

**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

**FOR THE THREE-MONTH PERIOD ENDED
31 MARCH 2026**

**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at 31 March 2026

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Kingdom of Saudi Arabia
Commercial Registration No 4030290792

Headquarters in Riyadh

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

To the Shareholders of
Bupa Arabia for Cooperative Insurance Company
(A Saudi Joint Stock Company)
Kingdom of Saudi Arabia

Introduction

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

Scope of review

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

Conclusion

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

For PricewaterhouseCoopers

Ali A. Alotaibi
License No. 379



Jeddah, Kingdom of Saudi Arabia
18 Dhul Qaddah 1447H
Corresponding to 05 May, 2026

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For KPMG Professional Services Company

Ebrahim Oboud Baeshen
Licence No. 382



KPMG Professional Services Company, a professional closed joint stock company registered in the Kingdom of Saudi Arabia with a paid-up capital of SAR110,000,000 and a non-partner member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. Commercial Registration of the headquarters in Riyadh is 1010425494.


**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Notes	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Cash and cash equivalents	4	832,827	1,433,518
Reinsurance contract assets	5.2	111,977	113,414
Prepaid expenses and other assets		696,310	486,081
Term deposits	7	4,374,432	4,742,994
Financial assets at amortized cost – net	6	930,548	934,922
Financial assets at fair value	6	9,779,759	8,633,578
Deferred tax asset	14	37,512	35,232
Fixtures, furniture and equipment – net		147,297	124,733
Right-of-use assets – net		256,154	265,026
Intangible assets – net		80,108	78,369
Statutory deposit – net	8	149,973	149,973
Accrued income on statutory deposit	8	720	7,081
Goodwill		98,000	98,000
Total assets		17,495,617	17,102,921
Liabilities			
Accrued and other liabilities		646,511	692,164
Insurance contract liabilities	5.1	10,008,123	9,810,454
Due to related parties	13	62,302	46,272
Lease liabilities		263,127	264,254
Provision for end-of-service benefits		228,618	221,536
Provision for zakat and income tax	14	426,092	388,190
Accrued income payable to Insurance Authority	8	720	7,081
Total liabilities		11,635,493	11,429,951
Equity			
Share capital	15	1,500,000	1,500,000
Statutory reserve	16	1,500,000	1,500,000
Share based payments reserve		82,610	81,236
Shares held under employees share scheme		(326,001)	(258,120)
Retained earnings		3,243,791	2,856,495
Re-measurement reserve for end-of-service benefits		(10,711)	(10,711)
Investments fair value reserve		(129,565)	4,070
Total equity		5,860,124	5,672,970
Total liabilities and equity		17,495,617	17,102,921


Chairman
Loay Hisham Nazer


Acting Chief Financial Officer
Abdulrahman Osama Saimaldahar


Director and Chief Executive Officer
Tal Hisham Nazer

The accompanying notes 1 to 19 form an integral part of these interim condensed consolidated financial statements.


**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME (unaudited)


For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Notes	Three-month period ended 31 March	
		2026	2025
Insurance revenue	5.1	5,240,382	4,409,764
Insurance service expense	5.1	(4,877,399)	(4,019,956)
Net expenses from reinsurance contracts held	5.2	(2,113)	(38,622)
Net insurance service result		360,870	351,186
Commission and income on financial assets at amortized cost		73,425	89,988
Commission and income on financial assets at fair value		122,811	96,170
Net impairment reversal on financial assets		198	59
Net investment results		196,434	186,217
Net insurance and investment results		557,304	537,403
Other operating expenses		(122,017)	(106,420)
Other revenue		29,386	22,344
Other cost		(11,499)	(9,629)
Income attributed to the shareholders before zakat and income tax		453,174	443,698
Zakat charge	14	(24,007)	(22,502)
Income tax charge	14	(41,871)	(40,964)
Net income attributed to the shareholders after zakat and income tax		387,296	380,232
Basic and diluted earnings per share (expressed in SR per share)	18	2.61	2.55


Chairman
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Acting Chief Financial Officer
Abdulrahman Osama Saimaldahar


Director and Chief Executive Officer
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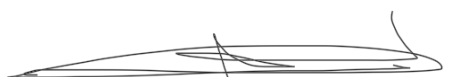
**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (unaudited)

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Three-month period ended 31 March	
	2026	2025
Net income attributed to the shareholders after zakat and income tax	387,296	380,232
Other comprehensive (loss) / income		
<i>A. Items that will not be reclassified to interim condensed consolidated statement of income in subsequent periods</i>		
Net changes in fair value of investments measured at FVOCI – equity instruments	(24,892)	(2,939)
<i>B. Items that are or may be reclassified to interim condensed consolidated statement of income in subsequent periods</i>		
Net changes in fair value of investments measured at FVOCI – debt instruments	(108,744)	73,800
Net changes in allowance for expected credit losses of investments measured at FVOCI – debt instruments	1	40
Total other comprehensive (loss) / income	(133,635)	70,901
Total comprehensive income for the period	253,661	451,133



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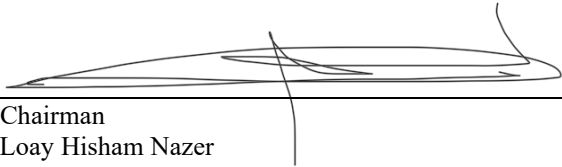
**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**


INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY


For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Share capital	Statutory reserve	Share based payments reserve	Shares held under employees share scheme	Retained earnings	Re-measurement reserve for end-of-service benefits	Investments fair value reserve	Total equity
2026								
Balance at 31 December 2025 (audited)	1,500,000	1,500,000	81,236	(258,120)	2,856,495	(10,711)	4,070	5,672,970
Net income for the period attributed to the shareholders after zakat and income tax	-	-	-	-	387,296	-	-	387,296
Other comprehensive loss	-	-	-	-	-	-	(133,635)	(133,635)
Total comprehensive income for the period	-	-	-	-	387,296	-	(133,635)	253,661
Provision for employees share scheme	-	-	11,857	-	-	-	-	11,857
Transactions with owners of the Group:								
Delivery of shares held under employees share scheme	-	-	(10,483)	10,483	-	-	-	-
Purchase of shares held under employees share scheme	-	-	-	(78,364)	-	-	-	(78,364)
Balance at 31 March 2026 (unaudited)	1,500,000	1,500,000	82,610	(326,001)	3,243,791	(10,711)	(129,565)	5,860,124


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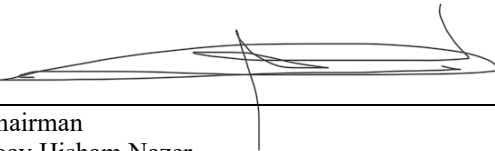
BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)


INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)


For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Share capital	Statutory reserve	Share based payments reserve	Shares held under employees share scheme	Retained earnings	Re-measurement reserve for end-of-service benefits	Investments fair value reserve	Total equity
2025								
Balance at 31 December 2024 (audited)	1,500,000	1,500,000	48,634	(145,476)	2,306,706	(7,573)	(84,294)	5,117,997
Net income for the period attributed to the shareholders after zakat and income tax	-	-	-	-	380,232	-	-	380,232
Other comprehensive income	-	-	-	-	-	-	70,901	70,901
Total comprehensive income for the period	-	-	-	-	380,232	-	70,901	451,133
Provision for employees share scheme	-	-	10,509	-	-	-	-	10,509
Transactions with owners of the Group:								
Delivery of shares held under employees share scheme	-	-	(8,992)	8,992	-	-	-	-
Balance at 31 March 2025 (unaudited)	<u>1,500,000</u>	<u>1,500,000</u>	<u>50,151</u>	<u>(136,484)</u>	<u>2,686,938</u>	<u>(7,573)</u>	<u>(13,393)</u>	<u>5,579,639</u>


 Chairman
 Loay Hisham Nazer


 Acting Chief Financial Officer
 Abdulrahman Osama Saimaldahar


 Director and Chief Executive Officer
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**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (unaudited)


For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)


	Notes	Three-month period ended	
		31 March	
		2026	2025
Cash flows from operating activities			
Net income attributed to shareholders before zakat and income tax		453,174	443,698
<u>Adjustments for non-cash items:</u>			
Depreciation of fixtures, furniture and equipment		6,212	3,865
Amortisation of right-of-use assets		10,132	5,335
Amortisation of intangible assets		6,603	5,588
Provision for employees share scheme		11,857	10,509
Net impairment (reversal) / loss on financial assets		(68)	25
Commission and income on financial assets at amortized cost		(73,425)	(89,988)
Commission and income on financial assets at fair value		(122,811)	(96,170)
Provision for end-of-service benefits		9,367	9,523
Finance cost on leases		3,098	1,541
<u>Changes in operating assets and liabilities:</u>			
Insurance contract liabilities		212,526	(378,951)
Reinsurance contract assets		1,437	(18,763)
Investment carried at FVTPL		(1,135,405)	(129,985)
Prepaid expenses and other assets		(210,236)	(216,282)
Accrued and other liabilities		(45,653)	(4,619)
Due to related parties		16,030	10,874
		(857,162)	(443,800)
End-of-service benefits paid		(2,285)	(1,523)
Surplus paid to policyholders		(14,857)	(6,277)
Zakat and income tax paid		(30,256)	-
Net cash used in operating activities		(904,560)	(451,600)
Cash flows from investing activities			
Placement in term deposits	7	-	(350,000)
Proceeds from maturity of term deposits	7	428,268	486,033
Additions to investments carried at FVOCI	6	(126,418)	(143,384)
Disposal of investments carried at FVOCI	6	7,500	73,725
Proceeds from maturity of amortised cost investments	6	1,433	-
Proceeds from commissions and dividends*		114,046	101,199
Additions to fixtures, furniture and equipment		(28,776)	(19,953)
Additions to intangible assets		(8,342)	(11,454)
Net cash generated from investing activities		387,711	136,166
Cash flows from financing activities			
Purchase of shares held under employees share scheme		(78,364)	-
Lease liability paid**		(5,478)	(11,703)
Net cash used in financing activities		(83,842)	(11,703)
Net change in cash and cash equivalents		(600,691)	(327,137)
Cash and cash equivalents at beginning of the period		1,433,518	925,190
Cash and cash equivalents at end of the period		832,827	598,053
<u>Non-cash transactions</u>			
Additions to right of use assets		1,260	32,602
Additions to lease liability		1,253	1,541

* This includes dividends amounting to SR 48.1 million (2025: SR 34.5 million)

** Lease liabilities paid includes finance cost of SR 3.1 million (2025: SR 1.5 million)


Chairman
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The accompanying notes from 1 to 19 an integral part of these interim condensed consolidated financial statements.

BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY (A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

Bupa Arabia for Cooperative Insurance Company (the “Company”) is a Saudi Joint Stock Company incorporated in the Kingdom of Saudi Arabia as per the Ministry of Commerce’s resolution number 138/K dated 24 Rabi Thani 1429H (corresponding to 1 May 2008). The Commercial Registration number of the Company is 4030178881 dated 5 Jumad Awwal 1429H (corresponding to 11 May 2008). The Registered Office of the Company is situated at:

Al-Khaledeyah District,
Prince Saud Al Faisal Street,
Front of Saudi Airlines Cargo Building,
P.O. Box 23807, Jeddah 21436,
Kingdom of Saudi Arabia.

The Company is licensed to conduct insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree No. M/74 dated 29 Shabaan 1428H (corresponding to 11 September 2007) pursuant to the Council of Ministers’ Resolution No 279 dated 28 Shabaan 1428H (corresponding to 10 September 2007). The objective of the Company is to transact cooperative insurance operations and related activities in the Kingdom of Saudi Arabia in accordance with its bylaws, and applicable regulations in the Kingdom of Saudi Arabia. The Company underwrites medical insurance only.

