	37
Experience adjustment - arising from premiums received in the period that relate to future service	22,917	-	(22,917)	-
	(31,716)	9,101	22,651	36
Changes that relate to past service				
Changes that relate to past service - changes in the FCF relating to the LIC	-	-	-	-
Experience adjustment - arising from premiums received in the period that relate to past service	-	-	-	-
	-	-	-	-
Insurance service result	(50,490)	(1,074)	20,208	(31,356)
Net finance expenses from insurance contracts	9,898	(2,502)	(17,242)	(9,846)
Total changes in the statement of profit or loss and OCI	(40,592)	(3,576)	2,966	(41,202)
Investment components	-	-	-	-
Cash flows				
Premiums received	148,896	-	-	148,896
Incurred claims paid	(52,570)	-	-	(52,570)
Insurance acquisition cash flows	(20,730)	-	-	(20,730)
	75,596	-	-	75,596
Net closing balance	187,000	10,800	68,183	265,983
Balances as at December 31, 2022				
Closing liabilities	187,000	10,800	68,183	265,983
Closing assets	-	-	-	-
Net closing balance	187,000	10,800	68,183	265,983

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

b) Retakaful / reinsurance contracts

	(Unaudited)			
	March 31, 2023			
	Assets for remaining		**Assets for incurred claims**	**Total**
	Excluding loss-recovery component	**Loss-recovery component**		
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	-	-	-	**-**
Opening assets	(9,847)	32	116,944	**107,129**
Net opening balance	**(9,847)**	**32**	**116,944**	**107,129**
Changes in the statement of profit or loss and OCI				
Income (expenses) from reinsurance contracts held				
Reinsurance expenses	4,295	-	-	**4,295**
Claims recovered	-	-	54,038	**54,038**
Income on initial recognition of onerous underlying contracts	-	-	-	**-**
Reversal of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	**-**
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	(75,512)	**(75,512)**
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	9	-	**9**
Effect of changes in risk of reinsurers' non-performance	-	-	-	**-**
	4,295	**9**	**(21,474)**	**(17,170)**
Finance income from reinsurance contracts held	(179)	-	767	**588**
Total changes in the statement of profit or loss	**4,116**	**9**	**(20,707)**	**(16,582)**
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	206	-	-	**206**
Recoveries from reinsurance	-	-	-	**-**
	206	**-**	**-**	**206**
Net closing balance	**(5,525)**	**41**	**96,237**	**90,753**
Balances as at March 31, 2023				
Closing liabilities	-	-	-	**-**
Closing assets	(5,525)	41	96,237	**90,753**
Net closing balance	**(5,525)**	**41**	**96,237**	**90,753**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)					
	March 31, 2023					
	Assets for remaining coverage		**Assets for incurred claims for contracts not under the PAA**	**Assets for incurred claims for contracts under the PAA**		**Total**
	Excluding loss-recovery component	**Loss-recovery component**		**Present value of future cash flows**	**Risk adjustment for non-financial risk**	
	SAR '000					
Balances as at January 1, 2023						
Opening liabilities	-	-	-	-	-	-
Opening assets	(9,847)	32	116,944	-	-	107,129
Net opening balance	**(9,847)**	**32**	**116,944**	**-**	**-**	**107,129**
Changes in the statement of profit or loss and OCI						
Income (expenses) from reinsurance contracts held						
Reinsurance expenses	4,295	-	-	-	-	**4,295**
Incurred claims recovery	-	-	54,038	-	-	**54,038**
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	9	(75,512)	-	-	**(75,503)**
Effect of changes in risk of non-performance by issuer of reinsurance contracts held	-	-	-	-	-	**-**
	4,295	**9**	**(21,474)**	**-**	**-**	**(17,170)**
Finance income from	(179)	-	767	-	-	**588**
Total changes in the statement	**4,116**	**9**	**(20,707)**	**-**	**-**	**(16,582)**
Investment components	-	-	-	-	-	**-**
Cash flows						
Premiums paid net of ceding commissions and other directly attributable expenses	206	-	-	-	-	**206**
Recoveries from reinsurance	-	-	-	-	-	**-**
	206	**-**	**-**	**-**	**-**	**206**
Net closing balance	**(5,525)**	**41**	**96,237**	**-**	**-**	**90,753**
Balances as at March 31, 2023						
Closing liabilities	-	-	-	-	-	**-**
Closing assets	(5,525)	41	96,237	-	-	**90,753**
Net closing balance	**(5,525)**	**41**	**96,237**	**-**	**-**	**90,753**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)			
	December 31, 2022			
	Assets for remaining coverage		Assets for incurred claims	Total
	Excluding loss-recovery component	Loss-recovery component		
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	-	-	-	-
Opening assets	(124,617)	-	140,052	15,435
Net opening balance	(124,617)	-	140,052	15,435
Changes in the statement of profit or loss and OCI				
Income (expenses) from reinsurance contracts held				
Reinsurance expenses	(27,248)	-	-	(27,248)
Claims recovered	-	-	47,894	47,894
Income on initial recognition of onerous underlying contracts	-	37	-	37
Reversal of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	(1)	-	(1)
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	(32,311)	(32,311)
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	(5)	-	(5)
Effect of changes in risk of reinsurers' non-performance	-	-	-	-
	(27,248)	31	15,583	(11,634)
Finance income from reinsurance contracts held	1,394	1	417	1,812
Total changes in the statement of profit or loss and OCI	(25,854)	32	16,000	(9,822)
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	140,624	-	-	140,624
Recoveries from reinsurance	-	-	(39,108)	(39,108)
	140,624	-	(39,108)	101,516
Net closing balance	(9,847)	32	116,944	107,129
Balances as at December 31, 2022				
Closing liabilities	-	-	-	-
Closing assets	(9,847)	32	116,944	107,129
Net closing balance	(9,847)	32	116,944	107,129

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)					
	December 31, 2022					
	Assets for remaining coverage		Assets for incurred claims for contracts not under the PAA	Assets for incurred claims for contracts under the PAA		Total
	Excluding loss-recovery component	Loss-recovery component		Present value of future cash flows	Risk adjustment for non-financial risk	
	SAR '000					
Balances as at January 1, 2022						
Opening liabilities	-	-	-	-	-	-
Opening assets	(124,617)	-	140,052	-	-	15,435
Net opening balance	(124,617)	-	140,052	-	-	15,435
Changes in the statement of profit or loss and OCI						
Income (expenses) from reinsurance contracts held						
Reinsurance expenses	(27,248)	-	-	-	-	(27,248)
Incurred claims recovery	-	-	47,894	-	-	47,894
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	31	(32,311)	-	-	(32,280)
Effect of changes in risk of non-performance by issuer of reinsurance contracts held	-	-	-	-	-	-
	(27,248)	31	15,583	-	-	(11,634)
Finance income from reinsurance contracts held	1,394	1	417	-	-	1,812
Total changes in the statement of profit or loss and OCI	(25,854)	32	16,000	-	-	(9,822)
Investment components	-	-	-	-	-	-
Cash flows						
Premiums paid net of ceding commissions and other directly attributable expenses	140,624	-	-	-	-	140,624
Recoveries from reinsurance	-	-	(39,108)	-	-	(39,108)
	140,624	-	(39,108)	-	-	101,516
Net closing balance	(9,847)	32	116,944	-	-	107,129
Balances as at December 31, 2022						
Closing liabilities	-	-	-	-	-	-
Closing assets	(9,847)	32	116,944	-	-	107,129
Net closing balance	(9,847)	32	116,944	-	-	107,129

