KUWAIT REINSURANCE COMPANY K.S.C.P.

INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

30 SEPTEMBER 2026

Shape the future with confidence

ERNST & YOUNG
AL AIBAN, AL OSAIMI & PARTNERS
P.O. Box 74
Burj Alshaya, 16th & 17th Floor
Al Soor Street, Mirqab
Safat 13001, State of Kuwait

Tel: +965 2295 5000
Fax: +965 2245 6419
kuwait@kw.ey.com
https://www.ey.com

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF KUWAIT REINSURANCE COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Kuwait Reinsurance Company K.S.C.P. (the "Company") as at 30 September 2026, and the related interim condensed statement of profit or loss, the interim condensed statement of comprehensive income for the three-month and nine-month periods then ended, the related interim condensed statement of cash flows and interim condensed statement of changes in equity for the nine-month period then ended. Management of the Company is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with International Accounting Standard 34: *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". 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 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed financial information is in agreement with the books of account of the Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Company's Memorandum of Incorporation and Articles of Association, as amended, during the nine-months period ended 30 September 2026 that might have had a material effect on the business of the Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any material violations of the provisions of Law No 7 of 2010 concerning establishment of Capital Market Authority "CMA" and organization of security activity and its executive regulations, as amended, during the nine-months period ended 30 September 2026 that might have had a material effect on the business of the Company or on its financial position.

BADER A. AL-ABDULJADER
LICENSE NO. 207
EY
AL AIBAN, AL OSAIMI & PARTNERS

ERNST & YOUNG
EY
Al Aiban Al Osaimi & Partners

26 October 2026
Kuwait

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

For the period ended 30 September 2026

	Notes	*Three months ended 30 September*		*Nine months ended 30 September*	
		2026	*2025*	***2026***	*2025*
		KD	*KD*	***KD***	*KD*
Insurance revenue	8	**24,368,954**	22,527,860	**71,375,113**	65,794,023
Insurance service expense	8	**(22,288,455)**	(18,066,076)	**(59,011,928)**	(62,684,950)
Insurance service result before reinsurance contracts held	8	**2,080,499**	4,461,784	**12,363,185**	3,109,073
Allocation of reinsurance premiums		**(1,560,834)**	(2,194,164)	**(6,709,172)**	(5,739,449)
Amounts recoverable from reinsurance		**1,108,991**	(1,262,568)	**2,323,261**	7,930,409
Net (expense) income from reinsurance contracts held	8	**(451,843)**	(3,456,732)	**(4,385,911)**	2,190,960
Insurance service result		**1,628,656**	1,005,052	**7,977,274**	5,300,033
Finance income (expense) from insurance contracts issued	8	**873,987**	(95,966)	**(224,695)**	(1,360,871)
Finance (expense) income from reinsurance contracts held	8	**(47,983)**	234,647	**230,324**	648,034
Net Finance Income (Expense)		**826,004**	138,681	**5,629**	(712,837)
Net insurance financial result		**2,454,660**	1,143,733	**7,982,903**	4,587,196
Net investment income	4	**3,494,007**	2,341,503	**8,320,839**	8,644,797
Rental income from investment properties		**162,742**	158,021	**489,249**	442,842
Non-attributable general and administrative expenses		**(264,259)**	(222,892)	**(1,095,426)**	(1,026,468)
Investment property expenses		**(17,167)**	(24,581)	**(48,648)**	(62,283)
Depreciation expense		**(24,420)**	(19,243)	**(69,358)**	(56,858)
Net foreign exchange differences		**(198,869)**	226,311	**(497,515)**	1,034,260
Donation to Kuwait Emergency fund		**(461,850)**	-	**(461,850)**	-
PROFIT BEFORE TAX		**5,144,844**	3,602,852	**14,620,194**	13,563,486
Contribution to Kuwait Foundation for Advancement of Sciences ("KFAS")		**(51,448)**	(36,029)	**(146,202)**	(135,635)
National Labour Support Tax ("NLST")		**(128,353)**	(89,353)	**(364,308)**	(334,553)
Zakat		**(51,341)**	(35,737)	**(145,723)**	(133,803)
PROFIT FOR THE PERIOD		**4,913,702**	3,441,733	**13,963,961**	12,959,495
BASIC AND DILUTED EARNINGS PER SHARE (Fils)	5	**14.49**	10.14	**41.16**	38.19

The attached notes 1 to 14 form part of this interim condensed financial information

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 30 September 2026

	Three months ended 30 September		*Nine months ended 30 September*	
	2026 KD	*2025 KD*	***2026 KD***	*2025 KD*
PROFIT FOR THE PERIOD	**4,913,702**	3,441,733	**13,963,961**	12,959,495
Other comprehensive income (loss)				
Other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods				
Exchange differences on translation of foreign operations	**96,068**	1,435,029	**14,413**	1,201,241
	96,068	1,435,029	**14,413**	1,201,241
Other comprehensive (loss) income that will not be reclassified to profit or loss in subsequent periods:				
Net (loss) gain on equity instruments at fair value through other comprehensive income	**(56,990)**	21,099	**(72,032)**	111,267
Other comprehensive income (loss) for the period	**39,078**	1,456,128	**(57,619)**	1,312,508
Total comprehensive income for the period	**4,952,780**	4,897,861	**13,906,342**	14,272,003

The attached notes 1 to 14 form part of this interim condensed financial information

Kuwait Reinsurance Company K.S.C.P.

