Al Buhaira National Insurance Company P.S.C.
and its Subsidiary

Condensed interim consolidated financial information (Unaudited)
For the six-month period ended 30 June 2026

Al Buhaira National Insurance Company P.S.C. and its Subsidiary
Condensed interim consolidated financial information (Unaudited)

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Directors' Report

The Board of Directors has pleasure in submitting their report and the reviewed condensed interim consolidated financial information for the period ended 30 June 2026.

Incorporation and registered offices

Al Buhaira National Insurance Company P.S.C. (the "Parent Company"), is incorporated as a public shareholding Company by an Emiri Decree issued by His Highness, The Ruler of Sharjah on 16 May 1978. The Parent Company is subject to the regulations of applicable provisons of UAE Federal Decree Law No. (6) of 2025. The Parent Company is registered in the Insurance Companies register of the Central Bank of the U.A.E. under registration number 15. The address of the Parent Company's registered corporate office is P.O. Box 6000, Sharjah, United Arab Emirates.

Principal activities

The principal activity of the Group is the writing of insurance of property, engineering, motor, marine and aviation, miscellaneous, accidents, group life and medical . The Group operates through its Head Office in Sharjah and has branches in Dubai, Abu Dhabi, Al Ain, Khorfakkan, Fujairah, Ajman and Ras Al Khaimah.

Financial position and results

The consolidated financial position and results of the Group for the period ended 30 June 2026 are set out in the accompanying condensed interim consolidated financial statements.

Directors

The following were the Directors of the Group for the period ended 30 June 2026:

Sheikh Faisal Bin Khalid Sultan Al Qasimi (Chairman)
Sheikh Abdulla Mohd Ali Al Thani (Vice Chairman)
Sheikh Khaled Abdulla Sultan Al Qasimi (Director)
Sheikh Ahmed Abdulla Bin Mohammed Ali Al Thani (Director)
Sheikh Saoud Nasser Rashid Abdulaziz Al Moalla (Director)
Mr. Rashid Ali Rashid Dimas Al Suwaidi (Director)
Mr. Abdulla Mohamed Salih Abdul Rahim Al Zarooni (Director)
Ms. Noura Mahmoud Mohamed Al Mahmoud Al-Ali (Director)
Mr. Bassam Ibrahim Mohammed Elayyan (Director)
Mr. Issam Mehdawi (General Manager)

Auditors

KPMG Lower Gulf Limited were appointed as auditors of the Group for the year ended 31 December 2026.

Sheikh Faisal Bin Khalid Sultan Al Qasimi
Chairman of the Board of Directors

13 August 2026

شركة البحيرة الوطنية للتأمين
الشارقة
SHARJAH
Al Buhaira National Insurance Co.

KPMG Lower Gulf Limited
2004, Al Batha Tower
P.O.Box 28653, Buhaira Corniche
Sharjah, United Arab Emirates
Tel. +971 (6) 517 0700, www.kpmg.com/ae

Independent Auditors' Report on Review of Condensed Interim Consolidated Financial Information

To the Shareholders of Al Buhaira National Insurance Company P.S.C

Introduction

We have reviewed the accompanying 30 June 2026 condensed interim consolidated financial information of Al Buhaira National Insurance Company P.S.C ("the Company") and its subsidiary ("the Group"), which comprises:

- the condensed interim consolidated statement of financial position as at 30 June 2026;
- the condensed interim consolidated statements of profit or loss for the three-month and six-month periods ended 30 June 2026;
- the condensed interim consolidated statements of other comprehensive income for the three-month and six-month periods ended 30 June 2026;
- the condensed interim consolidated statement of changes in equity for the six-month period ended 30 June 2026;
- the condensed interim consolidated statement of cash flows for the six-month period ended 30 June 2026; and
- notes to the condensed interim consolidated financial information.

Management is responsible for the preparation and presentation of this condensed interim consolidated financial information in accordance with IAS 34, *'Interim Financial Reporting'*. Our responsibility is to express a conclusion on this condensed interim consolidated financial information based on our review.

Scope of Review

Except as explained in the following paragraph, we conducted our review in accordance with the International Standard on Review Engagements 2410, *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity"*. A review of condensed interim consolidated 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 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.

Basis for Qualified Conclusion

At the direction of those charged with governance, management appointed forensic experts to investigate certain irregular transactions and related matters concerning the Company. As per the management, the investigation has been completed, and the forensic experts' final report has been issued to the management. The forensic experts' report, however, has not been shared with us as of the date of our review report. Further, as per the management, the forensic experts' final report has identified certain matters requiring further investigation, in respect of which management has engaged external legal consultants. As of the date of our review report, these further investigations have not been completed. Had we been able to complete our review of the aforementioned matters, additional matters might have come to our attention indicating that adjustments might be necessary to the condensed interim consolidated financial information.

Qualified Conclusion

Except for the adjustments to the condensed interim consolidated financial information that we might have become aware of had we been able to complete our review procedures for the matter described in the Basis for Qualified Conclusion paragraph above, based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2026 condensed interim consolidated financial information is not prepared, in all material respects, in accordance with IAS 34, '*Interim Financial Reporting*'.

Emphasis of Matter

We draw attention to note 24 to the condensed interim consolidated financial information, which describes that the Group has a deficit in the Solvency Capital Requirement as stipulated by the Central Bank of U.A.E by an amount of AED 211,777,140 and to note 3.5 which describes the judgements applied in evaluating the impact of this deficit. Our conclusion is not modified in respect of this matter.

KPMG Lower Gulf Limited – SHJ BR

Adil Abid
Registration No.: 5541
Sharjah, United Arab Emirates

Date: 14 AUG 2026

KPMG Lower Gulf Limited – SHJ BR
P.O.Box 28653, Sharjah - UAE
Tel: +971 6 517 0700, License No.: 23155

Al Buhaira National Insurance Company P.S.C. and its Subsidiary

Condensed interim consolidated statement of financial position
As at

	Notes	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
ASSETS			
Property and equipment	4	**11,684,926**	8,142,345
Investment properties	5	**794,540,000**	794,540,000
Investments in securities at FVTOCI	6	**74,814,780**	70,124,670
Statutory deposit	7	**10,000,000**	10,000,000
Deferred tax asset		**4,906,870**	4,906,870
Reinsurance contract assets	8	**131,718,492**	134,650,653
Insurance contract assets	8	**-**	429,406
Other receivables	9	**49,037,479**	42,977,582
Deposits	10	**415,189,672**	391,005,328
Cash and cash equivalents	10	**57,982,729**	107,569,936
TOTAL ASSETS		**1,549,874,948**	1,564,346,790
EQUITY AND LIABILITIES			
Equity			
Share capital	11	**250,000,000**	250,000,000
Statutory reserve		**122,126,377**	122,126,377
Voluntary reserve		**100,000,000**	100,000,000
Reinsurance reserve		**28,503,894**	23,695,002
Cumulative changes in fair value		**(2,349,115)**	(6,617,115)
Retained earnings / (accumulated losses)		**65,918,808**	(6,507,700)
Total equity		**564,199,964**	482,696,564
Liabilities			
Provision for employees' end of service indemnity		**46,132,895**	46,782,351
Bank borrowings	12	**102,727,103**	115,294,207
Lease liabilities	13	**4,089,869**	1,158,860
Insurance contract liabilities	8	**635,136,556**	793,905,807
Reinsurance contract liabilities	8	**128,516,441**	63,081,130
Other payables		**60,159,248**	58,390,341
Income tax payable	14	**7,281,691**	1,828,459
Deferred tax liability		**1,631,181**	1,209,071
Total liabilities		**985,674,984**	1,081,650,226
TOTAL EQUITY AND LIABILITIES		**1,549,874,948**	1,564,346,790

Sheikh Faisal Bin Khaled Bin Sultan Al Qasimi
Chairman

Issam Mehdawi
General Manager

SHARJAH
Al Buhaira National Insurance Co.