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited) March 31, 2023			
	Present value of future cash flows	**Risk adjustment for non-financial risk**	**Contractual Service Margin (CSM)**	**Total**
	SAR '000			
Balances as at January 1, 2023				
Opening liabilities	-	-	-	**-**
Opening assets	97,532	12,002	(2,405)	**107,129**
Net opening balance	**97,532**	**12,002**	**(2,405)**	**107,129**
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services received	-	-	(2,144)	**(2,144)**
Changes in the risk adjustment for non-financial risk for the risk expired	-	6,097	-	**6,097**
Experience adjustments - relating to incurred claims and other directly attributable expenses recovery	45,659	-	-	**45,659**
	45,659	**6,097**	**(2,144)**	**49,612**
Changes that relate to future service				
Changes in estimates that adjust the CSM	(14,347)	(1,131)	21,997	**6,519**
Contracts initially recognised in period	(7,708)	1,654	6,053	**(1)**
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	9	**9**
Experience adjustments – arising from ceded premiums paid in the period that relate to future service	(6,463)	-	(56)	**(6,519)**
	(28,518)	**523**	**28,003**	**8**
Changes that relate to past service				
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	(64,970)	(10,542)	-	**(75,512)**
Experience adjustments – arising from ceded premiums paid in the period that relate to past service	8,722	-	-	**8,722**
	(56,248)	**(10,542)**	**-**	**(66,790)**
Finance income from reinsurance contracts held	699	28	(139)	**588**
Total changes in the statement of profit or loss and OCI	**(38,408)**	**(3,894)**	**25,720**	**(16,582)**
Investment components	-	-	-	**-**
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	206	-	-	**206**
Recoveries from reinsurance	-	-	-	**-**
	206	**-**	**-**	**206**
Net closing balance	**59,330**	**8,108**	**23,315**	**90,753**
Balances as at March 31, 2023				
Closing liabilities	-	-	-	**-**
Closing assets	59,330	8,108	23,315	**90,753**
Net closing balance	**59,330**	**8,108**	**23,315**	**90,753**

7. Insurance and retakaful / reinsurance contracts (continued)

7.1. Movements in insurance and reinsurance contract balances (continued)

7.1.4. Protection & savings (continued)

b) Retakaful / reinsurance contracts (continued)

	(Unaudited)			
	December 31, 2022			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual Service Margin (CSM)	Total
	SAR '000			
Balances as at January 1, 2022				
Opening liabilities	-	-	-	-
Opening assets	(4,046)	11,184	8,296	15,434
Net opening balance	(4,046)	11,184	8,296	15,434
Changes in the statement of profit or loss and OCI				
Changes that relate to current service				
CSM recognised for the services received	-	-	(17,051)	(17,051)
Changes in the risk adjustment for non-financial risk for the risk expired	-	5,614	-	5,614
Experience adjustments - relating to incurred claims and other directly attributable expenses recovery	41,976	-	-	41,976
	41,976	5,614	(17,051)	30,539
Changes that relate to future service				
Changes in estimates that adjust the CSM	279	(145)	(3,268)	(3,134)
Contracts initially recognised in period	(9,926)	259	9,667	-
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	(5)	(5)
Experience adjustments – arising from ceded premiums paid in the period that relate to future service	3,165	-	(32)	3,133
	(6,482)	114	6,362	(6)
Changes that relate to past service				
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	(27,524)	(4,787)	-	(32,311)
Experience adjustments – arising from ceded premiums paid in the period that relate to past service	(9,856)	-	-	(9,856)
	(37,380)	(4,787)	-	(42,167)
Finance income from reinsurance contracts held	1,948	(123)	(12)	1,813
Total changes in the statement of profit or loss and OC	62	818	(10,701)	(9,821)
Investment components	-	-	-	-
Cash flows				
Premiums paid net of ceding commissions and other directly attributable expenses	140,624	-	-	140,624
Recoveries from reinsurance	(39,108)	-	-	(39,108)
	101,516	-	-	101,516
Net closing balance	97,532	12,002	(2,405)	107,129
Balances as at December 31, 2022				
Closing liabilities	-	-	-	-
Closing assets	97,532	12,002	(2,405)	107,129
Net closing balance	97,532	12,002	(2,405)	107,129

7. Insurance and retakaful / reinsurance contracts (continued)

7.2. Contractual service margin

The following table sets out when the Company expects to recognise the remaining CSM in profit or loss for

	1 Year or Less	**1-2 Years**	**2-3 Years**	**3-4 Years**	**4-5 Years**	**5-10 years**	**More than 10 Years**	**Total**
(Unaudited)				**SAR '000**				
March 31 2023								
Insurance contracts								
Medical / Health	-	-	-	-	-	-	-	**-**
Motor	-	-	-	-	-	-	-	**-**
Property & Casualty	188,443	66	-	-	-	-	-	**188,509**
Protection & Savings	8,953	2,109	69,984	-	-	-	-	**81,046**
	197,396	**2,175**	**69,984**	**-**	**-**	**-**	**-**	**269,555**
Reinsurance contracts								
Medical / Health	-	-	-	-	-	-	-	**-**
Motor	(844)	(215)	(486)	(1,154)	(1,916)	-	-	**(4,615)**
Property & Casualty	(179,685)	(14,067)	(9,296)	(1,295)	(8,220)	-	-	**(212,563)**
Protection & Savings	(4,731)	(322)	(2,305)	8,402	1,981	(26,340)	-	**(23,315)**
	(185,260)	**(14,604)**	**(12,087)**	**5,953**	**(8,155)**	**(26,340)**	**-**	**(240,493)**

	1 Year or Less	1-2 Years	2-3 Years	3-4 Years	4-5 Years	5-10 years	More than 10 Years	Total
(Unaudited)				SAR '000				
December 31 2022								
Insurance contracts								
Medical / Health	-	-	-	-	-	-	-	-
Motor	-	-	-	-	-	-	-	-
Property & Casualty	104,171	79,636	7,615	-	-	-	-	191,422
Protection & Savings	(1,332)	788	2,321	3,212	3,853	26,005	33,336	68,183
	102,839	80,424	9,936	3,212	3,853	26,005	33,336	259,605
Reinsurance contracts								
Medical / Health	-	-	-	-	-	-	-	-
Motor	-	-	-	-	-	-	-	-
Property & Casualty	(249,989)	(3,764)	(5,315)	419	(633)	-	-	(259,282)
Protection & Savings	(280)	646	(290)	(838)	4,204	(682)	(355)	2,405
	(250,269)	(3,118)	(5,605)	(419)	3,571	(682)	(355)	(256,877)

7. Insurance and retakaful / reinsurance contracts (continued)

7.3. Insurance contracts recognised in period

	(Unaudited)				
	March 31, 2023				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
	SAR '000				
Insurance contracts					
Non-onerous contracts originated					
Claims and other directly attributable expenses	-	-	365	332,399	**332,764**
Insurance acquisition expenses	-	-	537	35,238	**35,775**
Premium tax payable	-	-	164	-	**164**
Estimates of present value of future cash outflows	**-**	**-**	**1,066**	**367,637**	**368,703**
Premiums and associated items received	-	-	(32,013)	(380,689)	**(412,702)**
Estimates of present value of future cash inflows	**-**	**-**	**(30,947)**	**(13,052)**	**(43,999)**
Risk adjustment for non-financial risk	-	-	56	1,738	**1,794**
CSM	-	-	30,890	11,314	**42,204**
	-	**-**	**30,946**	**13,052**	**43,998**
Increase in contract liabilities from contracts recognised in the period	**-**	**-**	**(1)**	**-**	**(1)**
Onerous contracts originated					
Claims and other directly attributable expenses	-	-	-	4	**4**
Insurance acquisition expenses	-	-	-	5	**5**
Premium tax payable	-	-	-	-	**-**
Estimates of present value of future cash outflows	**-**	**-**	**-**	**9**	**9**
Premiums and associated items received	-	-	-	(9)	**(9)**
Estimates of present value of future cash inflows	**-**	**-**	**-**	**-**	**-**
Risk adjustment for non-financial risk	-	-	-	1	**1**
CSM	-	-	-	-	**-**
	-	**-**	**-**	**1**	**1**
Increase in contract liabilities from contracts recognised in the period	**-**	**-**	**-**	**1**	**1**