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 September 2026

	Notes	*30 September 2026* KD	*(Audited) 31 December 2025* KD	*30 September 2025* KD
ASSETS				
Cash and cash equivalents	6	**3,284,007**	7,536,990	5,276,743
Term deposits	6	**189,057,143**	185,363,776	181,306,570
Financial assets at fair value through profit or loss	7	**21,244,144**	12,350,657	12,142,468
Financial assets at fair value through other comprehensive income	7	**2,010,213**	2,088,007	2,490,670
Debt instruments at amortised cost	7	**25,599,600**	25,599,600	21,999,600
Insurance contract assets	8	**506,362**	56,825	30,090
Reinsurance contract assets	8	**21,973,164**	22,047,700	22,417,351
Other receivables		**4,174,367**	3,830,125	3,893,322
Investment properties		**11,873,964**	11,873,462	11,848,940
Property and equipment		**1,549,309**	1,392,012	1,398,426
TOTAL ASSETS		**281,272,273**	272,139,154	262,804,180
LIABILITIES AND EQUITY				
LIABILITIES				
Insurance contract liabilities	8	**155,053,966**	153,655,735	150,721,239
Reinsurance contract liabilities	8	**6,234,645**	5,766,377	5,597,206
Other payables		**3,936,962**	3,961,403	3,365,110
TOTAL LIABILITIES		**165,225,573**	163,383,515	159,683,555
EQUITY				
Share capital	9	**34,207,646**	31,097,860	31,097,860
Share premium		**5,296,366**	5,296,366	5,296,366
Statutory reserve		**13,360,837**	13,360,837	11,240,740
Voluntary reserve		**13,360,837**	13,360,837	11,240,740
General reserve		**21,000,000**	21,000,000	18,000,000
Treasury shares	10	**(392,207)**	(248,840)	(242,749)
Treasury shares reserve		**16,013**	11,418	6,073
Fair value reserve		**(1,431,689)**	(1,411,542)	(1,453,189)
Foreign currency translation reserve		**569,544**	555,131	1,902,072
Retained earnings		**30,059,353**	25,733,572	26,032,712
TOTAL EQUITY		**116,046,700**	108,755,639	103,120,625
TOTAL LIABILITIES AND EQUITY		**281,272,273**	272,139,154	262,804,180

Sulaiman H. M. AlDalali
Chairman

Mohammad A. A. AlSaad
Vice Chairman

The attached notes 1 to 14 form part of this interim condensed financial information

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 September 2026

	Share capital KD	*Share premium KD*	*Statutory reserve KD*	*Voluntary reserve KD*	*General reserve KD*	*Treasury shares KD*	*Treasury shares reserve KD*	*Fair value reserve KD*	*Foreign currency translation reserve KD*	*Retained earnings KD*	*Total equity KD*
As at 1 January 2026	**31,097,860**	**5,296,366**	**13,360,837**	**13,360,837**	**21,000,000**	**(248,840)**	**11,418**	**(1,411,542)**	**555,131**	**25,733,572**	**108,755,639**
Profit for the period	-	-	-	-	-	-	-	-	-	**13,963,961**	**13,963,961**
Other comprehensive loss for the period	-	-	-	-	-	-	-	**(72,032)**	**14,413**	-	**(57,619)**
Total comprehensive income for the period	-	-	-	-	-	-	-	**(72,032)**	**14,413**	**13,963,961**	**13,906,342**
Transfer of fair value reserve on derecognition of equity instruments designated at FVOCI	-	-	-	-	-	-	-	**51,885**	-	**(51,885)**	-
Purchase of treasury shares	-	-	-	-	-	**(144,867)**	-	-	-	-	**(144,867)**
Sale of treasury shares	-	-	-	-	-	**1,500**	**4,595**	-	-	-	**6,095**
Issue of bonus shares (Note 9)	**3,109,786**	-	-	-	-	-	-	-	-	**(3,109,786)**	-
Cash dividends (Note 9)	-	-	-	-	-	-	-	-	-	**(6,476,509)**	**(6,476,509)**
At 30 September 2026	**34,207,646**	**5,296,366**	**13,360,837**	**13,360,837**	**21,000,000**	**(392,207)**	**16,013**	**(1,431,689)**	**569,544**	**30,059,353**	**116,046,700**

The attached notes 1 to 14 form part of this interim condensed financial information

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED) (continued)

For the period ended 30 September 2026

	Share capital KD	*Share premium KD*	*Statutory reserve KD*	*Voluntary reserve KD*	*General reserve KD*	*Treasury shares KD*	*Treasury shares reserve KD*	*Cumulative changes in fair value reserve KD*	*Foreign currency translation reserve KD*	*Retained earnings KD*	*Total KD*
As at 1 January 2025	28,794,315	5,296,366	11,240,740	11,240,740	18,000,000	(239,302)	3,064	(1,643,282)	700,831	18,311,734	91,705,206
Profit for the period	-	-	-	-	-	-	-	-	-	12,959,495	12,959,495
Other comprehensive loss for the period	-	-	-	-	-	-	-	111,267	1,201,241	-	1,312,508
Total comprehensive income for the period	-	-	-	-	-	-	-	111,267	1,201,241	12,959,495	14,272,003
Transfer of fair value reserve on derecognition of equity instruments designated at FVOCI	-	-	-	-	-	-	-	78,826	-	(78,826)	-
Purchase of treasury shares	-	-	-	-	-	(4,388)	-	-	-	-	(4,388)
Sale of treasury shares	-	-	-	-	-	941	3,009	-	-	-	3,950
Issue of bonus shares (Note 9)	2,303,545	-	-	-	-	-	-	-	-	(2,303,545)	-
Cash dividends (Note 9)	-	-	-	-	-	-	-	-	-	(2,856,146)	(2,856,146)
As at 30 September 2025	31,097,860	5,296,366	11,240,740	11,240,740	18,000,000	(242,749)	6,073	(1,453,189)	1,902,072	26,032,712	103,120,625