The Board of Directors approves the distribution of the surplus from insurance operations in accordance with the Implementing Regulations issued by the Saudi Central Bank (“SAMA”), whereby the shareholders of the Company are to receive 90% of the annual surplus from insurance operations and the policyholders are to receive the remaining 10%. Any deficit arising on insurance operations is transferred to the shareholders’ operations in full. During the year ended 31 December 2023, the Insurance Authority has been established by a royal decree as the insurance regulator. Previously issued regulations by SAMA will be upheld until the Insurance Authority issues updated regulations. Therefore, the accrued income liability is payable to the Insurance Authority.

These interim condensed consolidated financial statements comprise the Company and its subsidiaries (together referred to as the “Group”).

On 9 September 2025 (corresponding to 17 Safar 1447H), the Group received non-objection from the Insurance Authority regarding its proposed restructuring of the Group’s structure. As part of this restructuring, the Group intends to demerge its insurance business into a newly established, wholly owned subsidiary. The proposed restructuring was approved by the shareholders at the Extraordinary General Assembly on 5 March 2026 (corresponding to 16 Ramadan 1447H). The Group is currently in the process of finalizing the execution of the demerger and certain related legal formalities.

The Company has the following subsidiaries:

Name of the subsidiary	Registration number	Country of incorporation	Ownership	Principal business activity
Bupa Arabia For Third Party Administration	4030605585	Kingdom of Saudi Arabia	100%	Claims management services
Health Horizon Medical Care Company	4030512306	Kingdom of Saudi Arabia	100%	Healthcare services

BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY (A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

At 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

2. BASIS OF PREPARATION

(a) Statement of compliance

The interim condensed consolidated financial statements of the Group have been prepared in accordance with 'International Accounting Standard 34 - Interim Financial Reporting' ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncement that are endorsed by Saudi Organization for Chartered and Professional Accountants ("SOCPA").

The interim condensed consolidated financial statements are prepared under the going concern basis and the historical cost convention, except for the measurement of investments at their fair value through profit or loss (FVTPL) and fair value through other comprehensive income (FVOCI) and liabilities for defined benefit obligations [Employees' end of service benefits ("EOSBs")] recorded at the present value using the projected unit credit method. Moreover, the insurance and reinsurance contracts are measured at the estimated fulfilment cashflows that are expected to arise as the Group fulfils its contractual obligations in accordance with IFRS 17.

The details relating to gross written premium under note 12 of these interim condensed consolidated financial statements are disclosed to comply with the requirements of the Insurance Authority. The classification of gross written premium (amount of policy premium) is based on the number of lives covered in the policy as prescribed by regulation.

The Group's interim condensed consolidated statement of financial position is not presented using a current/non-current classification and is presented in order of liquidity. Except for fixtures, furniture and equipment, right-of-use assets, intangible assets, goodwill, statutory deposit, deferred tax, accrued income on statutory deposit and accrued income payable to the Insurance Authority, all other assets and liabilities are of short-term nature. Moreover, the balances which are mixed in nature i.e. include both current and non-current portions include insurance contract liabilities, lease liabilities, term deposits, financial assets at fair value, financial assets at amortized cost, reinsurance contract assets / liabilities and provision for end of service benefits.

The interim condensed consolidated financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual consolidated financial statements as of and for the year ended 31 December 2025. The risk management policies are consistent with those as disclosed in the annual consolidated financial statements for the year ended 31 December 2025 and there has been no material change in risk grading and credit quality of financial assets from 31 December 2025.

The Group continues to monitor geopolitical developments and assess any potential implications on its operations and financial position. Based on the information available as of the reporting date, management has not identified any matters requiring adjustment to the consolidated financial statements. The Group will continue to monitor developments and evaluate any potential impact in future reporting periods.

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

These condensed consolidated interim financial statements are presented in Saudi Riyal (SR) which is the Group's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

(b) Critical accounting judgments, estimates and assumptions

The preparation of interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses and the accompanying notes disclosures including disclosure of contingent liabilities. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual consolidated financial statements as at and for the year ended 31 December 2025.

**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

At 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

2. BASIS OF PREPARATION (continued)

(c) Seasonality of operations

Due to the seasonality of operations, operating profits are expected to fluctuate from one period to another.

3. MATERIAL ACCOUNTING POLICIES

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

a) New IFRS Standards, IFRIC interpretations and amendments thereof, adopted by the Group

<u>Standards, amendments, interpretations</u>	<u>Description</u>	<u>Effective date</u>
Amendments to IFRS 9 and IFRS 7	Classification and measurement of Financial Instruments- Amendments to IFRS 9 and IFRS 7	01 January 2026
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity	01 January 2026
Annual improvements to IFRS Accounting standards (Volume 11)	Minor amendments to address potential areas of confusion within the following standards (IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7).	01 January 2026

These amendments had no material impact on the interim condensed consolidated financial statements of the Group.

b) Accounting standards issued but not yet effective

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. The standards, interpretations and amendments issued that are relevant to the Group, but are not yet effective are disclosed below.

<u>Standards, amendments, interpretations</u>	<u>Description</u>	<u>Effective from periods beginning on or after the following date</u>
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between and Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)	Available for optional adoption/effective date deferred indefinitely
Amendments to IAS 21	Translation to a Hyperinflationary Presentation Currency	01 January 2027
IFRS 18	Presentation and Disclosure in Financial Statements	01 January 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	01 January 2027

Management is in the process of assessing the impact, if any, these pronouncements may have in future reporting periods.

BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

At 31 March 2026

(All amounts in Saudi Riyals thousands unless otherwise stated)

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Bank balances	832,943	1,433,764
Less: Impairment allowance	(116)	(246)
	832,827	1,433,518

5. INSURANCE AND REINSURANCE CONTRACTS

	Note	31 March 2026 (unaudited)	31 December 2025 (audited)
<u>Insurance contract liabilities</u>			
Corporate	5.1 a	8,606,877	8,385,303
SMEs and others	5.1 b	1,401,246	1,425,151
		10,008,123	9,810,454
<u>Reinsurance contract assets</u>			
	5.2	111,977	113,414

5.1 Analysis by remaining coverage and incurred claims for insurance contracts

a. Corporate

	Period ended 31 March 2026 (unaudited)				
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)		Total
	Excluding loss component	Loss component	Estimate of present value of future cash flows	RA for non-financial risk	
Insurance contracts issued:					
Opening insurance contract liabilities	4,113,038	88,750	4,019,149	164,366	8,385,303
Insurance revenue	(4,601,168)	-	-	-	(4,601,168)
Insurance service expenses					
Incurring claims and other directly attributable expenses	-	-	4,584,678	106,403	4,691,081
Losses and reversals on onerous contracts	-	(29,655)	-	-	(29,655)
Changes that relate to past service - adjustments to the LIC	-	-	(457,990)	(102,633)	(560,623)
Insurance acquisition cash flows amortization	210,827	-	-	-	210,827
Insurance service expenses	210,827	(29,655)	4,126,688	3,770	4,311,630
Insurance service result	(4,390,341)	(29,655)	4,126,688	3,770	(289,538)
Cash flows					
Premiums received	4,838,406	-	-	-	4,838,406
Claims and other directly attributable expenses paid	-	-	(4,133,929)	-	(4,133,929)
Insurance acquisition cash flows paid	(193,365)	-	-	-	(193,365)
Total cash flows	4,645,041	-	(4,133,929)	-	511,112
Closing insurance contract liabilities	4,367,738	59,095	4,011,908	168,136	8,606,877

**BUPA ARABIA FOR COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

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(All amounts in Saudi Riyals thousands unless otherwise stated)

5. INSURANCE AND REINSURANCE CONTRACTS (continued)

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

b. SMEs and others

	Period ended 31 March 2026 (unaudited)				Total
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)		
	Excluding loss component	Loss component	Estimate of present value of future cash flows	RA for non-financial risk	
Insurance contracts issued:					
Opening insurance contract liabilities	860,109	-	545,257	19,785	1,425,151
Insurance revenue	(639,214)	-	-	-	(639,214)
Insurance service expenses					
Incurring claims and other directly attributable expenses	-	-	583,167	12,674	595,841
Changes that relate to past service - adjustments to the LIC	-	-	(56,459)	(12,287)	(68,746)
Insurance acquisition cash flows amortization	38,674	-	-	-	38,674
Insurance service expenses	38,674	-	526,708	387	565,769
Insurance service result	(600,540)	-	526,708	387	(73,445)
Cash flows					
Premiums received	625,347	-	-	-	625,347
Claims and other directly attributable expenses paid	-	-	(543,669)	-	(543,669)
Insurance acquisition cash flows paid	(32,138)	-	-	-	(32,138)
Total cash flows	593,209	-	(543,669)	-	49,540
Closing insurance contract liabilities	852,778	-	528,296	20,172	1,401,246

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5. INSURANCE AND REINSURANCE CONTRACTS (continued)

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

a. Corporate

	Year ended 31 December 2025 (audited)				
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)		Total
	Excluding loss component	Loss component	Estimate of present value of future cash flows	RA for non-financial risk	
Insurance contracts issued:					
Opening insurance contract liabilities	3,612,356	-	3,847,664	145,494	7,605,514
Insurance revenue	(16,845,710)	-	-	-	(16,845,710)
Insurance service expenses					
Incurring claims and other directly attributable expenses	-	-	16,179,176	150,730	16,329,906
Losses on onerous contracts	-	88,750	-	-	88,750
Changes that relate to past service - adjustments to the LIC	-	-	(905,529)	(131,858)	(1,037,387)
Insurance acquisition cash flows amortization	816,536	-	-	-	816,536
Insurance service expenses	816,536	88,750	15,273,647	18,872	16,197,805
Insurance service result	(16,029,174)	88,750	15,273,647	18,872	(647,905)
Cash flows					
Premiums received	17,312,948	-	-	-	17,312,948
Claims and other directly attributable expenses paid	-	-	(15,102,162)	-	(15,102,162)
Insurance acquisition cash flows paid	(783,092)	-	-	-	(783,092)
Total cash flows	16,529,856	-	(15,102,162)	-	1,427,694
Closing insurance contract liabilities	4,113,038	88,750	4,019,149	164,366	8,385,303

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5. INSURANCE AND REINSURANCE CONTRACTS (continued)

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

b. SMEs and others

	Year ended 31 December 2025 (audited)				Total
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)		
	Excluding loss component	Loss component	Estimate of present value of future cash flows	RA for non-financial risk	
Insurance contracts issued:					
Opening insurance contract liabilities	843,142	-	539,158	16,999	1,399,299
Insurance revenue	(2,457,354)	-	-	-	(2,457,354)
Insurance service expenses					
Incurring claims and other directly attributable expenses	-	-	2,139,595	18,220	2,157,815
Changes that relate to past service - adjustments to the LIC	-	-	(109,410)	(15,434)	(124,844)
Insurance acquisition cash flows amortization	150,264	-	-	-	150,264
Insurance service expenses	150,264	-	2,030,185	2,786	2,183,235
Insurance service result	(2,307,090)	-	2,030,185	2,786	(274,119)
Cash flows					
Premiums received	2,463,799	-	-	-	2,463,799
Claims and other directly attributable expenses paid	-	-	(2,024,086)	-	(2,024,086)
Insurance acquisition cash flows paid	(139,742)	-	-	-	(139,742)
Total cash flows	2,324,057	-	(2,024,086)	-	299,971
Closing insurance contract liabilities	860,109	-	545,257	19,785	1,425,151

