MALATH COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT (UNAUDITED)

FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2026

MALATH COOPERATIVE INSURANCE COMPANY

(A SAUDI JOINT STOCK COMPANY)

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INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

To: The Shareholders of Malath Cooperative Insurance Company
(A Saudi Joint Stock Company)

Introduction

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

Scope of Review

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

Conclusion

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

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November 08, 2026
(Jumadal-Awwal 28, 1448H)

MALATH COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
(All amounts are in thousands Saudi Riyal unless otherwise stated)

AS AT 30 SEPTEMBER 2026

	Notes	30 September 2026 (Unaudited)	31 December 2025 (Audited)
ASSETS			
Cash and cash equivalents	4	**132,781**	194,204
Term deposits	5	**348,009**	363,089
Reinsurance contract assets	6	**125,774**	140,527
Insurance contract assets	6	**55,751**	7,320
Investments	7	**262,173**	257,400
Investment property	8	**62,536**	64,018
Prepayments and other assets		**82,412**	117,763
Property and equipment		**1,925**	2,189
Right-of-use assets		**1,599**	227
Accrued income on statutory deposit		**3,531**	688
Statutory deposit	18	**74,996**	74,996
TOTAL ASSETS		**1,151,487**	1,222,421
LIABILITIES			
Accrued expenses and other liabilities		**35,174**	40,052
Insurance contract liabilities	6	**585,207**	659,250
Reinsurance contract liabilities	6	**-**	3,035
Provision for zakat	9	**23,195**	24,662
Lease liabilities		**1,432**	231
Employees' end-of-service benefits		**33,823**	32,172
Accrued income payable to Insurance Authority		**2,927**	688
TOTAL LIABILITIES		**681,758**	760,090
EQUITY			
Share capital	10	**500,000**	500,000
Statutory reserve	11	**2,131**	2,131
Accumulated losses		**(78,043)**	(86,359)
Investments fair value reserve		**66,779**	67,697
Re-measurement reserve on defined benefit plans		**(21,138)**	(21,138)
TOTAL EQUITY		**469,729**	462,331
TOTAL LIABILITIES AND EQUITY		**1,151,487**	1,222,421
Commitments and contingencies	15		

CHIEF FINANCIAL OFFICER | CHIEF EXECUTIVE OFFICER | DIRECTOR

The accompanying notes 1 to 23 form an integral part of these interim condensed financial statements.

MALATH COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF INCOME
(All amounts are in thousands Saudi Riyal unless otherwise stated)
FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2026

	Notes	Three-months period ended 30 September		Nine-months period ended 30 September	
		2026	2025	**2026**	2025
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Insurance service revenue	6.1	**268,895**	366,080	**823,387**	1,072,159
Insurance service expenses	6.1	**(257,510)**	(421,136)	**(778,894)**	(1,128,915)
Insurance service result before reinsurance contracts held		**11,385**	(55,056)	**44,493**	(56,756)
Allocation of reinsurance premiums	6.2	**(12,217)**	(16,557)	**(38,796)**	(45,476)
Amounts recoverable from reinsurance	6.2	**8,187**	40,991	**7,482**	64,860
Net (expenses) / revenues from reinsurance contracts held		**(4,030)**	24,434	**(31,314)**	19,384
Insurance service result		**7,355**	(30,622)	**13,179**	(37,372)
Investment income on financial assets at amortised cost		**6,050**	8,304	**15,533**	24,874
Investment (loss) / income on financial assets at FVTPL		**(2,758)**	3,427	**6,540**	2,804
Impairment reversal on financial assets		**-**	111	**-**	111
Fair value (loss) / gain on investment property	8	**(2,962)**	24,789	**(1,482)**	24,789
Net investment income		**330**	36,631	**20,591**	52,578
Finance expenses from insurance contracts issued		**(1,407)**	(3,721)	**(5,476)**	(14,228)
Finance income from reinsurance contracts held		**(209)**	696	**1,488**	4,263
Net insurance finance expenses		**(1,616)**	(3,025)	**(3,988)**	(9,965)
Net insurance and investment result		**6,069**	2,984	**29,782**	5,241
Other operating expenses	19	**(3,098)**	(3,731)	**(17,214)**	(17,201)
Other income		**-**	2,539	**2,123**	35,309
Net income for the period attributable to shareholders before zakat		**2,971**	1,792	**14,691**	23,349
Zakat expense for the period	9	**(2,125)**	(1,161)	**(6,375)**	(6,161)
Net income for the period attributable to shareholders		**846**	631	**8,316**	17,188
Earnings per share					
Basic and diluted earning per share	12	**0.02**	0.01	**0.17**	0.34
Weighted average number of shares issued throughout the period (thousands)		**50,000**	50,000	**50,000**	50,000

CHIEF FINANCIAL OFFICER | CHIEF EXECUTIVE OFFICER | DIRECTOR

The accompanying notes 1 to 23 form an integral part of these interim condensed financial statements.

MALATH COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
(All amounts are in thousands Saudi Riyal unless otherwise stated)
FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2026

	Notes	Three-months period ended 30 September		Nine-months period ended 30 September	
		2026	2025	**2026**	2025
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Net income for the period attributable to shareholders		**846**	631	**8,316**	17,188
Other comprehensive income:					
Items that will not be recycled to interim condensed statements of income in subsequent periods:					
Change in fair value of financial investments at FVOCI	7	**(220)**	(601)	**(918)**	1,410
Total other comprehensive (loss) / income for the period		**(220)**	(601)	**(918)**	1,410
Total comprehensive income for the period		**626**	30	**7,398**	18,598

CHIEF FINANCIAL OFFICER | CHIEF EXECUTIVE OFFICER | DIRECTOR

The accompanying notes 1 to 23 form an integral part of these interim condensed financial statements.

MALATH COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

(All amounts are in thousands Saudi Riyal unless otherwise stated)

FOR THE NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2026

	Share capital	Statutory reserve	Accumulated losses	Investments fair value reserve	Re-measurement reserve on defined benefit plans	Total equity
Balance at 1 January 2025 (Audited)	500,000	2,131	(108,060)	57,596	(18,892)	432,775
Net income for the period attributable to shareholders	-	-	17,188	-	-	17,188
Change in fair value of financial investments at FVOCI	-	-	-	1,410	-	1,410
Total comprehensive income	-	-	17,188	1,410	-	18,598
Balance at 30 September 2025 (Unaudited)	500,000	2,131	(90,872)	59,006	(18,892)	451,373
Balance at 1 January 2026 (Audited)	**500,000**	**2,131**	**(86,359)**	**67,697**	**(21,138)**	**462,331**
Net income for the period attributable to shareholders	-	-	**8,316**	-	-	**8,316**
Change in fair value of financial investments at FVOCI	-	-	-	**(918)**	-	**(918)**
Total comprehensive income	-	-	**8,316**	**(918)**	**-**	**7,398**
Balance at 30 September 2026 (Unaudited)	**500,000**	**2,131**	**(78,043)**	**66,779**	**(21,138)**	**469,729**

CHIEF FINANCIAL OFFICER | CHIEF EXECUTIVE OFFICER | DIRECTOR

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MALATH COOPERATIVE INSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CASH FLOWS
(All amounts are in thousands Saudi Riyal unless otherwise stated)
FOR THE NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2026

	Notes	Nine-months period ended 30 September 2026 (Unaudited)	2025 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before zakat		**14,691**	23,349
Adjustments for:			
Depreciation of property and equipment & right of use Asset		**1,279**	1,477
Fair value loss / (gain) on investment properties	8	**1,482**	(24,789)
Investment income on financial assets		**(8,469)**	(951)
Finance expenses from insurance contracts issued	6.1	**5,476**	14,228
Finance income from reinsurance contracts held	6.2	**(1,488)**	(4,263)
Finance cost on lease liabilities		**35**	-
Provision for employees' end-of-service benefits		**3,775**	3,358
Changes in operating assets and liabilities:			
Reinsurance contract assets		**16,241**	(18,172)
Insurance contract assets		**(48,431)**	-
Prepayments and other assets		**35,351**	5,811
Accrued expenses and other liabilities		**(4,927)**	(10,724)
Insurance contract liabilities		**(79,519)**	132,048
Reinsurance contract liabilities		**(3,035)**	-
		(67,539)	121,371
Zakat paid	9	**(7,842)**	(7,101)
Employees' end-of-service benefits paid		**(2,130)**	(2,953)
Net cash (used in) / generated from operating activities		**(77,511)**	111,317
CASH FLOWS FROM INVESTING ACTIVITIES			
Net proceeds from matured / (net placements to) term deposits		**14,476**	(67,954)
Additions to investments	7	**(86,932)**	(94,575)
Proceeds from investments disposals		**89,236**	25,003
Additions to property and equipment		**(457)**	(425)
Net cash generated from / (used in) investing activities		**16,324**	(137,951)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease liabilities paid		**(234)**	(459)
Net cash used in financing activities		**(234)**	(459)
Net change in cash and cash equivalents		**(61,423)**	(27,093)
Cash and cash equivalents at the beginning of the period	4	**194,204**	172,975
Cash and cash equivalents at the end of the period	4	**132,781**	145,882
Supplemental non-cash information:			
Change in fair value of financial investments at FVOCI		**(918)**	1,410

CHIEF FINANCIAL OFFICER | CHIEF EXECUTIVE OFFICER | DIRECTOR

The accompanying notes 1 to 23 form an integral part of these interim condensed financial statements.

1 ORGANIZATION AND PRINCIPAL ACTIVITIES

Malath Cooperative Insurance Company (the "Company") is a Saudi Joint Stock Company established in Riyadh, Kingdom of Saudi Arabia by Royal Decree Number M/60 and incorporated on 21 Rabi Al-Awal 1428H corresponding to 9 April 2007 under Commercial Registration No. 1010231787. The Company's head office is situated at Mohammad Bin Abdelaziz Street, P.O. Box 99763, Riyadh 11625, Kingdom of Saudi Arabia.

The purpose of the Company is to transact cooperative insurance operations and all related activities including reinsurance and agency activities. Its principal lines of business includes medical, motor, marine, property, engineering, casualty and other general insurance.

On 31 July 2003, corresponding to 2 Jumada II 1424H, the Law on the Supervision of Cooperative Insurance Companies ("Insurance Law") was promulgated by Royal Decree Number (M/32). During March 2008, the Insurance Authority ("IA"), then known as Saudi Arabian Monetary Authority (SAMA), as the principal authority responsible for the application and administration of the Insurance Law and its Implementing Regulations, granted the Company a license to transact insurance activities in the Kingdom of Saudi Arabia.

The Board of Directors approved the distribution of the surplus from insurance operations in accordance with the Insurance Implementing Regulations issued by Insurance Authority (IA), whereby the shareholders of the Company are to receive 90% of the annual surplus from insurance operations and the policyholders are to receive the remaining 10%. Any deficit arising on insurance operations is transferred to the shareholders' operations in full. The surplus payable is included in the insurance contract liabilities under liability for incurred claims.