7. Insurance and retakaful / reinsurance contracts (continued)

7.3. Insurance contracts recognised in period (continued)

	(Unaudited)				
	March 31, 2023				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
	SAR '000				
Reinsurance contracts					
Non-onerous contracts originated					
Expected claims recovery	-	-	41,883	16,041	**57,924**
Estimates of the present value of future cash inflows	**-**	**-**	**41,883**	**16,041**	**57,924**
Reinsurance Expenses	-	-	(114,972)	(22,475)	**(137,447)**
Other expenses	-	-	-	-	**-**
Ceding commission	-	-	-	-	**-**
Estimates of present value of future cash inflows	**-**	**-**	**(114,972)**	**(22,475)**	**(137,447)**
Risk adjustment for non-financial risk	-	-	4,670	1,266	**5,936**
CSM	-	-	-	-	**-**
	-	**-**	**4,670**	**1,266**	**5,936**
Increase in contract liabilities from contracts	**-**	**-**	**(68,419)**	**(5,168)**	**(73,587)**
Onerous contracts originated					
Expected claims recovery	-	-	-	4,445	**4,445**
Estimates of present value of future cash outflows	**-**	**-**	**-**	**4,445**	**4,445**
Reinsurance Expenses	-	-	-	(5,719)	**(5,719)**
Other expenses	-	-	-	-	**-**
Ceding commission	-	-	-	-	**-**
Estimates of present value of future cash inflows	**-**	**-**	**-**	**(5,719)**	**(5,719)**
Risk adjustment for non-financial risk	-	-	-	389	**389**
CSM	-	-	-	885	**885**
	-	**-**	**-**	**1,274**	**1,274**
Increase in contract liabilities from contracts	**-**	**-**	**-**	**-**	**-**

7. Insurance and retakaful / reinsurance contracts (continued)

7.4. Insurance revenue and the CSM by transition method of Insurance Contracts

	Medical / Health			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
	SAR in '000			
Insurance revenue	-	-	-	-
Opening CSM	-	-	-	-
Changes that relate to current service				
CSM recognised for the services provided	-	-	-	-
Changes that relate to future service				
Changes in estimates that adjust the CSM	-	-	-	-
Contracts initially recognised in the period	-	-	-	-
Experience adjustments- arising from premium received in the period that relates to future service	-	-	-	-
	-	-	-	-
Finance expenses from insurance contracts issued	-	-	-	-
Total amounts recognised in comprehensive income	-	-	-	-
Closing CSM	-	-	-	-

	Motor			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
	SAR in '000			
Insurance revenue	-	-	-	-
Opening CSM	-	-	-	-
Changes that relate to current service				
CSM recognised for the services provided	-	-	-	-
Changes that relate to future service				
Changes in estimates that adjust the CSM	-	-	-	-
Contracts initially recognised in the period	-	-	-	-
Experience adjustments- arising from premium received in the period that relates to future service	-	-	-	-
	-	-	-	-
Finance expenses from insurance contracts issued	-	-	-	-
Total amounts recognised in comprehensive income	-	-	-	-
Closing CSM	-	-	-	-

7. Insurance and retakaful / reinsurance contracts (continued)

7.4. Insurance revenue and the CSM by transition method of insurance contracts (continued)

	Property & Casualty			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
	SAR in '000			
Insurance revenue	**(33,585)**	**-**	**-**	**(33,585)**
Opening CSM	**191,421**	**-**	**-**	**191,421**
Changes that relate to current service				
CSM recognised for the services provided	(6,433)	-	-	**(6,433)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	(29,878)	-	-	**(29,878)**
Contracts initially recognised in the perioc	30,890	-	-	**30,890**
Experience adjustments- arising from premium received in the period that relates to future service	-	-	-	**-**
	(5,421)	**-**	**-**	**(5,421)**
Finance expenses from insurance contracts issued	2,508	-	-	**2,508**
Total amounts recognised in comprehensive income	**(2,913)**	**-**	**-**	**(2,913)**
Closing CSM	**188,508**	**-**	**-**	**188,508**

	Protection and Savings			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
	SAR in '000			
Insurance revenue	**(5,403)**	**(3,468)**	**-**	**(8,871)**
Opening CSM	**25,768**	**42,415**	**-**	**68,183**
Changes that relate to current service				
CSM recognised for the services provided	(274)	(696)	-	**(970)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	7,561	(3,911)	-	**3,650**
Contracts initially recognised in the perioc	11,314	-	-	**11,314**
Experience adjustments- arising from premium received in the period that relates to future service	(9,413)	(1,435)	-	**(10,848)**
	9,188	**(6,042)**	**-**	**3,146**
Finance expenses from insurance contracts issued	4,861	4,856	-	**9,717**
Total amounts recognised in comprehensive income	**14,049**	**(1,186)**	**-**	**12,863**
Closing CSM	**39,817**	**41,229**	**-**	**81,046**

7. Insurance and retakaful / reinsurance contracts (continued)

7.4. Insurance revenue and the CSM by transition method of insurance contracts (continued)

	Medical / Health			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
	SAR in '000			
Opening CSM	-	-	-	-
Changes that relate to current service				
CSM recognised for the services received	-	-	-	-
Changes that relate to future service				
Changes in estimates that adjust the CSM	-	-	-	-
Contracts initially recognised in period	-	-	-	-
Experience adjustments – arising from ceded premiums paid in the period that relate to future service	-	-	-	-
	-	-	-	-
Finance expenses from insurance contracts issued	-	-	-	-
Total amounts recognised in comprehensive income	-	-	-	-
Closing CSM	-	-	-	-

	Motor			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
	SAR in '000			
Opening CSM	-	-	-	-
Changes that relate to current service				
CSM recognised for the services provided	(6,096)	-	-	**(6,096)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	9,199	-	-	**9,199**
Contracts initially recognised in the period	1,542	-	-	**1,542**
Experience adjustments- arising from premium received in the period that relates to future service	-	-	-	-
	4,645	-	-	**4,645**
Finance expenses from insurance contracts issued	(30)	-	-	**(30)**
Total amounts recognised in comprehensive income	**4,615**	-	-	**4,615**
Closing CSM	**4,615**	-	-	**4,615**

7. Insurance and retakaful / reinsurance contracts (continued)

7.4. Insurance revenue and the CSM by transition method of insurance contracts (continued)

	Property & Casualty			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
		SAR in '000		
Opening CSM	**259,283**	**-**	**-**	**259,283**
Changes that relate to current service				
CSM recognised for the services provided	(263,002)	-	-	**(263,002)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	143,673	-	-	**143,673**
Contracts initially recognised in the period	68,420	-	-	**68,420**
Experience adjustments- arising from premium received in the period that relates to future service	-	-	-	**-**
	(50,909)	**-**	**-**	**(50,909)**
Finance expenses from insurance contracts issued	4,191	-	-	**4,191**
Total amounts recognised in comprehensive income	**(46,718)**	**-**	**-**	**(46,718)**
Closing CSM	**212,565**	**-**	**-**	**212,565**

	Protection and Savings			
	New contracts and contracts measured under the full retrospective approach at transition	**Contracts measured under the modified retrospective approach at transition**	**Contracts measured under the fair value approach at transition**	**Total**
		SAR in '000		
Opening CSM	**(4,518)**	**2,114**	**-**	**(2,404)**
Changes that relate to current service				
CSM recognised for the services provided	(2,055)	(89)	-	**(2,144)**
Changes that relate to future service				
Changes in estimates that adjust the CSM	21,904	103	-	**22,007**
Contracts initially recognised in the period	5,168	885	-	**6,053**
Experience adjustments- arising from premium received in the period that relates to future service	-	(56)	-	**(56)**
	25,017	**843**	**-**	**25,860**
Finance expenses from insurance contracts issued	(161)	22	-	**(139)**
Total amounts recognised in comprehensive income	**24,856**	**865**	**-**	**25,721**
Closing CSM	**20,338**	**2,979**	**-**	**23,317**