The accompanying notes on pages 9 to 33 form an integral part of this condensed interim consolidated financial information.

The independent auditors' report on review of the condensed interim consolidated financial information is set out on pages 2 to 3.

Al Buhaira National Insurance Company P.S.C. and its Subsidiary
Condensed interim consolidated financial information (Unaudited)

Condensed interim consolidated statement of profit or loss
For the six-month period ended 30 June

	Notes	**(Unaudited) Three-month period ended 30 June 2026 AED**	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)*	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Six-month period ended 30 June 2025 AED (Restated)*
Insurance revenue	16	**441,815,501**	414,044,413	**873,356,789**	821,930,105
Insurance service expenses	17	**(336,080,261)**	(442,124,560)	**(647,314,397)**	(790,268,886)
Insurance service result before reinsurance contracts held		**105,735,240**	(28,080,147)	**226,042,392**	31,661,219
Allocation of reinsurance premiums	18	**(269,391,504)**	(236,136,724)	**(517,483,213)**	(446,210,587)
Amounts recoverable from reinsurance for incurred claims	18	**196,502,778**	266,985,461	**349,461,883**	424,757,671
Net income / (expense) from reinsurance contracts held		**(72,888,726)**	30,848,737	**(168,021,330)**	(21,452,916)
Insurance service result		**32,846,514**	2,768,590	**58,021,062**	10,208,303
Investment and other income**		**21,635,469**	13,410,452	**36,087,010**	24,894,270
Insurance finance expense for insurance contracts issued	19	**(4,397,348)**	(4,273,019)	**(10,995,569)**	(13,340,114)
Reinsurance finance income for reinsurance contracts held	19	**3,083,799**	3,120,249	**7,760,624**	9,934,219
Net insurance financial result		**(1,313,549)**	(1,152,770)	**(3,234,945)**	(3,405,895)
Net insurance and investment results		**53,168,434**	15,026,272	**90,873,127**	31,696,678
General and administrative expenses		**(1,295,544)**	(1,198,745)	**(3,159,442)**	(4,051,618)
Finance costs		**(1,323,350)**	(3,642,483)	**(3,082,214)**	(7,594,471)
Finance costs – lease		**(31,122)**	(70,683)	**(114,380)**	(150,719)
Profit for the period before tax		**50,518,418**	10,114,361	**84,517,091**	19,899,870
Income tax	14	**(4,252,225)**	(39,452)	**(7,281,691)**	(478,704)
Deferred tax	14	**-**	1,771,294	**-**	1,771,294
Profit for the period after tax		**46,266,193**	11,846,203	**77,235,400**	21,192,460
Basic and diluted earnings per share, in Fils	15	**18.51**	4.74	**30.89**	8.48

*Comparative information has been restated due to changes in accounting policy and correction of errors (refer note 25).
** This includes interest income calculated using effective interest rate amounting to AED 8.31 Million (2025: AED 7.9 Million).
The accompanying notes on pages 9 to 33 form an integral part of this condensed interim consolidated financial information.
The independent auditors' report on review of the condensed interim consolidated financial information is set out on pages 2 and 3.

Al Buhaira National Insurance Company P.S.C. and its Subsidiary
Condensed interim consolidated financial information (Unaudited)

Condensed interim consolidated statement of other comprehensive income
For the six-month period ended 30 June

	(Unaudited) Three-month period ended 30 June 2026 AED	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)*	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Six-month period ended 30 June 2025 AED (Restated)*
Profit for the period	**46,266,193**	11,846,203	**77,235,400**	21,192,460
Other comprehensive income/ (loss)				
Items that will not be reclassified subsequently to profit or loss:				
Change in fair value of investments carried at FVTOCI	**4,736,579**	2,465,634	**4,690,110**	3,011,010
Related deferred tax liability	**(426,292)**	(221,907)	**(422,110)**	(270,991)
Other comprehensive income for the period	**4,310,287**	2,243,727	**4,268,000**	2,740,019
Total comprehensive income for the period	**50,576,480**	14,089,930	**81,503,400**	23,932,479

*Comparative information has been restated due to changes in accounting policy and correction of errors (refer note 25).

The accompanying notes on pages 9 to 33 form an integral part of this condensed interim consolidated financial information.

The independent auditors' report on review of the condensed interim consolidated financial information is set out on pages 2 and 3.

Condensed interim consolidated statement of changes in equity

For the six-month period ended 30 June

	Share capital AED	Statutory reserve AED	Voluntary reserve AED	Reinsurance reserve AED	Cumulative changes in fair value AED	Retained earnings / (accumulated losses) AED	Total AED
Balance as at 1 January 2025	250,000,000	122,126,377	100,000,000	18,901,014	(18,842,169)	(7,385,923)	464,799,299
Profit for the period after tax (restated)*	-	-	-	-	-	21,192,460	21,192,460
Other comprehensive income for the period	-	-	-	-	2,740,019	-	2,740,019
Total comprehensive income for the period (restated)*	-	-	-	-	2,740,019	21,192,460	23,932,479
Transfer to reinsurance reserve	-	-	-	4,288,185	-	(4,288,185)	-
Balance as at 30 June 2025 (Unaudited) (restated)*	250,000,000	122,126,377	100,000,000	23,189,199	(16,102,150)	9,518,352	488,731,778
Balance as at 1 January 2026	**250,000,000**	**122,126,377**	**100,000,000**	**23,695,002**	**(6,617,115)**	**(6,507,700)**	**482,696,564**
Profit for the period after tax	**-**	**-**	**-**	**-**	**-**	**77,235,400**	**77,235,400**
Other comprehensive income for the period	**-**	**-**	**-**	**-**	**4,268,000**	**-**	**4,268,000**
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**4,268,000**	**77,235,400**	**81,503,400**
Transfer to reinsurance reserve	**-**	**-**	**-**	**4,808,892**	**-**	**(4,808,892)**	**-**
Balance as at 30 June 2026 (Unaudited)	**250,000,000**	**122,126,377**	**100,000,000**	**28,503,894**	**(2,349,115)**	**65,918,808**	**564,199,964**

*Comparative information has been restated due to changes in accounting policy and correction of errors (refer note 25).

The accompanying notes on pages 9 to 33 form an integral part of this condensed interim consolidated financial information.

Al Buhaira National Insurance Company P.S.C. and its Subsidiary
Condensed interim consolidated financial information (Unaudited)

Condensed interim consolidated statement of cash flows
For the six-month period ended 30 June

	Notes	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Six-month period ended 30 June 2025 AED (Restated)*
OPERATING ACTIVITIES			
Profit for the period before tax		**84,517,091**	19,899,870
Adjustments for:			
Depreciation of property and equipment	4	**2,037,873**	2,437,945
Interest income on deposits		**(8,306,113)**	(7,990,007)
Dividend income		**(3,600,967)**	(2,867,514)
Provision for employees' end of service indemnity		**1,572,836**	6,003,648
Finance costs		**3,196,594**	7,745,190
Other income		**(4,561,730)**	(20,129)
Operating cash flows before changes in working capital		**74,855,584**	25,209,003
Change in working capital			
Change in reinsurance contract assets		**2,932,161**	(81,951,116)
Change in reinsurance contract liabilities		**65,435,311**	54,567,071
Other receivables		**(6,059,897)**	(12,085,765)
Change in insurance contract assets		**429,406**	-
Change in insurance contract liabilities		**(158,769,251)**	109,060,126
Other payables		**1,768,907**	1,348,750
Cash used in operating activities		**(19,407,779)**	96,148,069
Employees' end of service benefits paid		**(2,222,292)**	(2,255,485)
Net cash (used in) / generated from operating activities		**(21,630,071)**	93,892,584
INVESTING ACTIVITIES			
Additions in fixed deposits		**(24,184,344)**	(7,938,928)
Withdrawal from fixed deposits		**-**	2,941,027
Purchase of investments in securities at FVTOCI		**-**	(14,005)
Purchase of property and equipment		**(1,645,446)**	(92,704)
Proceeds from sale of property and equipment		**5,305,013**	-
Interest received		**6,208,273**	7,990,007
Dividends received		**3,600,967**	2,867,514
Other income		**390,904**	20,129
Net cash (used in) / generated from investing activities		**(10,324,633)**	5,773,040
FINANCING ACTIVITIES			
Bank borrowings repaid		**(12,567,104)**	(117,126,034)
Finance costs paid		**(3,082,214)**	(7,594,471)
Lease payments		**(1,983,185)**	(2,025,826)
Net cash used in financing activities		**(17,632,503)**	(126,746,331)
Net change in cash and cash equivalents		**(49,587,207)**	(27,080,707)
Cash and cash equivalents at the beginning of the period		**107,569,936**	106,750,419
Cash and cash equivalents at the end of the period	10	**57,982,729**	79,669,712