The attached notes 1 to 14 form part of this interim condensed financial information

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

For the period ended 30 September 2026

	Notes	Nine months ended 30 September 2026 KD	2025 KD
OPERATING ACTIVITIES			
Profit before tax		**14,620,194**	13,563,486
Adjustments to reconcile profit before tax to net cash flows:			
Depreciation expense		**69,358**	56,858
Net investment income	4	**(8,320,839)**	(8,644,797)
Rental income from investment properties		**(489,249)**	(442,842)
Provision for employees' end of service benefits		**255,768**	204,718
Investment property expenses		**48,648**	62,283
Finance costs		**2,475**	2,313
		6,186,355	4,802,019
Working capital changes:			
Insurance contract assets		**(449,537)**	25,470
Reinsurance contract assets		**73,918**	(5,376,622)
Other receivables		**(34,876)**	(92,950)
Insurance contract liabilities		**1,530,539**	20,918,360
Reinsurance contract liabilities		**468,268**	(1,261,885)
Other payables		**(131,438)**	(344,032)
Cash flows from operations		**7,643,229**	18,670,360
Taxes paid		**(921,253)**	(658,729)
Net cash flows from operating activities		**6,721,976**	18,011,631
INVESTING ACTIVITIES			
Purchase of property and equipment		**(225,695)**	(23,124)
Purchase of financial assets at fair value through profit or loss		**(8,359,011)**	(1,524,605)
Proceeds from sale of financial assets at fair value through profit or loss		**524,641**	896,644
Proceeds from disposal of financial assets fair value through OCI		**5,762**	10,432
Net movement in term deposits		**(3,693,367)**	(18,026,613)
Interest income received		**6,552,927**	5,900,895
Dividends income received		**303,804**	405,748
Investment property expenses		**(48,648)**	(62,283)
Income received from funds		**127,600**	138,105
Rental income received		**457,275**	459,936
Net cash flows used in investing activities		**(4,354,712)**	(11,824,865)
FINANCING ACTIVITIES			
Dividends paid		**(6,360,260)**	(2,758,871)
Movement in treasury shares (net)		**(138,772)**	(438)
Finance costs paid		**(2,475)**	(2,313)
Net cash flows used in financing activities		**(6,501,507)**	(2,761,622)
Foreign currency translation adjustments		**(118,740)**	1,480,719
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		**(4,252,983)**	4,905,863
Cash and cash equivalents at 1 January		**7,536,990**	5,250,880
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	6	**3,284,007**	10,156,743

The attached notes 1 to 14 form part of this interim condensed financial information

1 CORPORATE INFORMATION

The interim condensed financial information of Kuwait Reinsurance Company K.S.C.P. (the "Company") for the nine months ended 30 September 2026 was authorised for issue in accordance with a resolution of the Board of Directors on 26 October 2026.

The financial statements of the Company for the year ended 31 December 2025 were approved by the shareholders of the Company at the Annual General Assembly meeting ("AGM") held on 18 March 2026. Dividends approved are disclosed in Note 9.

The Company is a public shareholding company incorporated in the State of Kuwait on 2 February 1972 and listed on Boursa Kuwait. Its registered office is located at KRE Tower, Al Shuhada Street, Sharq, State of Kuwait.

The Company's principal activity is the provision of reinsurance services across various classes of business. The Company also undertakes investment activities incidental to its principal business. The Company has an offshore branch in Labuan, Malaysia, established on 11 August 2006, and a branch in GIFT City, Gujarat, India, established on 8 January 2026.

The Company is a subsidiary of Al Ahleia Insurance Company S.A.K.P. (the "Parent Company"), a public shareholding company listed on Boursa Kuwait.

2 BASIS OF PREPARATION AND CHANGES TO THE COMPANY'S ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed financial information for the period ended 30 September 2026 of the Company has been prepared in accordance with IAS 34 *Interim Financial Reporting*. The Company has prepared the interim condensed financial information on the basis that it will continue to operate as a going concern. The Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

The interim condensed financial information are presented in Kuwaiti Dinars ("KD") which is also the functional currency of the Company.

The interim condensed financial information does not contain all information and disclosures required in the annual financial statements prepared in accordance with the IFRS Accounting Standards and should be read in conjunction with the Company's annual financial statements as at and for the year ended 31 December 2025.

2.2 New standards, interpretations and amendments adopted by the Company

The accounting policies adopted in the preparation of the interim condensed financial information are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2025, except for adoption of amendments and improvements to IFRS Accounting Standards effective as of 1 January 2026. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. One amendment apply for the first time in 2026, but didn't have an impact on the interim condensed financial information of the Company.

Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7) - 1 January 2026

The Amendments include:

- A clarification that a financial liability is derecognised on the 'settlement date' and the introduction of an accounting policy choice (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date.
- Additional guidance on how the contractual cash flows for financial assets with environmental, social and corporate governance (ESG) and similar features should be assessed.
- Clarifications on what constitute 'non-recourse features' and what are the characteristics of contractually linked instruments.
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI).

The amendments did not have any material impact on the Company's interim condensed financial information.

2 BASIS OF PREPARATION AND CHANGES TO THE COMPANY'S ACCOUNTING POLICIES (continued)

2.2 New standards, interpretations and amendments adopted by the Company (continued)

Annual Improvements to IFRS Accounting Standards - Volume 11

In July 2024, the IASB issued nine narrow scope amendments as part of its periodic maintenance of IFRS accounting standards. The amendments include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1 *First-time Adoption of International Financial Reporting Standards*, IFRS 7 *Financial instruments: Disclosure* and its accompanying Guidance on implementing IFRS 7, IFRS 9 *Financial Instruments*, IFRS 10 *Consolidated Financial Statements* and IAS 7 *Statements of Cash Flows.*

The amendments will be effective for reporting periods beginning on or after 1 January 2026.

