

**Al Ain Ahlia Insurance Company P.S.C.**

Condensed interim consolidated financial information  
(Unaudited)

For the nine-month period ended 30 September 2025

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**For the nine-month period ended 30 September 2025**

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**BOARD OF DIRECTORS' REPORT**

We are pleased to submit our report in respect of the company's business activities during the three quarters of the year 2025 together with our Auditor's report in addition to the summary of financials for the period ended 30 September 2025.

The UAE's economy remained on a strong growth trajectory during the first three quarters of 2025, with forecasts ranging from 4.8% to 5.1%, underpinned by vitality in non-oil sectors, impressive trade performance, and continued economic diversification.

The UAE insurance sector maintained strong growth through three quarters of 2025 propelled by higher premiums, digital innovation, regulatory shifts, and expanding activity in financial hubs like DIFC.

The main highlights of the company's Financial Results for the period ended 30 September 2025 can be summarized as follows:

**Figures in AED '000**

| Description                              | 30/09/2025 | 30/09/2024 | %    |
|--|------------|------------|------|
| Insurance Revenue                        | 873,599    | 799,827    | 9    |
| Net Insurance Result                     | (32,616)   | (82,007)   | 60   |
| Net Investment & Other Income            | 56,452     | 55,201     | 2    |
| Net Profit for the period                | 5,625      | (38,845)   | 114  |
| Total Assets                             | 2,876,762  | 3,526,660  | (18) |
| Shareholders' Equity                     | 1,374,698  | 1,283,315  | 7    |
| Basic & Diluted Earnings per share (EPS) | 0.38       | (2.59)     | 115  |

**Chairman****Chief Executive Officer**

## **Report on review of the condensed interim consolidated financial information To the Shareholders of Al Ain Ahlia Insurance Company P.S.C.**

### **Introduction**

We have reviewed the accompanying condensed interim consolidated statement of financial position of Al Ain Ahlia Insurance Company P.S.C. (the “Company”) and its subsidiaries (collectively referred to as “the Group”) as at 30 September 2025, and the related condensed interim consolidated statement of profit or loss and condensed interim statement of other comprehensive income for the three-month and nine-month periods then ended, and condensed interim consolidated statement of changes in shareholders’ equity, and cash flows for the nine-month period then ended and other related explanatory notes. Management is responsible for the preparation and presentation of this condensed interim consolidated financial information in accordance with International Accounting Standard 34 (“IAS 34”) *Interim Financial Reporting*. Our responsibility is to express a conclusion on this condensed interim consolidated financial information based on our review.

### **Scope of review**

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

### **Conclusion**

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

**GRANT THORNTON UAE**



**Dr. Osama El-Bakry**  
**Registration No: 935**  
**Abu Dhabi, United Arab Emirates**

**Date: 12 November 2025**

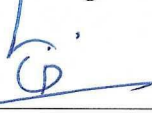
**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of financial position**  
**As at 30 September 2025**

|  |       | (Unaudited)<br>30 September<br>2025<br>AED'000 | (Audited)<br>31 December<br>2024<br>AED'000 |
|--|-------|--|---|
|  | Notes |  |   |
| <b>ASSETS</b>  |       |  |   |
| Property and equipment   | 4     | 769,521  | 780,036                                     |
| Investment properties  | 5     | 96,479   | 87,890                                      |
| Intangible assets  |       | 84   | 39  |
| Statutory deposit  | 6     | 10,000   | 10,000                                      |
| Investments carried at fair value through other comprehensive income | 7     | 689,843  | 578,812                                     |
| Investments carried at fair value through profit or loss             | 8     | 45,624   | 21,882                                      |
| Insurance contract assets  | 9     | -  | 3,245                                       |
| Reinsurance contract assets  | 9     | 995,266  | 1,287,184                                   |
| Other receivables and prepayments                                    |       | 55,800   | 46,518                                      |
| Deferred tax asset   |       | -  | 2,052                                       |
| Term deposits  | 10    | 184,240  | 271,019                                     |
| Cash and cash equivalents  | 11    | 29,905   | 65,032                                      |
| <b>TOTAL ASSETS</b>  |       | <b>2,876,762</b>                               | <b>3,153,709</b>                            |
| <b>EQUITY AND LIABILITIES</b>  |       |  |   |
| Share capital  |       | 150,000  | 150,000                                     |
| Statutory reserve  |       | 75,000   | 75,000                                      |
| General reserve  |       | 600,000  | 600,000                                     |
| Technical reserve  |       | 8,083  | 8,083                                       |
| Reinsurance default reserve  |       | 25,729   | 22,965                                      |
| Investment revaluation reserve                                       |       | 343,927  | 244,957                                     |
| Retained earnings  |       | 171,959  | 199,098                                     |
| <b>TOTAL EQUITY</b>  |       | <b>1,374,698</b>                               | <b>1,300,103</b>                            |
| <b>LIABILITIES</b>   |       |  |   |
| Provision for employees' end of service benefits                     |       | 15,471   | 14,857                                      |
| Insurance contract liabilities                                       | 9     | 1,358,188                                      | 1,723,983                                   |
| Reinsurance contract liabilities                                     | 9     | 61,994   | 54,238                                      |
| Accruals and other payables  | 13    | 66,411   | 60,528                                      |
| <b>TOTAL LIABILITIES</b>   |       | <b>1,502,064</b>                               | <b>1,853,606</b>                            |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                  |       | <b>2,876,762</b>                               | <b>3,153,709</b>                            |