8. Statutory deposit

Statutory deposit amounting to SAR 40 million (December 2022: SAR 40 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 issued by the Saudi Central Bank ("SAMA"). This statutory deposit cannot be withdrawn without the consent of SAMA. Under ECL method the Company charged an impairment loss amounting to SAR 0.03 million (December 2022: SAR 0.03 million)

9. Investments

Investments are classified as follows:

	Notes	Takaful operations		
		(Unaudited)	(Unaudited)	(Unaudited)
		31 March 2023	31 December 2022	1 January 2022
			Restated	Restated
		- - - - - - - - -	**SAR '000**	- - - - - - - - -
Investments mandatorily measured at FVSI (mutual funds)*	9 (a)	**433,681**	422,591	431,121
Investments designated as FVOCI (equity shares)	9 (b)	**90,326**	80,404	33,893
Investments held at amortised cost (deposits and sukuks)	9 (c)	**1,422,429**	1,467,312	1,519,723
Total		**1,946,436**	1,970,307	1,984,737

* The above investments include Unit linked investments of SAR 313.68 mn. (December 31, 2022: SAR 268.51 mn).

		Shareholders' operations		
		(Unaudited)	(Unaudited)	(Unaudited)
		31 March 2023	31 December 2022	1 January 2022
			Restated	Restated
		- - - - - - - - -	**SAR '000**	- - - - - - - - -
Investments mandatorily measured at FVSI (mutual funds)	9 (a)	**39,204**	45,163	95,783
Investments designated as FVOCI (equity shares)	9 (b)	**390,236**	349,522	401,391
Investments held at amortised cost (deposits and sukuks)	9 (c)	**715,424**	730,424	369,843
Total		**1,144,864**	1,125,109	867,017

9. Investments (continued)

Movement in the investment balance is as follows:

a) Investments mandatorily measured at FVSI (mutual funds)

	Takaful operations		
	(Unaudited)	(Unaudited)	(Unaudited)
	31 March 2023	31 December 2022	1 January 2022
		Restated	Restated
		SAR '000	
At the beginning of the period / year	**422,591**	431,121	461,621
Purchased during the period / year	**392,336**	1,696,311	1,546,008
Sold during the period / year	**(396,273)**	(1,720,315)	(1,603,023)
Net change in fair values during the period / year	**15,027**	15,474	26,515
At the end of the period / year	**433,681**	422,591	431,121

	Shareholders' operations		
	(Unaudited)	(Unaudited)	(Unaudited)
	31 March 2023	31 December 2022	1 January 2022
		Restated	Restated
		- - - - - - - - - SAR '000 - - - - - - - - -	
At the beginning of the period / year	**45,163**	95,783	72,098
Purchased during the period / year	**23,000**	469,500	807,162
Sold during the period / year	**(23,000)**	(520,500)	(783,886)
Net change in fair values during the period / year	**(5,959)**	380	409
At the end of the period / year	**39,204**	45,163	95,783
Total	**472,885**	467,754	526,904

9. Investments (continued)

b) Investments designated as FVOCI (equity shares)

	Takaful operations		
	(Unaudited)	(Unaudited)	(Unaudited)
	31 March 2023	31 December 2022	1 January 2022
		Restated	Restated
		SAR '000	
Opening balance	**80,404**	33,893	30,107
Additions / Transfers	**-**	68,453	-
	-	-	
Changes in fair value of investments	**9,922**	(21,942)	3,786
Closing balance	**90,326**	80,404	33,893

	Shareholders' operations		
	(Unaudited)	**(Unaudited)**	**(Unaudited)**
	31 March 2023	31 December 2022	1 January 2022
		Restated	Restated
		SAR '000	
At the beginning of the period / year			
Balance of equity shares portfolio with Al Rajhi	**341,980**	393,849	288,799
Cash balance with Al Rajhi Capital	**-**	-	-
Equity - unlisted shares	**7,542**	7,542	7,542
Total at the beginning of the period / year	**349,522**	401,391	296,341
Movement during the period / year			
` Purchased during the period / year	**-**	-	65,023
Sold during the period / year	**-**	-	(15,326)
Net change in fair values during the period / year	**40,714**	(51,869)	55,353
Net change in cash balance with Al Rajhi Capital	**-**	-	-
Closing balance of equity shares portfolio	**390,236**	349,522	401,391
Portfolio balance with Al Rajhi Capital at the end of the	**350,534**	341,980	393,849
Equity - unlisted shares	**39,702**	7,542	7,542
At the end of the period / year	**390,236**	349,522	401,391
Total	**480,562**	429,926	435,284

9. Investments (continued)

c) Investments held at amortised cost (deposits and sukuks)

Investments in Murabaha deposits and Sukuks are classified as investments measured at amortised cost. The Company's business model for these investments is to hold to collect the contractual cash flows. The cash flows of Murabaha deposits and Sukuks represent solely payments of principal and profit on the principal outstanding.

The movement during the period /year is set out below:

	Takaful operations		
	(Unaudited)	(Unaudited)	(Unaudited)
	31 March 2023	31 December 2022	1 January 2022
		Restated	Restated
		SAR '000	
At the beginning of the period / year			
Murabaha deposits	**1,025,000**	1,100,000	1,040,000
Sukuk	**443,123**	420,630	189,834
Purchases	**30,000**	1,605,590	492,022
Disposals / maturities	**(75,000)**	(1,657,862)	(201,226)
At the end of the period / year, gross	**1,423,123**	1,468,358	1,520,630
Less: Impairment loss	**(694)**	(1,046)	(907)
At the end of the period / year, net	**1,422,429**	1,467,312	1,519,723

	Shareholders' operations		
	(Unaudited)	(Unaudited)	(Unaudited)
	31 March 2023	31 December 2022	1 January 2022
		Restated	Restated
		SAR '000	
At the beginning of the period / year			
Murabaha deposits	**-**	100,000	100,000
Sukuk	**730,560**	269,966	50,075
Purchased during the period / year	**-**	785,659	339,965
Maturities during the period / year	**(15,000)**	(425,065)	(120,074)
At the end of the period / year, gross	**715,560**	730,560	369,966
Less: Impairment loss	**(136)**	(136)	(123)
At the end of the period / year, net	**715,424**	730,424	369,843
Total	**2,137,853**	2,197,736	1,889,566

9. Investments (continued)

d) Maximum exposure to credit risk – financial instruments subject to ECL

The following tables contains an analysis of the credit risk exposure of financial instruments for which an ECL allowance is recognised. The gross carrying amount of financial assets measured at amortised cost below also represents the Company's maximum exposure to credit risk on these assets.

i) Takaful operations

	(Unaudited)					
	31 March 2023					
Financial statement line item	**Stage 1**	**Stage 2**	**Stage 3**		**December**	**1 January**
	12-month ECL	**Lifetime ECL**	**Lifetime ECL**	**Total**	**31, 2022**	**2022**
	SAR '000					
Bank balances	**770,593**	-	-	**770,593**	578,001	471,552
Investments held at amortised cost	**1,423,123**	-	-	**1,423,123**	1,468,358	1,520,630
Gross carrying amount	**2,193,716**	-	-	**2,193,716**	2,046,359	1,992,182
Loss allowance	**(1,193)**	-	-	**(1,193)**	(1,172)	(907)
Carrying amount	**2,192,523**	-	-	**2,192,523**	2,045,187	1,991,275

	(Unaudited)					
	31 March 2023					
Credit grade	**Stage 1**	**Stage 2**	**Stage 3**		**December**	**1 January**
	12-month ECL	**Lifetime ECL**	**Lifetime ECL**	**Total**	**31, 2022**	**2022**
	SAR '000					
Investment grade	**2,193,716**	-	-	**2,193,716**	2,046,359	1,992,182
Gross carrying amount	**2,193,716**	-	-	**2,193,716**	2,046,359	1,992,182
Loss allowance	**(1,193)**	-	-	**(1,193)**	(1,172)	(907)
Carrying amount	**2,192,523**	-	-	**2,192,523**	2,045,187	1,991,275

The Company's exposures to credit risk are not collateralized.
Investment grade includes those investments having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. Non investment grade represents un-rated exposures.

