SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL INFORMATION
(UNAUDITED)
TOGETHER WITH INDEPENDENT AUDITORS' REVIEW REPORT

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED
30 JUNE 2026

SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

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

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Professional Consultants
7425 Sahab Tower-Alttakhassusi Street
Riyadh-Kingdom of Saudi Arabia
P.O Box. 8306, Riyadh 11482
Tel : +966 9200 282 29
Fax: +966 11 477 4924
www.forvismazars.com

forvis mazars

Crowe
Crowe Solutions for Professional Consulting
Member Crowe Global
P.O.Box. 10504 Riyadh 11443
Kingdom of Saudi Arabia
Telephone: +966 11 217 6000
Facesimile: +966 11 217 6000
www.crowe.com/sa

INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

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

INTRODUCTION

We have reviewed the accompanying interim condensed statement of financial position of Saudi Arabia Cooperative Insurance Company (A Saudi Joint Stock Company) ("the Company") as of 30 June 2026, and the related interim condensed statements of income and comprehensive income for the three-month and six-month period then ended, and the related statements of changes in equity and cash flows for the six-month period then ended, and other explanatory notes (collectively referred to as "the interim condensed financial statements"). Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

SCOPE OF REVIEW

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

CONCLUSION

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

OTHER MATTER

The financial statements of the Company for the year ended 31 December 2025, and the interim financial statements for the period ended 30 June 2025, were jointly audited and reviewed respectively by another joint auditor who expressed an unmodified opinion and unmodified conclusion on 16 March 2026, and 10 August 2025, respectively.

Professional Consultants Company – Forvis Mazars - SA
P.O. Box 8306
Riyadh 11482
Kingdom of Saudi Arabia

Abdullah S. Al Msned
Certified Public Accountant
License No. 456

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

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

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

Date: August 10, 2026
Safar 27, 2026

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

SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	30 June 2026 (SAR'000) (Unaudited)	31 December 2025 (SAR'000) (Audited)
ASSETS			
Cash and cash equivalents	4	**224,464**	180,006
Insurance contract assets	5	**205,166**	246,597
Reinsurance contract assets	5	**972,759**	1,116,962
Murabaha deposits	6	**307,677**	250,027
Financial assets at fair value through other comprehensive income "FVOCI"	6	**72,722**	72,722
Financial assets at fair value through profit or loss "FVTPL"	6	**36,538**	36,262
Financial assets at amortised cost – net	6	**231,302**	185,688
Prepayments and other assets	8	**16,371**	24,564
Property and equipment	9	**67,342**	65,992
Intangible assets	9	**14,792**	15,290
Statutory deposit	10	**30,000**	30,000
Accrued income on statutory deposit		**938**	236
TOTAL ASSETS		**2,180,071**	2,224,346
LIABILITIES			
Insurance contract liabilities	5	**1,568,297**	1,634,317
Reinsurance contract liabilities	5	**148,935**	150,050
Accrued expenses and other liabilities	11	**26,201**	17,769
Employees' end-of-service benefits		**569**	544
Provision for zakat	12	**3,963**	6,213
Accrued commission income payable to Insurance Authority		**938**	236
TOTAL LIABILITIES		**1,748,903**	1,809,129
EQUITY			
Share capital	13	**300,000**	300,000
Statutory reserve	15	**18,902**	18,902
Retained earnings		**35,992**	20,041
Re-measurement reserve of employees' end-of-service benefits		**5,475**	5,475
Fair value reserve on investments		**70,799**	70,799
TOTAL EQUITY		**431,168**	415,217
TOTAL LIABILITIES AND EQUITY		**2,180,071**	2,224,346
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ABDULAZIZ IBRAHIM ALRUQAIE
CHIEF FINANCIAL OFFICER

ABDULAZIZ A. ABUSSUD
VICE CHAIRMAN

KHALID ALI BALLOW
ACTING CHIEF EXECUTIVE OFFICER

The accompanying notes 1 to 23 form an integral part of this interim condensed financial information.

SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

	Note	Three-month period ended 30 June		Six-month period ended 30 June	
		2026	2025	**2026**	2025
		(SAR'000)	(SAR'000)	**(SAR'000)**	(SAR'000)
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Insurance revenue	5	**394,877**	292,239	**743,740**	555,692
Insurance service expense	5	**(273,934)**	(287,500)	**(495,539)**	(416,762)
Insurance service result before reinsurance contracts held		**120,943**	4,739	**248,201**	138,930
Allocation of reinsurance premiums	5	**(95,881)**	(116,046)	**(195,965)**	(212,138)
Amounts (payable to) / recoverable from reinsurers for incurred claims	5	**(24,669)**	124,262	**(42,635)**	99,541
Net expense from reinsurance contracts held		**(120,550)**	8,216	**(238,600)**	(112,597)
Share of surplus from insurance pools		**-**	-	**-**	336
Insurance service result		**393**	12,955	**9,601**	26,669
Net gains / (losses) on FVTPL investments		**(997)**	(2,114)	**276**	(3,103)
Other investment income		**8,299**	7,848	**15,523**	15,329
Net investment income		**7,302**	5,734	**15,799**	12,226
Finance expenses on insurance contracts issued	5	**(9,124)**	(9,392)	**(21,919)**	(24,478)
Finance income from reinsurance contracts held	5	**7,673**	7,228	**18,564**	18,914
Net insurance finance expenses		**(1,451)**	(2,164)	**(3,355)**	(5,564)
Net insurance and investment result		**6,244**	16,525	**22,045**	33,331
Other income		**1,106**	696	**1,928**	2,152
Other operating expenses	16	**(3,376)**	(2,246)	**(5,346)**	(4,696)
Total income for the period attributable to the shareholders before zakat		**3,974**	14,975	**18,627**	30,787
Provision for zakat	12	**(1,112)**	(1,563)	**(2,676)**	(3,127)
Net income for the period after zakat attributable to the shareholders		**2,862**	13,412	**15,951**	27,660
Earnings per share	14				
Basic and diluted earnings per share		**0.10**	0.45	**0.53**	0.92
Weighted average number of shares (in thousands)		**30,000**	30,000	**30,000**	30,000

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SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

	Three-month period ended 30 June		Six-month period ended 30 June	
	2026 (SAR'000) (Unaudited)	2025 (SAR'000) (Unaudited)	**2026 (SAR'000) (Unaudited)**	2025 (SAR'000) (Unaudited)
Net income for the period after zakat attributable to the shareholders	**2,862**	13,412	**15,951**	27,660
Other comprehensive income:				
Items that will not be reclassified to interim condensed statements of income in subsequent periods				
- Net change in investments held at fair value through other comprehensive income	-	-	-	2,508
Total comprehensive income for the period	**2,862**	13,412	**15,951**	30,168

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SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

	30 June 2026 (SAR '000)					
	Share capital	Statutory reserve	Retained earnings	Re-measurement reserve of employees' end-of-service benefits	Fair value reserve on investments	Total equity
Balance as at 1 January 2026 (Audited)	300,000	18,902	20,041	5,475	70,799	415,217
Comprehensive income for the period						
Net income for the period after zakat attributable to the shareholders	-	-	15,951	-	-	15,951
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	15,951	-	-	15,951
Balance as at 30 June 2026 (Unaudited)	300,000	18,902	35,992	5,475	70,799	431,168

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SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

	30 June 2025 (SAR'000)					
	Share capital	Statutory reserve	Retained earnings	Re-measurement reserve of employees' end-of-service benefits	Fair value reserve on investments	Total equity
Balance as at 1 January 2025 (Audited)	300,000	14,467	2,299	5,866	59,200	381,832
Comprehensive income for the period						
Net income for the period after zakat attributable to the shareholders	-	-	27,660	-	-	27,660
Other comprehensive income for the period	-	-	-	-	2,508	2,508
Total comprehensive income for the period	-	-	27,660	-	2,508	30,168
Balance as at 30 June 2025 (Unaudited)	300,000	14,467	29,959	5,866	61,708	412,000

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SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

	Note	Six-month period ended 30 June	
		2026 (SAR'000) (Unaudited)	2025 (SAR'000) (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Total income for the period attributable to the shareholders before zakat		**18,627**	30,787
Adjustments for:			
Depreciation of property and equipment	9	**1,060**	1,120
Amortization of intangible assets	9	**860**	1,169
Provision for end-of-service benefits		**2,000**	2,287
Net loss on FVTPL investments		**276**	3,103
Interest earned on held to maturity investments		**(20,614)**	(3,671)
Changes in operating assets and liabilities:			
Insurance contract assets		**41,431**	18,341
Reinsurance contract assets		**144,203**	(94,169)
Insurance contract liabilities		**(66,020)**	(79,694)
Reinsurance contract liabilities		**(1,115)**	36,813
Prepayments and other assets		**8,193**	1,452
Accrued and other liabilities		**8,432**	18,922
Statutory deposit	10	-	15,000
Cash generated from / (used in) operating activities		**137,333**	(48,540)
End-of-service benefits paid		**(2,714)**	(2,237)
Zakat paid	12	**(4,926)**	(5,479)
Net cash generated from / (used in) operating activities		**129,693**	(56,256)
CASH FLOWS FROM INVESTING ACTIVITIES			
Placement of murabaha deposits		**(939,853)**	(764,595)
Proceeds from maturity of murabaha deposits		**882,390**	899,514
Addition to financial assets at amortised cost – net	6	**(45,000)**	(20,000)
Proceeds from maturity of financial assets at amortised cost – net	6	**20,000**	-
Addition to financial assets at fair value through profit or loss "FVTPL"	6	-	(39,971)
Additions to property and equipment	9	**(2,410)**	(2,685)
Additions to intangible assets	9	**(362)**	(2,224)
Net cash (used in) / generated from investing activities		**(85,235)**	70,039
Net change in cash and cash equivalents		**44,458**	13,783
Cash and cash equivalents, beginning of the period		**180,006**	98,374
Cash and cash equivalents, end of the period		**224,464**	112,157

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The accompanying notes 1 to 23 form an integral part of this interim condensed financial information.

1. ORGANISATION AND PRINCIPAL ACTIVITIES

Saudi Arabian Cooperative Insurance Company (the "Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration No. 1010237214 and unified number 7001539720 dated 7 Shaban 1428H, (corresponding to 20 August 2007). The registered office address of the Company is P.O. Box 58073, Riyadh 11594, Kingdom of Saudi Arabia. The objective of the Company is to transact cooperative insurance operations and related activities in the Kingdom of Saudi Arabia. The Company's principal lines of business include all classes of general, motor and medical insurance. The Company was listed on the Saudi Stock Exchange ("Tadawul") on 20 Shaban 1428H, (corresponding to 3 September 2007).

Following are the details of the branches of the Company and their commercial registration numbers:

Branch Name	Branch	Registration Number
Saudi Arabian Cooperative Insurance Company	Jeddah	4030208674
Saudi Arabian Cooperative Insurance Company	Khobar	2051044793

The Company has been licensed to conduct insurance business in the Kingdom of Saudi Arabia under co-operative principles in accordance with Royal Decree numbered 60/M dated 18 Ramadan 1427H (corresponding to 11 October 2006), pursuant to the Council of Ministers resolution number 233 dated 16 Ramadan 1427H (corresponding to 9 October 2006).

Following the completion of the public offering on 28 May 2007, the Ministry of Commerce ("MOC") issued a resolution declaring the incorporation of the Company on 21 Rajab 1428H (corresponding to 5 August 2007).

On 29 Shaban 1428H (corresponding to 11 September 2007), the Insurance Authority (previously "SAMA") issued a formal approval to transact insurance business, thus authorizing the Company to commence operations as soon as product approval and related formalities are completed.

The Board of Directors approved the distribution of the surplus from insurance operations in accordance with the Implementing Regulations issued by Insurance Authority, whereby the shareholders of the Company are to receive 90% of the annual surplus from insurance operations and the policy holders are to receive the remaining 10%. Any deficit arising on insurance operations is borne by the shareholders in full.

2. BASIS OF PREPARATION

a) Statement of compliance

The interim condensed financial information of the Company for the six-month period ended 30 June 2026, has been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

The Company's interim condensed statement of financial position is presented in order of liquidity but not using current / non-current classification. However, except for property and equipment, intangible assets, statutory deposit, accrued income on statutory deposit, some components of investment in financial assets such as Sukuks carried at amortized cost, Investment in Najm carried at FVOCI, long-term deposits, end-of-service indemnities and accrued commission income payable to the Insurance Authority (IA), all other assets and liabilities are of short-term nature, unless, stated otherwise. As required by the Saudi Arabian Insurance Regulations, the Company maintains separate books of accounts for insurance operations and shareholders' operations and presents the financial information accordingly.

Assets, liabilities, revenues and expenses clearly attributable to either activity is recorded in the respective accounts. The basis of the allocation of expenses from joint operations is determined and approved by the management and the Board of Directors. The interim condensed statement of financial position, statements of income, comprehensive income and cash flows of the insurance operations and shareholders operations which are presented along with this interim condensed financial information, have been provided as supplementary financial information to comply with the requirements of the Insurance Implementing Regulations and is not required under International Financial Reporting Standards as endorsed in the Kingdom of Saudi Arabia.

The implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders operations. Accordingly, the interim condensed statement of financial position, statements of income, comprehensive income and cash flows prepared for the insurance operations and shareholders operations as referred to above, reflect only the assets, liabilities, income, expenses and comprehensive gains or losses of the respective operations.

2. BASIS OF PREPARATION (continued)

b) Basis of measurement

The interim condensed financial information is prepared under going concern basis and the historical cost convention, except for the financial assets measured at fair value through profit or loss (FVTPL) and financial assets measured at fair value through other comprehensive income (FVOCI), investments which are accounted for under the equity method, defined benefits obligation recorded at the present value using the projected unit credit method and liability of incurred claims (LIC) and assets for incurred claims (AIC) recorded at the present value at the current discount rates. In preparing the Company-level interim condensed financial information in compliance with IFRS, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Interoperation balances, transactions and unrealized gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

c) Functional and presentation currency

Amounts in this interim condensed financial information are expressed in Saudi Arabian Riyals (SAR) and are rounded off to the nearest thousands except where otherwise mentioned. Saudi Arabian Riyals (SAR) is the functional currency of the Company as well.

(d) Seasonality of operations

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

(e) Critical accounting judgments, estimates and assumptions

The preparation of this 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. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Company's annual financial statements for the year ended 31 December 2025.

Financial risk management objectives and policies are consistent with those disclosed in the Company's annual financial statements for the year ended 31 December 2025.

The accounting policies used in the preparation of this interim condensed financial information are consistent with those used in the preparation of the Company's annual financial statements for the year ended 31 December 2025, and the notes attached thereto, except for the adoption of certain new and revised standards, that became effective in the current period as set out below in note 3.

3. Newly standards, interpretations and amendments

New standards, interpretations and amendments adopted by the Company

The International Accounting Standard Board (IASB) has issued following accounting standards, amendments, that are endorsed in the Kingdom of Saudi Arabia, which were effective from periods on or after 1 January 2026. The Company has assessed that the amendments have no impact on the Company's interim condensed financial information.

Other new standards or amendments	Effective date
Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	1 January 2026
Contracts referencing Nature-dependent Electricity Amendments to IFRS 9 and IFRS 7	1 January 2026
Annual improvements to IFRS – Volume 11	1 January 2026

New Standards, interpretations and amendments not yet effective and not early adopted

The listing of standards and interpretations issued which are applicable at a future date are as follows. The Company intends to adopt these standards when they become effective. These amendments and standards are not expected to have any impact on the interim condensed financial information of the Company.

New amendments	Effective date
IFRS 18, Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19, 'Subsidiaries without Public Accountability: Disclosures'	1 January 2027

The Company has assessed that the amendments have no impact on the Company's interim condensed financial information.

3. Newly standards, interpretations and amendments (continued)

New Standards, interpretations and amendments not yet effective and not early adopted (continued)

IFRS 18 - Presentation and Disclosure in Financial Statements

IFRS 18 introduces updates related to the presentation and disclosure of financial information in financial statements. The amendments focus on improving the consistency and comparability of financial statement presentations across entities, including changes in the presentation of income, expenses, and liabilities. The goal is to enhance the clarity and transparency of financial reporting.

Effective date:

Annual periods beginning on or after 1 January 2027.