The amendments did not have any material impact on the Company's interim condensed financial information.

3 SEGMENT INFORMATION

For management purposes, the Company is organised into the following operating segments:

- **Non-life reinsurance** – comprises property, general accident, marine and energy reinsurance business.
- **Life reinsurance** – comprises group life and credit life reinsurance business. The Company's life reinsurance portfolio is limited to contracts with a coverage period of up to one year and does not include long-tail business.

Management monitors the operating results of each segment separately for the purpose of resource allocation and performance assessment. Segment performance is evaluated based on segment results.

The following table presents segment revenue, results before taxes, total assets and total liabilities information in respect of the Company's business segments:

	Nine months ended 30 September 2026			
	Non-life KD	***Life KD***	***Unallocated KD***	***Total KD***
Segment revenue	**66,242,493**	**5,132,620**	**-**	**71,375,113**
Segment results	**7,372,451**	**610,452**	**-**	**7,982,903**
Net investment income	**6,590,067**	**359,475**	**1,371,297**	**8,320,839**
Rental income from investment properties			**489,249**	**489,249**
Non-attributable general and administrative expenses			**(1,095,426)**	**(1,095,426)**
Investment property expenses			**(48,648)**	**(48,648)**
Depreciation			**(69,358)**	**(69,358)**
Net foreign exchange differences			**(497,515)**	**(497,515)**
Donation to Kuwait Emergency Fund			**(461,850)**	**(461,850)**
Profit before tax				**14,620,194**

3 SEGMENT INFORMATION (continued)

	Nine months ended 30 September 2025			
	Non-life KD	*Life* KD	*Unallocated* KD	*Total* KD
Segment revenue	61,987,429	3,806,594	-	65,794,023
Segment results	4,331,862	255,334	-	4,587,196
Net Investment Income	6,100,635	257,207	2,286,955	8,644,797
Rental income from investment properties			442,842	442,842
Non-attributable general and administrative expenses			(1,026,468)	(1,026,468)
Investment property expenses			(62,283)	(62,283)
Depreciation			(56,858)	(56,858)
Foreign exchange gain			1,034,260	1,034,260
Profit before tax				13,563,486

The following table presents segment assets and liabilities of the Company's operating segments at 30 September 2026, 31 December 2025 and 30 September 2025:

	As at 30 September 2026			
	Non-life **KD**	***Life*** **KD**	***Unallocated*** **KD**	***Total*** **KD**
Total assets	**228,310,052**	**12,110,224**	**40,851,997**	**281,272,273**
Total liabilities	**153,500,601**	**7,788,010**	**3,936,962**	**165,225,573**

	As at 31 December 2025 *(Audited)*			
	Non-life KD	*Life* KD	*Unallocated* KD	*Total* KD
Total assets	229,985,326	10,619,565	31,534,263	272,139,154
Total liabilities	152,738,133	6,683,979	3,961,403	163,383,515

	As at 30 September 2025			
	Non-life KD	*Life* KD	*Unallocated* KD	*Total* KD
Total assets	221,664,271	9,366,083	31,773,826	262,804,180
Total liabilities	150,284,764	6,033,681	3,365,110	159,683,555

4 NET INVESTMENT INCOME

	Three months ended 30 September		*Nine months ended 30 September*	
	2026 KD	*2025 KD*	***2026 KD***	*2025 KD*
Interest on deposits	**1,936,035**	1,888,100	**5,821,791**	5,384,270
Interest on bonds	**352,216**	286,682	**1,008,528**	839,876
Unrealised gain on change in fair value of financial assets at fair value through profit or loss	**1,087,270**	4,462	**1,007,719**	1,771,030
Dividend income	**57,097**	65,411	**303,804**	405,748
Income from funds	**48,871**	44,462	**127,600**	138,105
Realised gain from financial assets at fair value through profit or loss	**12,518**	52,386	**51,397**	105,768
	3,494,007	2,341,503	**8,320,839**	8,644,797

5 BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share are calculated by dividing the profit for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares. As there were no dilutive potential ordinary shares outstanding during the period, basic and diluted earnings per share are identical. The calculation is as follows:

	Three months ended 30 September		*Nine months ended 30 September*	
	2026 KD	*2025 KD*	***2026 KD***	*2025 KD*
Profit for the period	**4,913,702**	3,441,733	**13,963,961**	12,959,495
	Shares	*Shares*	***Shares***	*Shares*
Weighted average number of shares outstanding during the period net of treasury shares	**339,153,857**	339,303,174	**339,233,810**	339,306,687
Basic and diluted earnings per share (fils)	**14.49**	10.14	**41.16**	38.19

Earnings per share for the three months and nine months periods ended 30 September 2025 were 11.16 fils and 42.01 fils respectively, before retroactive adjustment to the number of shares following the bonus shares issuance (Note 9).

As there are no dilutive instruments outstanding, basic and diluted earnings per share are identical.