2 BASIS OF PREPARATION

(a) Statement of compliance

These interim condensed financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRSs") that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and in compliance with Regulations for Companies in the Kingdom of Saudi Arabia and By-Laws of the Company.

The interim condensed statement of financial position is presented in order of liquidity but not presented using a current / non-current classification. However, the following items would generally be classified as non-current: statutory deposit, accrued income on statutory deposit, property and equipment, right-of-use assets, investments measured at amortized cost, investments measured at FVOCI (partially), investment property, accrued income payable to Insurance Authority (IA), employees' end-of-service benefits and those insurance & reinsurance contracts liabilities and assets that would not be settled within next twelve months. All other financial statements line items would generally be classified as current.

2 BASIS OF PREPARATION (continued)

(a) Statement of compliance (continued)

In preparing these interim condensed financial statements in compliance with International Financial Reporting Standards ("IFRSs") that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and in compliance with Regulations for Companies in the Kingdom of Saudi Arabia and By-Laws of the Company, the balances and transactions of the insurance operations are combined with those of the shareholders' operations. Inter-operations balances, transactions if any, are eliminated in full during preparation. The accounting policies adopted for the insurance operations and shareholders operations are uniform for like transactions and events in similar circumstances.

The statement of interim condensed financial position, interim condensed statement of income, statement of interim condensed comprehensive income and cash flows of the insurance operations and shareholders operations which are presented in Note 20 of the financial statements have been provided as supplementary financial information to comply with the requirements of the Insurance Implementing Regulations (the "Implementing Regulations") and is not required by IFRS. The implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders operations. Accordingly, the statement of financial position, statement of income, statement of comprehensive income and cash flows prepared for the insurance operations and shareholders operations as referred to above, reflect only the interim condensed statement of financial position, statement of income, statement of comprehensive income of the respective operations.

2 BASIS OF PREPARATION (continued)

(b) Basis of measurement

These interim condensed financial statements are prepared under the going concern basis and the historical cost convention, except for the measurement of investments carried at fair value through profit and loss ("FVTPL") and investments carried at fair value through other comprehensive income ("FVOCI"), liabilities for defined benefit obligations recorded at the present value using the projected unit credit method and liabilities for incurred claim ("LIC") and assets for incurred claim ("AIC") recorded at the present value of the current discount rates.

(c) Functional and presentation currency

These interim condensed financial statements have been presented in Saudi Riyals (SR), which is also the functional currency of the Company. All financial information presented in Saudi Riyals (SR) has been rounded to the nearest thousand, unless otherwise stated.

(d) Seasonality of operations

There are no seasonal changes that affect insurance operations.

(e) Fiscal year

The Company follows a fiscal year ending December 31.

(f) Critical accounting judgments, estimates and assumptions

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

Estimates and judgments are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Following are the accounting judgments and estimates that are critical in preparation of these interim condensed financial statements:

(i) Premium Allocation Approach (PAA) eligibility assessment

Eligibility assessment testing to apply PAA on insurance and reinsurance contracts where the contract period is more than one year is the area where management assumptions and assessment are involved and the Company expects that this would produce a measurement of liability for remaining coverage that would not differ materially. The Company has applied the Premium Allocation Approach (PAA) only for contracts with a coverage period of 12 months or less. Contractor Works Insurance "CWI" portfolio is measured at General Measurement Model (GMM), and Inherent Defect Insurance "IDI" portfolio pertains to the company share as a participiant on the product pool is measured at General Measurement Model (GMM).

2 BASIS OF PREPARATION (continued)

(f) Critical accounting judgments, estimates and assumptions (continued)

(ii) Liability for remaining coverage (LRC)

The Company does not discount the LRC to reflect the time value of money and financial risk for such insurance and reinsurance contracts with a coverage period of one year or less, that are measured at premium allocation approach.

Acquisition cash flows

The Company has opted to defer and amortize insurance acquisition cash flows over the term of the insurance contracts to which these relate, similar to premiums earned.

Expected premium receipts adjustment

Insurance revenue will be adjusted with the amounts of expected premium receipts adjustment calculated on premiums not yet collected as of the date of the statement of financial position. The computation is performed using IFRS 9 simplified approach to calculate Expected Credit Loss (ECL) allowance. The corresponding impact of this adjustment is recorded in the LRC.

(iii) Liability for incurred claims

The ultimate cost of incurred claims is estimated by using a range of standard actuarial claims projection techniques, such as Chain Ladder, Bornheutter-Ferguson and other methods. The main assumption underlying these techniques is that a Company's past claims development experience can be used to project future claims development and hence ultimate claims costs. These methods extrapolate the development of paid and incurred losses, average costs per claim (including claims handling costs), and claim numbers based on the observed development of earlier years and expected loss ratios.

Historical claims development is mainly analysed by accident years, as well as by significant business lines and claim types. Large claims are usually separately addressed, either by being reserved at the face value of loss adjuster estimates or separately projected in order to reflect their future development. In most cases, no explicit assumptions are made regarding future rates of claims inflation or loss ratios. Instead, the assumptions used are those implicit in the historical claims development data on which the projections are based. Instead, the assumptions used are those implicit in the historical claims development data on which the projections are based. Additional qualitative judgement is used to assess the extent to which past trends may not apply in future, (e.g., to reflect one-off occurrences, changes in external or market factors such as public attitudes to claiming, economic conditions, levels of claims inflation, judicial decisions and legislation, as well as internal factors such as portfolio mix, policy features and claims handling procedures) in order to arrive at the best estimate ultimate cost of claims. Estimates of salvage recoveries and subrogation reimbursements are considered as an allowance in the measurement of ultimate claims costs.

2 BASIS OF PREPARATION (continued)

(f) Critical accounting judgments, estimates and assumptions (continued)

(iv) Onerosity determination

For contracts measured under GMM and PAA, a group of contracts is onerous at initial recognition if there is a net outflow of fulfilment cash flows. As a result, a liability for the net outflow is recognized as a loss component within the liability for remaining coverage and a loss is recognized immediately in the statement of income in insurance service expense. The loss component is then amortized to statement of income over the coverage period to offset incurred claims in insurance service expense.

For contracts measured under PAA, the Company assumes that no contracts in the portfolio are onerous at initial recognition unless facts and circumstances indicate otherwise

The Company also considers facts and circumstances to identify whether a group of contracts are onerous based on the following key inputs:

- Pricing information: Underwriting combined ratios and price adequacy ratios.
- Historical combined ratio of similar and comparable sets of contracts
- Any relevant inputs from underwriters,
- Other external factors such as inflation and change in market claims experience or change in regulations

(v) Expense attribution

The Company identifies expenses which are directly attributable towards acquiring insurance contracts (acquisition costs) and fulfilling / maintaining (other attributable expenses) such contracts and those expenses which are not directly attributable to such contracts (non-attributable expenses).

Other attributable expenses are allocated to the groups of contracts using an allocation mechanism considering the activity based costing principles. The Company has determined costs directly identified to the groups of contracts, as well as costs where a judgement is applied to determine the share of expenses as applicable to that group.

On the other hand, non-directly attributable expenses and overheads are recognized in the statement of income immediately when incurred.

2 BASIS OF PREPARATION (continued)

(f) Critical accounting judgments, estimates and assumptions (continued)

(vi) Estimates of future cash flows

The Company primarily uses deterministic projections to estimate the present value of future cash flows and for some groups it uses stochastic modelling techniques. A stochastic model is a tool for estimating probability distributions of potential outcomes by allowing for random variation in one or more inputs over time. The random variation is usually based on fluctuations observed in historical data for a selected period using standard time-series techniques.

(vii) Risk adjustment for non-financial risk

Risk adjustment reflects the compensation that is required for bearing the uncertainty about the amount and timing of the cash flows from non-financial risk as the Company fulfils insurance contracts. For reinsurance contracts held, the risk adjustment for non-financial risk represents the amount of risk being transferred by the Company to the reinsurer.

Three stochastic methods were considered: Mack models, Stochastic - Bornheutter Ferguson, and Bootstrap. The paid triangles gross of recoveries were used. For each portfolio, once the risk adjustment was calculated based on the selected methodology, diversification was applied using the solvency II correlation matrix. The total diversified risk adjustment obtained was then allocated to each line proportional to its non - diversified risk adjustment. The Company decided to adopt the 75th percentile risk adjustment figures based on their risk appetite. The risk adjustment percentages will be revised once a year, unless more frequent review was deemed necessary.

The Company disaggregates changes in the risk adjustment for non-financial risk between insurance service result and insurance finance income or expenses.

2 BASIS OF PREPARATION (continued)

(f) Critical accounting judgments, estimates and assumptions (continued)

(ix) Unit of account

Judgement is involved in the identification of portfolios of contracts, as required by IFRS 17 (that is, having similar risks and being managed together). Aggregation of insurance contracts issued on initial recognition into groups of onerous contracts, groups of contracts with no significant possibility of becoming onerous, and groups of other contracts. Similar grouping assessment is required for reinsurance contracts held. Areas of potential judgements include:

- The determination of contract sets within portfolios and whether the Company has reasonable and supportable information to conclude that all contracts within a set would fall into the same group, as required by IFRS 17,
- judgements might be applied on initial recognition to distinguish between non-onerous contracts (those having no significant possibility of becoming onerous) and other contracts.

For insurance contracts issued which are measured under the PAA, management judgement might be required to assess whether facts and circumstances indicate that a group of contracts has become onerous. Further, judgement is required to assess whether facts and circumstances indicate that any changes in the onerous group's profitability and whether any loss component remeasurement is required.

(x) Discount rates

Insurance contract liabilities and Reinsurance contracts assets are calculated by discounting expected future cash flows at a discount rate that reflects the characteristics of the cash flows and the liquidity characteristics of the insurance contracts. The Company applied bottom-up approach to derive the applicable yield curve when determining the discount rate, where the curve is based on the European Insurance and Occupational Pensions Authority (EIOPA) volatility adjusted risk-free curve denominated in United States Dollars while applying certain adjustments for factors under IFRS 17.

Discount rates applied for discounting of future cash flows are listed below:

Discount Yield Curve				
Evaluation date	**1 Year**	**2 Year**	**3 Year**	**4 Year**
30 September 2026	5.59%	5.81%	5.86%	5.87%
31 December 2025	4.44%	4.32%	4.34%	4.41%

2 BASIS OF PREPARATION (continued)

(f) Critical accounting judgments, estimates and assumptions (continued)

(xi) Measurement of the Expected Credit Losses allowance (ECL)

Assessment of whether credit risk on the financial asset has increased significantly since initial recognition and incorporation of forward-looking information in the measurement of ECL requires the use of complex models and significant assumptions about future economic conditions and credit behavior. The Company considers a financial asset to be in default when the borrower is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to actions such as realising security (if any is held). A number of factors are also considered in applying the accounting requirements for measuring ECL, such as:

- determining the criteria for significant increase in credit risk,
- choosing appropriate models and assumptions for the measurement of ECL, and
- establishing groups of similar financial assets for the purposes of measuring ECL.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward-looking information.

(xiii) Fair value of financial instruments

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted market price. Where the fair values of financial assets and financial liabilities recorded on the statement of financial position cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of mathematical models. The inputs to these models are derived from observable market data where possible, but if this is not available, judgment is required to establish fair values.