Impact assessment

Management has commenced its preliminary impact assessment, focusing on the following areas expected to affect its financial statements:

(i) Structure of the Statement of Income

The Company's current statement of income does not present an 'operating profit' subtotal. Under IFRS 18, income and expenses will be classified into defined categories, with mandatory presentation of 'operating profit' and 'profit before financing and income taxes' subtotals. Neither net profit not net assets will change as a result of the Company's adoption of IFRS 18.

All amounts recognised under IFRS 17, including insurance revenue, insurance service expenses, net income or expenses from reinsurance contracts held (together, the insurance service result), net insurance finance expenses and share of surplus from insurance pools, will be classified in the operating category.

Management is assessing the classification of net investment income, other income and other operating expenses between the operating, investing, and financing categories, in line with the specific requirements applicable to insurers and expecting changes to the current structure of the statement of income.

(ii) Structure of the Statement of Cash Flows and Consequential Amendments

Under the consequential amendments to IAS 7, the indirect method reconciliation will begin from operating profit rather than Total income for the period attributable to the shareholders before zakat. This is expected to require changes to the presentation of the Company's statement of cash flows.

(iii) Management-defined performance measures (MPM)

MPM is a subtotal of income and expenses that an entity uses in public communications outside financial statements to convey the users of the financial statements management's view of an aspect of the financial performance of the entity as a whole and the reconciliation between MPM against the most directly comparable subtotal required to be presented or disclosed under IFRS.

The management is assessing whether any performance measures communicated outside the financial statements meet the definition of an MPM under IFRS 18, which would require disclosure and reconciliation to the nearest IFRS-defined subtotal within the notes.

(iv) Principles of Aggregation and disaggregation

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

The management is reviewing the level of detail in its expense disclosures against the principles of IFRS 18 on grouping and disaggregating items with dissimilar characteristics.

The Company has not yet finalized its detailed assessment and the quantitative reclassification impacts of the financial statements have not yet been finalized. The new accounting policies are subject to change until the Company presents its financial statements after the effective date of initial application. The Company will continue to evaluate and disclose the changes required as the assessment progresses further.

4 CASH AND CASH EQUIVALENTS

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

Insurance operations	**30 June 2026**	31 December 2025
	(SAR'000) (Unaudited)	(SAR'000) (Audited)
Cash at banks	**61,831**	55,367
Short term murabaha deposits	**162,519**	124,500
	224,350	179,867

Shareholders' operations	**30 June 2026**	31 December 2025
	(SAR'000) (Unaudited)	(SAR'000) (Audited)
Cash at banks	**114**	139
Short term murabaha deposits	**-**	-
	114	139
Total cash and cash equivalents	**224,464**	180,006

Short term murabaha deposits are placements with banks with original maturity of less than 3 months, The counterparties have sound credit ratings under Standard and Poor's and Moody's ratings methodology at profit rates of 3.5% to 5.0% (31 December 2025: 4.8% to 5.3%) per annum, respectively.

The allowance for expected credit losses (ECL), in respect of the above was marginal. The ECL allowances relate to stage 1 exposures.

5 INSURANCE AND REINSURANCE CONTRACTS

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

	30 June 2026 (SAR'000) (Unaudited)			31 December 2025 (SAR'000) (Audited)		
	Assets	**Liabilities**	**Net**	Assets	Liabilities	Net
Insurance contracts issued						
Motor	94,913	423,845	**328,932**	82,818	266,993	184,175
Medical	72,441	91,017	**18,576**	25,448	33,052	7,604
Property & casualty	17,342	1,017,702	**1,000,360**	135,079	1,302,229	1,167,150
Protection	1	16,193	**16,192**	110	12,503	12,393
Insurance contracts under Premium Allocation Approach (PAA) - note 5.1	184,697	1,548,757	**1,364,060**	243,455	1,614,777	1,371,322
Insurance contracts related to IDI under GMM - note 5.4	-	19,540	**19,540**	-	19,540	19,540
Insurance contracts related to ED under PAA - note 5.5	20,469	-	**(20,469)**	3,142	-	(3,142)
Total insurance contracts issued	**205,166**	**1,568,297**	**1,363,131**	246,597	1,634,317	1,387,720
Reinsurance contracts held						
Motor	10,212	7,067	**3,145**	11,611	7,392	4,219
Medical	-	-	**-**	-	-	-
Property & casualty	938,871	128,641	**810,230**	1,083,166	135,982	947,184
Protection	12,689	2,224	**10,465**	11,198	5,522	5,676
Reinsurance contracts under Premium Allocation Approach (PAA) - note 5.2	961,772	137,932	**823,840**	1,105,975	148,896	957,079
Reinsurance contracts related to IDI under GMM - note 5.4	10,987	-	**10,987**	10,987	-	10,987
Reinsurance contracts related to ED under PAA - note 5.5	-	11,003	**(11,003)**	-	1,154	(1,154)
Total reinsurance contracts held	**972,759**	**148,935**	**823,824**	1,116,962	150,050	966,912

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.1 Analysis by remaining coverage & incurred claims for insurance contracts

PAA

30 June 2026	**(SAR '000)**				
Insurance	**Liabilities for remaining coverage**		**Liabilities for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss recovery component**	**Loss component**	**Liabilities for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	91,644	-	153,148	(1,337)	243,455
Opening liabilities	212,176	10,024	1,336,334	56,243	1,614,777
Net opening balance	**120,532**	**10,024**	**1,183,186**	**57,580**	**1,371,322**
Insurance revenue	**743,151**	**-**	**-**	**-**	**743,151**
Insurance service expenses	**88,352**	**(9,481)**	**434,209**	**(12,989)**	**500,091**
Incurred claims and other directly attributable expenses	-	-	535,541	9,454	544,995
Amortisation of insurance acquisition cash flows	88,352	-	-	-	88,352
Surplus distribution to policyholders	-	-	1,463	-	1,463
Losses on onerous contracts and reversals of those losses	-	(9,481)	-	-	(9,481)
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(102,795)	(22,443)	(125,238)
Investment components	-	-	-	-	-
Profit commission	-	-	-	-	-
Insurance service result	**654,799**	**9,481**	**(434,209)**	**12,989**	**243,060**
Finance expenses from insurance contracts	-	-	(20,303)	(1,331)	(21,634)
Total changes in the statement of income and OCI	**654,799**	**9,481**	**(454,512)**	**11,658**	**221,426**
Cash flows					
Premium received	974,548	-	-	-	974,548
Claims paid	-	-	(605,948)	-	(605,948)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(70,508)	-	(70,508)
Insurance acquisition cash flows	(83,929)	-	-	-	(83,929)
Other cash flows	-	-	-	-	-
Total cash flows	**890,619**	**-**	**(676,456)**	**-**	**214,163**
Net closing balance	**356,352**	**543**	**961,242**	**45,922**	**1,364,059**
Closing assets	125,511	-	59,900	(714)	184,697
Closing liabilities	481,863	543	1,021,142	45,208	1,548,756

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.1 Analysis by remaining coverage & incurred claims for insurance contracts (continued)

PAA

31 December 2025	(SAR '000)				
Insurance	Liabilities for remaining coverage		Liabilities for incurred claims for contracts under the premium allocation approach		Total
	Excluding loss recovery component	Loss component	Liabilities for incurred claims	Risk adjustment for non-financial risk	
Premium allocation approach					
Opening assets	106,091	(512)	26,800	(420)	131,959
Opening liabilities	207,629	3,818	1,124,537	48,549	1,384,533
Net opening balance	101,538	4,330	1,097,737	48,969	1,252,574
Insurance revenue	1,117,455	-	-	-	1,117,455
Insurance service expenses	149,792	5,694	836,384	6,140	998,010
Incurred claims and other directly attributable expenses	-	-	919,087	22,753	941,840
Amortisation of insurance acquisition cash flows	149,792	-	-	-	149,792
Surplus distribution to policyholders	-	-	2,552	-	2,552
Losses on onerous contracts and reversals of those losses	-	5,694	-	-	5,694
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(85,255)	(16,613)	(101,868)
Insurance service result	967,663	(5,694)	(836,384)	(6,140)	119,445
Finance expenses from insurance contracts	-	-	(37,642)	(2,471)	(40,113)
Total changes in the statement of income and OCI	967,663	(5,694)	(874,026)	(8,611)	79,332
Cash flows					
Premium received	1,138,505	-	-	-	1,138,505
Claims paid	-	-	(647,292)	-	(647,292)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(138,961)	-	(138,961)
Insurance acquisition cash flows	(151,848)	-	-	-	(151,848)
Other Cash Flows	-	-	(2,324)	-	(2,324)
Total cash flows	986,657	-	(788,577)	-	198,080
Net closing balance	120,532	10,024	1,183,186	57,580	1,371,322
Closing assets	91,644	-	153,148	(1,337)	243,455
Closing liabilities	212,176	10,024	1,336,334	56,243	1,614,777

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.2 Analysis by remaining coverage & incurred claims for reinsurance contracts

PAA

30 June 2026	**(SAR '000)**				
Reinsurance	**Assets for remaining coverage**		**Assets for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss recovery component**	**Loss recovery component**	**Assets for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	71,405	-	982,924	51,646	1,105,975
Opening liabilities	164,834	-	(15,233)	(705)	148,896
Net opening balance	**(93,429)**	**-**	**998,157**	**52,351**	**957,079**
Reinsurance expenses	**195,642**	**-**	**-**	**-**	**195,642**
Amounts recoverable from reinsurance	**-**	**-**	**(19,552)**	**(14,668)**	**(34,220)**
Incurred claims recovery	-	-	96,921	4,511	101,432
Provision for risk of non-performance on new claims	-	-	-	-	-
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	(116,473)	(19,179)	(135,652)
Change in Profit Commission/ Sliding Scale commission	-	-	-	-	-
(Expense) / income from reinsurance contracts held	**(195,642)**	**-**	**(19,552)**	**(14,668)**	**(229,862)**
Reinsurance finance income	-	-	17,188	1,210	18,398
Total changes in the statement of income and OCI	**(195,642)**	**-**	**(2,364)**	**(13,458)**	**(211,464)**
Cash flows					
Premium paid	(319,859)	-	-	-	(319,859)
Recoveries from reinsurance	-	-	-	-	-
Claims received	-	-	220,354	-	220,354
Fixed commission received	21,280	-	-	-	21,280
Total cash flows	**(298,579)**	**-**	**220,354**	**-**	**(78,225)**
Net closing balance	**9,508**	**-**	**775,439**	**38,893**	**823,840**
Closing assets	143,425	-	779,265	39,082	961,772
Closing liabilities	133,917	-	3,826	189	137,932

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.2 Analysis by remaining coverage & incurred claims for reinsurance contracts (continued)

PAA

31 December 2025	(SAR '000)				
Reinsurance	Assets for remaining coverage		Assets for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss recovery component	Loss recovery component	Assets for incurred claims	Risk adjustment for non-financial risk	
Opening assets	69,436	2,165	845,298	43,345	960,244
Opening liabilities	156,705	(187)	7,027	472	164,017
Net opening balance	(87,269)	2,352	838,271	42,873	796,227
Reinsurance expenses	410,016	-	-	-	410,016
Amounts recoverable from reinsurance	-	(2,352)	297,126	7,299	302,073
Incurred claims recovery	-	-	358,929	18,305	377,234
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	(2,352)	-	-	(2,352)
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	(62,445)	(11,006)	(73,451)
Change in Profit Commission/ Sliding Scale commission	-	-	642	-	642
(Expense) / income from reinsurance contracts held	(410,016)	(2,352)	297,126	7,299	(107,943)
Reinsurance finance income / (expense)	-	-	29,243	2,179	31,422
Total changes in the statement of income and OCI	(410,016)	(2,352)	326,369	9,478	(76,521)
Cash flows					
Premium paid	(430,788)	-	-	-	(430,788)
Recoveries from reinsurance	-	-	-	-	-
Claims received	-	-	166,483	-	166,483
Fixed Commission received	26,932	-	-	-	26,932
Total cash flows	(403,856)	-	166,483	-	(237,373)
Net closing balance	(93,429)	-	998,157	52,351	957,079
Closing assets	71,405	-	982,924	51,646	1,105,975
Closing liabilities	164,834	-	(15,233)	(705)	148,896

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment

Motor

30 June 2026	**(SAR '000)**				
Insurance	**Liabilities for remaining coverage**		**Liabilities for incurred claims for contracts under the premium allocation**		**Total**
Premium allocation approach	**Excluding loss component**	**Loss component**	**Liabilities for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	35,289	-	48,036	(507)	82,818
Opening liabilities	172,587	7,516	83,581	3,309	266,993
Net opening balance	**137,298**	**7,516**	**35,545**	**3,816**	**184,175**
Insurance revenue	**457,393**	**-**	**-**	**-**	**457,393**
Insurance service expenses	**62,066**	**(7,159)**	**377,507**	**1,330**	**433,744**
Incurred claims and other directly attributable expenses	-	-	360,074	4,238	364,312
Amortisation of insurance acquisition cash flows	62,066	-	-	-	62,066
Surplus distribution to policyholders	-	-	1,342	-	1,342
Losses on onerous contracts and reversals of those losses	-	(7,159)	-	-	(7,159)
Changes that relate to past service - changes in the FCF relating to LIC	-	-	16,091	(2,908)	13,183
Insurance service result	**395,327**	**7,159**	**(377,507)**	**(1,330)**	**23,649**
Finance expenses from insurance contracts	-	-	(293)	(88)	(381)
Total changes in the statement of income and OCI	**395,327**	**7,159**	**(377,800)**	**(1,418)**	**23,268**
Cash flows					
Premium received	557,804	-	-	-	557,804
Claims paid	-	-	(300,650)	-	(300,650)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(39,648)	-	(39,648)
Insurance acquisition cash flows	(49,481)	-	-	-	(49,481)
Total cash flows	**508,323**	**-**	**(340,298)**	**-**	**168,025**
Net closing balance	**250,294**	**357**	**73,047**	**5,234**	**328,932**
Closing liabilities	290,860	357	128,168	4,460	423,845
Closing assets	40,566	-	55,121	(774)	94,913

31 December 2025	(SAR '000)				
Insurance	Liabilities for remaining coverage		Liabilities for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Liabilities for incurred claims	Risk adjustment for non-financial risk	
Opening assets	34,158	(460)	21,564	(482)	54,780
Opening liabilities	141,400	1,412	141,778	3,507	288,097
Net opening balance	107,242	1,872	120,214	3,989	233,317
Insurance revenue	503,622	-	-	-	503,622
Insurance service expenses	88,260	5,644	389,850	(366)	483,388
Incurred claims and other directly attributable expenses	-	-	397,507	3,113	400,620
Amortisation of insurance acquisition cash flows	88,260	-	-	-	88,260
Surplus distribution to policyholders	-	-	2,215	-	2,215
Losses on onerous contracts and reversals of those losses	-	5,644	-	-	5,644
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(9,872)	(3,479)	(13,351)
Insurance service result	415,362	(5,644)	(389,850)	366	20,234
Finance expenses from insurance contracts	-	-	(3,648)	(193)	(3,841)
Total changes in the statement of income and OCI	415,362	(5,644)	(393,498)	173	16,393
Cash flows					
Premium received	540,524	-	-	-	540,524
Claims paid	-	-	(406,092)	-	(406,092)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(72,075)	-	(72,075)
Insurance acquisition cash flows	(95,106)	-	-	-	(95,106)
Total cash flows	445,418	-	(478,167)	-	(32,749)
Net closing balance	137,298	7,516	35,545	3,816	184,175
Closing liabilities	172,587	7,516	83,581	3,309	266,993
Closing assets	35,289	-	48,036	(507)	82,818

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment (continued)

Motor (Continued)