The accompanying notes on pages 9 to 33 form an integral part of this condensed interim consolidated financial information.
The independent auditors' report on review of the condensed interim consolidated financial information is set out on pages 2 and 3.
*Comparative information has been restated due to changes in accounting policy and correction of errors (refer note 25).

1. General information

Al Buhaira National Insurance Company P.S.C. (the "Company") is incorporated as a public shareholding company by an Emiri Decree issued by His Highness, The Ruler of Sharjah on 16 May 1978. The Company is subject to the regulations of applicable provison of UAE Federal Decree Law No. (6) of 2025 and is registered in the Insurance Companies Register of the Central Bank of the UAE under registration Number 15.

This condensed interim consolidated financial information has been prepared in accordance with the requirements of the applicable laws and regulations, including UAE Federal Decree Law No. (32) of 2021.

The Company is domiciled and operates in the UAE and its registered address is P.O. Box 6000, Sharjah, United Arab Emirates. The Company's ordinary shares are listed on the Abu Dhabi Securities Exchange.

The principal activity of the Company is the writing of insurance of of property, engineering, motor, marine and aviation, miscellaneous, accidents, group life and medical. The Company operates through its head office in Sharjah and has branches in Dubai, Abu Dhabi, Al Ain, Khorfakkan, Fujairah, Ajman and Ras Al Khaimah.

This condensed interim consolidated financial information comprise the Company and its subsidiary, Al Buhaira Economic Investments Establishment 100% owned by the Company, (together referred to as "the Group").

The condensed interim financial information does not contain all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025. In addition, the results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2. Basis of preparation

2.1 Statement of compliance

This condensed interim consolidated financial information have been prepared in accordance with International Financial Reporting Standards ("IFRS Standards") promulgated by International Accounting Standard Board (IASB) and interpretations thereof issued by the IFRS Interpretations Committee and in compliance with the applicable requirements of the UAE Federal Decree Law No. (32) of 2021 ("Companies Law"), relating to commercial companies and and applicable provision of UAE Federal Decree Law No. (6) of 2025.

2.2 Basis of measurement

This condensed interim consolidated financial information has been prepared on an accrual basis and under the historical cost convention except for investment properties and certain financial instruments that are measured at fair values and insurance and reinsurance contracts which are measured at the estimated fulfilment cash flows that are expected to arise as the Group fulfils its contractual obligations as at the end of each reporting date and the provision for employees' end of service indemnity which is calculated in line with UAE labour laws.

2.3 Functional and reporting currency

This condensed interim consolidated financial information is presented in UAE Dirhams (AED) being the functional and presentation currency of the Company.

2.4 Basis of presentation

The Group presents its condensed interim consolidated statement of financial position in order of liquidity.

2. Basis of preparation (continued)

2.5 Basis of consolidation

This condensed interim consolidated financial information incorporate the financial information of the Group and its subsidiary. Control is achieved when the Group:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

3. Material accounting policies

The accounting policies applied in the condensed interim consolidated financial information are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2025.

3.1 New currently effective requirements

Effective Date	New accounting standards or amendments
1 January 2026	**Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7**
	Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7
	Annual Improvements to IFRS Accounting Standards – Volume II

3.2 Forthcoming requirements

Effective Date	New accounting standards or amendments
1 January 2027	**IFRS 18 Presentation and Disclosure in Financial Statements**
	IFRS 19 Subsidiaries without Public Accountability Disclosures
Available for optional adoption/effective date deferred indefinitely	**Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS28)**

3.3 Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2025.

3.4 Status of independent fact-finding review and related actions

The Company had previously identified certain matters relating to historical transactions that may have had an impact on internal controls over financial reporting and on certain amounts recorded in its accounting records. Accordingly, the Audit Committee and the Board of Directors appointed an independent party to conduct an independent fact-finding review of these matters. During the current period, the review was completed, and the Company received the final report on 1 July 2026. The Board of Directors reviewed the report and its findings at its meeting held on 2 July 2026 and directed executive management and the relevant committees to assess the findings,

3. Material accounting policies (continued)

3.4 Status of independent fact-finding review and related actions (continued)

implement the necessary corrective and enhancement measures, and complete the review and assessment of the related financial and operational implications in accordance with the Company's governance framework and applicable policies and regulations.

Financial impact and use of estimates and judgements

In light of the findings of the independent fact-finding review, management reassessed the related transactions, balances, and financial exposures. Accounting adjustments that could be measured reliably were recognised in these condensed interim consolidated financial information for the period ended 30 June 2026, based on the best information available up to the date of their authorisation.

Certain potential financial effects remain subject to further accounting and technical assessment. The assessment will continue as additional information and supporting evidence become available to enable reliable measurement.

Any additional accounting adjustments, if required, will be recognised in accordance with the applicable accounting recognition and measurement requirements when sufficient information and evidence become available to support reliable measurement.

Management has applied the Company's accounting policies consistently and has used the best information available in making the relevant estimates and judgements.

Following the reporting date, the Company continued its assessment of the findings of the independent fact-finding review and the related follow-up actions in accordance with its governance framework and applicable policies and regulations.

Executive Management and the Board of Directors continue to monitor developments relating to this matter. The related disclosures and recognised amounts will be updated, where appropriate, in future reporting periods as additional reliable information becomes available.

3.5 Use of estimates and judgements

The preparation of this condensed interim consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

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

The condensed interim consolidated financial information has been prepared on a going concern basis. In making this assessment, the directors have exercised significant judgement, particularly in evaluating the impact of a breach of the Group’s Solvency Capital Requirement (SCR) as at 30 June 2026.

The breach of the SCR arose due to several reasons including the inadmissibility of certain assets, including investment properties, and credit risk charge associated with certain balances receivables. For the purposes of the SCR calculations, the credit charge is calculated following the Central Bank of UAE’s solvency calculation rules however, in management’s view those certain balances receivables that are due from Government entities carry minimal default risk. While the breach of SCR does not affect the Group’s operational liquidity or ability to meet its financial obligations in the normal course of business, it triggers enhanced oversight by the regulators and necessitates proactive measures to restore the solvency position in respect of the SCR deficit.

In determining whether a material uncertainty to the Going Concern assumption exists, the directors considered:

- the Group has received a no-objection letter from the Central Bank of UAE on the Solvency Recovery Plan;
- the Group continues to comply with the action plan proposed in the Solvency Recovery Plan;
- the Group’s current liquidity position and projected cash flows and that the Group has made profits in the six-month period ended 30 June 2026 and holds net assets of AED 564.2 million; and
- forecasts demonstrating profitability over the next 12 months which will improve the Group’s solvency position.