9. Investments (continued)

d) Maximum exposure to credit risk – financial instruments subject to ECL (continued)

ii) Shareholders' operations

Financial statement line item	(Unaudited) 31 March 2023 Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Total	31 December 2022	1 January 2022
	SAR '000					
Bank balances	**96,149**	**-**	**-**	**96,149**	40,620	27,444
Investments held at amortised cost	**715,560**	**-**	**-**	**715,560**	730,560	369,966
Statutory deposit	**40,000**			**40,000**	-	40,000
Gross carrying amount	**851,709**	**-**	**-**	**851,709**	771,180	437,410
Loss allowance	**(157)**	**-**	**-**	**(157)**	(164)	(151)
Carrying amount	**851,552**	**-**	**-**	**851,552**	771,016	437,259

Credit grade	(Unaudited) 31 March 2023 Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Total	31 December 2022	1 January 2022
	SAR '000					
Investment grade	**851,709**	**-**	**-**	**851,709**	771,180	437,410
Gross carrying amount	**851,709**	**-**	**-**	**851,709**	771,180	437,410
Loss allowance	**(157)**	**-**	**-**	**(157)**	(164)	(151)
Carrying amount	**851,552**	**-**	**-**	**851,552**	771,016	437,259

The Company's exposures to credit risk are not collateralized.

Investment Grade includes those investments having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. Non investment grade represents un-rated exposures.

9. Investments (continued)

e) Loss allowance

The loss allowance recognised in the period and the change in the loss allowance between the beginning and the end of the annual period is given below.

i) Takaful operations:

	(Unaudited)			
	Stage 1	**Stage 2**	**Stage 3**	
	12-month ECL	**Lifetime ECL**	**Lifetime ECL**	**Total**
	SAR '000			
Loss allowance as at January 1, 2023	**1,172**	**-**	**-**	**1,172**
Movements with the statement of income				
Transfers:				
Transfer from stage 1 to stage 2	**-**	**-**	**-**	**-**
Transfer from stage 1 to stage 3	**-**	**-**	**-**	**-**
Transfer from stage 2 to stage 1	**-**	**-**	**-**	**-**
New financial assets originated or purchased	**284**	**-**	**-**	**284**
Net re-measurement of loss allowance	**-**	**-**	**-**	**-**
Financial assets derecognised during the period	**(263)**	**-**	**-**	**(263)**
Write-offs	**-**	**-**	**-**	**-**
Total loss allowance for the period / year	**21**	**-**	**-**	**21**
Loss allowance as at March 31, 2023	**1,193**	**-**	**-**	**1,193**
	-			

ii) Shareholders' operations:

	(Unaudited)			
	Stage 1	**Stage 2**	**Stage 3**	
	12-month ECL	**Lifetime ECL**	**Lifetime ECL**	**Total**
	SAR '000			
Loss allowance as at January 1, 2023	**164**	**-**	**-**	**164**
Movements with the statement of income				
Transfers:				
Transfer from stage 1 to stage 2	**-**	**-**	**-**	**-**
Transfer from stage 1 to stage 3	**-**	**-**	**-**	**-**
Transfer from stage 2 to stage 1	**-**	**-**	**-**	**-**
New financial assets originated or purchased	**-**	**-**	**-**	**-**
Net re-measurement of loss allowance	**-**	**-**	**-**	**-**
Financial assets derecognised during the period / year	**(7)**	**-**	**-**	**(7)**
Write-offs	**-**	**-**	**-**	**-**
Total loss allowance for the period / year	**(7)**	**-**	**-**	**(7)**
				-
Loss allowance as at March 31, 2023	**157**	**-**	**-**	**157**

10. Insurance and retakaful / reinsurance contracts

10.1. Insurance revenue

	(Unaudited)				
	31 March 2023				
	Medical / Health	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total**
	SAR'000				
Contracts not measured under the PAA					
Amounts relating to changes in liabilities for remaining coverage					
CSM recognised for services provided	-	-	6,433	970	**7,403**
Change in risk adjustment for non-financial risk for risk expired	-	-	1,315	4,142	**5,457**
Expected incurred claims and other insurance service expenses	-	-	8,561	3,751	**12,312**
Premium experience adjustment	-	-	8,825	-	**8,825**
Recovery of insurance acquisition cashflows	-	-	8,451	9	**8,460**
	-	**-**	**33,585**	**8,872**	**42,457**
Contracts measured under the PAA	225,610	450,198	111,204	35,829	**822,841**
Total Insurance Revenue	**225,610**	**450,198**	**144,789**	**44,701**	**865,298**

	(Unaudited)				
	31 March 2022				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
	SAR'000				
Contracts not measured under the PAA					
Amounts relating to changes in liabilities for remaining coverage					
CSM recognised for services provided	-	-	10,621	739	11,360
Change in risk adjustment for non-financial risk for risk expired	-	-	755	3,517	4,272
Expected incurred claims and other insurance service expenses	-	-	6,313	2,578	8,891
Premium experience adjustment	-	-	(8,410)	-	(8,410)
Recovery of insurance acquisition cashflows	-	-	1,874	2	1,876
	-	-	11,153	6,836	17,989
Contracts measured under the PAA	99,811	385,046	89,767	112,893	687,517
Total Insurance Revenue	99,811	385,046	100,920	119,729	705,506

10. Insurance and retakaful / reinsurance contracts (continued)

10.2. Insurance service expenses

	(Unaudited)				
	31 March 2023				
	Medical / Health	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total**
	SAR'000				
Incurred claims and other directly attributable expenses					
Incurred claims	(314,218)	(363,185)	(102,255)	62,331	**(717,327)**
Incurred directly attributable expenses	(15,949)	(21,695)	(3,120)	(7,869)	**(48,633)**
Risk adjustment due to incurred	(20,065)	(17,556)	(10,159)	-	**(47,780)**
Changes that relate to past service	139,675	(41,116)	(183,800)	(35,161)	**(120,402)**
Losses on onerous contracts and reversal of those losses	11,057	93,679	-	(10)	**104,726**
Insurance acquisition cash flows amortisation	(12,428)	(53,651)	(5,682)	910	**(70,851)**
Insurance acquisition cash flows assets impairment	-	-	-	-	**-**
Total insurance service expense	**(211,928)**	**(403,524)**	**(305,016)**	**20,201**	**(900,267)**

	(Unaudited)				
	31 March 2022				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
	SAR'000				
Incurred claims and other directly attributable expenses					
Incurred claims	(133,944)	(763,775)	(100,472)	(120,380)	(1,118,571)
Incurred directly attributable expenses	(9,051)	(13,109)	(6,425)	(3,815)	(32,400)
Risk adjustment due to incurred	(11,594)	(58,723)	(9,732)	(7,610)	(87,659)
Changes that relate to past service	63,002	397,235	123,157	(19,752)	563,642
Losses on onerous contracts and reversal of those losses	8,957	(13,223)	-	(1)	(4,267)
Insurance acquisition cash flows amortisation	(4,377)	(53,985)	(2,469)	(3,872)	(64,703)
Insurance acquisition cash flows assets impairment	-	-	-	-	-
Total insurance service expense	(87,007)	(505,580)	4,059	(155,430)	(743,958)