6 CASH AND CASH EQUIVALENTS

	30 September 2026 KD	*(Audited) 31 December 2025 KD*	*30 September 2025 KD*
Bank balances and cash	**3,284,007**	7,536,990	5,276,743
Term deposits	**189,057,143**	185,363,776	181,306,570
	192,341,150	192,900,766	186,583,313
Less: Term deposits with original maturities of more than 3 Months	**(189,057,143)**	(185,363,776)	(176,426,570)
Cash and cash equivalents for the purpose of interim condensed statement of cash flows	**3,284,007**	7,536,990	10,156,743

Term deposits include an amount of KD 1,000,000 held in State of Kuwait under lien to the Insurance Regulation Unit in accordance with insurance regulations of State of Kuwait (31 December 2025: KD 1,000,000, 30 September 2025: KD 1,000,000) and an amount of USD 1,500,000 held in State of Kuwait as assigned capital for branch in India, as per the requirements of International Financial Services Centres Authority, pursuant to Regulation 17(2) of the International Financial Services Centres Authority (Registration of Insurance Business) Regulations, 2021 ("IIO Regulations").

7 FINANCIAL INSTRUMENTS

	30 September 2026 KD	*(Audited) 31 December 2025 KD*	*30 September 2025 KD*
Financial assets at fair value through profit or loss			
Quoted equity securities	**21,198,779**	12,305,292	12,084,718
Unquoted equity securities	**45,365**	45,365	57,750
	21,244,144	12,350,657	12,142,468
Financial assets at fair value through other comprehensive income			
Quoted managed funds	**1,976,519**	2,028,009	2,427,870
Unquoted managed funds	**33,694**	59,998	62,800
	2,010,213	2,088,007	2,490,670
Debt instruments at amortised cost			
Bonds	**25,599,600**	25,599,600	21,999,600
	48,853,957	40,038,264	36,632,738

The hierarchy for determining and disclosing the fair values of financial instruments by valuation techniques is presented in Note 13.

8 INSURANCE AND REINSURANCE CONTRACTS

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

	Valuation Approach	30 September 2026			30 September 2025		
		Assets KD	Liabilities KD	Net KD	Assets KD	Liabilities KD	Net KD
Insurance contract assets & liabilities							
Non-life	PAA	**(506,362)**	**147,265,956**	**146,759,594**	(30,065)	144,687,558	144,657,493
Life	PAA	**-**	**7,788,010**	**7,788,010**	(25)	6,033,681	6,033,656
Total insurance contract assets & liabilities		**(506,362)**	**155,053,966**	**154,547,604**	(30,090)	150,721,239	150,691,149
Reinsurance contract assets & liabilities							
Non-life	PAA	**21,766,981**	**(6,234,645)**	**15,532,336**	22,354,791	(5,597,206)	16,757,585
Life	PAA	**206,183**	**-**	**206,183**	62,560	-	62,560
Total reinsurance contract assets & liabilities		**21,973,164**	**(6,234,645)**	**15,738,519**	22,417,351	(5,597,206)	16,820,145

	Valuation Approach	30 September 2026			30 September 2025		
		Revenue KD	Expense KD	Net KD	Revenue KD	Expense KD	Net KD
Insurance service results							
Non-life	PAA	**66,242,493**	**(54,484,815)**	**11,757,678**	61,987,429	(59,192,907)	2,794,522
Life	PAA	**5,132,620**	**(4,527,113)**	**605,507**	3,806,594	(3,492,043)	314,551
Total		**71,375,113**	**(59,011,928)**	**12,363,185**	65,794,023	(62,684,950)	3,109,073
Reinsurance service results							
Non-life	PAA	**2,138,215**	**(6,585,723)**	**(4,447,508)**	7,857,883	(5,636,277)	2,221,606
Life	PAA	**185,046**	**(123,449)**	**61,597**	72,526	(103,172)	(30,646)
Total		**2,323,261**	**(6,709,172)**	**(4,385,911)**	7,930,409	(5,739,449)	2,190,960

8 INSURANCE AND REINSURANCE CONTRACTS (continued)

8.1 Analysis of insurance contract assets and liabilities for contracts measured under PAA

	30 September 2026					30 September 2025				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)			Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		
	Excluding loss component KD	Loss component KD	Estimates of the present value of future cash flows KD	Risk adjustment KD	Total KD	Excluding loss component KD	Loss component KD	Estimates of the present value of futurecash flows KD	Risk adjustment KD	Total KD
Opening liabilities	(37,898,430)	-	121,548,376	70,005,789	153,655,735	(35,791,602)	-	106,066,067	59,250,748	129,525,213
Opening assets	(135,507)	-	38,552	40,130	(56,825)	(458,221)	-	188,187	214,474	(55,560)
Net opening balance	(38,033,937)	-	121,586,928	70,045,919	153,598,910	(36,249,823)	-	106,254,254	59,465,222	129,469,653
Insurance revenue	(71,375,113)	-	-	-	(71,375,113)	(65,794,023)	-	-	-	(65,794,023)
Insurance service expenses										
Incurred claims and other directly attributable expenses	-	-	59,121,232	27,234,452	86,355,684	-	-	108,885,228	53,183,258	162,068,486
Changes relating to liabilities for incurred claims	-	-	(3,041,214)	(30,345,723)	(33,386,937)		-	(59,459,135)	(45,433,225)	(104,892,360)
Insurance acquisition costs incurred	6,043,181	-	-	-	6,043,181	5,508,824	-	-	-	5,508,824
Insurance service expenses	6,043,181	-	56,080,018	(3,111,271)	59,011,928	5,508,824	-	49,426,093	7,750,033	62,684,950
Insurance service result	(65,331,932)	-	56,080,018	(3,111,271)	(12,363,185)	(60,285,199)	-	49,426,093	7,750,033	(3,109,073)
Net finance expense from insurance contracts	-	-	224,695	-	224,695		-	1,360,871	-	1,360,871
Effect of movements in exchange rates	(14,422)	-	72,877	39,200	97,655	26,027	-	(131,055)	(99,351)	(204,379)
Total changes in the interim condensed statement of profit or loss	(65,346,354)	-	56,377,590	(3,072,071)	(12,040,835)	(60,259,172)	-	50,655,909	7,650,682	(1,952,581)
Cash flows										
Premiums received	62,761,264	-	-	-	62,761,264	66,236,889	-	-	-	66,236,889
Claims and other directly attributable expenses paid	-	-	(43,617,787)	-	(43,617,787)		-	(37,312,147)	-	(37,312,147)
Insurance acquisition cash flows	(6,153,948)	-	-	-	(6,153,948)	(5,750,665)	-	-	-	(5,750,665)
Total cash flows	56,607,316	-	(43,617,787)	-	12,989,529	60,486,224	-	(37,312,147)	-	23,174,077
Net closing balance	(46,772,975)	-	134,346,731	66,973,848	154,547,604	(36,022,771)	-	119,598,016	67,115,904	150,691,149
Closing liabilities	(45,443,647)	-	133,716,913	66,780,700	155,053,966	(35,914,969)	-	119,566,462	67,069,746	150,721,239
Closing assets	(1,329,328)	-	629,818	193,148	(506,362)	(107,802)	-	31,554	46,158	(30,090)
Net closing balance	(46,772,975)	-	134,346,731	66,973,848	154,547,604	(36,022,771)	-	119,598,016	67,115,904	150,691,149