3. Material accounting policies (continued)

3.5 Use of estimates and judgements (continued)

The directors concluded that there is no material uncertainty that casts significant doubt on the Group's ability to continue as a going concern. This judgement is based on reasonably foreseeable outcomes including that the Central Bank of UAE has approved the Group's Solvency Recovery Plan. This conclusion involved significant judgement, and the directors acknowledge that the actual outcomes may differ if there are adverse conditions including worsening loss ratios, large retained losses, catastrophe events exceeding the Group's reinsurance capacity, or any other regulatory concerns. However, the Board is confident about the management's solvency recovery plan and expects significant improvement in the Group's solvency position in the near future.

4. Property and equipment

- Property and equipment additions during the current period amounted to AED 1,645,446 in computer equipment, furniture and equipment and office fixture and fitting and AED 3,707,135 in right of use assets (for the year ended 31 December 2025: AED 6,879,264).
- Depreciation charges for the current period amounted to AED 2,037,873 (six-month period ended 30 June 2025: AED 2,437,945).
- Gain from disposal of property and equipment for the current period amounted to AED 4,170,826 (six-month period ended 30 June 2025: AED Nil).
- All the property and equipment are located in U.A.E.

5. Investment properties

The fair value of the Group's investments properties as at 31 December 2025 has been arrived at on the basis of valuations carried on the respective dates by independent competent valuers who have recent market experience in the valuation of properties in the United Arab Emirates. Management estimates that there has been no significant change in the fair value of the investment properties during the six-month period ended 30 June 2026.

The fair value of plots of land and buildings was determined using market approach.

The Group's investment properties are classified as Level 3 in fair value hierarchy as at 30 June 2026 (31 December 2025: Level 3).

Investment property amounting to AED 465 million (31 December 2025: AED 590 million) is mortgaged to a bank (note 12) towards credit facilities granted to the Group.

The rental proceeds from Al Khan, Al Nahda Tower and Al Buhairah Corniche Tower are assigned to a bank against credit facilities granted to the Group.

Subsequent to the reporting date, the Company sold one of its investment properties, being the land located in Al Khan, for a consideration of AED 31 million (carrying value: AED 30.70 million). The transaction represents a non-adjusting event and has not been recognised in these condensed interim consolidated financial statements.

6. Investment in securities at fair value through other comprehensive income (FVTOCI)

Financial assets carried at fair value through other comprehensive income

The Group's financial investments at the end of reporting period are as follows:

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Quoted – at fair value	**73,636,682**	68,946,572
Unquoted – at fair value	**1,178,098**	1,178,098
	74,814,780	70,124,670
In U.A.E	**74,814,780**	70,124,670
	74,814,780	70,124,670

6. Investment in securities at fair value through other comprehensive income (FVTOCI) (continued)

Movement during the period / year was as follows:

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Fair value at the beginning of the period / year	**70,124,670**	56,414,041
Purchases during the period / year	**-**	276,505
Change in fair value during the period / year	**4,690,110**	13,434,124
Fair value at the end of the period / year	**74,814,780**	70,124,670

7. Statutory deposit

In accordance with the requirements of UAE Federal Decree Law No. (6) of 2025, the Group maintains a bank deposit of AED 10 million (31 December 2025: AED 10 million) as a statutory deposit. This deposit cannot be withdrawn without prior approval of the CBUAE and yields interest rate per annum of 4.17% (31 December 2025: 4.65%).

8. Insurance and reinsurance contracts

Discount rates:

Insurance contract liabilities and related assets are calculated by discounting expected future cash flows at a risk-free rate, plus an illiquidity premium where applicable. Risk free rates are determined by reference to the yields of highly liquid AAA-rated sovereign securities in the currency of the insurance contract liabilities. The illiquidity premium is determined by reference to observable market rates.

EIOPA USD risk free Volatility Adjusted (Spot) rates were used with country risk premium/ illiquidity premium of 0.64% (31 December 2025: 0.64%) applied for discounting of future cash flows listed below:

	1 year		**3 years**		**5 years**		**10 years**	
	Q2-2026	Year-2025	**Q2-2026**	Year-2025	**Q2-2026**	Year-2025	**Q2-2026**	Year-2025
Liability for Incurred Claims								
AED	**4.99%**	4.44%	**4.92%**	4.35%	**4.89%**	4.48%	**5.01%**	4.85%
USD	**4.35%**	3.80%	**4.28%**	3.71%	**4.25%**	3.84%	**4.37%**	4.21%
Liability for reinsurance contracts issued								
AED	**4.99%**	4.44%	**4.92%**	4.35%	**4.89%**	4.48%	**5.01%**	4.85%
USD	**4.35%**	3.80%	**4.28%**	3.71%	**4.25%**	3.84%	**4.37%**	4.21%

Notes to the condensed interim consolidated financial information (continued)
For the six-month period ended 30 June 2026

8. Insurance and reinsurance contracts (continued)

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims

Contracts measured under the PAA

	Liabilities for remaining coverage		Liabilities for incurred claims		
30 June 2026	**Excluding loss component**	**Loss component**	**Estimates of the present value of future cash flows**	**Risk adjustment**	**Total**
	Unaudited	**Unaudited**	**Unaudited**	**Unaudited**	**Unaudited**
	AED	**AED**	**AED**	**AED**	**AED**
Insurance contract assets as at 1 January 2026	(10,468,584)	-	10,008,983	30,195	(429,406)
Insurance contract liabilities as at 1 January 2026	24,775,877	1,677,840	747,834,014	19,618,076	793,905,807
Net insurance contract liabilities as at 1 January 2026	14,307,293	1,677,840	757,842,997	19,648,271	793,476,401
Insurance revenue	(873,356,789)	-	-	-	(873,356,789)
Insurance service expenses					
Incurred claims and other expenses	-	-	648,874,919	9,555,835	658,430,754
Amortisation of insurance acquisition cash flows	33,060,536	-	-	-	33,060,536
Losses on onerous contracts and reversals	-	1,608,165	-	-	1,608,165
Changes to liabilities for incurred claims	-	-	(38,096,757)	(7,688,301)	(45,785,058)
Insurance service result	(840,296,253)	1,608,165	610,778,162	1,867,534	(226,042,392)
Insurance finance expenses	-	-	10,690,982	304,587	10,995,569
Total changes in the statement of comprehensive income	(840,296,253)	1,608,165	621,469,144	2,172,121	(215,046,823)
Cash flows					
Premiums received	644,743,553	-	-	-	644,743,553
Claims and other expenses	-	-	(549,509,399)	-	(549,509,399)
Insurance acquisition cash flows	(38,527,176)	-	-	-	(38,527,176)
Total cash flows	606,216,377	-	(549,509,399)	-	56,706,978
Net insurance contract liabilities as at 30 June 2026	(219,772,583)	3,286,005	829,802,742	21,820,392	635,136,556
Insurance contract assets as at 30 June 2026	-	-	-	-	-
Insurance contract liabilities as at 30 June 2026	(219,772,583)	3,286,005	829,802,742	21,820,392	635,136,556
Net insurance contract liabilities as at 30 June 2026	(219,772,583)	3,286,005	829,802,742	21,820,392	635,136,556

8. Insurance and reinsurance contracts (continued)

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims (continued)