To the best of our knowledge, the condensed interim consolidated financial information present fairly in all material respects the financial position, results of operation and cash flows of the Group as of, and for the nine-month period ended 30 September 2025.

This condensed interim consolidated financial information was approved by the Board of Directors on 12 November 2025 and signed on their behalf by:

  
Chairman

  
Chief Executive Officer

  
Chief Financial Officer

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of profit or loss**  
**For the nine-month period ended 30 September 2025**

|   | Notes | (Unaudited)<br>Three-month period<br>ended 30 September<br>2025<br>AED'000 | (Unaudited)<br>2024<br>AED'000 | (Unaudited)<br>Nine-month period ended<br>30 September<br>2025<br>AED'000 | (Unaudited)<br>2024<br>AED'000 |
|---|-------|--|--------------------------------|---|--------------------------------|
| Insurance revenue   |       | 272,136  | 300,230                        | 873,599   | 799,827                        |
| Insurance service expenses  |       | (158,910)  | (393,468)                      | (538,674)   | (1,587,093)                    |
| <b>Insurance service result before reinsurance contracts held</b> |       | <b>113,226</b>   | <b>(93,238)</b>                | <b>334,925</b>  | <b>(787,266)</b>               |
| Allocation of reinsurance premiums                                |       | (128,161)  | (129,826)                      | (392,897)   | (356,678)                      |
| Amounts recoverable from reinsurance for incurred claims          |       | (12,324)   | 176,781                        | 30,308  | 1,063,666                      |
| <b>Net (expense) /income from reinsurance contracts held</b>      |       | <b>(140,485)</b>   | <b>46,955</b>                  | <b>(362,589)</b>  | <b>706,988</b>                 |
| <b>Insurance service result</b>                                   |       | <b>(27,259)</b>  | <b>(46,283)</b>                | <b>(27,664)</b>   | <b>(80,278)</b>                |
| Insurance finance expenses for insurance contracts issued         |       | (10,566)   | 57,657                         | (41,594)  | 40,796                         |
| Reinsurance finance income for reinsurance contracts held         |       | 9,071  | (55,259)                       | 36,642  | (42,525)                       |
| <b>Net insurance financial result</b>                             |       | <b>(1,495)</b>   | <b>2,398</b>                   | <b>(4,952)</b>  | <b>(1,729)</b>                 |
| <b>Net insurance result</b>                                       |       | <b>(28,754)</b>  | <b>(43,885)</b>                | <b>(32,616)</b>   | <b>(82,007)</b>                |
| Income from investments, net                                      | 14    | 6,332  | 7,844                          | 38,982  | 38,685                         |
| Income from investment properties, net                            | 5     | 261  | 201                            | 1,156   | 1,028                          |
| <b>Total investment income</b>                                    |       | <b>6,593</b>   | <b>8,045</b>                   | <b>40,138</b>   | <b>39,713</b>                  |
| Other income  | 15    | 2,541  | 2,283                          | 16,314  | 15,488                         |
| Other expenses  |       | (336)  | (4,135)                        | (17,895)  | (12,039)                       |
| <b>(Loss) /profit for the period before tax</b>                   |       | <b>(19,956)</b>  | <b>(37,692)</b>                | <b>5,941</b>  | <b>(38,845)</b>                |
| Income tax benefit/(expense)                                      |       | 1,063  | 260                            | (316)   | -                              |
| <b>(Loss) /profit for the period after tax</b>                    |       | <b>(18,893)</b>  | <b>(37,432)</b>                | <b>5,625</b>  | <b>(38,845)</b>                |
| <b>Basic and diluted (loss)/earnings per share</b>                | 16    | <b>(1.26)</b>  | <b>(2.50)</b>                  | <b>0.38</b>   | <b>(2.59)</b>                  |