30 June 2026	**(SAR '000)**				
Reinsurance	**Asset for remaining coverage**		**Asset for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss component**	**Loss component**	**Assets for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	1,813	-	9,361	437	11,611
Opening liabilities	7,353	-	38	1	7,392
Net opening balance	**(5,540)**	**-**	**9,323**	**436**	**4,219**
Reinsurance expenses	**4,663**	**-**	**-**	**-**	**4,663**
Amounts recoverable from reinsurance	**-**	**-**	**314**	**(22)**	**292**
Incurred claims recovery	-	-	(128)	(11)	(139)
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	442	(11)	431
(Expenses) / income from reinsurance contracts held	**(4,663)**	**-**	**314**	**(22)**	**(4,371)**
Finance income from reinsurance contracts held	-	-	109	10	119
Total changes in the statement of income and OCI	**(4,663)**	**-**	**423**	**(12)**	**(4,252)**
Cash flows					
Premium paid	(3,166)	-	-	-	(3,166)
Claims received	-	-	(21)	-	(21)
Other Cash Flows	-	-	-	-	-
Fixed Commission received	9	-	-	-	9
Total cash flows	**(3,157)**	**-**	**(21)**	**-**	**(3,178)**
Net closing balance	**(7,046)**	**-**	**9,767**	**424**	**3,145**
Closing assets	36	-	9,752	424	10,212
Closing liabilities	7,082	-	(15)	-	7,067

31 December 2025	(SAR '000)				
Reinsurance	Assets for remaining coverage		Assets for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Assets for incurred claims	Risk adjustment for non-financial risk	
Opening assets	2,039	-	6,981	317	9,337
Opening liabilities	4,931	-	(678)	(28)	4,225
Net opening balance	(2,892)	-	7,659	345	5,112
Reinsurance expenses	6,943	-	-	-	6,943
Amounts recoverable from reinsurance	-	-	945	74	1,019
Incurred claims recovery	-	-	(117)	(16)	(133)
Future service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	1,062	90	1,152
(Expenses) / income from reinsurance contracts held	(6,943)	-	945	74	(5,924)
Finance income from reinsurance contracts held	-	-	137	17	154
Total changes in the statement of income and OCI	(6,943)	-	1,082	91	(5,770)
Cash flows					
Premium paid	(4,314)	-	-	-	(4,314)
Claims received	-	-	(582)	-	(582)
Profit commission/Sliding scale Commission received	-	-	-	-	-
Other cash flows	-	-	-	-	-
Fixed commission received	19	-	-	-	19
Total cash flows	(4,295)	-	(582)	-	(4,877)
Net closing balance	(5,540)	-	9,323	436	4,219
Closing assets	1,813	-	9,361	437	11,611
Closing liabilities	7,353	-	38	1	7,392

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment (continued)

Medical

30 June 2026

Insurance	**(SAR '000)**				
	Liabilities for remaining coverage		**Liabilities for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss component**	**Loss component**	**Liabilities for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	27,790	-	(2,296)	(46)	25,448
Opening liabilities	3,960	2,508	26,291	293	33,052
Net opening balance	**(23,830)**	**2,508**	**28,587**	**339**	**7,604**
Insurance revenue	**59,445**	**-**	**-**	**-**	**59,445**
Insurance service expenses	**3,942**	**(2,322)**	**55,530**	**42**	**57,192**
Incurred claims and other directly attributable expenses	-	-	53,256	365	53,621
Amortisation of insurance acquisition cash flows	3,942	-	-	-	3,942
Surplus distribution to policyholders	-	-	118	-	118
Losses on onerous contracts and reversals of those losses	-	(2,322)	-	-	(2,322)
Changes that relate to past service - changes in the FCF relating to LIC	-	-	2,156	(323)	1,833
Insurance service result	**55,503**	**2,322**	**(55,530)**	**(42)**	**2,253**
Finance expenses from insurance contracts	-	-	(451)	(8)	(459)
Total changes in the statement of income and OCI	**55,503**	**2,322**	**(55,981)**	**(50)**	**1,794**
Cash flows					
Premium received	70,437	-	-	-	70,437
Claims paid	-	-	(44,197)	-	(44,197)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(9,963)	-	(9,963)
Insurance acquisition cash flows	(3,511)	-	-	-	(3,511)
Other cash flows	-	-	-	-	-
Total cash flows	**66,926**	**-**	**(54,160)**	**-**	**12,766**
Net closing balance	**(12,407)**	**186**	**30,408**	**389**	**18,576**
Closing liabilities	52,851	186	37,596	384	91,017
Closing assets	65,258	-	7,188	(5)	72,441

31 December 2025

Insurance	(SAR '000)				
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Liabilities for incurred claims	Risk adjustment for non-financial risk	
Opening assets	44,336	(52)	(4,933)	(208)	39,143
Opening liabilities	(7,725)	53	43,950	364	36,642
Net opening balance	(52,061)	105	48,883	572	(2,501)
Insurance revenue	117,718	-	-	-	117,718
Insurance service expenses	13,369	2,403	99,273	(260)	114,785
Incurred claims and other directly attributable expenses	-	-	100,314	320	100,634
Amortisation of insurance acquisition cash flows	13,369	-	-	-	13,369
Surplus distribution to policyholders	-	-	142	-	142
Losses on onerous contracts and reversals of those losses	-	2,403	-	-	2,403
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(1,183)	(580)	(1,763)
Insurance service result	104,349	(2,403)	(99,273)	260	2,933
Finance expenses from insurance contracts	-	-	(1,204)	(27)	(1,231)
Total changes in the statement of income and OCI	104,349	(2,403)	(100,477)	233	1,702
Cash flows					
Premium received	144,044	-	-	-	144,044
Claims paid	-	-	(94,935)	-	(94,935)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(25,533)	-	(25,533)
Insurance acquisition cash flows	(11,464)	-	-	-	(11,464)
Other cash flows	-	-	(305)	-	(305)
Total cash flows	132,580	-	(120,773)	-	11,807
Net closing balance	(23,830)	2,508	28,587	339	7,604
Closing liabilities	3,960	2,508	26,291	293	33,052
Closing assets	27,790	-	(2,296)	(46)	25,448

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment (continued)

Medical (Continued)

30 June 2026	**(SAR '000)**				
Reinsurance	**Asset for remaining coverage**		**Asset for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss component**	**Loss component**	**Assets for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	-	-	-	-	-
Opening liabilities	-	-	-	-	-
Net opening balance	-	-	-	-	-
Reinsurance expenses	-	-	-	-	-
Amounts recoverable from reinsurance	-	-	-	-	-
Incurred claims recovery	-	-	-	-	-
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred	-	-	-	-	-
(Expenses) / income from reinsurance contracts held	-	-	-	-	-
Finance income from reinsurance contracts held	-	-	-	-	-
Total changes in the statement of income and OCI	-	-	-	-	-
Cash flows					
Premium paid	-	-	-	-	-
Claims received	-	-	-	-	-
Fixed Commission received	-	-	-	-	-
Total cash flows	-	-	-	-	-
Net closing balance	-	-	-	-	-
Closing assets	-	-	-	-	-
Closing liabilities	-	-	-	-	-

31 December 2025	(SAR '000)				
Reinsurance	Assets for remaining coverage		Assets for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Assets for incurred claims	Risk adjustment for non-financial risk	
Opening assets	-	-	-	-	-
Opening liabilities	-	-	-	-	-
Net opening balance	-	-	-	-	-
Reinsurance expenses	1,021	-	-	-	1,021
Amounts recoverable from reinsurance	-	-	-	-	-
Incurred claims recovery	-	-	-	-	-
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred	-	-	-	-	-
(Expenses) / income from reinsurance contracts held	(1,021)	-	-	-	(1,021)
Reinsurance finance expenses/income - P&L	-	-	-	-	-
Total changes in the statement of income and OCI	(1,021)	-	-	-	(1,021)
Cash flows					
Premium paid	(1,021)	-	-	-	(1,021)
Claims received	-	-	-	-	-
Other Cash Flows	-	-	-	-	-
Fixed Commission received	-	-	-	-	-
Total cash flows	(1,021)	-	-	-	(1,021)
Net closing balance	-	-	-	-	-
Closing assets	-	-	-	-	-
Closing liabilities	-	-	-	-	-

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment (continued)

Property & Casualty Insurance

30 June 2026

Insurance	(SAR '000)				
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	**Excluding loss component**	**Loss component**	**Liabilities for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	27,573	-	108,287	(781)	135,079
Opening liabilities	34,636	-	1,215,620	51,973	1,302,229
Net opening balance	**7,063**	**-**	**1,107,333**	**52,754**	**1,167,150**
Insurance revenue	**225,312**	**-**	**-**	**-**	**225,312**
Insurance service expenses	**22,188**	**-**	**(406)**	**(14,374)**	**7,408**
Incurred claims and other directly attributable expenses	-	-	118,957	4,653	123,610
Amortisation of insurance acquisition cash flows	22,188	-	-	-	22,188
Surplus distribution to policyholders	-	-	-	-	-
Losses on onerous contracts and reversals of those losses	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(119,363)	(19,027)	(138,390)
Insurance service result	**203,124**	**-**	**406**	**14,374**	**217,904**
Finance expenses from insurance contracts	-	-	(19,384)	(1,219)	(20,603)
Total changes in the statement of income and OCI	**203,124**	**-**	**(18,978)**	**13,155**	**197,301**
Cash flows					
Premium received	345,831	-	-	-	345,831
Claims paid	-	-	(264,084)	-	(264,084)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(20,422)	-	(20,422)
Insurance acquisition cash flows	(30,814)	-	-	-	(30,814)
Other cash flows	-	-	-	-	-
Total cash flows	**315,017**	**-**	**(284,506)**	**-**	**30,511**
Net closing balance	**118,956**	**-**	**841,805**	**39,599**	**1,000,360**
Closing liabilities	138,642	-	839,396	39,664	1,017,702
Closing assets	19,686	-	(2,409)	65	17,342

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Insurance	(SAR '000)				
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Liabilities for incurred claims	Risk adjustment for non-financial risk	
Opening assets	26,602	-	10,614	278	37,494
Opening liabilities	73,045	2,353	931,133	44,304	1,050,835
Net opening balance	46,443	2,353	920,519	44,026	1,013,341
Insurance revenue	483,459	-	-	-	483,459
Insurance service expenses	46,134	(2,353)	340,880	6,495	391,156
Incurred claims and other directly attributable expenses	-	-	415,004	18,998	434,002
Amortisation of insurance acquisition cash flows	46,134	-	-	-	46,134
Surplus distribution to policyholders	-	-	-	-	-
Losses on onerous contracts and reversals of those losses	-	(2,353)	-	-	(2,353)
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(74,124)	(12,503)	(86,627)
Insurance service result	437,325	2,353	(340,880)	(6,495)	92,303
Finance expenses from insurance contracts	-	-	(32,599)	(2,233)	(34,832)
Total changes in the statement of income and OCI	437,325	2,353	(373,479)	(8,728)	57,471
Cash flows					
Premium received	441,138	-	-	-	441,138
Claims paid	-	-	(144,294)	-	(144,294)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(40,436)	-	(40,436)
Insurance acquisition cash flows	(43,193)	-	-	-	(43,193)
Other cash flows	-	-	(1,935)	-	(1,935)
Total cash flows	397,945	-	(186,665)	-	211,280
Net closing balance	7,063	-	1,107,333	52,754	1,167,150
Closing liabilities	34,636	-	1,215,620	51,973	1,302,229
Closing assets	27,573	-	108,287	(781)	135,079

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment (continued)

Property & Casualty (Continued)

30 June 2026	**(SAR '000)**				
Reinsurance	**Asset for remaining coverage**		**Asset for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss component**	**Loss component**	**Assets for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	67,559	-	965,006	50,601	1,083,166
Opening liabilities	151,960	-	(15,272)	(706)	135,982
Net opening balance	**(84,401)**	**-**	**980,278**	**51,307**	**947,184**
Reinsurance expenses	**190,399**	**-**	**-**	**-**	**190,399**
Amounts recoverable from reinsurance	**-**	**-**	**(21,276)**	**(14,655)**	**(35,931)**
Incurred claims recovery	-	-	94,158	4,349	98,507
Provision for risk of non-performance on new claims	-	-	-	-	-
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	(115,434)	(19,004)	(134,438)
Change in Profit Commission/ Sliding Scale commission	-	-	-	-	-
(Expenses) / income from reinsurance contracts held	**(190,399)**	**-**	**(21,276)**	**(14,655)**	**(226,330)**
Finance income from reinsurance contracts held	-	-	16,951	1,186	18,137
Total changes in the statement of income and OCI	**(190,399)**	**-**	**(4,325)**	**(13,469)**	**(208,193)**
Cash flows					
Premium paid	(312,323)	-	-	-	(312,323)
Claims received	-	-	219,813	-	219,813
Fixed Commission received	21,271	-	-	-	21,271
Total cash flows	**(291,052)**	**-**	**219,813**	**-**	**(71,239)**
Net closing balance	**16,252**	**-**	**756,140**	**37,838**	**810,230**
Closing assets	140,863	-	759,981	38,027	938,871
Closing liabilities	124,611	-	3,841	189	128,641

31 December 2025	(SAR '000)				
Reinsurance	Assets for remaining coverage		Assets for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Assets for incurred claims	Risk adjustment for non-financial risk	
Opening assets	64,265	2,165	833,893	42,724	943,047
Opening liabilities	144,654	(187)	8,034	523	153,024
Net opening balance	(80,389)	2,352	825,859	42,201	790,023
Reinsurance expenses	393,992	-	-	-	393,992
Amounts recoverable from reinsurance	-	(2,352)	291,329	6,961	295,938
Incurred claims recovery	-	-	357,325	18,259	375,584
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	(2,352)	-	-	(2,352)
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	(66,638)	(11,298)	(77,936)
Change in Profit Commission/ Sliding Scale commission	-	-	642	-	642
(Expenses) / income from reinsurance contracts held	(393,992)	(2,352)	291,329	6,961	(98,054)
Finance income from reinsurance contracts held	-	-	29,006	2,145	31,151
Total changes in the statement of income and OCI	(393,992)	(2,352)	320,335	9,106	(66,903)
Cash flows					
Premium paid	(416,893)	-	-	-	(416,893)
Claims received	-	-	165,916	-	165,916
Fixed Commission received	26,913	-	-	-	26,913
Total cash flows	(389,980)	-	165,916	-	(224,064)
Net closing balance	(84,401)	-	980,278	51,307	947,184
Closing assets	67,559	-	965,006	50,601	1,083,166
Closing liabilities	151,960	-	(15,272)	(706)	135,982

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment (continued)

Protection

30 June 2026

Insurance	**(SAR '000)**				
	Liabilities for remaining coverage		**Liabilities for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss component**	**Loss component**	**Liabilities for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	992	-	(879)	(3)	110
Opening liabilities	993	-	10,842	668	12,503
Net opening balance	**1**	**-**	**11,721**	**671**	**12,393**
Insurance revenue	**1,001**	**-**	**-**	**-**	**1,001**
Insurance service expenses	**156**	**-**	**1,579**	**13**	**1,748**
Incurred claims and other directly attributable expenses	-	-	3,255	198	3,453
Amortisation of insurance acquisition cash flows	156	-	-	-	156
Surplus distribution to policyholders	-	-	3	-	3
Losses on onerous contracts and reversals of those losses	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(1,679)	(185)	(1,864)
Insurance service result	**845**	**-**	**(1,579)**	**(13)**	**(747)**
Finance expenses from insurance contracts	-	-	(175)	(16)	(191)
Total changes in the statement of income and OCI	**845**	**-**	**(1,754)**	**(29)**	**(938)**
Cash flows					
Premium received	476	-	-	-	476
Claims paid	-	-	2,983	-	2,983
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(475)	-	(475)
Insurance acquisition cash flows	(123)	-	-	-	(123)
Other cash flows	-	-	-	-	-
Total cash flows	**353**	**-**	**2,508**	**-**	**2,861**
Net closing balance	**(491)**	**-**	**15,983**	**700**	**16,192**
Closing liabilities	(490)	-	15,983	700	16,193
Closing assets	1	-	-	-	1

31 December 2025

Insurance	(SAR '000)				
	Liabilities for remaining coverage		Liabilities for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Liabilities for incurred claims	Risk adjustment for non-financial risk	
Opening assets	995	-	(445)	(8)	542
Opening liabilities	909	-	7,676	374	8,959
Net opening balance	(86)	-	8,121	382	8,417
Insurance revenue	12,656	-	-	-	12,656
Insurance service expenses	2,029	-	6,381	271	8,681
Incurred claims and other directly attributable expenses	-	-	6,262	322	6,584
Amortisation of insurance acquisition cash flows	2,029	-	-	-	2,029
Surplus distribution to policyholders	-	-	195	-	195
Losses on onerous contracts and reversals of those losses	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to LIC	-	-	(76)	(51)	(127)
Insurance service result	10,627	-	(6,381)	(271)	3,975
Finance expenses from insurance contracts	-	-	(191)	(18)	(209)
Total changes in the statement of income and OCI	10,627	-	(6,572)	(289)	3,766
Cash flows					
Premium received	12,799	-	-	-	12,799
Claims paid	-	-	(1,971)	-	(1,971)
Directly attributable expenses paid (excluding insurance acquisition cash flows)	-	-	(917)	-	(917)
Insurance acquisition cash flows	(2,085)	-	-	-	(2,085)
Other cash flows	-	-	(84)	-	(84)
Total cash flows	10,714	-	(2,972)	-	7,742
Net closing balance	1	-	11,721	671	12,393
Closing liabilities	993	-	10,842	668	12,503
Closing assets	992	-	(879)	(3)	110