(xiv) Going concern

The Company's management has made an assessment of its ability to continue as a going concern and is satisfied that it has the resources to continue in business for the foreseeable future. Furthermore, management is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern. Therefore, the interim condensed financial statements continue to be prepared on the going concern basis.

3 MATERIAL ACCOUNTING POLICIES

The material accounting policies applied in the preparation of these interim condensed financial statements are summarized below.

3.1 Standards, interpretations and amendments to accounting and reporting standards which are effective in current year

The standards, interpretations and amendments disclosed in the Company's annual financial statements remain unchanged.

3.2 New accounting standards / amendments and IFRS interpretations that are not yet effective

Estimated impact of preliminary application of IFRS 18 - Presentation and Disclosure in Financial Statements

IFRS 18 - Presentation and Disclosure in Financial Statements ("IFRS 18") adopted by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") will replace IAS 1- Presentation of financial statements and will apply for annual periods beginning on or after 1 January 2027.

IFRS 18 will carry forward many of the requirements in IAS 1 unchanged and complementing them with new requirements. In addition, some paragraphs from IAS 1 have been moved to IAS 8 and IFRS 7. Furthermore, the IASB has made minor amendments to IAS 7 and IAS 33 Earnings per Share.

IFRS 18 introduces new requirements to:

- present specified categories and defined subtotals in the statement of profit or loss which are "operating profit or loss" and "profit or loss before financing and income taxes" (which, for the Company, will be presented before zakat, consistent with the requirements of IFRS as endorsed in the Kingdom of Saudi Arabia).
- provide disclosures on management-defined performance measures (MPMs) in the notes to the financial statements
- improve aggregation and disaggregation
- provide disclosure about the nature of operating expense when entities present at least one line item by function

An entity is required to apply IFRS 18 for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted. The amendments to IAS 7 and IAS 33, as well as the revised IAS 8 and IFRS 7, become effective when an entity applies IFRS 18. IFRS 18 requires retrospective application with specific transition provisions.

The Company has not early adopted the new accounting standard in preparing these condensed interim financial statements; however, the Company is in the process of assessing the impact and its application on the financial statements.

3 MATERIAL ACCOUNTING POLICIES (continued)

3.2 New accounting standards / amendments and IFRS interpretations that are not yet effective (continued)

Based on the preliminary impact assessment of IFRS 18 performed by management, it has been assessed that the Company has specified main business activities of investing in assets. As a result, investment income on financial assets will be classified in the operating category. Insurance service result is presented in accordance with IFRS 17 in the operating category as before.

The Company is still in the process of identifying the changes that may be required in the condensed interim financial statements in compliance with the IFRS18 requirements

- **Management-defined performance measures**

Management-defined performance measures (MPMs) are subtotals of income and expenses used in public communications outside financial statements that communicate to users management's view of an aspect of the financial performance of the Company as a whole.

The Company is in the process of assessing whether any measures presented in its public communications meet the definition of management performance measures (MPMs) under IFRS 18 and, accordingly, whether additional disclosures will be required upon transition to IFRS 18.

MPMs relate to the same reporting period as the financial statements, accordingly the Company will reassess the identified MPM in the same IFRS 18 adoption period.

- **Analysis of operating expenses**

The Company currently presents other operating expenses and other income as separate line items. Upon adoption of IFRS 18, the Company may reclassify certain item to the financing category e.g. interest on end of service indemnity. The Company is also assessing whether additional disaggregation may be required on the face of profit or loss for expenses presented by nature.

- **Aggregation and disaggregation**

IFRS 18 introduces enhanced principles for the aggregation and disaggregation of information in the primary financial statements and the notes, including restrictions on the use of the label "other". The Company is currently assessing the classification of items based on similar and dissimilar characteristics. Based on this assessment, it will present line items in the preliminary financial statements that provide useful, structured summaries and disclose additional material information in the notes to improve clarity and comparability. Management is enhancing its reporting systems and mappings to capture the information required for these disclosures.

The Company is also assessing line items currently labelled as 'others' and will use more informative labels.

4 CASH AND CASH EQUIVALENTS

	30 September 2026	31 December 2025
Insurance operations		
Cash in banks	**103,046**	158,229
Cash in hand	**13**	10
Short term - term deposits	**24,307**	23,605
Accrued income on term deposits	**225**	231
	127,591	182,075
Shareholders' operations		
Cash in banks	**5,190**	12,129
	5,190	12,129
Total cash and cash equivalents	**132,781**	194,204

5 TERM DEPOSITS

	30 September 2026	31 December 2025
Insurance operations		
Short term - term deposits	**159,195**	240,744
Accrued income on term deposits	**5,464**	10,239
Less: ECL allowance	**(13)**	(10)
	164,646	250,973
Shareholders' operations		
Short term - term deposits	**179,906**	106,673
Accrued income on term deposits	**3,466**	5,448
Less: ECL allowance	**(9)**	(5)
	183,363	112,116
Total term deposits	**348,009**	363,089

Term deposits have an original maturity of more than three months from the date of acquisition and are subject to an average commission rate of 4.79% per annum as at 30 September 2026 (December 31, 2025: 5.11%).

Term deposits are placed with local counterparties who have sound credit rating under standard and poor's rating, fitch and Moody's rating methodology.

As of 30 September 2026, (December 31, 2025: SR 20 million) the Company has a term deposit amounting to SR 20 million against issuance of letter of guarantees as a collateral placed in a local bank. Company may not withdraw the deposit before expiration of the guarantees.

6 INSURANCE AND REINSURANCE CONTRACTS

The breakdown of insurance and reinsurance contracts issued, and reinsurance contracts held measured in premium allocation approach (PAA) and general measurement model (GMM), that are in an asset position and those in a liability position is set out in the table below:

Insurance contracts issued	**Note**	**Measurement Model**	**30 September 2026**		31 December 2025	
			Assets	**Liabilities**	Assets	Liabilities
Medical	6.1	PAA	**-**	**365,381**	-	245,857
Motor	6.1	PAA	**46,379**	**-**	-	194,893
Property	6.1	PAA	**-**	**54,125**	-	57,785
Engineering	6.1	PAA	**-**	**42,936**	-	42,969
Marine	6.1	PAA	**9,372**	**-**	7,320	-
Property and Casualty (P&C) - Others	6.1	PAA	**-**	**25,440**	-	48,457
Total insurance contracts issued - PAA			**55,751**	**487,882**	7,320	589,960
* Property and Casualty (P&C) - Others	6.1	GMM	**-**	**97,325**	-	69,290
Total insurance contracts issued			**55,751**	**585,207**	7,320	659,250

Reinsurance contracts held			**30 September 2026**		31 December 2025	
			Assets	**Liabilities**	Assets	Liabilities
Medical	6.2	PAA	**2,539**	**-**	5,651	-
Motor	6.2	PAA	**14,890**	**-**	19,169	-
Property	6.2	PAA	**29,722**	**-**	38,991	-
Engineering	6.2	PAA	**35,392**	**-**	35,136	-
Marine	6.2	PAA	**910**	**-**	-	3,035
Property and Casualty (P&C) - Others	6.2	PAA	**4,626**	**-**	2,801	-
Total reinsurance contracts held - PAA			**88,079**	**-**	101,748	3,035
* Property and Casualty (P&C) - Others	6.2	GMM	**37,695**	**-**	38,778	-
Total reinsurance contracts held			**125,774**	**-**	140,526	3,035

* Property and Casualty (P&C) - Others, comprise of inherent defect (IDI) insurance and contractor works insurance (CWI) insurance portfolios which is measured under GMM.

6 INSURANCE AND REINSURANCE CONTRACTS (continued)

6.1 Analysis by liabilities / assets for remaining coverage (LRC) and incurred claims (LIC), including loss component (LC), risk adjustment for non - financial risk (RA) and present value of future cashflows (PV of FCF) for insurance contracts measured in premium allocation approach (PAA).

	30 September 2026					31 December 2025				
	LRC		**LIC**			LRC		LIC		
PAA in total	**Excluding LC**	**LC**	**PV of FCF**	**RA**	**Total**	Excluding LC	LC	PV of FCF	RA	Total
Opening insurance contract liabilities	**257,624**	**4,105**	**316,540**	**11,691**	**589,960**	240,649	8	346,608	13,890	601,155
Opening insurance contract assets	**(5,916)**	**-**	**(1,298)**	**(106)**	**(7,320)**	-	-	-	-	-
Net opening insurance contract	**251,708**	**4,105**	**315,242**	**11,585**	**582,640**	240,649	8	346,608	13,890	601,155
Insurance service revenue	**(816,723)**	**-**	**-**	**-**	**(816,723)**	(1,440,382)	-	-	-	(1,440,382)
Insurance service expense										
Incurred claims and other directly attributable expenses	**-**	**-**	**635,816**	**4,374**	**640,190**	-	-	1,204,517	4,942	1,209,459
Insurance acquisition amortization	**155,709**	**-**	**-**	**-**	**155,709**	226,893	-	-	-	226,893
Losses / (reversals) on onerous contracts	**-**	**(2,799)**	**-**	**-**	**(2,799)**	-	4,097	-	-	4,097
Changes that relate to past service	**-**	**-**	**(13,502)**	**(5,221)**	**(18,723)**	-	-	44,079	(7,974)	36,105
Total	**155,709**	**(2,799)**	**622,313**	**(847)**	**774,377**	226,893	4,097	1,248,596	(3,032)	1,476,554
Insurance service result before reinsurance	**(661,014)**	**(2,799)**	**622,313**	**(847)**	**(42,346)**	(1,213,489)	4,097	1,248,596	(3,032)	36,172
Finance expenses from insurance contracts	**-**	**-**	**6,233**	**334**	**6,567**	-	-	14,913	727	15,640
Total changes in the statement of income	**(661,014)**	**(2,799)**	**628,546**	**(513)**	**(35,779)**	(1,213,489)	4,097	1,263,509	(2,305)	51,812
Premium received	**688,424**	**-**	**-**	**-**	**688,424**	1,339,573	-	-	-	1,339,573
Claims and other attributable expenses paid	**-**	**-**	**(730,418)**	**-**	**(730,418)**	-	-	(1,294,875)	-	(1,294,875)
Acquisition cash flows paid	**(72,736)**	**-**	**-**	**-**	**(72,736)**	(115,025)	-	-	-	(115,025)
Total cash flows	**615,688**	**-**	**(730,418)**	**-**	**(114,730)**	1,224,548	-	(1,294,875)	-	(70,328)
Closing insurance contract liabilities	**154,237**	**536**	**322,444**	**10,665**	**487,882**	257,624	4,105	316,540	11,691	589,960
Closing insurance contract assets	**52,146**	**770**	**(109,074)**	**407**	**(55,751)**	(5,916)	-	(1,298)	(106)	(7,320)
Net closing insurance contracts	**206,383**	**1,306**	**213,370**	**11,072**	**432,131**	251,708	4,105	315,242	11,585	582,640

* Incurred claims and other directly attributable expenses includes insurance surplus expense, in the present value of FCF, amounting to SR 1.1 million (2025: SR 1.6 million). Surplus liabilities are amounting to SR 5.5 million (December 31, 2025: SR 5.2 million) part of LIC present value of FCF.