10. Insurance and retakaful / reinsurance contracts (continued)

10.3. Allocation of reinsurance premiums

	(Unaudited)				
	31 March 2023				
	Medical / Health	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total**
			SAR'000		
Expected incurred claims and other directly attributable expenses recovery	-	-	(12,638)	(2,121)	**(14,759)**
Change in the risk adjustment for non-financial risk for the risk expired	-	-	(1,479)	(162)	**(1,641)**
CSM recognised for the services received	-	(6,096)	(263,002)	(2,144)	**(271,242)**
Reversal of loss recovery that does not adjust CSM	-	-	-	-	**-**
Experience adjustments - for ceded premiums paid in the period	-	7,263	126,341	8,722	**142,326**
Allocation of reinsurance premiums	**-**	**1,167**	**(150,778)**	**4,295**	**(145,316)**

	(Unaudited)				
	31 March 2022				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
			SAR'000		
Expected incurred claims and other directly attributable expenses recovery	-	1,460	(44,223)	(16,862)	(59,625)
Change in the risk adjustment for non-financial risk for the risk expired	-	117	(10,068)	(1,330)	(11,281)
CSM recognised for the services received	-	5,770	(58,652)	(35,628)	(88,510)
Reversal of loss recovery that does not adjust CSM	-	-	-	-	-
Experience adjustments - for ceded premiums paid in the period	-	(5,728)	76,555	51,200	122,027
Allocation of reinsurance premiums	-	1,619	(36,388)	(2,620)	(37,389)

10.4. Amounts recoverable from reinsurers for incurred claims

	(Unaudited)				
	31 March 2023				
	Medical / Health	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total**
			SAR'000		
Incurred claims recovery	-	1,095	118,541	54,038	**173,674**
Changes that relate to past service - of incurred claims	-	770	175,927	(72,479)	**104,218**
Income on initial recognition of onerous underlying contracts	-	-	-	-	**-**
Reversal of a loss recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-	**-**
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	-	9	**9**
Amounts recoverable from reinsurers for incurred claims	**-**	**1,865**	**294,468**	**(18,432)**	**277,901**

10. Insurance and retakaful / reinsurance contracts (continued)

10.4. Amounts recoverable from reinsurers for incurred claims (continued)

	(Unaudited)				
	31 March 2022				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
	SAR'000				
Incurred claims recovery	-	2,386	144,002	8,351	154,739
Changes that relate to past service - of incurred claims	-	991	(89,235)	25,240	(63,004)
Income on initial recognition of onerous underlying contracts	-	-	-	2	2
Reversal of a loss recovery component other than changes in the FCF of reinsurance contracts held	-	-	-	-	-
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	-	-	-
Amounts recoverable from reinsurers for incurred claims	-	3,377	54,767	33,593	91,737

10.5. Net finance income / (expenses) from insurance contracts

	(Unaudited)				
	31 March 2023				
	Medical / Health	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total**
	SAR'000				
Changes in value of underlying assets of contracts measured under the VFA	-	-	-	(11,772)	**(11,772)**
Interest accreted	(905)	(2,933)	(2,374)	(1,960)	**(8,172)**
Effect of changes in interest rates and other financial assumptions	(3,397)	(8,432)	(752)	(1,352)	**(13,933)**
Effect of changes in FCF at current rates when CSM is unlocked at locked-in rates	-	-	(533)	-	**(533)**
Foreign exchange differences	-	-	-	-	**-**
Total net finance income / (expenses) from insurance contracts	**(4,302)**	**(11,365)**	**(3,659)**	**(15,084)**	**(34,410)**

	(Unaudited)				
	31 March 2022				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
	SAR'000				
Changes in value of underlying assets of contracts measured under the VFA	-	-	-	(10,865)	(10,865)
Interest accreted	(118)	(694)	(415)	(358)	(1,585)
Effect of changes in interest rates and other financial assumptions	629	10,497	708	426	12,260
Effect of changes in FCF at current rates when CSM is unlocked at locked-in rates	-	-	(476)	-	(476)
Foreign exchange differences	-	-	-	-	-
Total net finance income / (expenses) from insurance contracts	511	9,803	(183)	(10,797)	(666)

10. Insurance and retakaful / reinsurance contracts (continued)

10.6. Net finance Income / (expenses) from reinsurance contracts

	(Unaudited)				
	31 March 2023				
	Medical / Health	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total**
	SAR'000				
Interest accreted	-	(7,074)	3,341	293	**(3,440)**
Effect of changes in interest rates and other financial assumptions	-	35	1,858	253	**2,146**
Effect of changes in FCF at current rates when CSM is unlocked at locked-in rates	-	(36)	1,152	42	**1,158**
Foreign exchange differences	-	-	-	-	**-**
Changes in non-performance risk	-	-	-	-	**-**
Total net finance Income / (expenses) from reinsurance contracts	**-**	**(7,075)**	**6,351**	**588**	**(136)**

	(Unaudited)				
	31 March 2022				
	Medical / Health	Motor	Property & Casualty	Protection & Savings	Total
	SAR'000				
Interest accreted	-	9	556	90	655
Effect of changes in interest rates and other financial assumptions	-	(46)	(1,946)	634	(1,358)
Effect of changes in FCF at current rates when CSM is unlocked at locked-in rates	-	(3)	624	(636)	(15)
Foreign exchange differences	-	-	-	-	-
Changes in non-performance risk	-	-	-	-	-
Total net finance Income / (expenses) from reinsurance contracts	-	(40)	(766)	88	(718)

11. Commitments and contigencies

a) The Company's commitments and contingencies are as follows:

	(Unaudited) 31 March 2023	(Unaudited) 31 December 2022 Restated	(Unaudited) 1 January 2022 Restated
Letters of guarantee	**63,997**	61,318	40,190
Total	**63,997**	61,318	40,190

b) 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.

12. 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: quoted prices in active markets for the same or identical instrument that an entity can access at the measurement date;

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

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

a. 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.

12. Fair values of financial instruments (continued)

Determination of fair value and fair value hierarchy (continued)

a. Carrying amounts and fair value (continued)

	(Unaudited)				
	31 March 2023				
	Carrying value	**Fair value**			
		Level 1	**Level 2**	**Level 3**	**Total**
	SAR'000				
Financial assets measured at fair value					
Investments mandatorily measured at FVSI	**472,885**	**313,681**	**159,204**	**-**	**472,885**
Investments designated as FVOCI – Quoted securities	**440,860**	**440,860**	**-**	**-**	**440,860**
Investments designated as FVOCI – Unquoted securities	**39,702**	**-**	**-**	**39,702**	**39,702**
	953,447	**754,541**	**159,204**	**39,702**	**953,447**
Financial assets not measured at fair value					
Cash and cash equivalents	**866,750**	**-**	**-**	**-**	**866,750**
Investments held at amortised cost	**2,137,853**	**-**	**-**	**-**	**2,137,853**
Statutory deposit	**39,971**	**-**	**-**	**-**	**39,971**
Other assets	**37,711**	**-**	**-**	**-**	**37,711**
	3,082,285	**-**	**-**	**-**	**3,082,285**

	(Unaudited)				
	31 March 2022				
	Carrying value	Fair value			
		Level 1	Level 2	Level 3	Total
	SAR'000				
Financial assets measured at fair value					
Investments mandatorily measured at FVSI	467,754	302,591	165,163	-	467,754
Investments designated as FVOCI – Quoted securities	422,384	422,384	-	-	422,384
Investments designated as FVOCI – Unquoted securities	7,542	-	-	7,542	7,542
	897,680	724,975	165,163	7,542	897,680
Financial assets not measured at fair value					
Cash and cash equivalents	618,495	-	-	-	618,495
Investments held at amortised cost	2,197,736	-	-	-	2,197,736
Statutory deposit	39,971	-	-	-	39,971
Other assets	38,183	-	-	-	38,183
	2,894,385	-	-	-	2,894,385

The fair values of the financial assets not measured at fair value are not materially different from their carrying values.