Contracts measured under the PAA

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component	Loss component	Estimates of the present value of future cash flows	Risk adjustment	Total
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
	AED	AED	AED	AED	AED
31 December 2025					
Insurance contract assets as at 1 January 2025	-	-	-	-	-
Insurance contract liabilities as at 1 January 2025	2,252,936	2,621,440	671,633,381	18,677,323	695,185,080
Insurance contract liabilities as at 1 January 2025	2,252,936	2,621,440	671,633,381	18,677,323	695,185,080
Insurance revenue	(1,645,918,528)	-	-	-	(1,645,918,528)
Insurance service expenses					
Incurred claims and other expenses	-	-	1,378,587,146	13,321,288	1,391,908,434
Amortisation of insurance acquisition cash flows	75,527,810	-	-	-	75,527,810
Losses on onerous contracts and reversals	-	(943,600)	-	-	(943,600)
Changes to liabilities for incurred claims	-	-	(56,908,081)	(12,865,246)	(69,773,327)
Insurance service result	(1,570,390,718)	(943,600)	1,321,679,065	456,042	(249,199,211)
Insurance finance expenses	-	-	15,771,681	514,906	16,286,587
Total changes in the statement of comprehensive income	(1,570,390,718)	(943,600)	1,337,450,746	970,948	(232,912,624)
Cash flows					
Premiums received	1,641,145,483	-	-	-	1,641,145,483
Claims and other expenses	-	-	(1,251,241,130)	-	(1,251,241,130)
Insurance acquisition cash flows	(58,700,408)	-	-	-	(58,700,408)
Total cash flows	1,582,445,075	-	(1,251,241,130)	-	331,203,945
Net insurance contract liabilities as at 31 December 2025	14,307,293	1,677,840	757,842,997	19,648,271	793,476,401
Insurance contract assets as at 31 December 2025	(10,468,584)	-	10,008,983	30,195	(429,406)
Insurance contract liabilities as at 31 December 2025	24,775,877	1,677,840	747,834,014	19,618,076	793,905,807
Net insurance contract liabilities as at 31 December 2025	14,307,293	1,677,840	757,842,997	19,648,271	793,476,401

8. Insurance and reinsurance contracts (continued)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and the amounts recoverable on incurred claims

Contracts measured under the PAA

	Assets for remaining coverage		Amounts recoverable on incurred claims		
30 June 2026	Excluding loss recovery component Unaudited AED	Loss component Unaudited AED	Estimates of the present value of future cash flows Unaudited AED	Risk adjustment Unaudited AED	Total Unaudited AED
Reinsurance contract assets as at 1 January 2026	1,473,104	(167,784)	(130,509,277)	(5,446,696)	(134,650,653)
Reinsurance contract liabilities as at 1 January 2026	410,312,598	-	(340,481,997)	(6,749,471)	63,081,130
Net reinsurance contract assets as at 1 January 2026	411,785,702	(167,784)	(470,991,274)	(12,196,167)	(71,569,523)
An allocation of reinsurance premiums	517,483,213	-	-	-	517,483,213
Amount recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	(374,999,310)	(5,619,088)	(380,618,398)
Changes to amounts recoverable for incurred claims	-	-	26,417,536	4,571,195	30,988,731
Losses on onerous contracts and reversals of those losses – net	-	167,784	-	-	167,784
Net expense or (income) from reinsurance contracts	517,483,213	167,784	(348,581,774)	(1,047,893)	168,021,330
Reinsurance finance income	-	-	(7,570,497)	(190,127)	(7,760,624)
Total changes in the statement of comprehensive income	517,483,213	167,784	(356,152,271)	(1,238,020)	160,260,706
Cash flows					
Premiums paid	(403,140,169)	-	-	-	(403,140,169)
Amounts received	-	-	311,246,935	-	311,246,935
Total cash flows	(403,140,169)	-	311,246,935	-	(91,893,234)
Net reinsurance contract assets as at 30 June 2026	526,128,746	-	(515,896,610)	(13,434,187)	(3,202,051)
Reinsurance contract assets as at 30 June 2026	657,152	-	(126,704,437)	(5,671,207)	(131,718,492)
Reinsurance contract liabilities as at 30 June 2026	525,471,594	-	(389,192,173)	(7,762,980)	128,516,441
Net reinsurance contract assets as at 30 June 2026	526,128,746	-	(515,896,610)	(13,434,187)	(3,202,051)

Notes to the condensed interim consolidated financial information (continued)
For the six-month period ended 30 June 2026

8. Insurance and reinsurance contracts (continued)

Roll-forward of net asset or liability for reinsurance contracts held showing the assets for remaining coverage and the amounts recoverable on incurred claims (continued)

Contracts measured under the PAA (continued)

	Assets for remaining coverage		Amounts recoverable on incurred claims		
31 December 2025	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Total AED
Reinsurance contract assets as at 1 January 2025	316,838,556	(288,780)	(477,591,217)	(12,002,244)	(173,043,685)
Reinsurance contract liabilities as at 1 January 2025	-	-	-	-	-
Net reinsurance contract assets as at 1 January 2025	316,838,556	(288,780)	(477,591,217)	(12,002,244)	(173,043,685)
An allocation of reinsurance premiums	905,841,036	-	-	-	905,841,036
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	(723,605,811)	(8,256,035)	(731,861,846)
Changes to amounts recoverable for incurred claims	-	-	35,302,458	8,381,521	43,683,979
Losses on onerous contracts and reversals of those losses – net	-	120,996	-	-	120,996
Net expense or (income) from reinsurance contracts held	905,841,036	120,996	(688.303,353)	125,486	217,784,165
Reinsurance finance income	-	-	(11,913,699)	(319,409)	(12,233,108)
Total changes in the statement of profit or loss	905,841,036	120,996	(700,217,052)	(193,923)	205,551,057
Cash flows					
Premiums paid	(810,893,890)	-	-	-	(810,893,890)
Amounts received	-	-	706,816,995	-	706,816,995
Total cash flows	(810,893,890)	-	706,816,995	-	(104,076,895)
Net reinsurance contract assets as at 31 December 2025	411,785,702	(167,784)	(470,991,274)	(12,196,167)	(71,569,523)
Reinsurance contract assets as at 31 December 2025	1,473,104	(167,784)	(130,509,277)	(5,446,696)	(134,650,653)
Reinsurance contract liabilities as at 31 December 2025	410,312,598	-	(340,481,997)	(6,749,471)	63,081,130
Net reinsurance contract assets as at 31 December 2025	411,785,702	(167,784)	(470,991,274)	(12,196,167)	(71,569,523)

9. Other receivables

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Staff receivables	**1,764,210**	2,440,735
Rent receivable	**28,879,774**	28,269,995
Prepayments and others	**18,393,495**	12,266,852
	49,037,479	42,977,582

10. Cash and cash equivalents

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Bank balances and cash	**473,172,401**	498,575,264
Less: Deposits under lien (i)	**(258,566,658)**	(255,026,109)
Fixed deposits on maturity of more than three months (i)	**(155,535,624)**	(134,891,829)
Margin deposits (i)	**(1,087,390)**	(1,087,390)
	57,982,729	107,569,936

Fixed deposits amounting to AED 258.6 million (31 December 2025: AED 255 million) (note 12) are under lien in respect of bank credit facilities granted to the Group. All fixed deposits are held in local banks in the United Arab Emirates. The interest rate on fixed deposits with banks ranges from 3.90% to 4.50% (31 December 2025: 4.00% to 4.65%) per annum.

(i) Deposits

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Deposits under lien	**258,566,658**	255,026,109
Fixed deposits on maturity of more than three months	**155,535,624**	134,891,829
Margin deposits	**1,087,390**	1,087,390
	415,189,672	391,005,328

11. Share capital

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Authorised, issued and fully paid:		
250 million ordinary shares of AED 1 each (31 December 2025: 250 million ordinary shares of AED 1 each)	**250,000,000**	250,000,000

Notes to the condensed interim consolidated financial information (continued)
For the six-month period ended 30 June 2026

12. Bank borrowings

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Bank overdrafts	**52,727,103**	65,294,207
Term loans	**50,000,000**	50,000,000
	102,727,103	115,294,207
Bank borrowings are payable as follows:		
On demand or within one year	**102,727,103**	115,294,207
In the second year	**-**	-
In the third and subsequent years	**-**	-
	102,727,103	115,294,207
Less: Amount due for settlement within 12 months	**(102,727,103)**	(115,294,207)
Amount due for settlement after 12 months	**-**	-

Main features of bank borrowings:

- Bank loan for the amount of AED 50,000,000 was obtained in December 2023 to be repaid in one bullet payment in December 2026 and bears interest rate of 0.50% plus fixed deposit rate (4.35%).