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5. INSURANCE AND REINSURANCE CONTRACTS (continued)

5.2 Analysis by remaining coverage and incurred claims for reinsurance contracts

	Period ended 31 March 2026 (unaudited)				
	Asset for remaining coverage		Asset for incurred claims		
	Excluding loss component	Loss component recovery	Estimate of present value of future cash flows	RA for non-financial risk	Total
Reinsurance contracts held:					
Opening reinsurance contract assets	(47,804)	-	(62,649)	(2,961)	(113,414)
Reinsurance expense	80,595	-	-	-	80,595
Claims recovered and other directly attributable expenses	-	-	(108,552)	(1,548)	(110,100)
Changes that relate to past service - adjustments to the asset for incurred claims	-	-	30,216	1,402	31,618
Net expense from reinsurance contracts held	80,595	-	(78,336)	(146)	2,113
Cash flows					
Premiums ceded	(76,992)	-	-	-	(76,992)
Recoveries from reinsurance	-	-	76,316	-	76,316
Total cash flows	(76,992)	-	76,316	-	(676)
Closing reinsurance contract assets	(44,201)	-	(64,669)	(3,107)	(111,977)

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5. INSURANCE AND REINSURANCE CONTRACTS (continued)

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

	Year ended 31 December 2025 (audited)				
	Asset for remaining coverage		Asset for incurred claims		
	Excluding loss component	Loss component recovery	Estimate of present value of future cash flows	RA for non-financial risk	Total
Reinsurance contracts held:					
Opening reinsurance contract assets	(41,276)	-	(54,504)	(2,398)	(98,178)
Reinsurance expense	289,405	-	-	-	289,405
Claims recovered and other directly attributable expenses	-	-	(295,292)	(2,805)	(298,097)
Changes that relate to past service - adjustments to the asset for incurred claims	-	-	51,226	2,242	53,468
Net expense from reinsurance contracts held	289,405	-	(244,066)	(563)	44,776
Cash flows					
Premiums ceded	(295,933)	-	-	-	(295,933)
Recoveries from reinsurance	-	-	235,921	-	235,921
Total cash flows	(295,933)	-	235,921	-	(60,012)
Closing reinsurance contract assets	(47,804)	-	(62,649)	(2,961)	(113,414)

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At 31 March 2026

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6. INVESTMENTS

	31 March 2026 (unaudited)	31 December 2025 (audited)
Financial assets at amortized cost - net	930,548	934,922
Financial assets at fair value	9,779,759	8,633,578
	10,710,307	9,568,500

Details of investments classified as financial assets at fair value are as follows:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Investments at FVTPL	3,090,789	1,933,126
Investments at FVOCI – Debt	4,374,542	4,421,891
Investments at FVOCI – Equity	2,314,428	2,278,561
	9,779,759	8,633,578

(i) Investments measured at amortized cost – net comprise of the following:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Sukuks	930,726	935,103
Less: Impairment allowance on investments at amortized cost	(178)	(181)
	930,548	934,922

(ii) Investments measured at FVTPL comprise of the following:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Funds	3,078,192	1,919,681
Equity	12,597	13,445
	3,090,789	1,933,126

(iii) Investments measured at FVOCI – Debt comprise of the following:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Sukuks	4,374,542	4,421,891

(iv) Investments measured at FVOCI – Equity comprise of the following:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Sukuks	1,916,100	1,885,248
Investments in discretionary portfolios	398,328	393,313
	2,314,428	2,278,561

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6. INVESTMENTS (continued)

The movements in the investments balance, excluding loss allowance, are as follows:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	9,568,681	7,522,494
Purchased during the period / year	1,683,063	3,896,845
Disposed during the period / year	(442,465)	(1,979,511)
Unrealized (loss) / gains during the period / year, net	(107,507)	116,561
Accrued interest	8,713	12,292
	<u>10,710,485</u>	<u>9,568,681</u>

Movement in loss allowance for investments at amortized cost for the period is as follows:

	31 March 2026 (unaudited)			Total
	Stage 1 12-month ECL	Stage 2 ECL not Credit impaired	Stage 3 Lifetime ECL credit impaired	
Balance at the beginning of the period	(181)	-	-	(181)
Reversal for the period	3	-	-	3
Balance at the ending of the period	<u>(178)</u>	<u>-</u>	<u>-</u>	<u>(178)</u>
	31 December 2025 (audited)			Total
	Stage 1 12-month ECL	Stage 2 ECL not Credit impaired	Stage 3 Lifetime ECL credit impaired	
Balance at the beginning of the year	(220)	-	-	(220)
Charge for the year	39	-	-	39
Balance at the ending of the year	<u>(181)</u>	<u>-</u>	<u>-</u>	<u>(181)</u>

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7. TERM DEPOSITS

The term deposits are held with reputable commercial banks and financial institutions. These deposits are predominately in Murabaha structure with a small allocation in Mudaraba structure. They are mostly denominated in Saudi Arabian Riyals and have an original maturity from more than three-months to more than one year and yield financial income at rates ranging from 4.20% to 6.15% per annum (2025: 2.20% to 6.15% per annum). The movements in term deposits during the period ended 31 March 2026 is as follows:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period before loss allowance	4,743,836	6,041,965
Placed during the period / year	-	1,100,000
Matured during the period / year	(428,268)	(2,695,702)
Commission income earned during the period / year	59,641	297,573
Loss allowance	(777)	(842)
	4,374,432	4,742,994

Movement in loss allowance for term deposits for the period is as follows:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	(842)	(1,423)
Reversal made during the period / year	65	581
Balance at end of the period / year	(777)	(842)

8. STATUTORY DEPOSIT

As required by Insurance Regulations, the Group deposited an amount equivalent to 10% of its paid-up share capital, amounting to SR 150 million, in a bank designated by regulator. Accrued income on this deposit is payable to Insurance Authority amounting to SR 0.72 million (31 December 2025: SR 7.08 million) and this deposit cannot be withdrawn without approval from Insurance Authority. As requested by the Regulator, the Group has released the accrued income on statutory deposit to Regulator up to 24 February 2026 amounting to SR 8.3 million. The statutory deposit is shown on the statement of financial position net of impairment allowance.