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of other comprehensive income**  
**For the nine-month period ended 30 September 2025**

|  | (Unaudited)<br>Three-month period ended<br>30 September<br>2025<br>AED'000 | (Unaudited)<br>2024<br>AED'000s | (Unaudited)<br>Nine-month period ended<br>30 September<br>2025<br>AED'000s | (Unaudited)<br>2024<br>AED'000s |
|--|--|---------------------------------|--|---------------------------------|
| <b>(Loss) /profit for the period</b>   | <b>(18,893)</b>  | <b>(37,432)</b>                 | <b>5,625</b>   | <b>(38,845)</b>                 |
| <b>Other comprehensive income</b>  |  |                                 |  |                                 |
| <i>Items that will not be reclassified subsequently to profit or loss:</i>   |  |                                 |  |                                 |
| Change in fair value of equity instruments carried at<br>FVTOCI – net of tax | <b>12,492</b>  | 29,681                          | <b>94,940</b>  | 17,356                          |
| <i>Items that may be subsequently reclassified to profit or loss:</i>        |  |                                 |  |                                 |
| Change in fair value of debt instruments carried at<br>FVTOCI – net of tax   | <b>2,867</b>   | 4,947                           | <b>4,030</b>   | 5,037                           |
| <b>Total other comprehensive income for the period</b>                       | <b>15,359</b>  | 34,628                          | <b>98,970</b>  | 22,393                          |
| <b>TOTAL COMPREHENSIVE (LOSS) / INCOME FOR<br/>THE PERIOD</b>                | <b>(3,534)</b>   | <b>(2,804)</b>                  | <b>104,595</b>   | <b>(16,452)</b>                 |

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of changes in shareholders' equity**  
**For the nine-month period ended 30 September 2025**

|  | Share<br>capital<br>AED'000 | Statutory<br>reserve<br>AED'000 | General<br>reserve<br>AED'000 | Technical<br>reserve<br>AED'000 | Reinsurance<br>default<br>reserve<br>AED'000 | Investment<br>revaluation<br>reserve<br>AED'000 | Retained<br>earnings<br>AED'000 | Total<br>equity<br>AED'000 |
|--|-----------------------------|---------------------------------|-------------------------------|---------------------------------|--|---|---------------------------------|----------------------------|
| Balance at 1 January 2024 (Audited)                | 150,000                     | 75,000                          | 600,000                       | 8,083                           | 19,697                                       | 216,675   | 260,312                         | 1,329,767                  |
| Loss for the period after tax                      | -                           | -                               | -                             | -                               | -  | -   | (38,845)                        | (38,845)                   |
| Other comprehensive income for the period          | -                           | -                               | -                             | -                               | -  | 22,393  | -                               | 22,393                     |
| Total comprehensive income /(loss) for the period  | -                           | -                               | -                             | -                               | -  | 22,393  | (38,845)                        | (16,452)                   |
| Dividends paid                                     | -                           | -                               | -                             | -                               | -  | -   | (30,000)                        | (30,000)                   |
| Transfer to reinsurance default reserve            | -                           | -                               | -                             | -                               | 2,280  | -   | (2,280)                         | -                          |
| Balance as at 30 September 2024 (Unaudited)        | 150,000                     | 75,000                          | 600,000                       | 8,083                           | 21,977                                       | 239,068   | 189,187                         | 1,283,315                  |
| Balance as at 1 January 2025 (Audited)             | <b>150,000</b>              | <b>75,000</b>                   | <b>600,000</b>                | <b>8,083</b>                    | <b>22,965</b>                                | <b>244,957</b>                                  | <b>199,098</b>                  | <b>1,300,103</b>           |
| Profit for the period after tax                    | -                           | -                               | -                             | -                               | -  | -   | 5,625                           | 5,625                      |
| Other comprehensive income for the period          | -                           | -                               | -                             | -                               | -  | 98,970  | -                               | 98,970                     |
| Total comprehensive income for the period          | -                           | -                               | -                             | -                               | -  | 98,970  | 5,625                           | 104,595                    |
| Dividends paid (note 21)                           | -                           | -                               | -                             | -                               | -  | -   | (30,000)                        | (30,000)                   |
| Transfer to reinsurance default reserve            | -                           | -                               | -                             | -                               | 2,764  | -   | (2,764)                         | -                          |
| <b>Balance as at 30 September 2025 (Unaudited)</b> | <b>150,000</b>              | <b>75,000</b>                   | <b>600,000</b>                | <b>8,083</b>                    | <b>25,729</b>                                | <b>343,927</b>                                  | <b>171,959</b>                  | <b>1,374,698</b>           |