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.3 Analysis by remaining coverage & incurred claims for insurance & reinsurance contracts by segment (continued)

Protection (continued)

30 June 2026

	(SAR '000)				
Reinsurance	**Assets for remaining coverage**		**Assets for incurred claims for contracts under the premium allocation approach**		**Total**
Premium allocation approach	**Excluding loss component**	**Loss component**	**Assets for incurred claims**	**Risk adjustment for non-financial risk**	
Opening assets	2,033	-	8,557	608	11,198
Opening liabilities	5,521	-	1	-	5,522
Net opening balance	**(3,488)**	**-**	**8,556**	**608**	**5,676**
Reinsurance expenses	**580**	**-**	**-**	**-**	**580**
Amounts recoverable from reinsurance	**-**	**-**	**1,410**	**9**	**1,419**
Incurred claims recovery	-	-	2,891	173	3,064
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	(1,481)	(164)	(1,645)
(Expenses) / income from reinsurance contracts held	**(580)**	**-**	**1,410**	**9**	**839**
Finance income from reinsurance contracts held	-	-	128	14	142
Total changes in the statement of income and OCI	**(580)**	**-**	**1,538**	**23**	**981**
Cash flows					
Premium paid	(4,370)	-	-	-	(4,370)
Claims received	-	-	562	-	562
Total cash flows	**(4,370)**	**-**	**562**	**-**	**(3,808)**
Net closing balance	**302**	**-**	**9,532**	**631**	**10,465**
Closing assets	2,526	-	9,532	631	12,689
Closing liabilities	2,224	-	-	-	2,224

31 December 2025

	(SAR '000)				
Reinsurance	Assets for remaining coverage		Assets for incurred claims for contracts under the premium allocation approach		Total
Premium allocation approach	Excluding loss component	Loss component	Assets for incurred claims	Risk adjustment for non-financial risk	
Opening assets	3,132	-	4,424	304	7,860
Opening liabilities	7,120	-	(329)	(23)	6,768
Net opening balance	(3,988)	-	4,753	327	1,092
Reinsurance expenses	8,060	-	-	-	8,060
Amounts recoverable from reinsurance	-	-	4,852	264	5,116
Incurred claims recovery	-	-	1,721	62	1,783
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	3,131	202	3,333
(Expenses) / income from reinsurance contracts held	(8,060)	-	4,852	264	(2,944)
Finance income from reinsurance contracts held	-	-	100	17	117
Total changes in the statement of income and OCI	(8,060)	-	4,952	281	(2,827)
Cash flows					
Premium paid	(8,560)	-	-	-	(8,560)
Claims received	-	-	1,149	-	1,149
Profit Commission/Sliding scale Commission received	-	-	-	-	-
Other Cash Flows	-	-	-	-	-
Fixed Commission received	-	-	-	-	-
Total cash flows	(8,560)	-	1,149	-	(7,411)
Net closing balance	(3,488)	-	8,556	608	5,676
Closing assets	2,033	-	8,557	608	11,198
Closing liabilities	5,521	-	1	-	5,522

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.4 Joint Operations "Inherent Defect Insurance" (IDI)

GMM

30 June 2026	**Liabilities for remaining coverage**		**Liabilities for incurred claims**		
Insurance	**Excluding loss component**	**Loss component**	**Liabilities for incurred claims**	**adjustment for non-financial risk**	**Total**
Net opening balance	**18,997**	**-**	**530**	**13**	**19,540**
Derecognition of change in ownership share	**-**	**-**	**-**	**-**	**-**
Insurance revenue	**-**	**-**	**-**	**-**	**-**
Expected incurred claims and other service expenses	-	-	-	-	-
Expected Directly Attributable Expenses Incurred in the Period	-	-	-	-	-
Change in Risk Adjustment for Non-Financial Risk	-	-	-	-	-
Premium and related Receipts Relating to Past and Current Service	-	-	-	-	-
Amount of CSM Recognized in Profit or Loss	-	-	-	-	-
Impact of methodology change	-	-	-	-	-
Insurance service expenses	**-**	**-**	**-**	**-**	**-**
Incurred claims and other service expenses	-	-	-	-	-
Past Service: Changes to liabilities for incurred claims	-	-	-	-	-
Impact of methodology change	-	-	-	-	-
Policyholders' surplus expense	-	-	-	-	-
Insurance service result	**-**	**-**	**-**	**-**	**-**
Finance expenses from insurance contracts	-	-	-	-	-
Changes in the statement of income and OCI	**-**	**-**	**-**	**-**	**-**
Cash flows					
Premiums Received	-	-	-	-	-
Claims Paid	-	-	-	-	-
Directly Attributable Expenses paid (excluding insurance acquisition cash flows)	-	-	-	-	-
Insurance Acquisition Cash Flows	-	-	-	-	-
Total cash flows	**-**	**-**	**-**	**-**	**-**
Net closing balance	**18,997**	**-**	**530**	**13**	**19,540**

The Company accounts for its rights and obligations of the joint operations by recognising its assets, liabilities, revenues and expenses in 2026 at 1.63% (2025: 1.63%) of Company's interest in joint operations (IDI) according to International Financial Reporting Standards.

31 December 2025	Liabilities for remaining coverage		Liabilities for incurred claims		
Insurance	Excluding loss component	Loss component	Liabilities for incurred claims	Risk adjustment for non-financial risk	Total
Net opening balance	**17,643**	**-**	**688**	**11**	**18,342**
Derecognition of change in ownership share	**(9,233)**	**-**	**(360)**	**(6)**	**(9,599)**
Insurance revenue	**1,342**	**-**	**-**	**-**	**1,342**
Expected incurred claims and other service expenses	33	-	-	-	33
Expected Directly Attributable Expenses Incurred in the Period	1,245	-	-	-	1,245
Change in Risk Adjustment for Non-Financial Risk	(53)	-	-	-	(53)
Premium and related Receipts Relating to Past and Current Service	(15)	-	-	-	(15)
Amount of CSM Recognized in Profit or Loss	444	-	-	-	444
Impact of methodology change	(312)	-	-	-	(312)
Insurance service expenses	**-**	**-**	**511**	**8**	**519**
Incurred claims and other service expenses	-	-	565	14	579
Past Service: Changes to liabilities for incurred claims	-	-	(211)	(6)	(217)
Impact of methodology change	-	-	157	-	157
Policyholders' surplus expense	-	-	-	-	-
Insurance service result	**1,342**	**-**	**(511)**	**(8)**	**823**
Finance expenses from insurance contracts	(225)	-	25	-	(200)
Changes in the statement of income and OCI	**1,117**	**-**	**(486)**	**(8)**	**623**
Cash flows					
Premiums Received	11,770	-	-	-	11,770
Claims Paid	-	-	(48)	-	(48)
Directly Attributable Expenses paid (excluding insurance acquisition cash flows)	-	-	(91)	-	(91)
Insurance Acquisition Cash Flows	(66)	-	(145)	-	(211)
Total cash flows	**11,704**	**-**	**(284)**	**-**	**11,420**
Net closing balance	**18,997**	**-**	**530**	**13**	**19,540**

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.4 Joint Operations "Inherent Defect Insurance" (IDI) (continued)

GMM

30 June 2026	**Assets for remaining coverage**		**Assets for incurred claims**		
Reinsurance	**Excluding loss component**	**Loss component**	**Assets for incurred claims**	**Risk adjustment for non-financial risk**	**Total**
Net opening balance	**10,587**	**-**	**400**	**-**	**10,987**
Derecognition of change in ownership share	-	-	-	-	-
Reinsurance expenses	-	-	-	-	-
Expected claims recoverable in the Year	-	-	-	-	-
Changes in risk adjustment for non-financial risk	-	-	-	-	-
Reinsurance commissions	-	-	-	-	-
Others items Relating to Past and Current Service	-	-	-	-	-
Amount of CSM recognized in statement of income	-	-	-	-	-
Impact of methodology change	-	-	-	-	-
Amounts recoverable from reinsurance	-	-	-	-	-
Incurred claims recovery	-	-	-	-	-
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	-	-	-
(Expenses) / income from reinsurance contracts held	-	-	-	-	-
Finance income from reinsurance contracts held	-	-	-	-	-
Total changes in the statement of income and OCI	-	-	-	-	-
Cash flows					
Ceded premium	-	-	-	-	-
Incurred claims recoveries	-	-	-	-	-
Commission and management fees	-	-	-	-	-
Total cash flows	-	-	-	-	-
Net closing balance	**10,587**	**-**	**400**	**-**	**10,987**

31 December 2025	Assets for remaining coverage		Assets for incurred claims		
Reinsurance	Excluding loss component	Loss component	Assets for incurred claims	Risk adjustment for non-financial risk	Total
Net opening balance	12,536	-	437	-	12,973
Derecognition of change in ownership share	(6,561)	-	(229)	-	(6,790)
Reinsurance expenses	1,092	-	-	-	1,092
Expected claims recoverable in the Year	329	-	-	-	329
Changes in risk adjustment for non-financial risk	9	-	-	-	9
Reinsurance commissions	-	-	-	-	-
Others items Relating to Past and Current Service	22	-	-	-	22
Amount of CSM recognized in statement of income	214	-	-	-	214
Experience Adjustments related to premiums and reinsurance commissions	518	-	-	-	518
Impact of methodology change	-	-	239	-	239
Amounts recoverable from reinsurance	-	-	434	-	434
Incurred claims recovery	-	-	-	-	-
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	(195)	-	(195)
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	(1,092)	-	239	-	(853)
(Expenses) / income from reinsurance contracts held	(11)	-	(25)	-	(36)
Finance income from reinsurance contracts held	(1,103)	-	214	-	(889)
Total changes in the statement of income and OCI					
Cash flows	(7,241)	-	-	-	(7,241)
Ceded premium	-	-	22	-	22
Incurred claims recoveries	1,526	-	-	-	1,526
Commission and management fees	(5,715)	-	22	-	(5,693)
Total cash flows					
Net closing balance	10,587	-	400	-	10,987

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.4 Joint Operations "Inherent Defect Insurance" (IDI) (continued)

GMM

30 June 2026	**(SAR'000)**			
Insurance	**Present value of future cash flows**	**Risk adjustment for non-financial risk**	**CSM**	**Total**
Net opening balance	**(629)**	**1,000**	**19,169**	**19,540**
Derecognition of change in ownership share	-	-	-	-
Changes that relate to current service	-	-	-	-
Changes that relate to future service	-	-	-	-
Changes that relate to past service	-	-	-	-
Insurance service result	-	-	-	-
Finance expenses from insurance contracts	-	-	-	-
Changes in the statement of income and OCI	-	-	-	-
Cash flows				
Premiums received	-	-	-	-
Incurred claims paid	-	-	-	-
Insurance acquisition cash flows	-	-	-	-
Total cash flows	-	-	-	-
Net closing balance	**(629)**	**1,000**	**19,169**	**19,540**

31 December 2025	(SAR'000)			
Insurance	Present value of future cash flows	Risk adjustment for non-financial risk	CSM	Total
Net opening balance	3,986	545	13,811	18,342
Derecognition of change in ownership share	(2,085)	(285)	(7,229)	(9,599)
Changes that relate to current service	11,567	(13)	(61)	11,493
Changes that relate to future service	(24,108)	693	11,268	(12,147)
Changes that relate to past service	(177)	8	-	(169)
Insurance service result	(12,718)	688	11,207	(823)
Finance expenses from insurance contracts	(1,232)	52	1,380	200
Changes in the statement of income and OCI	(13,950)	740	12,587	(623)
Cash flows				
Premiums received	11,770	-	-	11,770
Incurred claims paid	(48)	-	-	(48)
Insurance acquisition cash flows	(302)	-	-	(302)
Total cash flows	11,420	-	-	11,420
Net closing balance	(629)	1,000	19,169	19,540

The Company accounts for its rights and obligations of the joint operations by recognising its assets, liabilities, revenues and expenses at 1.63% of Company's interest in joint operations (IDI) according to IFRS 11.

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.4 Joint Operations "Inherent Defect Insurance" (IDI) (continued)

GMM

30 June 2026

	(SAR'000)			
Reinsurance	**Present value of future cash flows**	**Risk adjustment for non-financial risk**	**CSM**	**Total**
Net opening balance	**1,167**	**1,001**	**8,819**	**10,987**
Derecognition of change in ownership share	-	-	-	-
Changes that relate to current service	-	-	-	-
Changes that relate to future service	-	-	-	-
Changes that relate to past service	-	-	-	-
(Expenses) / income from reinsurance contracts held	**-**	**-**	**-**	**-**
Finance income from reinsurance contracts held	-	-	-	-
Total changes in the statement of income and OCI	**-**	**-**	**-**	**-**
Cash flows				
Ceded premium	-	-	-	-
Incurred Claims	-	-	-	-
Commission and management fees	-	-	-	-
Total cash flows	**-**	**-**	**-**	**-**
Net closing balance	**1,167**	**1,001**	**8,819**	**10,987**

31 December 2025

	(SAR'000)			
Reinsurance	Present value of future cash flows	Risk adjustment for non-financial risk	CSM	Total
Net opening balance	2,279	(493)	11,187	12,973
Derecognition of change in ownership share	(1,193)	258	(5,855)	(6,790)
Changes that relate to current service	7,763	(12)	(188)	7,563
Changes that relate to future service	(12,472)	1,205	3,245	(8,022)
Changes that relate to past service	(231)	-	(163)	(394)
(Expenses) / income from reinsurance contracts held	(4,940)	1,193	2,894	(853)
Finance income from reinsurance contracts held	(672)	43	593	(36)
Total changes in the statement of income and OCI	(5,612)	1,236	3,487	(889)
Cash flows				
Ceded premium	(7,241)	-	-	(7,241)
Incurred Claims	22	-	-	22
Commission and management fees	1,526	-	-	1,526
Total cash flows	(5,693)	-	-	(5,693)
Net closing balance	1,167	1,001	8,819	10,987

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.5 Joint Operations "Employer Delinquency (ED)"

PAA

30 June 2026	**(SAR'000)**				
	Liabilities for remaining coverage		**Liabilities for incurred claims**		
Insurance	**Excluding loss component**	**Loss component**	**Liabilities for incurred claims**	**Risk adjustment for non-financial risk**	**Total**
Net opening balance	**28,089**	**-**	**(23,414)**	**(1,533)**	**3,142**
Insurance revenue	**589**	**-**	**-**	**-**	**589**
Insurance service expenses	**12**	**-**	**(3,476)**	**(1,088)**	**(4,552)**
Incurred claims and other directly attributable expenses	-	-	**(3,476)**	**(1,088)**	**(4,564)**
Amortisation of insurance acquisition cash flows	**12**	-	-	-	**12**
Surplus distribution to policyholders	-	-	-	-	-
Losses on onerous contracts and reversals of those losses	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	-	-
Insurance service result	**577**	**-**	**3,476**	**1,088**	**5,141**
Finance expenses from insurance contracts	**-**	**-**	**(292)**	**7**	**(285)**
Changes in the statement of income and OCI	**577**	**-**	**3,184**	**1,095**	**4,856**
Cash flows					
Premiums Received	-	-	-	-	-
Claims Paid	-	-	**(12,435)**	-	**(12,435)**
Directly Attributable Expenses paid (excluding insurance acquisition cash flows)	-	-	**(36)**	-	**(36)**
Insurance Acquisition Cash Flows	-	-	-	-	-
Other Cash Flows	-	-	-	-	-
Total cash flows	-	-	**(12,471)**	-	**(12,471)**
Net closing balance	**28,666**	**-**	**(7,759)**	**(438)**	**20,469**

31 December 2025	(SAR'000)				
	Liabilities for remaining coverage		Liabilities for incurred claims		
Insurance	Excluding loss component	Loss component	Liabilities for incurred claims	Risk adjustment for non-financial risk	Total
Net opening balance	-	-	-	-	-
Insurance revenue	38,088	-	-	-	38,088
Insurance service expenses	800	-	24,258	1,533	26,591
Incurred claims and other directly attributable expenses	-	-	24,258	1,533	25,791
Amortisation of insurance acquisition cash flows	800	-	-	-	800
Surplus distribution to policyholders	-	-	-	-	-
Losses on onerous contracts and reversals of those losses	-	-	-	-	-
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	-	-
Insurance service result	37,288	-	(24,258)	(1,533)	11,497
Finance expenses from insurance contracts	-	-	401	-	401
Changes in the statement of income and OCI	37,288	-	(23,857)	(1,533)	11,898
Cash flows					-
Premiums Received	9,339	-	-	-	9,339
Claims Paid	-	-	(355)	-	(355)
Directly Attributable Expenses paid (excluding insurance acquisition cash flows)	-	-	(88)	-	(88)
Insurance Acquisition Cash Flows	(140)	-	-	-	(140)
Other Cash Flows	-	-	-	-	-
Total cash flows	9,199	-	(443)	-	8,756
Net closing balance	28,089	-	(23,414)	(1,533)	3,142

The Company accounts for its rights and obligations of the joint operations by recognising its assets, liabilities, revenues and expenses at 9.9751% gross and 5.9751% reinsurance of Company's interest in joint operations Employers' Delinquency according to IFRS 11.