6 INSURANCE AND REINSURANCE CONTRACTS (continued)

6.1 Analysis by remaining coverage and incurred claims for insurance contracts measured in general measurement model (GMM)

	30 September 2026					31 December 2025				
	LRC		**LIC**			LRC		LIC		
Property and Casualty (P&C) - Others	**Excluding LC**	**LC**	**Excluding RA**	**RA**	**Total**	Excluding LC	LC	Excluding RA	RA	Total
Opening insurance contract liabilities	**68,057**	**-**	**1,199**	**34**	**69,290**	51,946	-	237	17	52,200
Insurance revenue										
Expected incurred claims and directly attributable expenses	**(2,339)**	**-**	**-**	**-**	**(2,339)**	(4,448)	-	-	-	(4,448)
Change in Risk Adjustment	**(8)**	**-**	**-**	**-**	**(8)**	(20)	-	-	-	(20)
CSM recognized for services provided	**(57)**	**-**	**-**	**-**	**(57)**	(513)	-	-	-	(513)
Premium and related Receipts Relating to Past and Current Service	**(4,260)**	**-**	**-**	**-**	**(4,260)**	-	-	-	-	-
Total	**(6,664)**	**-**	**-**	**-**	**(6,664)**	(4,981)	-	-	-	(4,981)
Insurance service expense										
Incurred claims and other directly attributable expenses	**-**	**-**	**2,379**	**-**	**2,379**	-	-	1,360	26	1,386
Insurance acquisition amortization	**2,138**	**-**	**-**	**-**	**2,138**					
Changes to liabilities for incurred claims - past service	**-**	**-**	**-**	**-**	**-**	-	-	(368)	(11)	(379)
Total	**2,138**	**-**	**2,379**	**-**	**4,517**	-	-	992	15	1,007
Insurance service result before reinsurance	**(4,526)**	**-**	**2,379**	**-**	**(2,148)**	(4,981)	-	992	15	(3,974)
Finance (income) / expenses from insurance contracts	**(1,090)**	**-**	**(1)**	**-**	**(1,091)**	2,028	-	19	2	2,049
Total changes in the statement of income	**(5,617)**	**-**	**2,378**	**-**	**(3,239)**	(2,953)	-	1,011	17	(1,925)
Premium received	**31,286**	**-**	**-**	**-**	**31,286**	19,303	-	-	-	19,303
Claims and other attributable expenses paid	**-**	**-**	**(12)**	**-**	**(12)**	(239)	-	(49)	-	(288)
Total cash flows	**31,286**	**-**	**(12)**	**-**	**31,274**	19,064	-	(49)	-	19,015
Closing insurance contract liabilities	**93,726**	**-**	**3,565**	**34**	**97,325**	68,057	-	1,199	34	69,290

6 INSURANCE AND REINSURANCE CONTRACTS (continued)

6.1 Analysis by remaining coverage and incurred claims for insurance contracts measured in general measurement model (GMM) (continued)

	30 September 2026				31 December 2025			
Property and Casualty (P&C) - Others	**Esitmates of PVFCF**	**RA**	**Contractual Service Margin (CSM)**	**Total**	Esitmates of PVFCF	RA	Contractual Service Margin (CSM)	Total
Opening insurance contract liabilities	**(2,192)**	**3,892**	**67,590**	**69,290**	(4,967)	2,632	54,535	52,200
Contracts Initially Recognized in the Period	**(31,938)**	**2,145**	**29,793**	**-**	-	-	-	-
Changes that relate to current services	**(2,126)**	**-**	**(22)**	**(2,148)**	42,042	(20)	(513)	41,509
Changes that relate to future services	**42**	**(7)**	**(35)**	**-**	(60,806)	1,240	11,905	(47,661)
Changes that relate to past services	**-**	**-**	**-**	**-**	2,286	(108)	-	2,178
Insurance service results before reinsurance	**(34,021)**	**2,137**	**29,736**	**(2,148)**	(16,478)	1,112	11,392	(3,974)
Finance (income) /expenses from insurance contracts	**(1,406)**	**(53)**	**368**	**(1,091)**	238	147	1,663	2,049
Total change in statement of income	**(35,427)**	**2,084**	**30,104**	**(3,239)**	(16,240)	1,259	13,055	(1,925)
Premium received	**31,286**	**-**	**-**	**31,286**	19,303	-	-	19,303
Claims and directly attributable expenses paid	**(12)**	**-**	**-**	**(12)**	(288)	-	-	(288)
Total cash flows	**31,274**	**-**	**-**	**31,274**	19,015	-	-	19,015
Closing insurance contract liabilities	**(6,345)**	**5,976**	**97,694**	**97,325**	(2,192)	3,892	67,590	69,290

6 INSURANCE AND REINSURANCE CONTRACTS (continued)

6.2 Analysis by liabilities / assets for remaining coverage (ARC) and assets for incurred claims (AIC), including loss component recovery (LC), risk adjustment for non - financial risk (RA) and present value of future cashflows (PV of FCF) for reinsurance contracts measured in premium allocation approach (PAA).

	30 September 2026					31 December 2025				
	ARC		**AIC**			ARC		AIC		
PAA in total	**Excluding LC**	**LC**	**PV of FCF**	**RA**	**Total**	Excluding LC	LC	PV of FCF	RA	Total
Opening reinsurance contract assets	**(17,281)**	**30**	**113,526**	**5,473**	**101,748**	(6,087)	9	98,414	4,364	96,700
Opening reinsurance contract liabilities	**(839)**	**-**	**(2,062)**	**(134)**	**(3,035)**	-	-	-	-	-
Net opening reinsurance contract	**(18,120)**	**30**	**111,464**	**5,339**	**98,713**	(6,087)	9	98,414	4,364	96,700
Allocation of reinsurance premiums	**(38,781)**	**-**	**-**	**-**	**(38,781)**	(58,698)	-	-	-	(58,698)
Amounts recoverable from reinsurance										
Claims recovered	**-**	**-**	**21,537**	**-**	**21,537**	-	-	68,660	-	68,660
Changes that relate to past service	**-**	**-**	**(13,553)**	**(472)**	**(14,025)**	-	-	9,403	752	10,155
(Reversal) / recovery on onerous contracts	**-**	**(30)**	**-**	**-**	**(30)**	-	21	-	-	21
Total	**-**	**(30)**	**7,984**	**(472)**	**7,482**					
Net (expense) / revenues from reinsurance contracts	**(38,781)**	**(30)**	**7,984**	**(472)**	**(31,299)**	(58,698)	21	78,063	752	20,138
Finance income from reinsurance contracts	**-**	**-**	**2,400**	**156**	**2,556**	-	-	3,622	223	3,845
Total changes in the statement of income	**(38,781)**	**(30)**	**10,384**	**(316)**	**(28,743)**	(58,698)	21	81,685	975	23,983
Premiums ceded paid net of commission	**41,743**	**-**	**-**	**-**	**41,743**	46,665	-	-	-	46,665
Recoveries from reinsurance	**-**	**-**	**(23,634)**	**-**	**(23,634)**	-	-	(68,635)	-	(68,635)
Total cash flows	**41,743**	**-**	**(23,634)**	**-**	**18,109**	46,665	-	(68,635)	-	(21,970)
Closing reinsurance contract assets	**(15,158)**	**-**	**98,214**	**5,023**	**88,079**	(17,281)	30	113,526	5,473	101,748
Closing reinsurance contract liabilities	**-**	**-**	**-**	**-**	**-**	(839)	-	(2,062)	(134)	(3,035)
Net closing reinsurance contract assets	**(15,158)**	**-**	**98,214**	**5,023**	**88,079**	(18,120)	30	111,464	5,339	98,713

6 INSURANCE AND REINSURANCE CONTRACTS (continued)

6.2 Analysis by remaining coverage and incurred claims for reinsurance contracts measured in GMM

General measurement model	**30 September 2026**					31 December 2025				
	ARC		**AIC**			ARC		AIC		
	Excluding LC	**LC**	**Excluding RA**	**RA**	**Total**	Excluding LC	LC	Excluding RA	RA	Total
Opening reinsurance contract assets	**46,654**	**-**	**(7,876)**	**-**	**38,778**	42,180	-	(8,400)	-	33,780
Allocation of reinsurance premiums										
Expected claims recoverable	**-**	**-**	**-**	**-**	**-**	(619)	-	-	-	(619)
Change in risk adjustment	**(6)**	**-**	**-**	**-**	**(6)**	(18)	-	-	-	(18)
Others items Relating to Past and Current Service	**(99)**	**-**	**-**	**-**	**(99)**	(538)	-	-	-	(538)
CSM recognized during the period	**89**	**-**	**-**	**-**	**89**	(326)	-	-	-	(326)
Total	**(15)**	**-**	**-**	**-**	**(15)**	(1,502)	-	-	-	(1,502)
Amounts recoverable from reinsurance										
Incurred claims & other directly attributable expenses	**-**	**-**	**-**	**-**	**-**	-	-	833	-	833
changes to assets for incurred claims - Past service	**-**	**-**	**-**	**-**	**-**	-	-	(332)	-	(332)
Total	**-**	**-**	**-**	**-**	**-**	-	-	501	-	501
Net (expense) / revenues from reinsurance contracts	**(15)**	**-**	**-**	**-**	**(15)**	(1,502)	-	501	-	(1,002)
Finance (expenses) / income from reinsurance contracts	**(1,068)**	**-**	**-**	**-**	**(1,068)**	1,523	-	(22)	-	1,501
Total changes in the statement of income	**(1,084)**	**-**	**-**	**-**	**(1,084)**	20	-	479	-	499
Premiums ceded paid net of commission	**-**	**-**	**-**	**-**	**-**	7,233	-	-	-	7,233
Incurred claims recoveries	**-**	**-**	**-**	**-**	**-**	-	-	45	-	45
Commission and management fees received	**-**	**-**	**-**	**-**	**-**	(2,780)	-	-	-	(2,780)
Total cash flows	**-**	**-**	**-**	**-**	**-**	4,453	-	45	-	4,498
Net closing reinsurance contract assets	**45,570**	**-**	**(7,876)**	**-**	**37,695**	46,654	-	(7,876)	-	38,778