12. Fair values of financial instruments (continued)

Determination of fair value and fair value hierarchy (continued)

i) Level 3 fair values

Reconciliation of Level 3 fair values

The following table shows a reconciliation from the opening balances to the closing balances for Level 3 fair values.

	(Unaudited)
	Shareholders' operations
	Financial assets at FVOCI – Unquoted securities
	SAR'000
Balance at 1 January 2023	**7,542**
Gain / loss included in OCI	**32,160**
Balance at 31 March 2023	**39,702**

13. 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 their 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 interim condensed statement of income. 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 Board of Directors for the reportable segments for the Company's total assets and liabilities at 31 March 2023 and 31 December 2022, its total revenues, expenses, and net income for period ended, are as follows:

	(Unaudited)				
	For the three month period ended 31 March 2023				
Customers' category	**Medical**	**Motor**	**Property & casualty**	**Protection & Savings**	**Total**
			SAR'000		
Gross contribution written					
Retail	**18,350**	**349,357**	**2,920**	**53,254**	**423,881**
Very small	**2,145**	**59,635**	**-**	**-**	**61,780**
Small	**9,126**	**4,910**	**16**	**-**	**14,052**
Medium	**5,265**	**15,477**	**-**	**-**	**20,742**
Corporate	**289,936**	**274,612**	**88,514**	**34,133**	**687,195**
Total gross contribution written	**324,822**	**703,991**	**91,450**	**87,387**	**1,207,650**

	(Unaudited)				
	For the three month period ended 31 March 2022				
Customers' category	Medical	Motor	Property & casualty	Protection & Savings	Total
			SAR'000		
Gross contribution written					
Retail	14,107	143,975	2,115	32,299	192,496
Very small	1,852	-	-	-	1,852
Small	7,879	47,949	-	-	55,828
Medium	12,963	14,891	35	-	27,889
Corporate	71,946	168,920	158,086	112,643	511,595
Total gross contribution written	108,747	375,735	160,236	144,942	789,660

13. Operating Segments (continued)

	(Unaudited)						
	As at 31 March 2023						
	Takaful operations						
Operating segments	**Medical**	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total - Takaful operations**	**Shareholders' operations**	**Total**
	SAR'000						
Assets:							
Cash and cash equivalents	-	-	-	-	770,593	96,157	866,750
Insurance contract assets	-	-	-	-	-	-	-
Retakaful / reinsurance contract assets	-	21,796	518,239	90,753	630,788	-	630,788
Investments mandatorily measured at FVSI	-	-	-	-	433,681	39,204	472,885
Investments designated as FVOCI	-	-	-	-	90,326	390,236	480,562
Investments held at amortised cost	-	-	-	-	1,422,429	715,424	2,137,853
Right-of-use assets	-	-	-	-	-	45,901	45,901
Unallocated assets	-	-	-	-	80,396	174,893	255,289
Total assets	-	21,796	518,239	90,753	3,428,213	1,461,815	4,890,028
Liabilities:							
Insurance contract liabilities	412,600	1,737,423	694,159	344,838	3,189,020	-	3,189,020
Retakaful / reinsurance contract liabilities	-	-	-	-	-	-	-
Lease obligations	-	-	-	-	-	43,307	43,307
Unallocated liabilities, equity and surplus	-	-	-	-	54,818	1,602,883	1,657,701
Total liabilities, accumulated surplus and equity	412,600	1,737,423	694,159	344,838	3,243,838	1,646,190	4,890,028

13. Operating Segments (continued)

	(Unaudited)						
	As at 31 December 2022						
	Takaful operations						
Operating segments	Medical	Motor	Property & Casualty	Protection & Savings	Total - Takaful operations	Shareholders' operations	Total
	SAR'000						
Assets:							
Cash and cash equivalents	-	-	-	-	577,875	40,620	618,495
Insurance contract assets	-	-	-	-	-	-	-
Retakaful / reinsurance contract assets	-	18,769	249,622	107,129	375,520	-	375,520
Investments mandatorily measured at FVSI	-	-	-	-	422,591	45,163	467,754
Investments designated as FVOCI	-	-	-	-	80,404	349,522	429,926
Investments held at amortised cost	-	-	-	-	1,467,312	730,424	2,197,736
Right-of-use assets	-	-	-	-	-	48,371	48,371
Unallocated assets	-	-	-	-	49,891	165,702	215,593
Total assets	-	18,769	249,622	107,129	2,973,593	1,379,802	4,353,395
Liabilities:							
Insurance contract liabilities	320,774	1,541,523	460,128	455,492	2,777,917	-	2,777,917
Retakaful / reinsurance contract liabilities	-	-	-	-	-	-	-
Lease obligations	-	-	-	-	-	49,222	49,222
Unallocated liabilities, equity and surplus	-	-	-	-	26,756	1,499,500	1,526,256
Total liabilities, accumulated surplus and equity	320,774	1,541,523	460,128	455,492	2,804,673	1,548,722	4,353,395

13. Operating Segments (continued)

	(Unaudited)				
	For the three month period ended 31 March 2023				
Operating segments	**Medical**	**Motor**	**Property & Casualty**	**Protection & Savings**	**Total**
	SAR'000				
Insurance revenue	**225,610**	**450,198**	**144,789**	**44,701**	**865,298**
Insurance service expenses	**(211,928)**	**(403,524)**	**(305,016)**	**20,201**	**(900,267)**
Insurance service result before retakaful / reinsurance contracts held	**13,682**	**46,674**	**(160,227)**	**64,902**	**(34,969)**
Allocation of reinsurance premiums	**-**	**1,167**	**(150,778)**	**4,295**	**(145,316)**
Amounts recoverable from retakaful / reinsurance for incurred claims	**-**	**1,865**	**294,468**	**(18,432)**	**277,901**
Net (expenses) / income from retakaful / reinsurance contracts held	**-**	**3,032**	**143,690**	**(14,137)**	**132,585**
Insurance service result	**13,682**	**49,706**	**(16,537)**	**50,765**	**97,616**
Net finance income / (expense) from insurance contracts issued	**(4,302)**	**(11,365)**	**(3,659)**	**(15,084)**	**(34,410)**
Net finance income / (expense) from retakaful / reinsurance contracts held	**-**	**(7,075)**	**6,351**	**588**	**(136)**
Net insurance financial result	**(4,302)**	**(18,440)**	**2,692**	**(14,496)**	**(34,546)**
Net gains on investments mandatorily measured at FVSI	**-**	**-**	**-**	**-**	**2,786**
Dividend income	**-**	**-**	**-**	**-**	**3,493**
Special commission income	**-**	**-**	**-**	**-**	**23,480**
Impairment loss on financial assets	**-**	**-**	**-**	**-**	**(14)**
Investment Return	**-**	**-**	**-**	**-**	**29,745**
Other operating (expenses) / income					
General and administrative expenses	**-**	**-**	**-**	**-**	**(31,095)**
Other income	**-**	**-**	**-**	**-**	**78**
	-	**-**	**-**	**-**	**(31,017)**
Net income for the period before zakat					**61,798**