5 INSURANCE AND REINSURANCE CONTRACTS (continued)

5.5 Joint Operations "Employer Delinquency (ED)" (continued)

PAA

30 June 2026	**(SAR'000)**				
	Assets for remaining coverage		**Assets for Amounts recoverable on Incurred claims**		
Reinsurance	**Excluding loss component**	**Loss component**	**Assets for incurred claims**	**Risk adjustment for non-financial risk**	**Total**
Net opening balance	**15,528**	**-**	**(13,456)**	**(918)**	**1,154**
Reinsurance expenses	**323**	**-**	**-**	**-**	**323**
Amounts recoverable from reinsurance	**-**	**-**	**(7,763)**	**(652)**	**(8,415)**
Incurred claims recovery	**-**	**-**	**(7,763)**	**(652)**	**(8,415)**
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	-	-	-
(Expenses) / income from reinsurance contracts held	**(323)**	**-**	**(7,763)**	**(652)**	**(8,738)**
Finance income from reinsurance contracts held	**-**	**-**	**170**	**(4)**	**166**
Total changes in the statement of income and OCI	**(323)**	**-**	**(7,593)**	**(656)**	**(8,572)**
Cash flows					
Premium Paid	-	-	-	-	-
Claim recoveries received from reinsurer	-	-	**1,277**	-	**1,277**
Fixed Commission received	-	-	-	-	-
Profit Commission/Sliding scale Commission received	-	-	-	-	-
Other cash flows	-	-	-	-	-
Total cash flows	**-**	**-**	**1,277**	**-**	**1,277**
Net closing balance	**15,851**	**-**	**(4,586)**	**(262)**	**11,003**

31 December 2025	(SAR'000)				
	Assets for remaining coverage		Assets for Amounts recoverable on Incurred claims		
Reinsurance	Excluding loss component	Loss component	Assets for incurred claims	Risk adjustment for non-financial risk	Total
Net opening balance	-	-	-	-	-
Reinsurance expenses	20,875	-	-	-	20,875
Amounts recoverable from reinsurance	-	-	13,689	918	14,607
Incurred claims recovery	-	-	13,689	918	14,607
Future Service: LRC for new onerous contracts and reversal on existing onerous contracts	-	-	-	-	-
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	-	-	-
(Expenses) / income from reinsurance contracts held	(20,875)	-	13,689	918	(6,268)
Finance income from reinsurance contracts held	-	-	(233)	-	(233)
Total changes in the statement of income and OCI	(20,875)	-	13,456	918	(6,501)
Cash flows					-
Premium Paid	(5,845)	-	-	-	(5,845)
Claim recoveries received from reinsurer	-	-	-	-	-
Fixed Commission received	498	-	-	-	498
Profit Commission/Sliding scale Commission received	-	-	-	-	-
Other cash flows	-	-	-	-	-
Total cash flows	(5,347)	-	-	-	(5,347)
Net closing balance	15,528	-	(13,456)	(918)	1,154

6. INVESTMENTS

Investments are classified as follows:

		Insurance operations	
		30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
	Notes		
- Financial assets at fair value through profit or loss "FVTPL"	6.1	**390**	365
- Financial assets at fair value through other comprehensive income "FVOCI"	6.2	**72,722**	72,722
- Financial assets at amortised cost – net	6.3	**310,198**	207,614
Total		**383,310**	280,701

		Shareholders' operations	
		30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
- Financial assets at fair value through profit or loss "FVTPL"	6.1	**36,148**	35,897
- Financial assets at amortised cost – net	6.3	**228,781**	228,101
Total		**264,929**	263,998

Movement in the investment balances is as follows:

6.1 Financial assets at fair value through profit or loss "FVTPL"

	Insurance operations	
	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
At the beginning of the period / year	**365**	771
Purchased during the period / year	**-**	-
Net change in fair values during the period / year	**25**	(406)
At the end of the period / year	**390**	365

	Shareholders' operations	
	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
At the beginning of the period / year	**35,897**	-
Purchased during the period / year	**-**	39,952
Net change in fair values during the period / year	**251**	(4,055)
At the end of the period / year	**36,148**	35,897

	Total	
	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
At the beginning of the period / year	**36,262**	771
Purchased during the period/ year	**-**	39,952
Net change in fair values during the period / year	**276**	(4,461)
At the end of the period / year	**36,538**	36,262

6. INVESTMENTS (continued)

6.2 Financial assets at fair value through other comprehensive income "FVOCI"

	Insurance operations	
	30 June 2026	31 December 2025
	SAR'000	SAR'000
	(Unaudited)	(Audited)
At the beginning of the period / year	**72,722**	61,124
Changes in fair value of investments	**-**	11,598
At the end of the period / year	**72,722**	72,722

This represents the Company's 3.45% (31 December 2025: 3.45%) holding in Najm for Insurance Services Company, a Saudi Closed Joint Stock Company. These shares are un-quoted and are carried at fair value. The Company has determined the fair value of its investment in Najm to be SAR 72.7 million as June 30, 2026 (31 December 2025: SAR 72.7 million). Accordingly, the required adjustments to bring the carrying value of such investment to its fair value, in accordance with the requirements of IFRS 9, have been made in this interim condensed financial information.

6.3 Financial assets at amortised cost – net

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 is set out below:

	Insurance operations	
	30 June 2026	31 December 2025
	SAR'000	SAR'000
	(Unaudited)	(Audited)
At the beginning of the period / year	**207,614**	303,474
Purchased during the period / year	**-**	20,000
Matured during the period / year	**(20,000)**	(20,000)
Movement during the period / year	**98,800**	(93,855)
Accrued income on sukuk	**18,738**	62
Accrued income on murabaha deposits	**5,063**	(2,066)
At the end of the period / year, gross	**310,215**	207,615
Less: Impairment loss	**(17)**	(1)
At the end of the period / year, net	**310,198**	207,614

	Shareholders' operations	
	30 June 2026	31 December 2025
	SAR'000	SAR'000
	(Unaudited)	(Audited)
At the beginning of the period / year	**228,101**	245,266
Purchased during the period / year	**45,000**	15,000
Movement during the period / year	**(46,587)**	(37,046)
Accrued income on sukuk	**1,875**	5,513
Accrued income on murabaha deposits	**425**	(629)
At the end of the period / year, gross	**228,814**	228,104
Less: Impairment loss	**(33)**	(3)
At the end of the period / year, net	**228,781**	228,101

6. INVESTMENTS (continued)

6.3 Financial assets at amortised cost – net (continued)

	Total	
	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
At the beginning of the period / year	**435,715**	548,740
Purchased during the period / year	**45,000**	35,000
Matured during the period / year	**(20,000)**	(20,000)
Movement during the period / year	**52,213**	(130,901)
Accrued income on sukuk	**20,613**	5,575
Accrued income on murabaha deposits	**5,488**	(2,695)
At the end of the period / year, gross	**539,029**	435,719
Less: Impairment loss	**(50)**	(4)
At the end of the period / year, net	**538,979**	435,715
Financial assets at amortised cost – net	**231,302**	185,688
Murabaha deposits	**307,677**	250,027
Total	**538,979**	435,715

As at 30 June 2026, the Company's investment in Islamic bonds ("Sukuk"), issued by banks having a credit rating of "A", "AA-" and "A-", amounted to SAR 230 million, comprising of 140 Sukuk with commercial banks and 90 Saudi Government Sukuk denominated at Saudi Riyals 1 million each.

Murabaha deposits represent deposits with local banks that have investment grade credit ratings and have an original maturity of more than three months from date of acquisition. The deposits earn profit at rate ranging from 4.6% to 5.3% (31 December 2025: 4.2% to 6.2%) per annum, respectively.

7 Expected credit loss (ECL) adjustment for liability for remaining coverage (LFRC) and liability for incurred claims (LIC) related to receivables

7.1 ECL adjustment for LFRC related to premium receivable

	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
Receivables comprise amounts due from the following:		
Policyholders	**256,884**	122,487
Brokers	**222,794**	226,585
Due from related parties	**101,743**	64,327
	581,421	413,399
Allowance for LFRC adjustment (expected credit loss)	**(55,338)**	(47,636)
Premium receivable - net	**526,083**	365,763

7.1.1 Movement of LFRC adjustment (expected credit loss)

	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
At the beginning of the period / year	**47,636**	41,730
Charge for the period / year	**7,702**	5,906
At the end of the period / year	**55,338**	47,636

7.2 ECL adjustment for LIC related to claims salvage & subrogation recovery receivable

	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
Receivables comprise amounts due from the following:		
Claim recoveries from insurance companies	**84,941**	62,673
Claim recoveries from third parties	**55,927**	44,569
Claim recoveries from customers	**36,970**	37,675
Salvage recoverable	**21,745**	23,265
	199,583	168,182
Allowance for LIC adjustment (expected credit loss)	**(75,667)**	(62,408)
Claims salvage & subrogation recovery receivable – net	**123,916**	105,774

7.2.1 Movement of LIC adjustment

	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
At the beginning of the period / year	**62,408**	74,897
Charge during the period / year	**13,259**	(12,489)
At the end of the period / year	**75,667**	62,408

7 Expected credit loss (ECL) adjustment for liability for remaining coverage (LRC) and liability for incurred claims (LIC) related to receivables (Continued)

7.3 Non performance risk (NPR) (allowance for impairment) adjustment on reinsurance receivable and recoverable

	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
Reinsurers' share of unearned premiums	**220,349**	90,440
Reinsurers' share of outstanding claims	**732,851**	949,091
Reinsurers' share of claims incurred but not reported	**71,752**	60,084
Receivables from reinsurance	**4,017**	21,607
Due from related parties	**1,137**	7,733
Less: NPR adjustment	**(394)**	(715)
	1,029,712	1,128,240

7.3.1 Movement of NPR adjustment (allowance for impairment)

	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
At the start of the period/ year	**715**	2,957
Reversal for the period/ year	**(321)**	(2,242)
At the end of the period/ year	**394**	715

8 PREPAYMENTS AND OTHER ASSETS

	Insurance operations	
	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
Other receivables	**4,637**	4,637
IDI receivables	**3,538**	3,538
ED receivables	**2,013**	1,016
Bank guarantee deposits	**2,039**	3,112
VAT receivable	**-**	10,129
Others	**4,144**	2,132
	16,371	24,564
Total prepayments and other assets	**16,371**	24,564

9 PROPERTY AND EQUIPMENT AND INTANGIBLE ASSETS

SAR'000	30 June 2026 (Unaudited)								
	Property and equipment						Intangible assets		
	Leasehold improvements	Furniture and fittings	Computer and office equipment	Vehicles	Capital work in progress	Total property and equipment	Capital work in progress	Intangible assets	Total Intangible assets
Cost									
1 January	**7,661**	**3,148**	**29,754**	**676**	**58,703**	**99,942**	**7,229**	**39,172**	**46,401**
Additions	**-**	**-**	**-**	**-**	**2,410**	**2,410**	**-**	**362**	**362**
Transfers	**-**	**44**	**385**	**-**	**(429)**	**-**	**-**	**-**	**-**
30 June	**7,661**	**3,192**	**30,139**	**676**	**60,684**	**102,352**	**7,229**	**39,534**	**46,763**
Accumulated depreciation/ amortisation									
1 January	**7,641**	**2,911**	**22,794**	**604**	**-**	**33,950**	**-**	**31,111**	**31,111**
Charge for the period	**-**	**39**	**1,021**	**-**	**-**	**1,060**	**-**	**860**	**860**
Disposals	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
30 June	**7,641**	**2,950**	**23,815**	**604**	**-**	**35,010**	**-**	**31,971**	**31,971**
Net book value									
30 June	**20**	**242**	**6,324**	**72**	**60,684**	**67,342**	**7,229**	**7,563**	**14,792**

SAR'000	31 December 2025 (Audited)								
	Property and equipment						Intangible assets		
	Leasehold improvements	Furniture and fittings	Computer and office equipment	Vehicles	Capital work in progress	Total property and equipment	Capital work in progress-	Intangible assets	Total Intangible assets
Cost									
1 January	7,661	3,148	24,542	676	57,221	93,248	7,229	32,208	39,437
Additions	-	-	-	-	6,694	6,694	-	6,964	6,964
Transfers	-	-	5,212	-	(5,212)	-	-	-	-
31 December	7,661	3,148	29,754	676	58,703	99,942	7,229	39,172	46,401
Accumulated depreciation/ amortisation									
1 January	7,626	2,810	20,445	604	-	31,485	-	27,948	27,948
Charge for the year	15	101	2,349	-	-	2,465	-	3,163	3,163
31 December	7,641	2,911	22,794	604	-	33,950	-	31,111	31,111
Net book value									
31 December	20	237	6,960	72	58,703	65,992	7,229	8,061	15,290

10 STATUTORY DEPOSIT

Statutory deposit represents 10% of the paid up share capital which is maintained in accordance with the Law on Supervision of Cooperative Insurance Companies implemented in the Kingdom of Saudi Arabia. The statutory deposit cannot be withdrawn without the consent of the Insurance Authority. The statutory deposit is placed with a counterparty having investment grade credit rating. Return on statutory deposit is shown as an asset and liability in the interim condensed statement of financial position.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	Insurance operations	
	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
VAT payable	**11,386**	-
IDI accrued expenses	**6,571**	6,571
Other accrued expenses	**369**	2,844
	18,326	9,415

	Shareholders' operations	
	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
Other suppliers payable	**7,306**	7,849
Others	**569**	505
	7,875	8,354
Total accrued expenses and other liabilities	**26,201**	17,769

12 PROVISION FOR ZAKAT

a) Zakat payable

The movement in zakat payable during the period / year were as follows:

	30 June 2026 SAR'000 (Unaudited)	31 December 2025 SAR'000 (Audited)
Balance at beginning of the period / year	**6,213**	5,438
Charge for the period / year	**2,676**	6,254
Payments during the period / year	**(4,926)**	(5,479)
Balance at end of the period / year	**3,963**	6,213

b) Status of assessments

The Company has filed its zakat return for the financial years up to and including the year 2025 with the Zakat, Tax and Customs Authority (the "ZATCA") and received the zakat certificate from the ZATCA. The Company has finalized its zakat position for the periods 2008 through 2022.

The ZATCA has not yet issued the final zakat assessment for the years ended 31 December 2023, 31 December 2024 and 31 December 2025.

13 SHARE CAPITAL

The authorized, issued and paid up capital of the Company was SAR 300 million at 30 June 2026 (31 December 2025: SAR 300 million) consisting of 30 million shares of SAR 10 each. Shareholding structure of the Company is as below:

	30 June 2026		31 December 2025	
	Authorised, issued and paid up		Authorised, issued and paid up	
	No. of Shares	**SAR**	No. of Shares	SAR
Saudi Arabian Insurance Company B.S.C	**9,000,000**	**90,000,000**	9,000,000	90,000,000
Others	**21,000,000**	**210,000,000**	21,000,000	210,000,000
	30,000,000	**300,000,000**	30,000,000	300,000,000

14 EARNINGS PER SHARE

Basic and diluted earning per share for the period has been calculated by dividing the total income attributable to the shareholders after zakat by the weighted average number of shares in issue throughout the period.