6 INSURANCE AND REINSURANCE CONTRACTS (continued)

6.2 Analysis by remaining coverage and incurred claims for reinsurance contracts measured in GMM (continued)

General measurement model

	30 September 2026				31 December 2025			
Property and Casualty (P&C) - Others	**Esitmates of PVFCF**	**RA**	**Contractual Service Margin (CSM)**	**Total**	Esitmates of PVFCF	RA	Contractual Service Margin (CSM)	Total
Opening reinsurance contract liabilities	**5,364**	**3,240**	**30,174**	**38,778**	888	2,315	30,577	33,780
Contracts initially recognised in period	**(19,743)**	**1,572**	**18,171**	**-**	-	-	-	-
Changes that relate to current services	**(2)**	**-**	**(13)**	**(15)**	42,820	(18)	(326)	42,476
Changes that relate to future services	**(97)**	**(6)**	**102**	**-**	(42,935)	821	(1,030)	(43,145)
Changes that relate to past services	**-**	**-**	**-**	**-**	(332)	-	-	(332)
Net (expense) / income from reinsurance contracts held	**(19,842)**	**1,566**	**18,260**	**(15)**	(447)	803	(1,356)	(1,001)
Finance (expenses) / income from reinsurance contracts	**(1,254)**	**(40)**	**226**	**(1,068)**	425	122	954	1,501
Total change in the statement of income	**(21,096)**	**1,526**	**18,486**	**(1,083)**	(23)	925	(403)	500
Premiums ceded paid net of commission	**-**	**-**	**-**	**-**	7,233	-	-	7,233
Incurred claims recoveries	**-**	**-**	**-**	**-**	45	-	-	45
Commission and management fees received	**-**	**-**	**-**	**-**	(2,780)	-	-	(2,780)
Total cash flows	**-**	**-**	**-**	**-**	4,499	-	-	4,499
Net closing reinsurance contract assets	**(15,732)**	**4,766**	**48,661**	**37,695**	5,364	3,240	30,174	38,778

7 INVESTMENTS

	30 September 2026	31 December 2025
Insurance operations		
Financial assets measured at FVTPL	**25,877**	24,398
Financial assets at amortised cost – net	**54,835**	55,079
	80,712	79,477
Shareholders' operations		
Financial assets measured at FVTPL	**98,905**	102,280
Financial assets measured at FVOCI	**74,726**	75,643
Financial assets at amortised cost – net	**7,830**	-
	181,461	177,923
Total investments	**262,173**	257,400

a) Investments measured at FVTPL comprise of the following:

	30 September 2026	31 December 2025
Insurance operations		
Tier 1 sukuks	**11,191**	11,441
Funds	**14,686**	12,957
Shareholders' operations		
Equity & tier 1 sukuks	**80,989**	85,617
Funds	**17,916**	16,662
Total financial assets at FVTPL	**124,782**	126,677

b) Investments measured at FVOCI comprise of the following:

	30 September 2026	31 December 2025
Shareholders' operations		
Investment in Najm for Insurance Services Co.	**72,758**	72,758
Other equity investments	**1,968**	2,885
Total financial assets at FVOCI	**74,726**	75,643

7 INVESTMENTS (continued)

c) Investments measured at amortised cost comprise of the following:

	30 September 2026	31 December 2025
Insurance operations		
Saudi government sukuks	**54,283**	53,903
Accrued income	**558**	1,182
Impairment allowance	**(6)**	(6)
	54,835	55,079
Shareholders operations		
Saudi government sukuks	**7,788**	-
Accrued income	**42**	-
	7,830	-
Total investments	**62,665**	55,079

The government sukuks investments are issued and denominated in Saudi Arabian Riyals (SR).

d) There is no movement in impairment ECL allowance between stages 1 to 3 during the period.

The movement in the financial assets are as follows:

	30 September 2026	31 December 2025
a) Measured at FVTPL:		
Insurance operations		
Balance at beginning of the period	**24,398**	20,107
Addition during the period	**68,415**	71,958
Disposals during the period	**(69,208)**	(70,673)
Changes in the fair value of financial assets	**2,272**	3,007
Balance at end of the period	**25,877**	24,398
Shareholders' operations		
Balance at beginning of the period	**102,280**	114,475
Addition during the period	**10,729**	22,642
Disposals during the period	**(20,029)**	(25,003)
Changes in the fair value of financial assets	**900**	(10,373)
Cash with fund manager	**5,025**	539
Balance at end of the period	**98,905**	102,280

7 INVESTMENTS (continued)

	30 September 2026	31 December 2025
b) Measured at FVOCI:		
Shareholders' operations		
Balance at beginning of the period	**75,643**	65,529
Changes in the fair value of financial assets	**(917)**	10,114
Balance at end of the period	**74,726**	75,643

	30 September 2026	31 December 2025
c) Measured at amortised cost:		
Insurance operations		
Balance at beginning of the period	**55,079**	4,903
Addition during the period	**-**	48,946
Accrued income	**558**	1,182
Amortization	**(796)**	55
Impairment allowance	**(6)**	(6)
Balance at end of the period	**54,835**	55,079
Shareholders operations		
Balance at beginning of the period	**-**	-
Addition during the period	**7,788**	-
Accrued income	**42**	-
Balance at end of the period	**7,830**	-

8 INVESTMENT PROPERTY

The Company's investment property comprises a plot of land acquired from a financial institution as part of a in kind settlement agreement. Management has elected to apply the fair value model for the subsequent measurement of investment property.

8.1 Taking into consideration the valuation technique and key inputs utilized by the valuators, the valuations are categorized at Level 2 (for market approach) of the fair value hierarchy.

8.2 The Company engaged two different independent valuers for investment properties valuations and adopted the lower valuation for their fair value assessment.

Location	Purpose	Valuation Technique	Fair Value amount 2026	2025
Riyadh - KSA	Capital appreciation	Market approach	**62,536**	64,018

The following is a summary of investment property as of:

	30 September 2026	31 December 2025
Opening balance **(8.3)**	**64,018**	42,555
Fair value gain on investment property	**(1,482)**	21,463
Fair value at the end of the period	**62,536**	64,018

8.3 The plot of land was initially recognized at cost in 2022 under prepayments and other assets. Upon designation the land to be as investment property seeking capital appreciation and approval from the authorities, this has been reclassified to investment properties during 2025.

9 Provision for zakat

The movement in zakat payable during the period is as follows:

	30 September 2026	31 December 2025
Balance at beginning of the period	**24,662**	23,663
Charge for the period	**6,375**	8,100
Payments during the period	**(7,842)**	(7,101)
Balance at end of the period	**23,195**	24,662

9.1 Status of assessments

i) Zakat assessments

The Company has filed the zakat returns for the financial years upto and including 2025 and received a temporary Zakat certificate. Assessments have been received from ZATCA to date in respect of the following years.

Year ended December 31, 2007 to 2020

The zakat assessments have been finalized up to and including the year 2020.

Year ended December 31, 2021 to 2025

The Company's zakat returns for the years ended December 31, 2021 to 2025 are under review by ZATCA.

ii) VAT assessments

Year ended December 31, 2018 to 2023

The VAT assessments have been finalized up to and including the year 2023.

Year ended December 31, 2024 to 2025

The Company's VAT returns are under review by ZATCA and the Company has not received any assessment till 30 September 2026.

Management believes that appropriate and adequate provisions have been created and that the finalization of the above-mentioned assessments is not expected to have a material impact on these interim condensed financial statements.

10 SHARE CAPITAL

As at 30 September 2026, the issued and paid up share capital of the Company amounting to SR 500 million (31 December 2025 : SR 500 million), divided into 50 million ordinary shares of SR 10 each.

11 STATUTORY RESERVE

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

12 BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share for the period have been calculated by dividing the total net income for the period by the weighted average number of shares in issue throughout the period.

The basic and diluted earning per share are as follows:

	Three-months period ended 30 September		Nine-months period ended 30 September	
	2026	2025	**2026**	2025
Basic and diluted earnings per share (SR)	**0.02**	0.01	**0.17**	0.34
Weighted average number of shares throughout the period (thousands)	**50,000**	50,000	**50,000**	50,000

13 CAPITAL MANAGEMENT

Objectives are set by the Company to maintain healthy capital ratios in order to support its business objectives and maximize shareholders' value.

The Company manages its capital requirements by assessing shortfalls between reported and required capital levels on a regular basis. Adjustments to current capital levels are made in light of changes in market conditions and risk characteristics of the Company's activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders or issue new shares.

The Company manages its capital to ensure that it is able to continue as going concern and comply with the regulators' capital requirements of the markets in which the Company operates. The capital structure of the Company consists of equity attributable to equity holders comprising paid share capital and reserves.

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

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

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

The following table summarizes the financial assets recorded at fair value as of 30 September 2026 and 31 December 2025 by level of the fair value hierarchy. There are no transfers among the levels during the period. Some equity financial investment are reported at cost, where their fair value are not materially different from the carrying value.

As at 30 September 2026	**Level 1**	**Level 2**	**Level 3**	**Carrying value**
Financial assets measured at FVTPL	**59,138**	**38,993**	**26,651**	**124,782**
Financial assets measured at FVOCI	**1,968**	**-**	**72,758**	**74,726**
	61,106	**38,993**	**99,409**	**199,508**
As at 31 December 2025	Level 1	Level 2	Level 3	Carrying value
Financial assets measured at FVTPL	61,162	41,859	23,657	126,678
Financial assets measured at FVOCI	2,885	-	72,758	75,643
	64,047	41,859	96,415	202,321

14 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

a) Measurement of fair value

Valuation technique and significant unobservable inputs

The following table shows the valuation techniques used in measuring Level 3 fair value at 30 September 2026 and 31 December 2025, as well as the significant unobservable inputs used. The fair value used for valuation of Level 2 Sukuks and mutual funds are based on prices quoted on reliable and third-party sources.

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

b) Movement of level 3 instruments

	30 September 2026	31 December 2025
Opening fair value	**96,415**	83,055
Additions in level 3 investments	**-**	-
Transfer from level 3 to other levels	**-**	-
Fair value gain – net	**2,994**	13,360
Closing fair value	**99,409**	96,415

c) Sensitivity analysis

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

	30 September 2026	31 December 2025
+5% Increase	**104,379**	101,236
-5% Decrease	**94,439**	91,594
+5% Change	**4,970**	4,821
-5% Change	**(4,970)**	(4,821)

d) Reconciliation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy:

		Total gain or loss recognised in others				
30 September 2026	**Balance January 1**	**Purchases**	**Disposals**	**Statement of income**	**Other comprehensive income**	**Balance September 30**
Private equity investment	**72,758**	**-**	**-**	**-**	**-**	**72,758**

14 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

d) Reconciliation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy

		Total gain or loss recognised in others				
31 December 2025	Balance January 1	Purchases	Disposals	Statement of income	Other comprehensive income	Balance December 31
Private equity investment	61,141	-	-	-	11,617	72,758

Sensitivity analysis of Level 3 investments

30 September 2026	**Sensitivity factor**	**Impact on fair value due to increase in sensitivity factor**	**Impact on fair value due to increase in sensitivity factor**
Private equity investment	+/- 10% change in price	**7,276**	**(7,276)**

31 December 2025	Sensitivity factor	Impact on fair value due to increase in sensitivity factor	Impact on fair value due to increase in sensitivity factor
Private equity investment	+/- 10% change in price	7,276	(7,276)

15 COMMITMENTS AND CONTINGENCIES

a. Legal proceedings and regulations

The Company operates in the insurance industry and is subject to legal proceedings in the normal course of business. While it is not practicable to forecast or determine the final results of all pending or threatened legal proceedings, management does not believe that such proceedings (including litigations) will have a material effect on its results and financial position for the current reporting period.

b. Contingent liabilities

The Company's contingent liabilities are as follows:

	30 September 2026	31 December 2025
Letters of guarantee	**11,492**	12,398

The Company has submitted these bank guarantees to various parties which are fully covered by margin deposits amounting to SR 20 million (2025: SR 20 million).