- Bank overdrafts are repayable on demand and carry out interest rates ranging from CSAF (Cash Security Against Facility) plus 0.5% to 2.8% plus 3 months EIBOR (31 December 2025: CSAF 0.5% to 2.8% plus 1-month EIBOR) per annum.

At 30 June 2026, bank borrowings were secured by lien on fixed deposits amounting to AED 258.6 million (31 December 2025: AED 255 million) (note 10) and mortgage of investment properties with fair value of AED 465 million (31 December 2025: AED 590 million) (note 5) and assignment of rental proceeds from certain investments properties against bank credit facilities granted to the Group.

13. Lease liabilities

Lease liabilities are presented in the statement of financial position as follows:

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Current	**2,186,032**	762,655
Non-current	**1,903,837**	396,205
	4,089,869	1,158,860

The Group has leases for all its offices in UAE. Each lease is reflected on the condensed interim consolidated statement of financial position as a right-of-use assets and lease liabilities. The Group classifies its right-of-use assets in a consistent manner to its property and equipment.

13. Lease liabilities (continued)

Right-of-use assets	Number of right-of-use assets leased	Range of remaining term	Average remaining lease term	Number of leases with extension options	Number of leases with termination options
Offices	19	2 to 3 years	2 years	19	19

14. Taxation

On 9 December 2022, the UAE Ministry of Finance released Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses (UAE CT Law) to enact a Federal corporate tax regime in the UAE. The Corporate Tax regime is effective for the accounting periods beginning on or after 1 September 2023. For the Group, current taxes shall be accounted for as appropriate in the financial statements for the period beginning 1 January 2024. The UAE CT Law applies to the standalone results of the Group's entities.

The Cabinet of Ministers Decision No. 116/2022 effective from 2023, specifies the threshold of income over which the 9% tax rate would apply and accordingly, the Law is now considered to be substantively enacted. A rate of 9% will apply to taxable income exceeding AED 375,000, a rate of 0% will apply to taxable income not exceeding AED 375,000. The income tax expense is recognised at an amount determined by multiplying the profit before tax for the reporting period ended 30 June 2026 by management's best estimate of the weighted-average annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognised in full in the period.

	(Unaudited) 30 June 2026 AED	(Unaudited) 30 June 2025 AED
Condensed interim consolidated statement of profit or loss		
Current income tax expense/income	**7,281,691**	(478,704)
Deferred tax credit	**-**	1,771,294
	7,281,691	1,292,590
Condensed interim consolidated statement of other comprehensive income		
Deferred tax liability	**(422,110)**	(270,991)

Notes to the condensed interim consolidated financial information (continued)
For the six-month period ended 30 June 2026

15. Basic and diluted earnings per share

	(Unaudited) Three-month period ended 30 June 2026 AED	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)
Profit for the period	**46,266,193**	11,846,203	**77,235,400**	21,192,460
Weighted average number of shares	**250,000,000**	250,000,000	**250,000,000**	250,000,000
Basic and diluted earnings per share, in Fils	**18.51**	4.74	**30.89**	8.48

16. Insurance revenue

	(Unaudited) Three-month period ended 30 June 2026 AED	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)
Contract measured under PAA				
Insurance contract issued	**441,815,501**	414,044,413	**873,356,789**	821,930,105

17. Insurance service expenses

	(Unaudited) Three-month period ended 30 June 2025 AED	(Unaudited) Three-month period ended 30 June 2024 AED (Restated)	**(Unaudited) Six-month period ended 30 June 2025 AED**	(Unaudited) Six-month period ended 30 June 2024 AED (Restated)
Contract measured under PAA				
Incurred claims and other expenses	**340,954,530**	445,476,522	**658,430,754**	778,505,333
Changes to liabilities for incurred claims	**(24,177,459)**	(16,643,573)	**(45,785,058)**	(29,223,407)
Amortisation of insurance acquisition cash flows	**16,017,185**	15,993,370	**33,060,536**	31,921,234
Losses on onerous contracts and reversals of those losses – net	**3,286,005**	(2,701,759)	**1,608,165**	9,065,726
	336,080,261	442,124,560	**647,314,397**	790,268,886

Notes to the condensed interim consolidated financial information (continued)
For the six-month period ended 30 June 2026

18. Net income from reinsurance contracts held

	(Unaudited) Three-month period ended 30 June 2026 AED	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Six-month period ended 30 June 2025 AED (Restated)
Allocation of reinsurance premiums	**(269,391,504)**	(236,136,724)	**(517,483,213)**	(446,210,587)
Amount recoverable from claims and other expenses				
Amounts recoverable for incurred claims	**(204,756,702)**	(281,541,854)	**(380,618,398)**	(441,574,152)
Changes to amounts recoverable for incurred claims	**8,253,924**	14,203,690	**30,988,731**	17,013,731
Losses on onerous contracts and reversals of those losses – net	**-**	352,703	**167,784**	(197,250)
	(196,502,778)	(266,985,461)	**(349,461,883)**	(424,757,671)
Net income / (expense) from reinsurance contracts held	**(72,888,726)**	30,848,737	**(168,021,330)**	(21,452,916)

19. Net insurance financial result

	(Unaudited) Three-month period ended 30 June 2026 AED	(Unaudited) Three-month period ended 30 June 2025 AED (Restated)	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Six-month period ended 30 June 2025 AED (Restated)
Insurance finance expenses from insurance contracts issued	**(4,397,348)**	(4,273,019)	**(10,995,569)**	(13,340,114)
Reinsurance finance income from reinsurance contracts held	**3,083,799**	3,120,249	**7,760,624**	9,934,219

20. Segment information

The Group is organised into two business segments: underwriting and investments. The underwriting segment incorporates motor insurance, marine insurance, FGA insurance, medical insurance and life insurance.

Investments segment includes investments in equity securities, investment properties, bank deposits and fixed deposits.

These segments are the basis on which the Group reports its primary segment information to the Chief Operating decision maker. There are no transactions between the business segments.

The accounting policies of the reportable segments are the same as the Group's accounting policies described in Note 3 to the annual audited consolidated financial statements for the year ended 31 December 2025 of the Group.

a) *Segment condensed interim consolidated statement of financial position is as follows:*

	(Unaudited) 30 June 2026			(Audited) 31 December 2025		
	Underwriting AED	**Investments AED**	**Total AED**	Underwriting AED	Investments AED	Total AED
Segment assets	**131,718,492**	**1,317,445,294**	**1,449,163,786**	135,080,059	1,288,276,087	1,423,356,146
Unallocated assets	**-**	**-**	**100,711,162**	-	-	140,990,644
Total	**131,718,491**	**1,317,445,294**	**1,549,874,948**	135,080,059	1,288,276,087	1,564,346,790
Segment liabilities	**763,652,997**	**75,497,415**	**839,150,412**	856,986,937	74,279,777	931,266,714
Unallocated liabilities	**-**	**-**	**146,524,572**	-	-	150,383,512
Total	**763,652,997**	**75,497,415**	**985,674,984**	856,986,937	74,279,777	1,081,650,226

20. Segment information (continued)

b) Segment condensed interim consolidated statement of income is as follows:

For the six-month period ended 30 June 2026 (Unaudited)

	Underwriting	**Investments**	**Total**
	AED	**AED**	**AED**
Insurance revenue	**873,356,789**		**873,356,789**
Insurance service expenses	**(647,314,397)**		**(647,314,397)**
Net expense from reinsurance contracts held	**(168,021,330)**		**(168,021,330)**
Net insurance financial result	**(3,234,945)**		**(3,234,945)**
Segment result	**54,786,117**	**36,087,010**	**90,873,127**
Unallocated costs			**(6,356,036)**
Profit for the period before tax			**84,517,091**

For the six-month period ended 30 June 2025 (Unaudited) (Restated)

	Underwriting	Investments	Total
	AED	AED	AED
Insurance revenue	821,930,105		821,930,105
Insurance service expenses	(790,268,886)		(790,268,886)
Net income from reinsurance contracts held	(21,452,916)		(21,452,916)
Net insurance financial result	(3,405,895)		(3,405,895)
Segment result	6,802,408	24,894,269	31,696,677
Unallocated costs			(11,796,807)
Profit for the period before tax			19,899,870

21. Related party balances and transactions

Related parties include the Group's major shareholders, directors and businesses controlled by them and their families over which they exercise significant influence as well as key management personnel.