9. FIDUCIARY ASSETS

During the year ended 31 December 2018, after obtaining SAMA's approvals, the Group entered into a Third-Party Administration agreement (TPA) with a customer under which the Group facilitates healthcare services to Customer's employees with specific terms and conditions. The agreement is effective from 1 March 2018. The services are remunerated against administration fees.

In order to fulfil the commitment relating to this agreement, the Group receives funds in advance from the customer to settle anticipated claims from medical service providers. As the Group acts as an agent, the relevant bank balance and related payables at the reporting date, are excluded from the condensed interim consolidated statement of financial position. The assets and liabilities held in fiduciary capacity amounted to SR 297 million as of 31 March 2026 (31 December 2025: SR 221 million).

10. COMMITMENTS AND CONTINGENCIES

The Group's commitments and contingencies are as follows:

- i) There was no material change in the status of legal proceedings as of 31 March 2026 since the last annual consolidated audited financial statements.
- ii) As of 31 March 2026, total letters of guarantee issued by banks amounted to SR 217 million (31 December 2025: SR 251 million).
- iii) Refer to Note 14 for zakat and income tax related matters.

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11. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

a) Determination of fair value and fair value hierarchy

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

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

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

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

b) Carrying amounts and fair value

The following table shows the carrying amount and fair value of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value (financial assets and liabilities at amortized cost) as the carrying amount is a reasonable approximation to fair value except for certain term deposits and sukuks at amortized cost for which the difference between carrying amount and the fair value is not material to the interim condensed consolidated financial statements.

	Fair value				Carrying value
	Level 1	Level 2	Level 3	Total	
31 March 2026 (unaudited)					
Financial assets measured at fair value:					
- Investment at FVTPL	17,082	3,015,728	57,979	3,090,789	3,090,789
- Investment at FVOCI – Debt	4,324,543	50,000	-	4,374,543	4,374,543
- Investment at FVOCI – Equity	1,612,581	701,846	-	2,314,427	2,314,427
	<u>5,954,206</u>	<u>3,767,574</u>	<u>57,979</u>	<u>9,779,759</u>	<u>9,779,759</u>
	Fair value				Carrying value
	Level 1	Level 2	Level 3	Total	
31 December 2025 (audited)					
Financial assets measured at fair value:					
- Investment at FVTPL	17,784	1,859,334	56,008	1,933,126	1,933,126
- Investment at FVOCI – Debt	4,371,891	50,000	-	4,421,891	4,421,891
- Investment at FVOCI – Equity	1,588,715	689,846	-	2,278,561	2,278,561
	<u>5,978,390</u>	<u>2,599,180</u>	<u>56,008</u>	<u>8,633,578</u>	<u>8,633,578</u>

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11. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

c) Measurement of fair value

Valuation technique and significant unobservable inputs

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

<u>Type</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between significant unobservable inputs and fair value measurement</u>
Mutual funds and unlisted investments	Mutual funds and unlisted equity investments classified as Level 3 are fair valued based on the latest available NAV communicated by the asset manager.	Fair value of underlying assets	The estimated fair value will increase / decrease directly in line with the change in fair value of underlying assets.

Sensitivity analysis:

The impact of change in net assets value reported in level 3 on net income and total equity is as follows:

	<u>31 March 2026 (unaudited)</u>	<u>31 December 2025 (audited)</u>
+/- 5% change in net assets value	+/- 2,899	+/-2,800

Movement of level 3 instruments:

	<u>31 March 2026 (unaudited)</u>	<u>31 December 2025 (audited)</u>
Opening fair value	56,008	64,370
Additions in level 3 investments	1,971	2,438
Fair value loss – net	-	(10,800)
Closing fair value	57,979	56,008

12. OPERATING SEGMENTS

The Group only issues short-term insurance contracts for providing health care services ('medical insurance'). The Group operates as a mono-line insurer, operating in the Private Medical Insurance (PMI) business. All the insurance operations of the Group are carried out in the Kingdom of Saudi Arabia. For management reporting purposes, the operations are monitored in two groups that are Corporate, Small and Medium Enterprises & Others (SMEs & Others). Corporate segment / customer represents members of large corporations, and all others are considered as SMEs & Others. Operating segments are reported in a manner consistent with internal reporting provided to the chief operating decision maker, who is responsible for allocating resources and assessing the performance of operating segments in line with the strategic decisions.

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12. OPERATING SEGMENTS (continued)

Segment results do not include investment, other operating expenses, other revenues and other costs. Segment assets and liabilities only include the insurance and reinsurance contract liabilities and assets while the other accounts are not allocated. Consistent with the Group's internal reporting, operating segments have been approved by the management in respect of the Group's activities, assets and liabilities as stated below:

Operating segments	31 March 2026 (unaudited)		
	Corporate	SMEs & Others	Total
Assets			
Asset for incurred claims	67,776	-	67,776
Asset for remaining coverage	44,201	-	44,201
Reinsurance contract assets	111,977	-	111,977
Unallocated assets			17,383,640
Total assets			17,495,617
Liabilities			
Liability for incurred claims	4,180,044	548,468	4,728,512
Liability for remaining coverage	4,426,833	852,778	5,279,611
Insurance contract liabilities	8,606,877	1,401,246	10,008,123
Unallocated liabilities			1,627,370
Total liabilities			11,635,493
	31 December 2025 (audited)		
	Corporate	SMEs & Others	Total
Assets			
Asset for incurred claims	65,610	-	65,610
Asset for remaining coverage	47,804	-	47,804
Reinsurance contract assets	113,414	-	113,414
Unallocated assets			16,989,507
Total assets			17,102,921
Liabilities			
Liability for incurred claims	4,183,515	565,042	4,748,557
Liability for remaining coverage	4,201,788	860,109	5,061,897
Insurance contract liabilities	8,385,303	1,425,151	9,810,454
Unallocated liabilities			1,619,497
Total liabilities			11,429,951

