فيدلتي المتحدة
Fidelity United
INSURANCE

Detailed analysis of accumulated losses

This form has been prepared in accordance with the disclosure requirements included in the SCA Board of Directors' Decision No. (32/R.M.) of 2019 concerning procedures for companies whose shares are listed on the market, and whose accumulated losses amount to (20%) or more of their paid up capital. Listed Companies are required to comply with the provision of the decision as soon as their accumulated losses reach (20%) or more of their paid-up capital.

Date:	12th November 2026
Listed Company Name:	United Fidelity Insurance Company
Define the period of the financial statements:	Q3 2026
Accumulated losses:	AED (86,524,828) (Q4 2025: AED 84,139,015)
Accumulated losses to Capital ratio:	45.5% (Q4 2025: 52.6%)
Year on Year Performance	For the period ended 30 September 2026, Fidelity United delivered improved financial performance compared with the corresponding period in 2025, recording a net profit after tax of AED 2.9 million, compared with AED 1.0 million in the prior-year period. Insurance revenue increased by 38% to AED 565.7 million, compared with AED 409.8 million in 2025, reflecting stronger revenue generation during the period. Insurance service expenses increased to AED 563.2 million, compared with AED 332.3 million in the corresponding period last year. The net expense from reinsurance contracts held reduced to AED 10.9 million, compared with AED 83.9 million in 2025. The insurance service loss was AED 8.4 million, compared with AED 6.4 million in the prior-year period. Investment income amounted to AED 11.7 million, compared with AED 12.9 million in 2025, a decrease of 10% due to current geopolitical situation. Overall, the Company reported a net profit before tax of AED 2.9 million, compared with AED 1.0 million in the prior-year period, an improvement of 208%.

Measures to be taken to address Accumulated losses:	During the first quarter of 2026, the Company also received a capital injection of AED 30 million, which further strengthened its capital base and supported the execution of its strategic priorities. The company is also expected to receive further capital injection of AED 30 million in Q4 2026. Management is focused on disciplined underwriting, prudent risk selection, optimized reinsurance arrangements, operational efficiency and selective growth in profitable segments. These actions are expected to further strengthen the Company's financial position, reduce accumulated losses over time and support its path toward sustained profitability and long-term value creation for shareholders and stakeholders.

Authorized Signatory:	**Ahmed Nasef**
Position:	**Chief Executive Officer**
Signature and Date:	**November 12th 2026** 
Company Seal:	