Key management personnel are defined as those perons having authority and responsibility for planning, directing and controlling the activities of the Group, being the directors, chief executive officer and his direct reports.

The Group maintains significant balances with these related parties which arise from commercial transactions in the ordinary course of business at commercial rates as follows.

Related parties as per the requirement of local regulations:

21.1 Due from/to related parties

At the end of reporting period, amounts due from / to related parties included under due from policy holders and gross outstanding claims from Board of Directors, affiliated companies and key management staff were as follows:

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Board members and entities under common control		
Due from policy holders *(included in insurance contract liabilities as part of presentation requirement of IFRS 17)*	**7,419,351**	6,254,820
Gross outstanding claims *(included in insurance contract liabilities as part of presentation requirement of IFRS 17)*	**2,518,247**	2,112,324

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received, and no expense has been recognised in the period for bad or doubtful debts in respect of the amounts owed by related parties.

21.2 Transactions with related parties

During the period, the Group entered into the following transactions with Board of Directors, affiliated companies and key management staff:

	(Unaudited) Three-month period ended 30 June 2026 AED	(Unaudited) Three-month period ended 30 June 2025 AED	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Six-month period ended 30 June 2025 AED
Board members and entities under common control				
Insurance revenue	**3,045,791**	395,473	**6,816,987**	2,781,609
Insurance service expense	**1,125,907**	676,398	**2,226,503**	1,133,032

21. Related party balances and transactions (continued)

21.2 Transactions with related parties (continued)

Related parties as per the requirement of IAS 24:

Compensations of key management staff and Board of Directors

	(Unaudited) Three-month period ended 30 June 2026 AED	(Unaudited) Three-month period ended 30 June 2025 AED	**(Unaudited) Six-month period ended 30 June 2026 AED**	(Unaudited) Six-month period ended 30 June 2025 AED
Key management staff:				
Short term benefits	**1,265,368**	1,114,696	**2,530,736**	2,703,992
Long term benefits	**62,344**	47,801	**137,168**	131,703

22. Commitments and contingent liabilities

	(Unaudited) 30 June 2026 AED	(Audited) 31 December 2025 AED
Commitments		
Letters of guarantee	**322,001,833**	322,439,750

Legal claims

The Group, in common with the significant majority of insurers, is subject to litigation in the normal course of its business. The Group, based on independent legal advice, doesn't believe that the outcome of these court cases will have a material impact on the Group's income or financial condition.

23. Fair value measurement

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. As such, differences can arise between book values and the fair value estimates. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to materially curtail the scale of its operation or to undertake a transaction on adverse terms.

Fair value of financial instruments carried at amortised cost

Management considers that the carrying amounts of financial assets and financial liabilities recognised at amortised cost in the condensed interim consolidated financial information approximate their fair values.

Valuation techniques and assumptions applied for the purposes of measuring fair value

The fair values of financial and non-financial assets and financial liabilities are determined using similar valuation techniques and assumptions as used in the audited annual consolidated financial statements for the year ended 31 December 2025.

23. Fair value measurement (continued)

Fair value of the Group's financial assets that are measured at fair value on recurring basis

Some of the Group's financial assets are measured at fair value at the end of the reporting period. The following table gives information about how the fair values of these financial assets are determined:

Financial assets	Fair value as at (Unaudited) 31 June 2026 AED	(Audited) 31 December 2025 AED	Fair value hierarchy	Valuation techniques and key inputs	Significant unobservable input	Relationship of unobservable inputs to fair value
Quoted equity securities – FVTOCI	**73,636,682**	68,946,572	Level 1	Quoted bid prices in an active market.	None.	NA.
Unquoted equity securities – FVTOCI	**1,178,098**	1,178,098	Level 3	Net assets valuation method	Net assets value.	Higher the net assets value of the investees, higher the fair value.
	74,814,780	70,124,670				

Notes to the condensed interim consolidated financial information (continued)

For the six-month period ended 30 June 2026

23. Fair value measurement (continued)

Fair value measurements recognised in the condensed interim consolidated statement of financial position

The following table provides an analysis of financial assets and non-financial assets that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

30 June 2026 (Unaudited)

	Level 1 AED	**Level 2 AED**	**Level 3 AED**	**Total AED**
Financial assets at FVTOCI				
Quoted equities	**73,636,682**	**-**	**-**	**73,636,682**
Unquoted equities	**-**	**-**	**1,178,098**	**1,178,098**
Investment properties	**-**	**-**	**794,540,000**	**794,540,000**
	73,636,682	**-**	**795,718,098**	**869,354,780**

31 December 2025 (Audited)

	Level 1 AED	Level 2 AED	Level 3 AED	Total AED
Financial assets at FVTOCI				
Quoted equities	68,946,572	-	-	68,946,572
Unquoted equities	-	-	1,178,098	1,178,098
Investment properties	-	-	794,540,000	794,540,000
	68,946,572	-	795,718,098	864,664,670

There was no transfer between the levels during the period. There are no financial liabilities which should be measured at fair value and accordingly no disclosure is made in the above table.

Movement of level 3 instruments is as below:

30 June 2026 (Unaudited)

	Opening balance AED	**Additions/ (Disposals) AED**	**Change in fair value AED**	**Ending balance AED**
Investment properties	**794,540,000**	**-**	**-**	**794,540,000**
Financial assets at FVTOCI				
Unquoted equities	**1,178,098**	**-**	**-**	**1,178,098**
31 December 2025 (Audited)				
Investment properties	849,055,989	4,786	(54,520,775)	794,540,000
Financial assets at FVTOCI				
Unquoted Equity securities	3,478,098	-	(2,300,000)	1,178,098

24. Capital risk management

The solvency regulations identify the required Solvency Margin to be held in addition to insurance liabilities. The Solvency Margin (presented in the table below) must be maintained at all times throughout the period. The Group is subject to solvency regulations which it has not complied with during the period. The Group has incorporated in its policies and procedures the necessary tests to ensure continuous and full compliance with such regulations. The table below summarises the Minimum Capital Requirement, Minimum Guarantee Fund and Solvency Capital Requirement of the Group and the total capital held to meet these required Solvency Margins.

The following disclosure has been prepared based on financial information in accordance with CBUAE rules (which are consistent with IFRS 4). The group has disclosed the solvency position as at 30 June 2026.