8 INSURANCE AND REINSURANCE CONTRACTS (continued)

8.2 Analysis of reinsurance contract assets and liabilities for contracts measured under PAA

	30 September 2026					*30 September 2025*				
	Assets for remaining coverage (ARC)		*Assets for amounts recoverable on incurred claims (AIC)*			*Assets for remaining coverage (ARC)*		*Assets for amounts recoverable on incurred claims (AIC)*		
	Excluding loss component KD	*Loss component KD*	*Estimates of the present value of future cash flows KD*	*Risk adjustment KD*	*Total KD*	*Excluding loss component KD*	*Loss component KD*	*Estimates of the present value of futurecash flows KD*	*Risk adjustment KD*	*Total KD*
Opening liabilities	**(8,405,798)**	**-**	**2,488,175**	**151,246**	**(5,766,377)**	(9,679,648)	-	2,711,047	109,510	(6,859,091)
Opening assets	**1,887,468**	**-**	**18,810,174**	**1,350,058**	**22,047,700**	(723,777)	-	17,080,727	682,121	17,039,071
Net opening balance	**(6,518,330)**	**-**	**21,298,349**	**1,501,304**	**16,281,323**	(10,403,425)	-	19,791,774	791,631	10,179,980
Allocation of reinsurance premiums	**(6,709,172)**	**-**	**-**	**-**	**(6,709,172)**	(5,739,449)	-	-	-	(5,739,449)
Amounts recoverable from reinsurers										
Incurred claims & other expenses	-	-	**(3,541,882)**	**7,456**	**(3,534,426)**	-	-	23,714,256	1,482,936	25,197,192
Changes in amounts recoverable on incurred claims	-	-	**5,752,690**	**104,997**	**5,857,687**	-	-	(16,701,117)	(565,666)	(17,266,783)
Total amounts recoverable from reinsurers	**-**	**-**	**2,210,808**	**112,453**	**2,323,261**	-	-	7,013,139	917,270	7,930,409
Net (expense) income from reinsurance contracts held	**(6,709,172)**	**-**	**2,210,808**	**112,453**	**(4,385,911)**	(5,739,449)	-	7,013,139	917,270	2,190,960
Net finance income from reinsurance contracts	**-**	**-**	**230,324**	**-**	**230,324**	-	-	648,034	-	648,034
Effect of movements in exchange rates	**(2,251)**	**-**	**4,047**	**350**	**2,146**	6,218	-	(6,741)	(269)	(792)
Total changes in the interim condensed statement of profit or loss	**(6,711,423)**	**-**	**2,445,179**	**112,803**	**(4,153,441)**	(5,733,231)	-	7,654,432	917,001	2,838,202
Cash flows										
Premiums paid net of commission received	**5,709,363**	**-**	**-**	**-**	**5,709,363**	8,557,773	-	-	-	8,557,773
Claims and other recoveries	**-**	**-**	**(2,098,726)**	**-**	**(2,098,726)**	-	-	(4,755,810)	-	(4,755,810)
Total cash flows	**5,709,363**	**-**	**(2,098,726)**	**-**	**3,610,637**	8,557,773	-	(4,755,810)	-	3,801,963
Net closing balance	**(7,520,390)**	**-**	**21,644,802**	**1,614,107**	**15,738,519**	(7,578,883)	-	22,690,396	1,708,632	16,820,145
Closing liabilities	**(8,481,970)**	**-**	**2,132,663**	**114,662**	**(6,234,645)**	(8,702,133)	-	2,942,610	162,317	(5,597,206)
Closing assets	**961,580**	**-**	**19,512,139**	**1,499,445**	**21,973,164**	1,123,250	-	19,747,786	1,546,315	22,417,351
Net closing balance	**(7,520,390)**	**-**	**21,644,802**	**1,614,107**	**15,738,519**	(7,578,883)	-	22,690,396	1,708,632	16,820,145

9 SHARE CAPITAL, BONUS SHARES AND DIVIDEND

a) The Company's authorised share capital comprises of 500,000,000 shares (31 December 2025: 500,000,000 shares and 30 September 2025: 500,000,000 shares). Issued and paid-up share capital of the Company comprises of 342,076,463 shares (31 December 2025: 310,978,603 shares and 30 September 2025: 310,978,603 shares) of 100 fils each.