16 RELATED PARTY TRANSACTIONS

Members of the Board of Directors do not receive any remuneration for their role in managing the Company unless approved by the General Assembly. Members of the Board of Directors receive an attendance allowance for Board and Board Committee meetings. Key management personnel who is involved in planning, directing the activities of the company receive fixed remuneration as a result of their direct duties and responsibilities. The top Senior key personnel, receive remuneration according to the employment contracts signed with them.

Related parties represent transactions with directors and key management personnel of the Company.

The compensation of key management personnel and BOD accrued during the period is as follows:

	30 September 2026	30 September 2025
Remuneration and compulsory fees to BODs and committees	**975**	675
Board of directors' and committees meeting fees	**675**	425
Key management personnel compensation and benefits	**6,643**	5,681
End of service indemnities	**364**	368

The Key Management Personnel compensation and benefits consist of gross salaries, General Organization for Social Insurance contributions, allowances, insurance and accrued bonus.

17 SEGMENT INFORMATION

Consistent with the Company's internal reporting process, operating segments have been approved by management in respect of the Company's activities, assets and liabilities as stated below. Segment results do not include income from investments, other income or unallocated expense, term deposits, or other assets and liabilities. Accordingly, they are included in unallocated assets and liabilities.

Gross written premium

	For the three-months period ended 30 September 2026					
Operating segment	**Individuals**	**Very small enterprises**	**Small enterprises**	**Medium enterprises**	**Corporates**	**Total**
Medical	**3,796**	**47,969**	**29,621**	**12,925**	**115,468**	**209,779**
Motor	**90,389**	**412**	**2,195**	**1,385**	**11,031**	**105,412**
Property	**2**	**-**	**670**	**2,617**	**4,052**	**7,342**
Engineering	**-**	**-**	**878**	**927**	**1,917**	**3,722**
Marine	**-**	**-**	**248**	**1,394**	**350**	**1,992**
Others	**7,277**	**-**	**455**	**2,958**	**4,527**	**15,217**
Total	**101,464**	**48,381**	**34,067**	**22,206**	**137,345**	**343,463**

	For the three-months period ended 30 September 2025					
Operating segment	Individuals	Very small enterprises	Small enterprises	Medium enterprises	Corporates	Total
Medical	4,282	21,153	9,414	7,100	53,893	95,841
Motor	91,132	2,286	689	80	23,333	117,521
Property	6	5	337	928	8,864	10,140
Engineering	-	16	1,399	2,247	2,099	5,761
Marine	-	-	-	160	29	189
Others	13,010	6	644	3,246	3,533	20,439
Total	108,430	23,466	12,483	13,761	91,751	249,890

Reinsurance premium ceded (including excess of loss)

	For the three-months period ended 30 September					
	2026			2025		
Operating segment	**Local**	**International (including local brokers)**	**Total**	Local	International (including local brokers)	Total
Medical	**100**	**100**	**200**	125	125	250
Motor	**469**	**1,326**	**1,795**	386	1,407	1,793
Property	**1,747**	**4,396**	**6,143**	1,194	7,720	8,914
Engineering	**897**	**2,413**	**3,310**	64	5,175	5,239
Marine	**451**	**1,089**	**1,540**	66	229	295
Others	**1,215**	**2,830**	**4,045**	289	4,499	4,788
Total	**4,879**	**12,154**	**17,033**	2,124	19,155	21,279

Gross written premium

	For the nine-months period ended 30 September 2026					
Operating segment	**Individuals**	**Very small enterprises**	**Small enterprises**	**Medium enterprises**	**Corporates**	**Total**
Medical	**12,083**	**137,853**	**64,625**	**48,857**	**256,380**	**519,798**
Motor	**168,480**	**928**	**13,280**	**11,063**	**16,484**	**210,235**
Property	**9**	**27**	**1,315**	**5,841**	**24,331**	**31,524**
Engineering	**-**	**-**	**1,794**	**3,140**	**4,615**	**9,549**
Marine	**-**	**-**	**652**	**1,519**	**2,453**	**4,624**
Others	**12,726**	**16**	**1,405**	**7,356**	**7,158**	**28,661**
Total	**193,298**	**138,824**	**83,071**	**77,776**	**311,421**	**804,391**

	For the nine-months period ended 30 September 2025					
Operating segment	Individuals	Very small enterprises	Small enterprises	Medium enterprises	Corporates	Total
Medical	15,886	69,706	33,225	30,716	237,744	387,277
Motor	455,296	2,817	25,919	3,025	24,812	511,869
Property	12	16	476	7,869	17,644	26,017
Engineering	-	54	2,414	4,804	5,683	12,955
Marine	-	-	28	325	1,047	1,400
Others	60,940	79	1,190	5,451	6,252	73,912
Total	532,134	72,672	63,252	52,190	293,182	1,013,430

Reinsurance premium ceded (including excess of loss)

	For the nine-months period ended 30 September					
	2026			2025		
Operating segment	**Local**	**International (including local brokers)**	**Total**	Local	International (including local brokers)	Total
Medical	**308**	**309**	**617**	371	371	742
Motor	**1,951**	**3,426**	**5,377**	1,021	3,839	4,860
Property	**5,122**	**22,778**	**27,900**	4,442	21,329	25,771
Engineering	**2,224**	**6,482**	**8,706**	1,035	11,273	12,308
Marine	**951**	**2,659**	**3,610**	237	1,375	1,612
Others	**1,801**	**5,568**	**7,369**	10,766	9,523	20,289
Total	**12,357**	**41,222**	**53,579**	17,872	47,710	65,582

17 SEGMENT INFORMATION (continued)

	30 September 2026						
Operating segment	**Medical**	**Motor**	**Property**	**Engineering**	**Marine**	**Others**	**Total**
Assets							
Reinsurance contract assets	**2,539**	**14,890**	**29,722**	**35,392**	**910**	**42,321**	**125,774**
Insurance contract assets	**-**	**46,379**	**-**	**-**	**9,372**	**-**	**55,751**
Unallocated assets							**969,962**
Total assets							**1,151,487**
Liabilities							
Insurance contract liabilities	**365,381**	**-**	**54,125**	**42,936**	**-**	**122,765**	**585,207**
Unallocated liabilities and equity							**566,280**
Total liabilities and equity							**1,151,487**

	31 December 2025						
Operating segment	Medical	Motor	Property	Engineering	Marine	Others	Total
Assets							
Reinsurance contract assets	5,651	19,169	38,991	35,136	-	41,580	140,527
Insurance contract assets	-	-	-	-	7,320	-	7,320
Unallocated assets							1,074,574
Total assets							1,222,421
Liabilities							
Insurance contract liabilities	245,857	194,893	57,785	42,969	-	117,747	659,250
Reinsurance contract liabilities	-	-	-	-	3,035	-	3,035
Unallocated liabilities and equity							560,136
Total liabilities and equity							1,222,421

17 SEGMENT INFORMATION (continued)

	For the three-months period ended 30 September 2026						
Operating segment	**Medical**	**Motor**	**Property**	**Engineering**	**Marine**	**Others**	**Total**
Insurance service revenue	**159,382**	**71,607**	**8,646**	**4,663**	**1,473**	**23,124**	**268,895**
Insurance service expenses	**(156,079)**	**(74,603)**	**(3,582)**	**(4,579)**	**(431)**	**(18,236)**	**(257,510)**
Insurance service result before reinsurance contracts held	**3,303**	**(2,996)**	**5,064**	**84**	**1,042**	**4,888**	**11,385**
Allocation of reinsurance premiums	**(200)**	**(598)**	**(5,891)**	**(3,240)**	**(745)**	**(1,543)**	**(12,217)**
Amounts recoverable from reinsurance	**676**	**-**	**2,741**	**4,424**	**164**	**182**	**8,187**
Net revenues / (expenses) from reinsurance contracts held	**476**	**(598)**	**(3,150)**	**1,184**	**(581)**	**(1,361)**	**(4,030)**
Insurance service result	**3,779**	**(3,594)**	**1,914**	**1,268**	**461**	**3,527**	**7,355**
Finance (expenses) / income from insurance contracts issued	**(1,276)**	**(133)**	**(521)**	**(374)**	**-**	**897**	**(1,407)**
Finance income / (expenses) from reinsurance contracts held	**-**	**-**	**477**	**336**	**-**	**(1,022)**	**(209)**
Net insurance finance expenses	**(1,276)**	**(133)**	**(44)**	**(38)**	**-**	**(125)**	**(1,616)**
Net insurance result	**2,503**	**(3,727)**	**1,870**	**1,230**	**461**	**3,402**	**5,738**
Unallocated income							**(250)**
Unallocated expenses							**(2,517)**
Net income before zakat							**2,971**

17 SEGMENT INFORMATION (continued)

	For the three-months period ended 30 September 2025						
Operating segment	Medical	Motor	Property	Engineering	Marine	Others	Total
Insurance service revenue	138,704	192,498	8,963	5,322	940	19,653	366,080
Insurance service expenses	(132,071)	(220,970)	(7,364)	(25,563)	(2,857)	(32,311)	(421,136)
Insurance service result before reinsurance contracts held	6,633	(28,472)	1,599	(20,241)	(1,917)	(12,658)	(55,056)
Allocation ot reinsurance premiums	(250)	(1,793)	(6,452)	(4,321)	(810)	(2,931)	(16,557)
Amounts recoverable from reinsurance	3,528	5,378	5,651	22,981	2,897	556	40,991
Net revenues / (expenses) from reinsurance contracts held	3,278	3,585	(801)	18,660	2,087	(2,375)	24,434
Insurance service result	9,911	(24,887)	798	(1,581)	170	(15,033)	(30,622)
Finance expenses from insurance contracts issued	(1,568)	(1,279)	(504)	(139)	(100)	(131)	(3,721)
Finance income from reinsurance contracts held	-	-	464	111	84	37	696
Net insurance finance expenses	(1,568)	(1,279)	(40)	(28)	(16)	(94)	(3,025)
Net insurance result	8,343	(26,166)	758	(1,609)	154	(15,127)	(33,647)
Unallocated income							39,170
Unallocated expenses							(3,731)
Net income before zakat							1,792