13. Operating Segments (continued)

	(Unaudited)				
	For the three month period ended 31 March 2022				
Operating segments	Medical	Motor	Property & casualty	Protection & Savings	Total
	SAR'000				
Insurance revenue	99,811	385,046	100,920	119,729	705,506
Insurance service expenses	(87,007)	(505,580)	4,059	(155,430)	(743,958)
Insurance service result before retakaful / reinsurance contracts held	12,804	(120,534)	104,979	(35,701)	(38,452)
Allocation of reinsurance premiums	-	1,619	(36,388)	(2,620)	(37,389)
Amounts recoverable from retakaful / reinsurar	-	3,377	54,767	33,593	91,737
Net (expenses) / income from retakaful / reinsu	-	4,996	18,379	30,973	54,348
Insurance service result	12,804	(115,538)	123,358	(4,728)	15,896
Net finance income / (expense) from insurance contracts issued	511	9,803	(183)	(10,797)	(666)
Net finance income / (expense) from retakaful / reinsurance contracts held	-	(40)	(766)	88	(718)
Net insurance financial result	511	9,803	(183)	(10,797)	(1,384)
Net gains on investments mandatorily measured at FVSI	-	-	-	-	6,821
Dividend income	-	-	-	-	2,718
Special commission income					14,412
Impairment loss on financial assets	-	-	-	-	(117)
Investment Return	-	-	-	-	23,834
Other operating (expenses) / income					
General and administrative expenses	-	-	-	-	(31,455)
Other income	-	-	-	-	(28)
	-	-	-	-	(31,483)
Net income for the period before zakat					6,863

14. 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 the period ended		**Balance receivable / (payable) as at**		
	31 March 2023 (Unaudited)	31 March 2022 (Unaudited)	**31 March 2023 (Unaudited)**	31 December 2022 (Unaudited)	1 January 2022 (Unaudited)
	SAR'000				
Major shareholders					
Gross contribution written	**166,496**	159,610	**203,407**	121,709	95,806
Claims paid	**105,511**	135,330	**-**	-	-
Claims incurred and notified during	**(332,677)**	151,155	**(87,127)**	(351,061)	(101,720)
Reimbursement from related party	-	-	278,290	-	-
Bank Balance	-	-	**53,555**	294,200	255,485
Investment in shares of Al Rajhi Banking and	-	-	**-**	54,793	64,575
Entities controlled, jointly controlled or significantly influenced by related parties					
Gross contribution written	**-**	19,590	**1,159**	1,215	1,529
Claims paid	**-**	127	**-**	-	-
Claims incurred and notified during	**(362)**	551	**(25,983)**	(26,345)	(9,679)
Investments managed by affiliates	**3,120**	1,127	**313,682**	302,591	292,003
Income received from sale of investment in	**3,434**	1,158	-	-	-
Investment management fee paid to Al Rajhi Capital	**623**	801	-	-	-

The Company have transactions with Fursan travels (associate) with respect to expenses for SAR 0.85 mn (Q1 2022 - SAR 0.13 mn). However, the balance receivables/payable amounting to SAR 0.14 mn (2022 - SAR 0.06).

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

	For the period ended	
	31 March 2023 (Unaudited)	31 March 2022 (Unaudited)
	SAR'000	
Salaries and other allowances	**1,570**	1,465
End of service benefits	**435**	1,129
	2,005	**2,594**
Shariah committee remuneration	**45**	45

15. Provision for zakat

A summary of Movement in the Zakat and income tax accrued during the three month period ended 31 March 2023 and the year ended 31 December 2022 are as follows:

	(Unaudited)		
	Zakat payable		
	31 March 2023	31 December 2022	1 January 2022
	SAR'000		
Balance at beginning of the year	**49,925**	51,341	47,904
Provided during the period / year	**516**	10,250	24,158
Payments during the period / year	**-**	(11,666)	(20,721)
Balance at end of the period / year	**50,441**	49,925	51,341

Status of assessments

The Company had filed zakat and income tax returns with the Zakat, Tax and Customs Authority ("ZATCA") for the years from 2010 to 2022.

ZATCA has issued assesments for the years 2015 to 2018, demanding an additional Zakat as assessed by them amounting to SAR 11.73 million pertains to these years. The Company paid an amount of SAR 1.66 million and has filed objections for SAR 10.07 million with the authority. Further ZATCA issued initial assesment for the years 2019 & 2020, demanding additional assessed amount of SAR 10.03 million and SAR 12.1 million respectively. The company paid 10% of the assessed amounts and appealed against the additonal assessed amounts in full for those years.

Based on the appeals and as per the update from tax consultant, the Company does not expect any negative outcome from the additional assessed amounts

16. Share Capital

The authorized, issued and paid up capital of the Company was SAR 400 million at 31 March 2023 (31 December 2022: SAR 400 million) consisting of 40 million shares (31 December 2022: 40 million shares) of SAR 10 each.

Shareholding structure of the Company is as below. The shareholders of the Company are subject to zakat.

	31 March 2023 (Unaudited)		
	Authorized and issued		**Paid up**
	No. of shares	**SAR'000**	
Al Rajhi Insurance Co. Ltd. (Bahrain)	**10,600,000**	**106,000**	**106,000**
Al Rajhi Banking and Investment Corporation	**14,000,000**	**140,000**	**140,000**
Others	**15,400,000**	**154,000**	**154,000**
	40,000,000	**400,000**	**400,000**

	31 December 2022 (Unaudited)		
	Authorized and issued		Paid up
	No. of Shares	SAR'000	
Al Rajhi Insurance Co. Ltd. (Bahrain)	10,600,000	106,000	106,000
Al Rajhi Banking and Investment Corporation	14,000,000	140,000	140,000
Others	15,400,000	154,000	154,000
	40,000,000	400,000	400,000

	1 January 2022 (Unaudited)		
	Authorized and issued		Paid up
	No. of Shares	SAR'000	
Al Rajhi Insurance Co. Ltd. (Bahrain)	10,600,000	106,000	106,000
Al Rajhi Banking and Investment Corporation	9,000,000	90,000	90,000
Others	20,400,000	204,000	204,000
	40,000,000	400,000	400,000

17. Capital management

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

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

The operations of the Company are subject to local regulatory requirements within the jurisdiction where it is incorporated. 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.

17. Capital management (continued)

The Company maintains its capital as per guidelines laid out by SAMA in Article 66 table 3 and 4 of the Implementing Insurance Regulations detailing the solvency margin required to be maintained. According to the said Article, the Company shall maintain solvency margin equivalent to the highest of the following three methods as per SAMA Implementing Regulations:

Minimum Capital Requirement of SAR 200 million
Premium Solvency Margin
Claims Solvency Margin

The Company is in compliance with all externally imposed capital requirements with sound solvency margin. The capital structure of the Company as at 31 March 2023 consists of paid-up share capital of SAR 400 million, statutory reserves of SAR 208.4 million and retained earnings of SAR 774.5 million (31 March 2022: paid-up share capital of SAR 400 million, statutory reserves of SAR 185.7 million and retained earnings of SAR 648.2 million.) in the interim condensed statement of financial position

The Company's management, through various scenario analysis as required by the regulator, has assessed the potential of the Covid-19 pandemic by performing stress testing for various variables like: gross premium growth, increase in employee cost, YTD loss ratio, outstanding premium provisions etc. and the related impact on the revenue, profitability, loss ratio and solvency ratio. The Company's management has concluded that based on the stress testing performed the solvency margin of the Company can be impacted ± 1 % to 5%. As with any forecasts, the projections and likelihoods of occurrence are underpinned by significant judgements and uncertainties and, therefore, the actual outcomes may be different to those projected. As the situation is fluid and rapidly evolving, the Company will continue to reassess its position and the related impact on a regular basis.

18. Earnings per share

Earnings per share for the periods ended 31 March 2023 and 31 March 2022 are calculated by dividing the net income for the period attributable to the equity holders by 40 million shares. There were no dilutive potential shares in issue as at 31 March 2023 and 31 March 2022.

19. Subsequent Events

The Board of Directors recommended to the General Assembly to increase the AlRajhi Takaful's capital by granting bonus shares to the Company's shareholders through capitalization of SAR 600 Million from the retained earnings by way of granting 1.50 shares for every one share owned. The proposed grant is subject to obtaining necessary approvals from official authorities and the General Assembly on the capital increase and number of granted shares.

20. Approval of the condensed financial information

The interim condensed financial information weas approved by the Board of Directors of the Company, on 29 Dhu'l-Qi'dah 1444, corresponding 18 June 2023.