b) The Annual General Assembly ("AGM") of the Company's shareholders held on 18 March 2026 approved the following:

- Issue of 31,097,860 (2024: 23,035,452) bonus shares in the ratio of 10 shares for each 100 shares (2024: 8 shares for each 100 shares). Accordingly, the commercial register has been updated to reflect the change in the paid up capital on 31 March 2026 and distributed on 20 April 2026.
- Distribution of cash dividend of 10 fils per share (2024: 10 fils) for the year ended 31 December 2025 to the shareholders reported in the Company's record as of 14 April 2026 and paid KD 3,084,636 on 20 April 2026.
- Transfer of an amount of KD 2,120,097 (2024: KD 1,510,349) from the profit for the year ended 31 December 2025 to the voluntary reserve and statutory reserve respectively.
- Transfer an amount of KD 3,000,000 (2024: KD 2,000,000) from the profit for the year ended 31 December 2025 to the general reserve.

c) On 6 May 2026, the Board of Directors approved distribution of an interim cash dividend of 5 fils per share for the period ended 31 March 2026 (31 March 2025: Nil) to the shareholders reported in the Company's record as of 21 May 2026 and distributed KD 1,695,968 on 25 May 2026.

d) On 5 August 2026, the Board of Directors approved distribution of an interim cash dividend of 5 fils per share for the period ended 30 June 2026 (30 June 2025: Nil) to the shareholders reported in the Company's record as of 20 August 2026 and distributed KD 1,695,904 on 24 August 2026.

e) On 26 October 2026, the Board of Directors approved distribution of an interim cash dividend of 5 fils per share on the outstanding shares as of 30 September 2026 (30 September 2025: Nil). The interim cash dividend is payable to shareholders after obtaining necessary regulatory approvals.

Dividend paid during the period amounted to KD 6,360,260. Dividends payable as at 30 September 2026 amounted to KD 116,249 (31 December 2025: KD 82,041 and 30 September 2025: KD 97,275) and recorded within "other payable" in the interim condensed statement of financial position.

10 TREASURY SHARES

	30 September 2026	*(Audited) 31 December 2025*	*30 September 2025*
Number of treasury shares	**3,164,657**	2,524,953	2,520,683
Percentage of issued shares	**0.93%**	0.81%	0.81%
Cost (KD)	**392,207**	248,840	242,749
Market value (KD)	**1,139,277**	1,040,281	952,818
Weighted average market price per share (fils)	**366**	372	366

An amount of KD 392,207 (31 December 2025: KD 248,840 and 30 September 2025: KD 242,749) equivalent to the cost of purchase of the treasury shares have been earmarked as non-distributable from reserves and retained earnings throughout the holding period of treasury shares as per CMA guidelines.

11 RELATED PARTY TRANSACTIONS

Related parties represent major shareholders, directors and key management personnel of the Company and entities controlled, jointly controlled or significantly influenced by such parties. In the normal course of business, the Company conducts mutual reinsurance services with related parties. Related party balances and transactions consist of the following:

11 RELATED PARTY TRANSACTIONS (continued)

	Parent Company KD	*Other related parties KD*	***30 September 2026 Total KD***	*(Audited) 31 December 2025 Total KD*	*30 September 2025 Total KD*
Interim condensed statement of financial position:					
Reinsurance contract assets	**18,942**	**-**	**18,942**	18,891	22,268
Insurance contract liabilities	**5,440,742**	**(956,704)**	**4,484,038**	6,062,737	5,515,487

	Nine months ended 30 September			
	Parent Company KD	*Other related Parties KD*	***2026 Total KD***	*2025 Total KD*
Interim condensed statement of income:				
Insurance revenue	**2,849,203**	**208,138**	**3,057,341**	2,963,678
Insurance service expense	**2,110,157**	**(101,738)**	**2,008,419**	2,664,086

Key management personnel compensation:

	Nine months ended 30 September	
	2026 KD	*2025 KD*
Salaries and other short-term benefits	**748,318**	734,133
Employees end of service benefits	**90,792**	94,575
	839,110	828,708

12 CAPITAL COMMITMENTS AND CONTINGENCIES

As at the reporting date, the Company has future capital commitments with respect to purchase of financial assets at fair value through profit or loss amounting to KD 104,601 (31 December 2025: KD 104,228 and 30 September 2025: KD 103,414) from which it is anticipated that no material liabilities will arise.

13 FAIR VALUE MEASUREMENT

Fair value hierarchy

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted market prices in an active market (that are unadjusted) for identical assets or liabilities

Level 2 — Valuation techniques (for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable)

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

The fair values of financial instruments (financial assets and financial liabilities) are not materially different from their carrying values.

For financial instruments that are recognised at fair value on a recurring basis, the Company determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

13 FAIR VALUE MEASUREMENT (continued)

Fair value hierarchy (continued)
The Company held the following classes of financial instruments measured at fair value:

	Total *KD*	*Level 1* *KD*	*Level 2* *KD*	*Level 3* *KD*
30 September 2026				
Financial assets at fair value through profit or loss:				
Quoted equity securities	**21,198,779**	**21,198,779**	-	-
Unquoted equity securities	**45,365**	-	**45,365**	-
	21,244,144	**21,198,779**	**45,365**	-

	Total *KD*	*Level 1* *KD*	*Level 2* *KD*	*Level 3* *KD*
Financial assets at fair value through other comprehensive income:				
Quoted managed funds	**1,976,519**	**1,976,519**	-	-
Unquoted managed funds	**33,694**	-	-	**33,694**
	2,010,213	**1,976,519**	-	**33,694**
Investment properties	**11,873,964**	-	-	**11,873,964**
	35,128,321	**23,175,298**	**45,365**	**11,907,658**