	30 June 2026 SAR'000 (Unaudited)	30 June 2025 SAR'000 (Unaudited)
Total income for the period attributable to the shareholders after zakat	**15,951**	27,660
Weighted average number of shares throughout the period	**30,000**	30,000
Basic and diluted earning per share	**0.53**	0.92

There are no diluted potential shares during the period ended 30 June 2026 and 30 June 2025.

15 STATUTORY RESERVE

In accordance with the Company's By-Laws and in compliance with Article 70(2)(g) of the Insurance Implementing Regulations issued by the Insurance Authority, the Company is required to allocate 20% of its net income for the year to the statutory reserve until it equals the value of share capital. Such transfer is only made at year end. The statutory reserve is not available for distribution to shareholders until liquidation of the Company.

16 Other operating expenses

	Six-month period ended 30 June	
	2026	2025
	SAR'000	SAR'000
	(Unaudited)	(Unaudited)
Employees' cost	**39,965**	40,731
IT costs	**16,386**	6,501
Regulatory fees	**5,641**	3,295
Product-related marketing	**7,251**	5,964
Professional services	**3,938**	4,015
VAT on ceded commission	**2,191**	2,011
Depreciation and amortization	**1,919**	2,288
Withholding taxes	**1,174**	871
Communication	**1,420**	655
Office rental	**557**	1,238
Other expenses	**3,597**	6,542
	84,039	74,111

	Insurance operations 30 June	
	2026	2025
	SAR'000	SAR'000
	(Unaudited)	(Unaudited)
Policy acquisition cost *	**9,979**	10,189
Other attributable expenses *	**68,714**	59,226
Other operating expenses **	**4,885**	3,919
	83,578	73,334

	Shareholders' operations 30 June	
	2026	2025
	SAR'000	SAR'000
	(Unaudited)	(Unaudited)
Other operating expenses **	**461**	777
	84,039	74,111

* Reported part of insurance service expense
** Other operating expenses include non-attributable expenses which are administrative expenses and are not linked to insurance contracts.

17 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent major shareholders, key management personnel of the Company and entities controlled, jointly controlled or significantly influenced by such parties or the Company. All transactions with such related parties are conducted on normal terms and conditions and are approved by management.

The following are the details of the major related party transactions during the period/year and the related balances:

Related party	***Nature of transactions/ balances***	**Amount of transaction**		**Balance**	
		Six-month period ended		**30 June**	31 December
		2026	2025	**2026**	2025
		SAR'000	SAR'000	**SAR'000**	SAR'000
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Audited)
ACE GALLAGHER ARABIA INSURANCE BROKERS ("Broker") (Affiliate)	Premiums received through broker, net	**356,209**	275,152		
	Commission expense	**(24,110)**	(19,062)		
	Claims settled	**(241,488)**	(48,861)		
	Balance due from / (due to)			**90,687**	(164)
	ECL			**(3,230)**	(3,413)
	Net balance			**87,457**	(3,577)
ACE RE GALLAGHER ARABIA("REINSURANCE BROKER") (Affiliate)	Premiums ceded through broker	**(129,433)**	(142,952)		
	Commission received	**15,537**	15,567		
	Claims recovered	**201,453**	30,783		
	Balance (due to) / due from			**(22,336)**	6,927
	Net balance			**(22,336)**	6,927
Saudi Arabian Insurance Company B.S.C (C) (Shareholder)	Premiums ceded	**(179)**	(195)		
	Commission received	**45**	49		
	Balance due from			**1,137**	806
	Net balance			**1,137**	806

Compensation of key management personnel

Key management personnel of the Company include all directors (executives and non-executives) and senior management. The summary of compensation of key management personnel for the period ended 30 June is as follows:

	BOD and committee members (Non-Executive)		**Top Executives including the CEO and CFO**	
	Six-month period ended 30 June		**Six-month period ended 30 June**	
	2026	2025	**2026**	2025
	SAR'000	SAR'000	**SAR'000**	SAR'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Short-term benefits	**461**	777	**5,131**	6,438
Bonus	**-**	-	**1,280**	1,754
Employees' end-of-service benefits	**-**	-	**281**	354
	461	777	**6,692**	8,546

18 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 statement of income. Segment assets and liabilities comprise operating assets and liabilities.

There have been no changes to the basis of segmentation or the measurement basis for the segment surplus or deficit since 31 December 2025.

Segment assets do not include cash and cash equivalents, murabaha deposits, investments, prepayment and other assets, property and equipment, intangible assets, statutory deposit and accrued income on statutory deposit, accordingly, they have remained unallocated. Segment liabilities do not include accrued expenses and other liabilities, employees' end of service benefits, provision for zakat and accrued income on statutory deposit, accordingly, they have remained unallocated.

The segment information provided to the Company's Board of Directors for the reportable segments for the Company's total assets and liabilities at 30 June 2026, its total revenues, expenses, and net income for period ended, are as follows:

Operating segments	30 June 2026 (Unaudited)						
	Insurance operations						
	Medical	Motor	Property & Casualty	Protection	Total - Insurance operations	Sharehold-ers' operations	Total
	(SAR'000)						
ASSETS							
Cash and cash equivalents	-	-	-	-	224,350	114	224,464
Insurance contract assets	72,441	94,913	17,342	20,470	205,166	-	205,166
Reinsurance contract assets	-	10,212	949,858	12,689	972,759	-	972,759
Murabaha deposits	-	-	-	-	291,454	16,223	307,677
Financial assets at fair value through other	-	-	-	-	72,722	-	72,722
Financial assets at fair value through profit or loss "FVTPL"	-	-	-	-	390	36,148	36,538
Financial assets at amortised cost – net	-	-	-	-	18,744	212,558	231,302
Prepayments and other assets	-	-	-	-	16,371	-	16,371
Property and equipment	-	-	-	-	19,146	48,196	67,342
Intangible assets	-	-	-	-	14,792	-	14,792
Statutory deposit	-	-	-	-	-	30,000	30,000
Accrued income on statutory deposit	-	-	-	-	-	938	938
TOTAL ASSETS	72,441	105,125	967,200	33,159	1,835,894	344,177	2,180,071
LIABILITIES AND EQUITY							
Insurance contract liabilities	91,017	423,845	1,037,242	16,193	1,568,297	-	1,568,297
Reinsurance contract liabilities	-	7,067	128,641	13,227	148,935	-	148,935
Accrued expenses and other liabilities	-	-	-	-	18,427	7,774	26,201
Employees' end-of-service benefits	-	-	-	-	569	-	569
Provision for zakat	-	-	-	-	-	3,963	3,963
Accrued commission income payable to Insurance Authority	-	-	-	-	-	938	938
Share capital	-	-	-	-	-	300,000	300,000
Statutory reserve	-	-	-	-	-	18,902	18,902
Retained Earnings	-	-	-	-	-	35,992	35,992
Re-measurement reserve of employees' end-of-service benefits	-	-	-	-	5,475	-	5,475
Fair value reserve on investments	-	-	-	-	70,799	-	70,799
TOTAL LIABILITIES AND EQUITY	91,017	430,912	1,165,883	29,420	1,812,502	367,569	2,180,071

18 OPERATING SEGMENTS (continued)

	31 December 2025 (Audited)						
Operating segments	Medical	Motor	Property & Casualty	Protection	Total - Insurance operations	Shareholders' operations	Total
	(SAR'000)						
ASSETS							
Cash and cash equivalents	-	-	-	-	179,867	139	180,006
Insurance contract assets	25,448	82,818	135,079	3,252	246,597	-	246,597
Reinsurance contract assets	-	11,611	1,094,153	11,198	1,116,962	-	1,116,962
Murabaha deposits	-	-	-	-	187,608	62,419	250,027
Financial assets at fair value through other comprehensive income "FVOCI"	-	-	-	-	72,722	-	72,722
Financial assets at fair value through profit or loss "FVTPL"	-	-	-	-	365	35,897	36,262
Financial assets at amortised cost – net	-	-	-	-	20,006	165,682	185,688
Prepayments and other assets	-	-	-	-	24,497	67	24,564
Property and equipment	-	-	-	-	18,287	47,705	65,992
Intangible assets	-	-	-	-	15,290	-	15,290
Statutory deposit	-	-	-	-	-	30,000	30,000
Accrued income on statutory deposit	-	-	-	-	-	236	236
TOTAL ASSETS	25,448	94,429	1,229,232	14,450	1,882,201	342,145	2,224,346
LIABILITIES AND EQUITY							
Insurance contract liabilities	33,052	266,993	1,321,769	12,503	1,634,317	-	1,634,317
Reinsurance contract liabilities	-	7,392	135,982	6,676	150,050	-	150,050
Accrued expenses and other liabilities	-	-	-	-	9,373	8,396	17,769
Employees' end-of-service benefits	-	-	-	-	544	-	544
Provision for zakat	-	-	-	-	-	6,213	6,213
Accrued commission income payable to Insurance Authority	-	-	-	-	-	236	236
Share capital	-	-	-	-	-	300,000	300,000
Statutory reserve	-	-	-	-	-	18,902	18,902
Retained Earnings	-	-	-	-	-	20,041	20,041
Fair value reserve on investments	-	-	-	-	5,475	-	5,475
Re-measurement reserve of employees' end-of-service benefits	-	-	-	-	70,799	-	70,799
TOTAL LIABILITIES AND EQUITY	33,052	274,385	1,457,751	19,179	1,870,558	353,788	2,224,346

Statement of income and comprehensive income

18 OPERATING SEGMENTS (continued)

	Six-month period ended 30 June 2026 (Unaudited)					
Operating segments	**Property & Casualty**	**Motor**	**Medical**	**Protection**	**Others**	**Total**
	(SAR'000)					
INSURANCE SERVICE RESULT						
Insurance revenue	225,312	457,393	59,445	1,590	-	743,740
Insurance service expense	(7,408)	(433,744)	(57,192)	2,805	-	(495,539)
Insurance service result before reinsurance contracts held	217,904	23,649	2,253	4,395	-	248,201
Allocation of reinsurance premiums	(190,399)	(4,663)	-	(903)	-	(195,965)
Amounts (payable to) / recoverable from reinsurers for incurred claims	(35,931)	292	-	(6,996)	-	(42,635)
Net expenses from reinsurance contracts held	(226,330)	(4,371)	-	(7,899)	-	(238,600)
Share of surplus from insurance pools	-	-	-	-	-	-
Insurance service result	(8,426)	19,278	2,253	(3,504)	-	9,601
Net gains / (losses) on FVTPL investments	-	-	-	-	276	276
Other investment income	-	-	-	-	15,523	15,523
Net investment income	-	-	-	-	15,799	15,799
Finance expenses on insurance contracts issued	(20,603)	(381)	(459)	(476)	-	(21,919)
Finance income from reinsurance contracts held	18,137	119	-	308	-	18,564
Net insurance finance expenses	(2,466)	(262)	(459)	(168)	-	(3,355)
Net insurance and investment result	(10,892)	19,016	1,794	(3,672)	15,799	22,045
Other income	-	-	-	-	1,928	1,928
Other operating expenses	-	-	-	-	(5,346)	(5,346)
Net (loss) / income for the period before zakat attributable to the shareholders	(10,892)	19,016	1,794	(3,672)	12,381	18,627
Provision for zakat	-	-	-	-	(2,676)	(2,676)
Net (loss) / income for the period after zakat attributable to the shareholders	(10,892)	19,016	1,794	(3,672)	9,705	15,951

18 OPERATING SEGMENTS (continued)

	Six-month period ended 30 June 2026 (Unaudited)				
Customers' category	**Property & Casualty**	**Motor**	**Medical**	**Protection**	**Total**
			(SAR'000)		
Insurance revenue					
Retail	338	235,010	7,568	-	242,916
Very small	4,042	4,687	2,341	-	11,070
Small	9,049	15,610	6,015	545	31,219
Medium	16,416	108,507	16,723	884	142,530
Corporate	195,467	93,579	26,798	161	316,005
Total insurance revenue	225,312	457,393	59,445	1,590	743,740

Customers' category	**Property & Casualty**	**Motor**	**Medical**	**Protection**	**Total**
			(SAR'000)		
Gross written premiums					
Retail	564	329,247	10,360	-	340,171
Very small	6,746	6,566	3,204	-	16,516
Small	15,104	21,870	8,232	175	45,381
Medium	27,399	152,018	22,893	284	202,594
Corporate	326,241	131,104	36,686	52	494,083
Total gross written premiums	376,054	640,805	81,375	511	1,098,745

Customers' category	**Property & Casualty**	**Motor**	**Medical**	**Protection**	**Total**
			(SAR'000)		
Reinsurance premium ceded					
Local	(132,001)	(1,392)	-	-	(133,393)
Foreign	(203,915)	(3,281)	-	(278)	(207,474)
Total reinsurance premium ceded	(335,916)	(4,673)	-	(278)	(340,867)

Statement of income and comprehensive income

18 OPERATING SEGMENTS (continued)

Operating segments	Three-month period ended 30 June 2026 (Unaudited)					
	Property & Casualty	Motor	Medical	Protection	Others	Total
	(SAR'000)					
INSURANCE SERVICE RESULT						
Insurance revenue	114,481	248,940	30,525	931	-	394,877
Insurance service expense	(6,302)	(245,733)	(25,363)	3,464	-	(273,934)
Insurance service result before reinsurance contracts held	108,179	3,207	5,162	4,395	-	120,943
Allocation of reinsurance premiums	(93,294)	(2,098)	-	(489)	-	(95,881)
Amounts recoverable from reinsurers for incurred claims	(17,544)	421	-	(7,546)	-	(24,669)
Net expenses from reinsurance contracts held	(110,838)	(1,677)	-	(8,035)	-	(120,550)
Share of surplus from insurance pools	-	-	-	-	-	-
Insurance service result	(2,659)	1,530	5,162	(3,640)	-	393
Net loss on FVTPL investments	-	-	-	-	(997)	(997)
Other investment income	-	-	-	-	8,299	8,299
Net investment income	-	-	-	-	7,302	7,302
Finance expenses on insurance contracts issued	(8,563)	(47)	(167)	(347)	-	(9,124)
Finance income from reinsurance contracts held	7,452	13	-	208	-	7,673
Net insurance finance expenses	(1,111)	(34)	(167)	(139)	-	(1,451)
Net insurance and investment result	(3,770)	1,496	4,995	(3,779)	7,302	6,244
Other income	-	-	-	-	1,106	1,106
Other operating expenses	-	-	-	-	(3,376)	(3,376)
Net (loss) / income for the period before zakat attributable to the shareholders	(3,770)	1,496	4,995	(3,779)	5,032	3,974
Provision for zakat	-	-	-	-	(1,112)	(1,112)
Net (loss) / income for the period after zakat attributable to the shareholders	(3,770)	1,496	4,995	(3,779)	3,920	2,862

18 OPERATING SEGMENTS (continued)

	Three-month period ended 30 June 2026 (Unaudited)				
Customers' category	**Property & Casualty**	**Motor**	**Medical**	**Protection**	**Total**
	(SAR'000)				
Insurance revenue					
Retail	548	148,070	2,872	-	151,490
Very small	6,711	1,322	2,480	-	10,513
Small	13,515	2,716	5,406	470	22,107
Medium	21,524	58,898	11,527	408	92,357
Corporate	72,183	37,934	8,240	53	118,410
Total insurance revenue	114,481	248,940	30,525	931	394,877

Customers' category	**Property & Casualty**	**Motor**	**Medical**	**Protection**	**Total**
	(SAR'000)				
Gross written premiums					
Retail	323	166,485	1,924	-	168,732
Very small	3,959	1,486	1,661	-	7,106
Small	7,973	3,054	3,621	175	14,823
Medium	12,698	66,223	7,721	152	86,794
Corporate	42,585	42,652	5,519	20	90,776
Total gross written premiums	67,538	279,900	20,446	347	368,231