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12. OPERATING SEGMENTS (continued)

	Three-month period ended 31 March 2026 (unaudited)			Three-month period ended 31 March 2025 (unaudited)		
	Corporate	SMEs & Others	Total	Corporate	SMEs & Others	Total
Insurance revenue	4,601,168	639,214	5,240,382	3,827,014	582,750	4,409,764
Insurance service expense	(4,311,630)	(565,769)	(4,877,399)	(3,539,347)	(480,609)	(4,019,956)
Net expenses from reinsurance contracts held	(2,113)	-	(2,113)	(38,622)	-	(38,622)
Net insurance service result	287,425	73,445	360,870	249,045	102,141	351,186
Commission and income on financial assets at amortized cost		73,425				89,988
Commission and income on financial assets at fair value		122,811				96,170
Net impairment reversal on financial assets		198				59
Net investment results		196,434				186,217
Net insurance and investment results		557,304				537,403
Other operating expenses		(122,017)				(106,420)
Other revenue		29,386				22,344
Other cost		(11,499)				(9,629)
Income attributed to the shareholders before zakat and income tax		453,174				443,698
Zakat charge		(24,007)				(22,502)
Income tax charge		(41,871)				(40,964)
Net income attributed to the shareholders after zakat and income tax		387,296				380,232

The details of gross written premium are as follows:

	Three-month period ended 31 March 2026 (unaudited)	Three-month period ended 31 March 2025 (unaudited)
Corporates	5,846,867	4,793,615
Medium enterprises	1,221,169	1,212,013
Small enterprises	418,775	383,977
Micro enterprises	43,816	41,900
Individuals	11,106	9,453
Total gross written premium	7,541,733	6,440,958
Change due to remaining coverage period and expected premium receipts*	(2,301,351)	(2,031,194)
Insurance revenue	5,240,382	4,409,764

* This includes SR 2,225 million adjusted against the insurance revenue of SR 4,601 million related to Corporate and SR 76 million adjusted against the insurance revenue of SR 639 million related to SME & Others, respectively. Refer to note 2(a) for more details.

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13. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties represent major shareholders, Board members and key management personnel of the Group, and companies of which they are principal owners, and any other entities controlled, jointly controlled or significantly influenced by them. Contract pricing policies and terms are approved by the Group's management or where required and applicable, by the Group's Board of Directors. The due from and due to balances of related parties are unsecured, interest free and repayable in cash on demand. Key management personnel are those persons, including executive directors, having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly. The following are the details of the major related party transactions during the period and their related balances:

<u>Related party</u>	<u>Nature of transaction</u>	<u>Amount of transactions during the period ended</u>		<u>Receivable / (payable) balance as at</u>	
		<u>income / (expense)</u>		<u>balance as at</u>	
		<u>31 March 2026</u> <u>(unaudited)</u>	<u>31 March 2025</u> <u>(unaudited)</u>	<u>31 March 2026</u> <u>(unaudited)</u>	<u>31 December 2025</u> <u>(audited)</u>
<u>Balances included in insurance contract liabilities</u>					
Shareholders and entities with common directorship*	Premium issued	306,980	308,091	19,369	14,230
Shareholders and entities with common directorship*	Claims incurred	(113,186)	(113,926)	(16,978)	(66,351)
Shareholder*	Medical costs charged by providers	(86,846)	(59,995)	(28,236)	(52,826)
				(25,845)	(104,947)
<u>Balances included in reinsurance contract assets</u>					
Shareholders	Reinsurance Premium ceded**	(188,897)	(125,295)	(168,451)	(56,545)
<u>Balances included in due (to)/from Related Parties</u>					
Shareholders	Expenses recharged (to) / from a related party-net	(1,145)	(912)	1,273	1,269
Shareholders	Board and committee members fees	(528)	(478)	(528)	-
Bupa Middle East Holdings Two W.L.L. (Common directorship)*	Trademark fee	(15,506)	(10,843)	(63,047)	(47,541)
				(62,302)	(46,272)

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(All amounts in Saudi Riyals thousands unless otherwise stated)

13. RELATED PARTIES TRANSACTIONS AND BALANCES (continued)

a. Compensation to key management personnel

The remuneration of the key management personnel during the period ended 31 March is as follows:

	31 March 2026 (unaudited)	31 March 2025 (unaudited)
Short-term benefits	8,208	6,363
Long-term benefits	321	583
Share based payment transactions	9,057	8,293
	17,586	15,239

Short-term benefits include salaries, allowances, annual bonuses and incentives whilst long-term benefits include employees' end of service benefits.

* The transactions and balances against the entities with common directorship, common key management personnel and major shareholder have been presented in accordance with the local laws and regulations. As at 31 March 2026, balances related to terms deposits and financial assets at fair value placed with entities with common directorship amounted to SR 1,771 million and SR 2,098 million (31 December 2025: SR 1,922 million and SR 1,374 million) respectively. Placements and maturities during the current period related to these term deposits amounted to SR Nil and SR 151 million (2025:SR 150 million and SR 100 million) respectively. Purchases and redemption during the year related to these financial assets at fair value amounted to SR 1,120 million and SR 418 million (2025: SR 390 million and SR 303 million) respectively.

** All the reinsurance transactions are with a single related party (a company with a common significant shareholder with the Company). Refer note 5.2 for further details.