31 December 2025 (Audited)	*Total* *KD*	*Level 1* *KD*	*Level 2* *KD*	*Level 3* *KD*
Financial assets at fair value through profit or loss:				
Quoted equity securities	12,305,292	12,305,292	-	-
Unquoted equity securities	45,365	-	45,365	-
	12,350,657	12,305,292	45,365	-
Financial assets at fair value through other comprehensive income:				
Quoted managed funds	2,028,009	2,028,009	-	-
Unquoted managed funds	59,998	-	-	59,998
	2,088,007	2,028,009	-	59,998
Investment properties	11,873,462	-	-	11,873,462
	26,312,126	14,333,301	45,365	11,933,460

13 FAIR VALUE MEASUREMENT (continued)

Fair value hierarchy (continued)

	Total KD	*Level 1* KD	*Level 2* KD	*Level 3* KD
30 September 2025				
Financial assets at fair value through profit or loss:				
Quoted equity securities	12,084,718	12,084,718	-	-
Unquoted equity securities	57,750	-	57,750	-
	12,142,468	12,084,718	57,750	-
Financial assets at fair value through other comprehensive income:				
Quoted managed funds	2,427,870	2,427,870	-	-
Unquoted managed funds	62,800	-	-	62,800
	2,490,670	2,427,870	-	62,800
Investment properties	11,848,940	-	-	11,848,940
	26,482,078	14,512,588	57,750	11,911,740

The investment in unquoted managed funds are measured at fair value at the end of each reporting period. The managed funds are valued based on the net asset value or market value as disclosed in the portfolio statement submitted by the fund managers.

The following table shows a reconciliation of the opening and closing amount of level 3 financial assets which are recorded at fair value.

13 FAIR VALUE MEASUREMENT (continued)

Fair value hierarchy (continued)

30 September 2026	*At the beginning of the period KD*	*Net losses recorded in the interim condensed statement of comprehensive income KD*	*Net purchases, sales and settlements KD*	*Foreign exchange adjustment KD*	*At the end of the period KD*
FVTOCI					
Unquoted managed funds	**59,998**	**(20,542)**	**(5,762)**	**-**	**33,694**
Investment properties	**11,873,462**	**-**	**-**	**502**	**11,873,964**
	11,933,460	**(20,542)**	**(5,762)**	**502**	**11,907,658**

31 December 2025 (Audited)	*At the beginning of the year KD*	*Net gain recorded in the statement of profit or loss KD*	*Net losses recorded in the statement of comprehensive income KD*	*Net purchases, sales and settlements KD*	*Foreign exchange adjustment KD*	*At the end of the year KD*
FVTOCI						
Unquoted managed funds	78,055	-	(7,625)	(10,432)	-	59,998
Investment properties	11,850,037	12,870	-	-	10,555	11,873,462
	11,928,092	12,870	(7,625)	(10,432)	10,555	11,933,460

30 September 2025	*At the beginning of the period KD*	*Net losses recorded in the interim condensed statement of comprehensive income KD*	*Net purchases, sales and settlements*	*Foreign exchange adjustment KD*	*At the end of the period KD*
FVTOCI					
Unquoted managed funds	78,055	(4,823)	(10,432)	-	62,800
Investment properties	11,850,037	-	-	(1,097)	11,848,940
	11,928,092	(4,823)	(10,432)	(1,097)	11,911,740

14 IMPACT OF GEOPOLITICAL ESCALATION RISK AND RELATED UNCERTAINTY

The Company operates in a global and regional economic environment that continues to be affected by heightened geopolitical tensions in the Middle East. Recent developments in the region have increased uncertainty in financial markets, energy supply and costs, regional security conditions, and global trade routes. The wider regional impact of these events may affect economic conditions relevant to the various sectors. Management has assessed the potential impacts of the geopolitical situation on the Company's operations and financial position, taking into consideration:

- Macroeconomic conditions, including inflationary pressures, interest rate volatility, and economic growth trends that may influence cost of claims and reserving.
- Market liquidity risk, including the ability to realise investments at quoted or observable market prices in periods of heightened volatility.
- Counterparty and credit risk, particularly for investments in debt instruments, funds, or structured products and retrocessionaires whose underlying counterparties may be affected by adverse economic conditions.
- Foreign exchange risk, arising from increased currency volatility in markets linked to the region.

As at the reporting date, the Company has not experienced any material disruption all the issued policies come with a standard war exclusion clauses therefore not exposed to any liability arising from the war directly or indirectly. Accordingly, management has not identified any material adverse impacts on the core business or valuation of the property or investment portfolio's that require specific adjustment beyond those reflected in observable market prices and valuation inputs.

In assessing the carrying values of investment properties and other non financial assets, management has not identified any indicators of impairment requiring recognition at the reporting date. However, future adverse developments in the geopolitical environment may result in changes to key valuation assumptions.

The Company maintains liquidity buffers and capital resources that management considers sufficient to meet its commitments and operating expenses as they fall due. The Company has assessed the potential impact of adverse market movements on its ability to realise investments or access funding, including under stressed market scenarios. No breaches of liquidity thresholds, investment restrictions, or capital management policies were identified as at the reporting date.

Management has also considered the impact of these events on the Company's ability to continue as a going concern and concluded that the going concern basis remains appropriate. The geopolitical situation remains dynamic, and the extent and duration of potential impacts on global financial markets are uncertain. Management continues to monitor developments closely and will reflect any material impacts in future valuations, risk disclosures, and financial reporting as appropriate.