Customers' category	**Property & Casualty**	**Motor**	**Medical**	**Protection**	**Total**
	(SAR'000)				
Reinsurance premium ceded					
Local	(11,502)	(627)	-	-	(12,129)
Foreign	(38,858)	(1,464)	-	(181)	(40,503)
Total reinsurance premium ceded	(50,360)	(2,091)	-	(181)	(52,632)

Statement of income and comprehensive income

18 OPERATING SEGMENTS (continued)

	Six-month period ended 30 June 2025 (Unaudited)					
Operating segments	Property & Casualty	Motor	Medical	Protection	Others	Total
	(SAR'000)					
INSURANCE SERVICE RESULT						
Insurance revenue	236,302	238,595	55,915	24,880	-	555,692
Insurance service expense	(135,575)	(208,898)	(56,161)	(16,128)	-	(416,762)
Insurance service result before reinsurance contracts held	100,727	29,697	(246)	8,752	-	138,930
Allocation of reinsurance premiums	(193,264)	(4,043)	(687)	(14,144)	-	(212,138)
Amounts (payable to) / recoverable from reinsurers for incurred claims	90,089	1,125	12	8,315	-	99,541
Net expenses from reinsurance contracts held	(103,175)	(2,918)	(675)	(5,829)	-	(112,597)
Share of surplus from insurance pools	-	-	-	-	336	336
Insurance service result	(2,448)	26,779	(921)	2,923	336	26,669
Net loss on FVTPL investments	-	-	-	-	(3,103)	(3,103)
Other investment income	-	-	-	-	15,329	15,329
Net investment income	-	-	-	-	12,226	12,226
Finance expenses on insurance contracts issued	(20,994)	(2,648)	(906)	70	-	(24,478)
Finance income from reinsurance contracts held	18,846	116	-	(48)	-	18,914
Net insurance finance expenses	(2,148)	(2,532)	(906)	22	-	(5,564)
Net insurance and investment result	(4,596)	24,247	(1,827)	2,945	12,562	33,331
Other income	-	-	-	-	2,152	2,152
Other operating expenses	-	-	-	-	(4,696)	(4,696)
Net income for the period before zakat attributable to the shareholders	(4,596)	24,247	(1,827)	2,945	10,018	30,787
Provision for zakat	-	-	-	-	(3,127)	(3,127)
Net (loss) / income for the period after zakat attributable to the shareholders	(4,596)	24,247	(1,827)	2,945	6,891	27,660

18 OPERATING SEGMENTS (continued)

	Six-month period ended 30 June 2025 (Unaudited)				
Customers' category	Property & Casualty	Motor	Medical	Protection	Total
	(SAR'000)				
Insurance revenue					
Retail	471	159,193	3,522	-	163,186
Very small	4,268	4,081	4,479	-	12,828
Small	5,095	8,395	7,673	99	21,262
Medium	22,877	31,008	25,080	348	79,313
Corporate	203,591	35,918	15,161	24,433	279,103
Total insurance revenue	236,302	238,595	55,915	24,880	555,692

Customers' category	Property & Casualty	Motor	Medical	Protection	Total
	(SAR'000)				
Gross written premiums					
Retail	773	196,705	2,535	-	200,013
Very small	7,004	5,043	3,224	-	15,271
Small	8,361	10,373	5,523	23	24,280
Medium	37,538	38,314	18,054	81	93,987
Corporate	334,063	44,380	10,914	5,695	395,052
Total gross written premiums	387,739	294,815	40,250	5,799	728,603

Customers' category	Property & Casualty	Motor	Medical	Protection	Total
	(SAR'000)				
Reinsurance premium ceded					
Local	(143,942)	(1,202)	-	-	(145,144)
Foreign	(200,440)	(2,865)	(687)	(3,839)	(207,831)
Total reinsurance premium ceded	(344,382)	(4,067)	(687)	(3,839)	(352,975)

Statement of income and comprehensive income

18 OPERATING SEGMENTS (continued)

	Three-month period ended 30 June 2025 (Unaudited)					
Operating segments	Property & Casualty	Motor	Medical	Protection	Others	Total
	(SAR'000)					
INSURANCE SERVICE RESULT						
Insurance revenue	121,370	122,149	23,713	25,007	-	292,239
Insurance service expense	(138,935)	(104,316)	(27,106)	(17,143)	-	(287,500)
Insurance service result before reinsurance contracts held	(17,565)	17,833	(3,393)	7,864	-	4,739
Allocation of reinsurance premiums	(99,862)	(1,988)	126	(14,322)	-	(116,046)
Amounts recoverable from reinsurers for incurred claims	113,305	1,697	12	9,248	-	124,262
Net (expenses) / income from reinsurance contracts held	13,443	(291)	138	(5,074)	-	8,216
Share of surplus from insurance pools	-	-	-	-	-	-
Insurance service result	(4,122)	17,542	(3,255)	2,790	-	12,955
Net loss on FVTPL investments	-	-	-	-	(167)	(2,114)
Other investment income	-	-	-	-	7,848	7,848
Net investment income	-	-	-	-	7,681	5,734
Finance expenses on insurance contracts issued	(8,201)	(1,092)	(279)	180	-	(9,392)
Finance income from reinsurance contracts held	7,332	11	-	(115)	-	7,228
Net insurance finance expenses	(869)	(1,081)	(279)	65	-	(2,164)
Net insurance and investment result	(4,991)	16,461	(3,534)	2,855	7,681	16,525
Other income	-	-	-	-	696	696
Other operating expenses	-	-	-	-	(2,246)	(2,246)
Net income for the period before zakat attributable to the shareholders	(4,991)	16,461	(3,534)	2,855	6,131	14,975
Surplus attributed to the insurance operations	-	-	-	-	-	-
Total income for the period attributable to the shareholders before zakat	(4,991)	16,461	(3,534)	2,855	6,131	14,975
Provision for zakat	-	-	-	-	(1,563)	(1,563)
Net income for the period after zakat attributable to the shareholders	(4,991)	16,461	(3,534)	2,855	4,568	13,412

18 OPERATING SEGMENTS (continued)

	Three-month period ended 30 June 2025 (Unaudited)				
Customers' category	Property & Casualty	Motor	Medical	Protection	Total
	(SAR'000)				
Insurance revenue					
Retail	748	94,563	755	-	96,066
Very small	13,348	1,030	1,885	-	16,263
Small	12,459	2,433	2,395	99	17,386
Medium	32,349	11,172	9,943	337	53,801
Corporate	62,466	12,951	8,735	24,571	108,723
Total insurance revenue	121,370	122,149	23,713	25,007	292,239

Customers' category	Property & Casualty	Motor	Medical	Protection	Total
	(SAR'000)				
Gross written premiums					
Retail	266	111,530	643	-	112,439
Very small	4,744	1,215	1,605	-	7,564
Small	4,428	2,870	2,040	23	9,361
Medium	11,497	13,177	8,468	78	33,220
Corporate	22,201	15,273	7,439	5,695	50,608
Total gross written premiums	43,136	144,065	20,195	5,796	213,192

Customers' category	Property & Casualty	Motor	Medical	Protection	Total
	(SAR'000)				
Reinsurance premium ceded					
Local	(5,370)	(591)	-	-	(5,961)
Foreign	(27,921)	(1,441)	126	(3,837)	(33,073)
Total reinsurance premium ceded	(33,291)	(2,032)	126	(3,837)	(39,034)

19 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 new shares.

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

- Minimum Capital Requirement
- Premium Solvency Margin
- Claims Solvency Margin

The capital structure of the Company as at 30 June 2026 consists of paid-up share capital of SAR 300 million, statutory reserves of SAR 18.90 million and retained earnings of SAR 35.99 million (31 December 2025: paid-up share capital of SAR 300 million, statutory reserves of SAR 18.90 million and retained earnings of SAR 20.04 million) in the statement of financial position. In the opinion of Board of Directors, the Company has fully complied with the externally imposed capital requirements during the reported financial period.

20 RISK MANAGEMENT

Risk governance

The Company's risk governance is manifested in a set of established policies, procedures and controls which uses the existing organizational structure to meet strategic targets. The Company's philosophy revolves on willing and knowledgeable risk acceptance commensurate with the risk appetite and strategic plan approved by the Board. The Company is exposed to insurance, reinsurance, regulatory framework, credit, liquidity, foreign currency, commission rate, fund price risk, market price risk and capital management risks.

Risk management structure

A cohesive organizational structure is established within the Company in order to identify, assess, monitor, and control risks.

Board of Directors

The apex of risk governance is the centralized oversight of Board of Directors providing direction and the necessary approvals of strategies and policies in order to achieve defined corporate goals.

Senior management

Senior management is responsible for the day to day operations towards achieving the strategic goals within the Company's pre-defined risk appetite.

Audit Committee and Internal Audit Department

Risk management processes throughout the Company are audited annually by the Internal Audit Department which examines both the adequacy of the procedures and the Company's compliance with such procedures. The Internal Audit Department discusses the results of all assessments with senior management, and reports its findings and recommendations directly to the Audit Committee.

The risks faced by the Company and the manner in which these risks are mitigated by management are set out below:

a) **Insurance risk**

Insurance risk is the risk that actual claims payable to contract holders in respect of insured events exceed the carrying amount of insurance liabilities. This could occur because the frequency or amounts of claims severity, actual benefits paid and subsequent development of long term claims are different than expected. Therefore the objective of the Company is to ensure that sufficient resources are available to cover these liabilities. The insurance risk arising from insurance contracts is mainly concentrated in the Kingdom of Saudi Arabia.

20 RISK MANAGEMENT (Continued)

b) Reinsurance risk

In line with other insurance companies, the Company, in the normal course of business, enters into agreements with other parties for reinsurance purposes in order to minimize financial exposure arising from large claims. Such reinsurance arrangements provide for greater diversification of business, allow management to control exposure to potential losses arising from large risks, and provide additional capacity for growth. A significant portion of the reinsurance is affected under treaty, facultative and excess of loss reinsurance contracts.

To minimize its exposure to significant losses from reinsurance companies' insolvencies, the Company evaluates the financial condition of reinsurance companies and monitors the concentrations of credit risk arising from similar geographic regions, activities and economic characteristics of reinsurance companies.

c) Regulatory framework risk

The operations of the Company are subject to local regulatory requirements in the Kingdom of Saudi Arabia. Such regulations not only prescribe approval and monitoring of activities but also impose certain restrictive provisions e.g. capital adequacy to minimize the risk of default and insolvency on the part of the insurance companies and to enable them to meet unforeseen liabilities as these arise.

d) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. For all classes of financial assets held by the Company, the maximum exposure to credit risk to the Company is the carrying value as disclosed in the statement of financial position.

The following policies and procedures are in place to mitigate the Company's exposure to credit risk:

• The Company only enters into insurance and reinsurance contracts with recognized, creditworthy third parties. It is the Company's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivables from insurance and reinsurance contracts are monitored on an ongoing basis in order to reduce the Company's exposure to bad debts.

• The Company seeks to limit credit risk with respect to agents and brokers by setting credit limits for individual agents and brokers and monitoring outstanding receivables.

• Cash and cash equivalents, time deposits and the statutory deposit are maintained with local banks approved by the management. The banks with which cash and cash equivalents are maintained have sound financial position.

• The Company's investment in funds and portfolios are managed by the investment officer in accordance with the investment policy established by the investment committee.

The table below shows the maximum exposure to credit risk for the components of the interim condensed statement of financial position.

Investment grade	**30 June 2026 SAR '000 (Unaudited)**	31 December 2025 SAR'000 (Audited)
Cash and cash equivalents	**224,464**	180,006
Murabaha deposits	**307,677**	250,027
Financial assets at fair value through other comprehensive income	**72,722**	72,722
Financial assets at fair value through profit or loss	**36,538**	36,262
Financial assets at amortised cost – net	**231,302**	185,688
Statutory deposit	**30,000**	30,000
Accrued income on statutory deposit	**938**	236
	903,641	754,941

Non-investment grade	**30 June 2026 SAR '000 (Unaudited)**	31 December 2025 SAR'000 (Audited)
Reinsurance contract assets	**972,759**	1,116,962
Prepayments and other assets	**16,371**	24,564
	989,130	1,141,526
Total	**1,892,771**	1,896,467

Investment grade ratings refers to companies with sound credit standing of AAA to BBB- (as per a reputable credit agency) and/or Aaa to Baa3 (as per Moody's).

20 RISK MANAGEMENT (Continued)

e) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its commitments associated with financial liabilities when they due.

Liquidity requirements are monitored on a monthly basis and management ensures that sufficient liquid funds are available to meet any commitments as they arise.

Maturity profile

The table below summarizes the maturity date of the financial assets and financial liabilities of the Company based on the remaining expected undiscounted contractual obligations.

	30 June 2026 (Unaudited) (SAR'000)		
FINANCIAL ASSETS	**Less than one year**	**More than one year**	**Total**
Cash and cash equivalents	**224,464**	**-**	**224,464**
Murabaha deposits	**307,677**	**-**	**307,677**
Financial assets at fair value through other comprehensive income	**-**	**72,722**	**72,722**
Financial assets at fair value through profit or loss	**36,538**	**-**	**36,538**
Financial assets at amortised cost – net	**-**	**231,302**	**231,302**
Prepayments and other assets	**16,371**	**-**	**16,371**
Statutory deposit	**-**	**30,000**	**30,000**
Accrued income on statutory deposit	**938**	**-**	**938**
	585,988	**334,024**	**920,012**
FINANCIAL LIABILITIES			
Accrued expenses and other liabilities	**26,201**	**-**	**26,201**
Employees' end-of-service benefits	**-**	**569**	**569**
Accrued commission income payable to Insurance Authority	**938**	**-**	**938**
	27,139	**569**	**27,708**

	31 December 2025 (Audited) (SAR'000)		
FINANCIAL ASSETS	Less than one year	More than one year	Total
Cash and cash equivalents	180,006	-	180,006
Murabaha deposits	250,027	-	250,027
Financial assets at fair value through other comprehensive income	-	72,722	72,722
Financial assets at fair value through profit or loss	36,262	-	36,262
Financial assets at amortised cost – net	-	185,688	185,688
Prepayments and other assets	24,564	-	24,564
Statutory deposit	-	30,000	30,000
Accrued income on statutory deposit	236	-	236
	491,095	288,410	779,505
FINANCIAL LIABILITIES			
Accrued expenses and other liabilities	17,769	-	17,769
Employees' end-of-service benefits	-	544	544
Accrued commission income payable to Insurance Authority	236	-	236
	18,005	544	18,549

Liquidity profiles

None of the liabilities on the statement of financial position are based on discounted cash flows and are payable on a current basis within 1 year except employees end-of-service benefits.

20 RISK MANAGEMENT (Continued)

***f)* Foreign currency risk**

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company's principal transactions are denominated in Saudi Riyal. Management believes that there is minimal risk of significant losses due to exchange rate fluctuations and consequently the Company does not hedge its foreign currency exposure.

***g)* Commission rate risk**

Commission rate risk is the risk that the value or future cash flows of a financial instrument will fluctuate because of changes in market commission rates. Floating rate financial instruments expose the Company to cash flows special commission risk, whereas fixed commission rate financial instruments expose the Company to fair value interest risk.

The Company is exposed to special commission rate risk on some of its investments. The Company limits commission rate risk by monitoring changes in commission rates in the currencies in which its investments are denominated.

The sensitivity of the income is the effect of assumed changes in special commission rates, with all other variables held constant, on the Company's profit for one year, based on the floating rate financial assets held at 30 June 2026.

***h)* Interest rate risk**

Interest rate risk is the potential change in the fair value of financial instruments and expected cash flows as a result of changes in interest rates. Management constantly monitors developments in global and local interest rates and accordingly allocates the durations of its term deposits and sukuk investments. Investments in term deposits and sukuk instruments have various maturities in order to maximise investment returns while ensuring that liquidity requirements are continuously met. Details of maturities of interest-bearing securities using discounted cash flows are as follows:

	30 June 2026 (Unaudited) (SAR'000)			
	3 months to 1 year	**1 year to 3 years**	**More than 3 years**	**Total**
Murabaha deposits	**307,677**	**-**	**-**	**307,677**
Financial assets at amortised cost – net	**-**	**-**	**231,302**	**231,302**
	307,677	**-**	**231,302**	**538,979**

	31 December 2025 (Audited) (SAR'000)			
	3 months to 1 year	1 year to 3 years	More than 3 years	Total
Murabaha deposits	250,027	-	-	250,027
Financial assets at amortised cost – net	-	-	185,688	185,688
	250,027	-	185,688	435,715

***i)* Market price risk**

Market price risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from commission rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or other factors affecting all similar financial instruments traded in the market.