14. ZAKAT AND INCOME TAX

Breakup of zakat and income tax charge for the three-month periods ended 31 March 2026 and 2025 are as follows:

	Three-month period ended 31 March 2026 (unaudited)	Three-month period ended 31 March 2025 (unaudited)
Current zakat charge	24,007	22,502
Current tax charge	44,151	42,861
Deferred tax income (note 14.a)	(2,280)	(1,897)
	41,871	40,964
	65,878	63,466

a) The reconciliation of deferred tax assets is as follows:

	31 March 2026 (unaudited)	31 December 2025 (audited)
Opening deferred tax asset	35,232	33,570
Deferred tax income	2,280	1,662
	37,512	35,232

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14. ZAKAT AND INCOME TAX (continued)

- b) Movements in the Zakat and income tax accrued during the period ended 31 March 2026 and year ended 31 December 2025 respectively are as follows:

	Zakat payable	Income tax Payable	Total 31 March 2026 (unaudited)	Total 31 December 2025 (audited)
Balance at beginning of the period / year	327,734	60,456	388,190	412,859
Provided during the period / year	24,007	44,151	68,158	208,907
Adjustment for prior years	-	-	-	(33,580)
Payments during the period / year	-	(30,256)	(30,256)	(199,996)
Balance at end of the period / year	351,741	74,351	426,092	388,190

- c) Status of assessments

Bupa Arabia For Cooperative Insurance Company

The Company has filed its zakat and income tax returns with the ZATCA for the financial years up to and including 2025.

The Company has finalized its zakat and income tax returns with ZATCA for the fiscal years 2008 through 2018. For the 2019 and 2020, the Company settled the assessment during the year ended 31 December 2025 resulting in a reversal of excess provision amounting to SR 33.5 million.

The Company has yet to receive the final assessments for the years ended December 31, 2021, 2022, 2023 and 2024.

Bupa Arabia For Third Party Administration

The Company has filed its zakat and income tax returns for the financial years up to and including the year 2025 with ZATCA. The return for the years are still under ZATCA's review.

Health Horizon Medical Care Company

The Company has filed its zakat and income tax returns for the financial years up to and including the year 2025 with ZATCA. The return for the years are still under ZATCA's review.

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15. SHARE CAPITAL

The authorised, issued and paid-up capital of the Group is SR 1,500 million as at 31 March 2026 (31 December 2025: SR 1,500 million) consisting of 150 million shares (31 December 2025: 150 million shares) of SR 10 each. Shareholding structure of the Group is as below:

	31 March 2026 (unaudited)		31 December 2025 (audited)	
	Holding percentage	Amount	Holding percentage	Amount
Major shareholders	48.3%	723,825	48.3%	723,825
General Public	51.7%	776,175	51.7%	776,175
	100%	1,500,000	100%	1,500,000

On 29 April 2026, the Board of Directors of the Company has recommended dividend amounting to SR 600 million at SR4 per share for the year ended 31 December 2025 subject to approval of the Extraordinary General Assembly (SR 600 million at SR4 per share for the year ended 31 December 2024).

The total shareholders' equity as of 31 March 2026 for Saudi shareholders is SR 3,357 million (31 December 2025: SR 3,269 million) and foreign shareholder is SR 2,535 million (31 December 2025: SR 2,359 million) after incorporating their respective shareholding percentage and impact of zakat, income tax, reimbursement and other adjustments.

16. STATUTORY RESERVE

As required by the Insurance Regulations, 20% of the shareholders' income shall be set aside as a statutory reserve until this reserve amounts to 100% of the paid-up share capital. The Group carries out this transfer on an annual basis on 31 December. As at 31 March 2026, 1,500 million (31 December 2025: SR 1,500 million) had been set aside as a statutory reserve, representing 100% (31 December 2025: 100%) of the paid-up share capital.

17. RISK MANAGEMENT AND CAPITAL MANAGEMENT

Risk is inherent in the Group's activities but is managed through a process of on-going identification, measurement, and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Group's continuing profitability, and each individual within the Group is accountable for the risk exposures relating to his or her responsibilities. The Group's policy is to monitor business risk through strategic planning process. The strategy considers the impact of market conditions and available expertise on inherent risks to which the Group is exposed. The Group is exposed to insurance, reinsurance, regulatory framework, credit, liquidity, foreign currency, commission rate, and market risk. The risk is managed through a comprehensive risk management structure comprising of the Board, senior management, audit committee, risk committee and internal audit.

Capital management

Objectives are set by the Board of Directors of the Group to maintain healthy capital ratios to support its business objectives and maximise shareholders' value.

The Group's regulatory capital is financed solely by share capital provided by shareholders amounting to SR 1,500 million.

The Group 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 the risk characteristics of the Group's activities. To maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders or issue shares.

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17. RISK MANAGEMENT AND CAPITAL MANAGEMENT (continued)

As per guidelines laid out by Insurance Authority in Article 66 of the Implementing Regulations of the Cooperative Insurance Companies Control Law 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:

- a) Minimum Capital Requirement.
- b) Premium Solvency Margin.
- c) Claims Solvency Margin

The Group has complied with above requirement at each reporting date presented.

18. EARNINGS PER SHARE

The basic earnings per share have been calculated by dividing 'net income attributed to the shareholders after zakat and income tax' amounting to SR 387,296 thousand (31 March 2025: SR 380,232 thousand) for the period by the weighted average number of ordinary shares issued and outstanding amounting to 150 million shares (31 March 2025: 150 million shares) adjusted for treasury shares amounting to 1,840 thousand (31 March 2025: 640 thousand shares) at period end.

The diluted earnings per share have been calculated by dividing 'net income attributed to the shareholders after zakat and income tax' amounting to SR 387,296 thousand (31 March 2025: SR 380,232 thousand) for the period by the weighted average number of ordinary shares issued and outstanding amounting to 150 million shares (31 March 2025: 150 million shares) adjusted for the effects of employee shares scheme amounting to 1,840 thousand (31 March 2025: 640 thousand shares) at period end.

19. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements have been approved by the Board of Directors, on 29 April 2026.