17 SEGMENT INFORMATION (continued)

	For the nine-months period ended 30 September 2026						
Operating segment	**Medical**	**Motor**	**Property**	**Engineering**	**Marine**	**Others**	**Total**
Insurance service revenue	**430,715**	**284,028**	**26,384**	**11,929**	**3,208**	**67,123**	**823,387**
Insurance service expenses	**(405,805)**	**(297,120)**	**(5,058)**	**(2,872)**	**(972)**	**(67,068)**	**(778,894)**
Insurance service result before reinsurance contracts held	**24,910**	**(13,092)**	**21,326**	**9,057**	**2,236**	**55**	**44,493**
Allocation of reinsurance premiums	**(617)**	**(4,180)**	**(18,486)**	**(8,834)**	**(1,978)**	**(4,701)**	**(38,796)**
Amounts recoverable from reinsurance	**1,187**	**(1,008)**	**349**	**1,090**	**4,312**	**1,552**	**7,482**
Net revenues / (expenses) from reinsurance contracts held	**570**	**(5,188)**	**(18,137)**	**(7,744)**	**2,334**	**(3,149)**	**(31,314)**
Insurance service result	**25,480**	**(18,280)**	**3,189**	**1,313**	**4,570**	**(3,094)**	**13,179**
Finance expenses from insurance contracts issued	**(3,501)**	**99**	**(1,620)**	**(1,048)**	**51**	**543**	**(5,476)**
Finance income from reinsurance contracts held	**-**	**-**	**1,487**	**944**	**(13)**	**(930)**	**1,488**
Net insurance finance (expenses) / income	**(3,501)**	**99**	**(133)**	**(104)**	**38**	**(387)**	**(3,988)**
Net insurance result	**21,979**	**(18,181)**	**3,056**	**1,209**	**4,608**	**(3,482)**	**9,191**
Unallocated income							**22,714**
Unallocated expenses							**(17,214)**
Net income before zakat							**14,691**

17 SEGMENT INFORMATION (continued)

	For the nine-months period ended 30 September 2025						
Operating segment	Medical	Motor	Property	Engineering	Marine	Others	Total
Insurance service revenue	435,429	544,038	21,168	13,253	2,853	55,418	1,072,159
Insurance service expenses	(392,027)	(609,812)	(40,731)	(30,095)	7,506	(63,756)	(1,128,915)
Insurance service result before reinsurance contracts held	43,402	(65,774)	(19,563)	(16,842)	10,359	(8,338)	(56,756)
Allocation of reinsurance premiums	(742)	(4,860)	(17,960)	(10,455)	(2,226)	(9,233)	(45,476)
Amounts recoverable from reinsurance	3,459	5,558	35,518	25,710	(6,740)	1,355	64,860
Net revenues / (expenses) from reinsurance contracts held	2,717	698	17,558	15,255	(8,966)	(7,878)	19,384
Insurance service result	46,119	(65,076)	(2,005)	(1,587)	1,393	(16,216)	(37,372)
Finance expenses from insurance contracts issued	(4,957)	(3,688)	(2,129)	(377)	(625)	(2,452)	(14,228)
Finance income from reinsurance contracts held	-	-	1,815	296	541	1,611	4,263
Net insurance finance expenses	(4,957)	(3,688)	(314)	(81)	(84)	(841)	(9,965)
Net insurance result	41,162	(68,764)	(2,319)	(1,668)	1,309	(17,057)	(47,337)
Unallocated income							87,887
Unallocated expenses							(17,201)
Net income before zakat							23,349

18 STATUTORY DEPOSIT

In compliance with Article 58 of the Implementing Regulations issued by the Insurance Authority (IA), formerly Saudi Central Bank (SAMA), the Company has deposited 15% (30 September 2026) of its share capital, amounting to SR 75 million (31 December 2025: SR 75 million), in a bank designated by IA. The statutory deposit is maintained with a reputed local bank and can be withdrawn only with the consent of IA.

During the period ended 30 September 2026, Insurance Authority issued a circular amending the entitlement to income on Statutory Deposit. In accordance with the circular, the company is entitled to income earned from 4 August 2026 onwards and has recognized the income from 4 Agust 2026 up to the reporting date. Accrued income up to 3 August 2026 is payable to Insurance Authority, and subsequent to the reporting date, the Company fully settled the liability payable to Insurance Authority in respect of accrued income on the statutory deposit up to 3 August 2026. Income is accrued on statutory deposit at rate of 5% (31 December 2025: 5%) per annum.

19 EXPENSE ANALYSIS

Following is the breakdown of expenses by category:

	30 September 2026				
	Insurance acquisition costs	Attributable non-acquisition costs	Total attributable expenses	Non attributable expenses	Total
Expenses pertaining to insurance operations					
Commissions incurred	**48,454**	**-**	**48,454**	**-**	**48,454**
Claims handling and other expenses	**-**	**10,163**	**10,163**	**-**	**10,163**
Other underwriting expenses	**21,117**	**-**	**21,117**	**-**	**21,117**
Total expenses	**69,571**	**10,163**	**79,734**	**-**	**79,734**
Salaries and staff related costs	**31,255**	**36,579**	**67,834**	**9,428**	**77,262**
Depreciation and amortization	**269**	**458**	**727**	**-**	**727**
Communication and technology	**1,974**	**6,482**	**8,456**	**1,699**	**10,155**
Legal and professional fees	**2,476**	**1,803**	**4,279**	**1,854**	**6,133**
Regulatory fees	**13,439**	**-**	**13,439**	**-**	**13,439**
Rents	**2,847**	**1,292**	**4,139**	**-**	**4,139**
Advertisement and marketing expenses	**2,986**	**-**	**2,986**	**-**	**2,986**
Other expenses	**3,752**	**2,676**	**6,428**	**2,923**	**9,351**
Total expenses	**58,998**	**49,290**	**108,288**	**15,904**	**124,192**
Expenses pertaining to shareholders' operations					
Director's Remunerations	**-**	**-**	**-**	**975**	**975**
Others	**-**	**-**	**-**	**335**	**335**
Total	**-**	**-**	**-**	**1,310**	**1,310**
Total expenses	**128,569**	**59,453**	**188,022**	**17,214**	**205,235**

19 EXPENSE ANALYSIS (continued)

Following is the breakdown of expenses by category:

	30 September 2025				
	Insurance acquisition costs	Attributable non-acquisition costs	Total attributable expenses	Non attributable expenses	Total
Expenses pertaining to insurance operations					
Commissions incurred	87,043	-	87,043	-	87,043
Claims handling and other expenses	-	16,153	16,153	-	16,153
Other underwriting expenses	29,490	-	29,490	-	29,490
Total expenses	116,533	16,153	132,686	-	132,686
Salaries and staff related costs	45,796	31,065	76,861	7,950	84,811
Depreciation and amortization	357	774	1,131	2	1,133
Communication and technology	1,876	6,481	8,357	1,765	10,122
Legal and professional fees	4,410	1,158	5,568	3,381	8,949
Regulatory fees	-	-	-	252	252
Rents	2,683	1,091	3,774	61	3,835
Advertisement and marketing expenses	3,480	-	3,480	-	3,480
Other expenses	2,603	2,439	5,042	1,879	6,921
Total expenses	61,205	43,008	104,213	15,290	119,503
Expenses pertaining to shareholders' operations					
Director's Remunerations	-	-	-	618	618
Others	-	-	-	1,293	1,293
Total	-	-	-	1,911	1,911
Total expenses	177,738	59,161	236,899	17,201	254,100

The breakdown of remuneration for the statutory audit, quarterly reviews, zakat, VAT, and other services of the Company's interim condensed financial statements is presented below:

	30 September	
	2026	2025
Quarterly review for first & second quarter – Professional Consultants Company	**177**	198
Quarterly review for first quarter – PKF Al Bassam Chartered Accountants	**88**	264
Quarterly review for second quarter – El Sayed El Ayouty & Co Certified Public Accountants	**160**	-
Zakat & VAT services	**269**	221
	694	683

20 SUPPLEMENTARY INFORMATION

20.1 Interim condensed statement of financial position

	Insurance operations		Shareholders' operations		Total	
	30 September 2026	31 December 2025	**30 September 2026**	31 December 2025	**30 September 2026**	31 December 2025
ASSETS						
Cash and cash equivalents	**127,591**	182,075	**5,190**	12,129	**132,781**	194,204
Term deposits	**164,646**	250,973	**183,363**	112,116	**348,009**	363,089
Reinsurance contract assets	**125,774**	140,527	**-**	-	**125,774**	140,527
Insurance contract assets	**55,751**	7,320	**-**	-	**55,751**	7,320
Investments	**80,712**	79,477	**181,461**	177,923	**262,173**	257,400
Investment property	**-**	-	**62,536**	64,018	**62,536**	64,018
Prepayments and other assets	**81,486**	115,981	**926**	1,782	**82,412**	117,763
Property and equipment	**1,925**	2,189	**-**	-	**1,925**	2,189
Right-of-use assets	**1,599**	227	**-**	-	**1,599**	227
Accrued income on statutory deposit	**-**	-	**3,531**	688	**3,531**	688
Statutory deposit	**-**	-	**74,996**	74,996	**74,996**	74,996
	639,484	778,769	**512,003**	443,652	**1,151,487**	1,222,421
Due from insurance operations	**-**	-	**10,326**	72,355	**10,326**	72,355
TOTAL ASSETS	**639,484**	778,769	**522,329**	516,007	**1,161,813**	1,294,776

20 SUPPLEMENTARY INFORMATION (continued)

20.1 Interim condensed statement of financial position (continued)

	Insurance operations		Shareholders' operations		Total	
	30 September 2026	31 December 2025	**30 September 2026**	31 December 2025	**30 September 2026**	31 December 2025
LIABILITIES						
Accrued expenses and other liabilities	**29,834**	32,864	**5,340**	7,188	**35,174**	40,052
Insurance contract liabilities	**585,207**	659,250	-	-	**585,207**	659,250
Reinsurance contract liabilities	**-**	3,035	-	-	**-**	3,035
Provision for zakat	**-**	-	**23,195**	24,662	**23,195**	24,662
Lease liabilities	**1,432**	231	-	-	**1,432**	231
Employees' end-of-service benefits	**33,823**	32,172	-	-	**33,823**	32,172
Accrued income payable to Insurance Authority	-	**-**	**2,927**	688	**2,927**	688
	650,296	727,552	**31,462**	32,538	**681,758**	760,090
Due to shareholders' operations	**10,326**	72,355	-	-	**10,326**	72,355
TOTAL LIABILITIES	**660,622**	799,907	**31,462**	32,538	**692,084**	832,445
EQUITY						
Share capital	-	-	**500,000**	500,000	**500,000**	500,000
Statutory reserve	-	-	**2,131**	2,131	**2,131**	2,131
Accumulated losses	-	-	**(78,043)**	(86,359)	**(78,043)**	(86,359)
Investments fair value reserve	-	-	**66,779**	67,697	**66,779**	67,697
Re-measurement reserve on defined benefit plans	**(21,138)**	(21,138)	-	-	**(21,138)**	(21,138)
TOTAL EQUITY	**(21,138)**	(21,138)	**490,867**	483,469	**469,729**	462,331
TOTAL LIABILITIES AND EQUITY	**639,484**	778,769	**522,329**	516,007	**1,161,813**	1,294,776