The Company has investment in equity securities (see Note 6) which is classified as fair value through other comprehensive income "FVOCI". The Company limits market price risk by closely monitoring relevant financial indicators, industry trends and comparable publicly traded securities.

***j)* Operational risk**

Operational risk is the risk of direct or indirect loss resulting from a wide range of reasons related to operations, technology and infrastructure that support the Company's internal and external operations with the Company's service providers and from external factors other than credit, market risk and liquidity such as those arising from legal requirements Regulatory and generally accepted standards for the conduct of investment management. Operational risk arises from all of the Company's activities.

The objective of the Company is to manage operational risk in order to balance the reduction of financial losses and damage to its reputation in achieving its investment objective of generating returns for investors. The primary responsibility for the development and implementation of operational risk controls rests with the Board of Directors. This responsibility includes controls and control in the following areas:

- Requirements for the appropriate separation of duties between different functions, roles and responsibilities;
- Settlement and monitoring requirements; - Compliance with regulatory requirements and other legal requirements;

- Documentation of controls and procedures; - Requirements for periodic assessment of operational risks facing, and adequacy of controls and procedures to address identified risks; Ethical standards and business standards; and risk mitigation policies and procedures.

21 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

- in the principal market for the asset or liability, or
- in the most advantageous market for the asset or liability, if the principal market does not exist.

The management assessed that cash and cash equivalent, accrual and other liabilities and other financial assets and liabilities approximate their carrying amounts largely due to the short term maturities of these instruments.

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

Level 1: Quoted market prices in an active market (that are unadjusted) for identical assets or liabilities,
Level 2: Valuation techniques (for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable), and

Level 3: Valuation techniques (for which the lowest level input that is significant to the fair value measurement is unobservable).

During the period ended 30 June 2026, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurements.

a) Carrying amounts and fair value

The following table shows the carrying amount and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial asset and liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value, as these are either short-term in nature or carry interest rates which are based on prevalent market interest rates.

As at 30 June 2026 (Unaudited)

	(SAR'000)				
	Carrying value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets:					
Financial assets at fair value through other comprehensive income "FVOCI"	**72,722**	**-**	**-**	**72,722**	**72,722**
Financial assets at fair value through profit or loss "FVTPL"	**36,538**	**36,538**	**-**	**-**	**36,538**
	109,260	**36,538**	**-**	**72,722**	**109,260**

The fair values of other financial assets and liabilities, not included in the table above, are not materially different from the carrying values included in the financial information.

As at 31 December 2025 (Audited)

	(SAR'000)				
	Carrying value	Level 1	Level 2	Level 3	Total
Financial assets:					
Financial assets at fair value through other comprehensive income "FVOCI"	72,722	-	-	72,722	72,722
Financial assets at fair value through profit or loss "FVTPL"	36,262	36,262	-	-	36,262
	108,984	36,262	-	72,722	108,984

The investment in equity security represents shareholding in Najm for Insurance Services. Its fair value has been calculated using a combination of discounted cash flow technique and market multiples method.

-Discounted cashflows ("DCF") method: The DCF valuation discounts the future operating cash flows of the Company to their present value using a weighted average cost of capital as the discount rate ("WACC"). The value derived from such an analysis results into a value for the enterprise (the "Enterprise Value"). This value includes the equity value of the Company in addition to its net debt position. In order to arrive to an equity value of a company (the "Equity Value"), all outstanding financial debt and debt-like items, adjusted for excess cash, lack of control discount and other liquid financial assets such as Murabahas and other investments, are subtracted from the Enterprise Value; and

21 FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued)

-**Market multiples method**: The acquisition multiples of comparable private precedent transactions were assessed to indicate the value of the Company based on similar private transactions that have occurred during the previous period and covering full economic cycle. The Company has relied on local multiples valuation consisting of companies operating with a similar business model.

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

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

There were no transfers between levels of the fair value hierarchy for the period ended 30 June 2026 and 31 December 2025. Additionally, there were no changes in the valuation techniques. Furthermore, there were no transfers into and out of level 3 measurements.

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

		Fair value	
		30 June 2026	31 December 2025
Unquoted equity investment in Najm		**72,722**	72,722
Relationship of Unobservable input to Fair value	**Unobservable inputs**	**30 June 2026**	31 December 2025
Reducing the Earnings growth factor to 4%, would decrease the fair value by SAR 0.4 million. (2025: Reducing the Earnings growth factor to 4%, would decrease the fair value by SAR 0.4 million)	Earnings growth factor	**5.70%**	5.70%
Reducing the revenue growth rate by 100 basis points, would decrease the fair value by SAR 0.6 million. (2025: SAR 0.6 million)	Revenue growth rate	**9.00%**	9.00%
Increasing the WACC by 100 basis points, would decrease the fair value by SAR 1.8 million. (2025: SAR 1.8 million)	WACC	**16.50%**	16.50%
Reducing the terminal value growth rate to 0.5%, would decrease the fair value by SAR 1.1 million. (2025: SAR 1.1 million)	Terminal value growth rate	**1.50%**	1.50%
Reducing the EV/EBITDA multiple to 6.3, would decrease the fair value by SAR 1.8 million. (2025: SAR 1.8 million)	EV/EBITDA multiple	**7**	7

22 COMMITMENTS AND CONTINGENCIES

CONTINGENCIES

The Company operates in the insurance industry 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 pending or threatened legal proceedings, management does not believe that such proceedings (including litigations) will have a material effect on its results and financial position.

COMMITMENTS

During 2020, the Company entered into an agreement for the construction of the commercial building on the land under deed No. 2/214 located at the Salahuddin Al-Ayyubi Road, Riyadh, Kingdom of Saudi Arabia.

The Company is committed to half of the incurred capital expenditure for the acquisition of land and construction of the building, and the transaction will be recognized as the development progresses and upon completion of the transfer of the underlying right and obligations.

23 APPROVAL OF INTERIM CONDENSED FINANCIAL INFORMATION

The interim condensed financial information was authorized for issue in accordance with a resolution of the Board of Directors on 19 Safar, 1448AH (corresponding to 02 August 2026).

SAUDI ARABIAN COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
SUPPLEMENTARY INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

SUPPLEMENTARY INFORMATION

	30 June 2026 (Unaudited)			31 December 2025 (Audited)		
	Insurance operations	**Shareholders' operations**	**Total**	Insurance operations	Shareholders' operations	Total
ASSETS			**(SAR'000)**			
Cash and cash equivalents	**224,350**	**114**	**224,464**	179,867	139	180,006
Insurance contract assets	**205,166**	**-**	**205,166**	246,597	-	246,597
Reinsurance contract assets	**972,759**	**-**	**972,759**	1,116,962	-	1,116,962
Murabaha deposits	**291,454**	**16,223**	**307,677**	187,608	62,419	250,027
Financial assets at fair value through other comprehensive income "FVOCI"	**72,722**	**-**	**72,722**	72,722	-	72,722
Financial assets at fair value through profit or loss "FVTPL"	**390**	**36,148**	**36,538**	365	35,897	36,262
Financial assets at amortised cost – net	**18,744**	**212,558**	**231,302**	20,006	165,682	185,688
Prepayments and other assets	**16,371**	**-**	**16,371**	24,497	67	24,564
Property and equipment	**19,146**	**48,196**	**67,342**	18,287	47,705	65,992
Intangible assets	**14,792**	**-**	**14,792**	15,290	-	15,290
Statutory deposit	**-**	**30,000**	**30,000**	-	30,000	30,000
Accrued income on statutory deposit	**-**	**938**	**938**	-	236	236
Current account between policyholders' and shareholders' operations	**(23,392)**	**23,392**	**-**	(11,643)	11,643	-
TOTAL ASSETS	**1,812,502**	**367,569**	**2,180,071**	1,870,558	353,788	2,224,346
LIABILITIES						
Insurance contract liabilities	**1,568,297**	**-**	**1,568,297**	1,634,317	-	1,634,317
Reinsurance contract liabilities	**148,935**	**-**	**148,935**	150,050	-	150,050
Accrued expenses and other liabilities	**18,427**	**7,774**	**26,201**	9,373	8,396	17,769
Employees' end-of-service benefits	**569**	**-**	**569**	544	-	544
Provision for zakat	**-**	**3,963**	**3,963**	-	6,213	6,213
Accrued commission income payable to Insurance Authority	**-**	**938**	**938**	-	236	236
TOTAL LIABILITIES	**1,736,228**	**12,675**	**1,748,903**	1,794,284	14,845	1,809,129
EQUITY						
Share capital	**-**	**300,000**	**300,000**	-	300,000	300,000
Statutory reserve	**-**	**18,902**	**18,902**	-	18,902	18,902
Retained earnings	**-**	**35,992**	**35,992**	-	20,041	20,041
Re-measurement reserve of employees' end-of-service benefits	**5,475**	**-**	**5,475**	5,475	-	5,475
Fair value reserve on investments	**70,799**	**-**	**70,799**	70,799	-	70,799
TOTAL EQUITY	**76,274**	**354,894**	**431,168**	76,274	338,943	415,217
TOTAL LIABILITIES AND EQUITY	**1,812,502**	**367,569**	**2,180,071**	1,870,558	353,788	2,224,346

SUPPLEMENTARY INFORMATION (continued)

	Six-month period ended 30 June 2026 (Unaudited)			Six-month period ended 30 June 2025 (Unaudited)		
	Insurance operations	**Shareholders' operations**	**Total**	Insurance operations	Shareholders' operations	Total
	(SAR'000)					
REVENUES						
Insurance revenue	**743,740**	**-**	**743,740**	555,692	-	555,692
Insurance service expense	**(495,539)**	**-**	**(495,539)**	(416,762)	-	(416,762)
Insurance service result before reinsurance contracts held	**248,201**	**-**	**248,201**	138,930	-	138,930
Allocation of reinsurance premiums	**(195,965)**	**-**	**(195,965)**	(212,138)	-	(212,138)
Amounts (payable to) / recoverable from reinsurers for incurred claims	**(42,635)**	**-**	**(42,635)**	99,541	-	99,541
Net expenses from reinsurance contracts held	**(238,600)**	**-**	**(238,600)**	(112,597)	-	(112,597)
Share of surplus from insurance pools	**-**	**-**	**-**	336	-	336
Insurance service result	**9,601**	**-**	**9,601**	26,669	-	26,669
Net gains / (losses) on FVTPL investments	**24**	**252**	**276**	(277)	(2,826)	(3,103)
Other investment income	**9,858**	**5,665**	**15,523**	9,854	5,475	15,329
Net investment income	**9,882**	**5,917**	**15,799**	9,577	2,649	12,226
Finance expenses on insurance contracts issued	**(21,919)**	**-**	**(21,919)**	(24,478)	-	(24,478)
Finance income from reinsurance contracts held	**18,564**	**-**	**18,564**	18,914	-	18,914
Net insurance finance loss	**(3,355)**	**-**	**(3,355)**	(5,564)	-	(5,564)
Net insurance and investment result	**16,128**	**5,917**	**22,045**	30,682	2,649	33,331
Other income	**1,928**	**-**	**1,928**	2,152	-	2,152
Other operating expenses	**(4,885)**	**(461)**	**(5,346)**	(3,918)	(778)	(4,696)
Total income for the period attributable to the shareholders before zakat	**13,171**	**5,456**	**18,627**	28,916	1,871	30,787
Provision for zakat	**-**	**(2,676)**	**(2,676)**	-	(3,127)	(3,127)
Net income / (loss) for the period after zakat attributable to the shareholders	**13,171**	**2,780**	**15,951**	28,916	(1,256)	27,660

SUPPLEMENTARY INFORMATION (continued)

	Six-month period ended 30 June 2026 (Unaudited)			Six-month period ended 30 June 2025 (Unaudited)		
	Insurance operations	**Shareholders' operations**	**Total**	Insurance operations	Shareholders' operations	Total
	(SAR'000)					
Net income / (loss) for the period after zakat attributable to the shareholders	**13,171**	**2,780**	**15,951**	28,916	(1,256)	27,660
Other comprehensive income						
Items that will not be reclassified to statements of income in subsequent periods						
- Net change in investments held at fair value through other comprehensive income	**-**	**-**	**-**	2,508	-	2,508
Total comprehensive income / (loss) for the period	**13,171**	**2,780**	**15,951**	31,424	(1,256)	30,168

SUPPLEMENTARY INFORMATION (continued)

	Six-month period ended 30 June 2026 (Unaudited)			Six-month period ended 30 June 2025 (Unaudited)		
	Insurance operations	**Shareholders' operations**	**Total**	Insurance operations	Shareholders' operations	Total
	(SAR'000)					
CASH FLOWS FROM OPERATING ACTIVITIES						
Total income for the period attributable to the shareholders before zakat	**13,171**	**5,456**	**18,627**	28,916	1,871	30,787
Adjustments for:						
Depreciation of property and equipment	**1,060**	**-**	**1,060**	1,120	-	1,120
Amortization of intangible assets	**860**	**-**	**860**	1,169	-	1,169
Provision for end-of-service benefits	**2,000**	**-**	**2,000**	2,287	-	2,287
Net loss on FVTPL investments	**24**	**252**	**276**	277	2,826	3,103
Interest earned on held to maturity investments	**(18,738)**	**(1,876)**	**(20,614)**	(1,036)	(2,635)	(3,671)
Changes in operating assets and liabilities:						
Insurance contract assets	**41,431**	**-**	**41,431**	18,341	-	18,341
Reinsurance contract assets	**144,203**	**-**	**144,203**	(94,169)	-	(94,169)
Insurance contract liabilities	**(66,020)**	**-**	**(66,020)**	(79,694)	-	(79,694)
Reinsurance contract liabilities	**(1,115)**	**-**	**(1,115)**	36,813	-	36,813
Prepayments and other assets	**8,126**	**67**	**8,193**	6,822	(5,370)	1,452
Accrued and other liabilities	**9,055**	**(623)**	**8,432**	19,110	(188)	18,922
Statutory deposit	**-**	**-**	**-**	-	15,000	15,000
Cash generated from / (used in) operating activities	**134,057**	**3,276**	**137,333**	(60,044)	11,504	(48,540)
End-of-service benefits paid	**(2,714)**	**-**	**(2,714)**	(2,237)	-	(2,237)
Zakat paid	**-**	**(4,926)**	**(4,926)**	-	(5,479)	(5,479)
Net cash generated from / (used in) operating activities	**131,343**	**(1,650)**	**129,693**	(62,281)	6,025	(56,256)
CASH FLOWS FROM INVESTING ACTIVITIES						
Placement of murabaha deposits	**(923,637)**	**(16,216)**	**(939,853)**	(714,115)	(50,480)	(764,595)
Proceeds from maturity of murabaha deposits	**832,936**	**49,454**	**882,390**	833,558	65,956	899,514
Addition to financial assets at amortised cost – net	**-**	**(45,000)**	**(45,000)**	(20,000)	-	(20,000)
Proceeds from maturity of financial assets at amortised cost – net	**20,000**	**-**	**20,000**	-	-	-
Addition to financial assets at fair value through profit or loss "FVTPL"	**-**	**-**	**-**	(39,971)	-	(39,971)
Additions to property and equipment	**(2,410)**	**-**	**(2,410)**	(2,685)	-	(2,685)
Additions to intangible assets	**(362)**	**-**	**(362)**	(2,224)	-	(2,224)
Net cash (used in) / generated from investing activities	**(73,473)**	**(11,762)**	**(85,235)**	54,563	15,476	70,039
CASH FLOWS FROM FINANCING ACTIVITY						
Due to/ from shareholders' operations, net	**(13,387)**	**13,387**	**-**	35,910	(35,910)	-
Net cash generated from / (used in) financing activity	**(13,387)**	**13,387**	**-**	35,910	(35,910)	-
Net change in cash and cash equivalents	**44,483**	**(25)**	**44,458**	28,192	(14,409)	13,783
Cash and cash equivalents, beginning of the period	**179,867**	**139**	**180,006**	83,776	14,598	98,374
Cash and cash equivalents, end of the period	**224,350**	**114**	**224,464**	111,968	189	112,157