	30 June 2026 **AED**	31 December 2025 AED
Minimum Capital Requirement (MCR)	**100,000,000**	100,000,000
Solvency Capital Requirement (SCR)	**422,467,196**	296,913,686
Minimum Guarantee Fund (MGF)	**208,996,754**	201,831,065
Basic Own Funds*	**210,690,056**	280,087,210
Ancillary Own Funds	**221,380,112**	303,200,000
MCR Solvency Margin – Surplus	**-**	28,487,210
SCR Solvency Margin – (Deficit)	**(211,777,140)**	(16,826,476)
MGF Solvency Margin – Surplus	**1,693,302**	78,256,145

As of 30 June 2026, the Group has a deficit in the Solvency Margin Requirements as stipulated by the Central Bank of the U.A.E. by an amount of AED 211,777,140. The Group's ability to comply with the solvency requirements depends on implementing an effective business plan.

The Company has received a no-objection letter from the Central Bank on the Solvency Recovery Plan submitted by the management. The Company intends to continue complying with the action plan mentioned in the Solvency Recovery Plan.

*This represents Basic Own Funds eligible to meet SCR.

25. Change in accounting policies and correction of errors

During the year ended 31 December 2025, the Group retrospectively restated its consolidated financial statements to reflect changes in accounting policies and the correction of errors relating to the recognition of acquisition costs, commissions, and the classification of insurance contract balances, in accordance with IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors. Accordingly, in this condensed interim consolidated financial information, the affected financial statements line items for the period ended 30 June 2025 have been restated.

Nature and reason for the change:

The principal changes and the reasons for them are described below.

During the year ended 31 December 2025, the Group identified certain adjustments and reclassifications relating to insurance and reinsurance contract assets and liabilities, in accordance with IAS 8. Accordingly, the affected line items in the comparative financial statements for the period ended 30 June 2025 have been restated to ensure consistent presentation and comparability with the current period.

25. Change in accounting policies and correction of errors (continued)

Certain acquisition costs and commission incomes, which were previously recognised immediately, are now deferred over the coverage period to better align with the IFRS 17 requirements for contracts with contract boundary more than 12 months. Further, to ensure reliable, consistent reporting and comparability across all lines of business and contracts, the deferment option has been considered also for contracts with contract boundaries less than 12 months. This deferral results in these balances being treated as future expenses and income, leading to an increase in insurance contract liabilities at subsequent measurement dates. In some instances, this has given rise to the recognition of loss components and the corresponding loss recovery components on reinsurance contracts, reflecting the revised cash flow profiles of the affected contracts.

In addition, there has been a reclassification of reinsurance commission incomes that were not contingent on claims from “Amounts recoverable from reinsurance for incurred claims” to “Allocation of reinsurance premiums” of AED 11.22 million and AED 49.4 million for the three-month and six-month periods ended 30 June 2026 respectively.

The application of risk adjustment on the claims payable component of the liability for incurred claims has been foregone on the claims which were finalised but unpaid as there is no insurance risk on these balances. This change aligns with management’s current risk assessment approach and simplifies the measurement of incurred claim liabilities, while ensuring the financial statements continue to provide a faithful representation of the Group’s insurance obligations.

In addition to the above, certain cash flow presentation changes were made within operating activities to better reflect the revised classification of insurance and reinsurance contract assets and liabilities. The changes in cash flows primarily arise from the restatements described above and the reclassification of certain insurance related balances previously presented within other payables to insurance contract assets and liabilities. Additionally, the Group previously included cash flows for net rental income from investment properties within investing activities in the condensed interim consolidated statement of cash flows which now has been reclassified to operating activities.

Rationale for the changes

The changes were undertaken to improve the reliability, relevance and comparability of financial information about the Group’s insurance and reinsurance contracts by ensuring that measurement and presentation reflect the economic substance of the contracts.

The changes align the Group’s accounting and presentation with the IFRS 17 requirements, and management's reporting used for evaluating contract profitability and performance.

The reclassifications and reallocations correct prior presentations where balances and cash flows were allocated or presented in a manner that did not fully reflect the timing or nature of the underlying fulfilment cash flows.

25. Change in accounting policies and correction of errors (continued)

Quantitative effect of the change

The effect of the change on the condensed interim consolidated statements of profit or loss and other comprehensive income for the period ended 30 June 2025 is set out below. The effect of the change on the condensed interim consolidated statements of profit or loss and other comprehensive income for the three-month period ended 30 June 2025 has not been presented as the impact for that period is not material other than the reclassification adjustment of reinsurance commission income as described above.

	Published	Adjustments	Restated
Insurance revenue	821,101,544	828,561	821,930,105
Insurance service expenses	(780,793,314)	(9,475,572)	(790,268,886)
Insurance service result before reinsurance contracts held	**40,308,230**	**(8,647,011)**	**31,661,219**
Allocation of reinsurance premiums	(495,592,599)	49,382,012	(446,210,587)
Amounts recoverable from reinsurance for incurred claims	475,946,899	(51,189,228)	424,757,671
Net expenses from reinsurance contracts held	**(19,645,700)**	**(1,807,216)**	**(21,452,916)**
Insurance service result	**20,662,530**	**(10,454,227)**	**10,208,303**
Investment and other income	**24,894,270**	**-**	**24,894,270**
Insurance finance expense for insurance contracts issued	(18,152,516)	4,812,402	(13,340,114)
Reinsurance finance income for reinsurance contracts held	9,977,774	(43,555)	9,934,219
Net insurance financial result	**(8,174,742)**	**4,768,847**	**(3,405,895)**
Net insurance and investment results	**37,382,058**	**(5,685,380)**	**31,696,678**
General and administrative expenses	(4,051,618)	-	(4,051,618)
Finance costs	(7,594,471)	-	(7,594,471)
Finance costs - lease	(150,719)	-	(150,719)
	(11,796,808)	**-**	**(11,796,808)**
Profit for the period before tax	**25,585,250**	**(5,685,380)**	**19,899,870**
Profit for the period after tax	**26,877,840**	**(5,685,380)**	**21,192,460**

The comparative earnings per share figures have been restated due to restatements and correction of errors, with the basic and diluted EPS restated from AED 10.75 fils to AED 8.48 fils for the six-month period ended 30 June 2026 and restated from AED 2.49 fils to AED 4.74 fils for the three-month period ended 30 June 2025.

25. Change in accounting policies and correction of errors (continued)

The key components for the effect of the change on condensed interim consolidated statements of profit or loss and other comprehensive income for the period ended 30 June 2025:

Risk adjustment on insurance contracts issued	(4,590,928)
Risk adjustment on reinsurance contracts held	2,503,849
Loss component	(9,065,726)
Loss recovery component	197,250
Discounting on liability for incurred claims – component of insurance service expense	(1,329,061)
Discounting on liability for incurred claims – component of insurance finance expense	4,812,402
Recognition of deferred acquisition cost	9,390,806
Recognition of unearned commission income	(8,410,544)
Advance premium	797,227
Non-performance reserve on reinsurance receivables	(17,039)
Others	26,384
	(5,685,380)

The effect of the restatements on the condensed interim consolidated statement of cashflows for the period ended 30 June 2025:

Change in working capital	**As previously reported**
Change in insurance contract assets	-
Change in insurance contract liabilities	109,106,194
Change in reinsurance contract assets	(68,364,496)
Change in reinsurance contract liabilities	23,562,237
Other payables	13,035,172

Change in working capital	**Restated**
Change in insurance contract assets	-
Change in insurance contract liabilities	109,060,126
Change in reinsurance contract assets	(81,951,116)
Change in reinsurance contract liabilities	54,567,071
Other payables	1,348,750

Operating activities

Adjustments for	**As previously reported**
Net rental income from investing properties	(14,016,621)

Adjustments for	**Restated**
Net rental income from investment properties	-

Investing activities

	As previously reported
Net rental income from investing properties	14,016,621

	Restated
Net rental income from investment properties	-

Notes to the condensed interim consolidated financial information (continued)
For the six-month period ended 30 June 2026

26. Approval of condensed interim consolidated financial information

The condensed interim consolidated financial information was approved by the Board of Directors and authorised for issue on 13 August 2026.