20 SUPPLEMENTARY INFORMATION (continued)

20.2 Interim condensed statement of income

	For the three-months period ended 30 September					
	Insurance operations		Shareholders' operations		Total	
	2026	2025	**2026**	2025	**2026**	2025
Insurance service revenue	**268,895**	366,080	-	-	**268,895**	366,080
Insurance service expenses	**(257,510)**	(421,136)	-	-	**(257,510)**	(421,136)
Insurance service result before reinsurance contracts held	**11,385**	(55,056)	-	-	**11,385**	(55,056)
Allocation of reinsurance premiums	**(12,217)**	(16,557)	-	-	**(12,217)**	(16,557)
Amounts recoverable from reinsurance	**8,187**	40,991	-	-	**8,187**	40,991
Net (expenses) / revenues from reinsurance contracts held	**(4,030)**	24,434	-	-	**(4,030)**	24,434
Insurance service result	**7,355**	(30,622)	-	-	**7,355**	(30,622)
Investment income on financial assets at amortised cost	**3,802**	6,248	**2,248**	2,056	**6,050**	8,304
Investment income / (loss) on financial assets at FVTPL	**1,103**	1,462	**(3,861)**	1,965	**(2,758)**	3,427
Impairment reversal on financial assets	**-**	75	**-**	36	**-**	111
Fair value (loss) / gain on investment property	**-**	-	**(2,962)**	24,789	**(2,962)**	24,789
Net investment income	**4,905**	7,785	**(4,575)**	28,846	**330**	36,631
Finance expenses from insurance contracts issued	**(1,407)**	(3,721)	-	-	**(1,407)**	(3,721)
Finance income from reinsurance contracts held	**(209)**	696	-	-	**(209)**	696
Net insurance finance expenses	**(1,616)**	(3,025)	-	-	**(1,616)**	(3,025)
Net insurance and investment result	**10,644**	(25,862)	**(4,575)**	28,846	**6,069**	2,984
Other operating expenses	**(2,581)**	(2,408)	**(517)**	(1,323)	**(3,098)**	(3,731)
Other income	**-**	2,003	**-**	536	**-**	2,539
Net income for the period before Zakat	**8,063**	(26,267)	**(5,092)**	28,059	**2,971**	1,792
Zakat expense for the period	**-**	**-**	**(2,125)**	(1,161)	**(2,125)**	(1,161)
Net income for the period attributable to shareholders	**8,063**	(26,267)	**(7,217)**	26,898	**846**	631

20 SUPPLEMENTARY INFORMATION (continued)

20.3 Interim condensed statement of comprehensive income

	For the three-months period ended 30 September					
	Insurance operations		Shareholders' operations		Total	
	2026	2025	**2026**	2025	**2026**	2025
Net income / (loss) for the period	**-**	-	**846**	631	**846**	631
Other comprehensive income:						
Items that will not be recycled to interim condensed statements of income in subsequent periods:						
Change in fair value of financial investments at FVOCI	**-**	-	**(220)**	(601)	**(220)**	(601)
Total comprehensive income / (loss) for the period	**-**	-	**626**	30	**626**	30
Total comprehensive income attributable to insurance operations	**-**	-	**-**	-	**-**	-
Total comprehensive income / (loss)	**-**	-	**626**	30	**626**	30

20 SUPPLEMENTARY INFORMATION (continued)

20.2 Interim condensed statement of income

	For the nine-months period ended 30 September					
	Insurance operations		Shareholders' operations		Total	
	2026	2025	**2026**	2025	**2026**	2025
Insurance service revenue	**823,387**	1,072,159	-	-	**823,387**	1,072,159
Insurance service expenses	**(778,894)**	(1,128,915)	-	-	**(778,894)**	(1,128,915)
Insurance service result before reinsurance contracts held	**44,493**	(56,756)	-	-	**44,493**	(56,756)
Allocation of reinsurance premiums	**(38,796)**	(45,476)	-	-	**(38,796)**	(45,476)
Amounts recoverable from reinsurance	**7,482**	64,860	-	-	**7,482**	64,860
Net (expenses) / revenues from reinsurance contracts held	**(31,314)**	19,384	-	-	**(31,314)**	19,384
Insurance service result	**13,179**	(37,372)	-	-	**13,179**	(37,372)
Investment income on financial assets at amortised cost	**11,062**	18,437	**4,471**	6,437	**15,533**	24,874
Investment income on financial assets at FVTPL	**5,180**	6,709	**1,360**	(3,905)	**6,540**	2,804
Impairment reversal on financial assets	**-**	75	**-**	36	**-**	111
Fair value gain on investment property	**-**	-	**(1,482)**	24,789	**(1,482)**	24,789
Net investment income	**16,242**	25,221	**4,349**	27,357	**20,591**	52,578
Finance expenses from insurance contracts issued	**(5,476)**	(14,228)	-	-	**(5,476)**	(14,228)
Finance income from reinsurance contracts held	**1,488**	4,263	-	-	**1,488**	4,263
Net insurance finance expenses	**(3,988)**	(9,965)	-	-	**(3,988)**	(9,965)
Net insurance and investment result	**25,433**	(22,116)	**4,349**	27,357	**29,782**	5,241
Other operating expenses	**(15,904)**	(15,233)	**(1,310)**	(1,968)	**(17,214)**	(17,201)
Other income	**152**	32,850	**1,971**	2,459	**2,123**	35,309
Net income for the period before Zakat	**9,681**	(4,499)	**5,010**	27,848	**14,691**	23,349
Zakat expense for the period	**-**	-	**(6,375)**	(6,161)	**(6,375)**	(6,161)
Net income for the period attributable to shareholders	**9,681**	(4,499)	**(1,365)**	21,687	**8,316**	17,188

20 SUPPLEMENTARY INFORMATION (continued)

20.3 Interim condensed statement of comprehensive income

	For the nine-months period ended 30 September					
	Insurance operations		Shareholders' operations		Total	
	2026	2025	**2026**	2025	**2026**	2025
Net income for the period	**-**	-	**8,316**	17,188	**8,316**	17,188
Other comprehensive income:						
Items that will not be recycled to interim condensed statements of income in subsequent periods:						
Change in fair value of financial investments at FVOCI	**-**	-	**(918)**	1,410	**(918)**	1,410
Total comprehensive income for the period	**-**	-	**7,398**	18,598	**7,398**	18,598
Total comprehensive income attributable to insurance operations	**-**	-	**-**	-	**-**	-
Total comprehensive income	**-**	-	**7,398**	18,598	**7,398**	18,598

20 SUPPLEMENTARY INFORMATION (continued)

20.4 Interim condensed statement of cash flows

	For the nine-months period ended 30 September					
	Insurance operations		Shareholders' operations		Total	
	2026	2025	**2026**	2025	**2026**	2025
CASH FLOWS FROM OPERATING ACTIVITIES						
Net income for the period before zakat	**-**	-	**14,691**	23,349	**14,691**	23,349
Adjustments for:						
Depreciation of property and equipment & right of use Asset	**1,279**	1,477	**-**	-	**1,279**	1,477
Fair value loss / (gain) on investment properties	**-**	-	**1,482**	(24,789)	**1,482**	(24,789)
Investment income on financial assets	**(2,551)**	(6,288)	**(5,918)**	5,337	**(8,469)**	(951)
Finance expenses from insurance contracts issued	**5,476**	14,228	**-**	-	**5,476**	14,228
Finance income from reinsurance contracts held	**(1,488)**	(4,263)	**-**	-	**(1,488)**	(4,263)
Impairment reversal on financial assets	**-**	(75)	**-**	(36)	**-**	(111)
Finance cost on lease liabilities	**35**	-	**-**	-	**35**	-
Provision for employees' end-of-service benefits	**3,775**	3,358	**-**	-	**3,775**	3,358
Changes in operating assets and liabilities:						
Reinsurance contract assets	**16,241**	(18,172)	**-**	-	**16,241**	(18,172)
Insurance contract assets	**(48,431)**	-	**-**	-	**(48,431)**	-
Prepayments and other assets	**34,495**	6,189	**856**	(378)	**35,351**	5,811
Accrued expenses and other liabilities	**(3,030)**	(8,843)	**(1,897)**	(1,881)	**(4,927)**	(10,724)
Insurance contract liabilities	**(79,519)**	132,048	**-**	-	**(79,519)**	132,048
Reinsurance contract liabilities	**(3,035)**	-	**-**	-	**(3,035)**	-
Cash (used in) / from operations	**(76,754)**	119,658	**9,214**	1,602	**(67,540)**	121,262

20 SUPPLEMENTARY INFORMATION (continued)

20.4 Statement of cash flows (continued)

	For the nine-months period ended 30 September					
	Insurance operations		Shareholders' operations		Total	
	2026	2025	**2026**	2025	**2026**	2025
Due to shareholders / (from insurance operations)	**(62,029)**	(23,435)	**62,029**	23,435	**-**	-
Zakat paid	**-**	-	**(7,842)**	(7,101)	**(7,842)**	(7,101)
Employees' end-of-service benefits paid	**(2,130)**	(2,953)	**-**	-	**(2,130)**	(2,953)
Net cash (used in) / generated from operating activities	**(140,913)**	93,270	**63,400**	17,936	**(77,512)**	111,208
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from matured / (net placement to) term deposits	**86,328**	(37,553)	**(71,851)**	(30,401)	**14,476**	(67,954)
Additions to investments	**(68,415)**	(71,585)	**(18,516)**	(22,990)	**(86,932)**	(94,575)
Proceeds from investments disposals	**69,208**	-	**20,029**	25,003	**89,236**	25,003
Additions to property and equipment	**(457)**	(425)	**-**	-	**(457)**	(425)
Net cash generated from / (used in) investing activities	**86,663**	(109,563)	**(70,339)**	(28,388)	**16,324**	(137,951)
CASH FLOWS FROM FINANCING ACTIVITIES						
Lease liabilities paid	**(234)**	(459)	**-**	-	**(234)**	(459)
Net cash used in financing activities	**(234)**	(459)	**-**	-	**(234)**	(459)
Net change in cash and cash equivalents	**(54,484)**	(16,752)	**(6,939)**	(10,452)	**(61,423)**	(27,202)
Cash and cash equivalents at the beginning of the period	**182,075**	161,253	**12,129**	11,722	**194,204**	172,975
Cash and cash equivalents at the end of the period	**127,591**	144,501	**5,190**	1,270	**132,781**	145,773
Supplemental non-cash information:						
Change in fair value of financial investments at FVOCI	**-**	-	**(918)**	1,410	**(918)**	1,410

21 RIGHTS AND ENTITLEMENTS OF NON-SAUDI EMPLOYEES IN PRIVATE SECTOR ENTITIES INSURANCE

This represents the Company's share of surplus 4.99% (2025: 4.99%) in the Employers' Delinquency Insurance Pool product. The Company along with eighteen other insurance companies operating in the Kingdom of Saudi Arabia, entered into an agreement with Al-Etihad Cooperative Insurance Company, effective from 3 November 2024. This compulsory product covers default of entities in paying the rights and entitlements of non-Saudi employees in private sector entities offered by the "Ministry of Human Resources and Social Development" through IA.

The agreement is valid for an initial term of five years, starting from 3 November 2024, and renewable for another five years, subject to the terms and conditions of the agreement.

22 SUBSEQUENT EVENTS

There have been no subsequent events that require disclosure or adjustment in these interim condensed financial statements except for those disclosed in these interim condensed financial statements.

23 APPROVAL OF INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements were approved by the Board of Directors on 22 Jumada al-Awwal 1448 H corresponding to 2 November 2026.