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information



**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of cash flows**  
**For the nine-month period ended 30 September 2025**

|  | Notes | (Unaudited)<br>30 September 2025<br>AED'000 | (Unaudited)<br>30 September 2024<br>AED'000 |
|--|-------|---|---|
| <b>OPERATING ACTIVITIES</b>  |       |   |   |
| Profit / (loss) for the period before tax  |       | 5,941                                       | (38,845)                                    |
| <b>Adjustments for:</b>  |       |   |   |
| Depreciation on property and equipment   |       | 10,999                                      | 10,931                                      |
| Amortisation of intangible assets  |       | 28  | 24  |
| Change in fair value of investments carried at FVTPL                                       | 8     | 3,823                                       | (1,612)                                     |
| Gain on sale of financial assets carried at FVTPL  |       | (4,567)                                     | (252)                                       |
| Interest and dividend income   | 14    | (38,750)                                    | (37,021)                                    |
| Provision for employees' end of service benefits   |       | 1,758                                       | 5,396                                       |
|  |       | (20,768)                                    | (61,379)                                    |
| <b>Working capital changes:</b>  |       |   |   |
| Change in insurance contract assets  |       | 3,245                                       | (260)                                       |
| Change in reinsurance contract assets  |       | 291,918                                     | (911,012)                                   |
| Change in insurance contract liabilities   |       | (365,795)                                   | 1,094,154                                   |
| Change in reinsurance contract liabilities   |       | 7,756                                       | (20,801)                                    |
| Change in other receivables and prepayments  |       | (7,230)                                     | (14,701)                                    |
| Change in accruals and other payables  |       | (3,579)                                     | (2,093)                                     |
| <b>Cash (used in) / generated from operations</b>  |       | (94,453)                                    | 83,908                                      |
| Employees' end of service benefits paid  |       | (1,144)                                     | (9,106)                                     |
| <b>Net cash (used in) / generated from operating activities</b>                            |       | (95,597)                                    | 74,802                                      |
| <b>INVESTING ACTIVITIES</b>  |       |   |   |
| Purchase of property and equipment   |       | (484)                                       | (402)                                       |
| Purchase of intangible assets  |       | (73)  | -   |
| Purchase of investment properties  |       | (8,589)                                     | -   |
| Purchase of investments carried at fair value through other comprehensive income           | 7     | (29,735)                                    | (6,753)                                     |
| Purchase of investments carried at fair value through profit or loss                       | 8     | (104,399)                                   | (12,074)                                    |
| Proceeds from sale of investments carried at fair value through other comprehensive income | 7     | 26,820                                      | 29,181                                      |
| Proceeds from the sale of financial assets carried at FVTPL                                |       | 81,401                                      | 1,651                                       |
| Change in term deposits maturing for more three months                                     |       | 86,779                                      | 16,585                                      |
| Interest and dividend received   | 14    | 38,750                                      | 37,021                                      |
| <b>Net cash generated from investing activities</b>  |       | 90,470                                      | 65,209                                      |
| <b>FINANCING ACTIVITY</b>  |       |   |   |
| Dividends paid   |       | (30,000)                                    | (30,000)                                    |
| <b>Net cash used in financing activity</b>   |       | (30,000)                                    | (30,000)                                    |
| <b>Net change in cash and cash equivalents</b>   |       | (35,127)                                    | 110,011                                     |
| Cash and cash equivalents at the beginning of the period                                   |       | 65,032                                      | 57,891                                      |
| <b>Cash and cash equivalents at the end of the period</b>                                  |       | 29,905                                      | 167,902                                     |

Principle non-cash transactions include fair value gain on financial assets carried at fair value through OCI to the fair value reserve amounting to AED 98,970 thousand (30 September 2024: fair value gain of AED 22,393 thousand).

The accompanying notes from 1 to 23 form an integral part of this condensed interim consolidated financial information.

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of cash flows**  
**For the nine-month period ended 30 September 2025**

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**1 Legal status and principal activities**

Al Ain Ahlia Insurance Company P.S.C. (the “Company”) is incorporated in Abu Dhabi with limited liability by Law No. (18) of 1975. Al Ain Ahlia Insurance Company P.S.C. is registered as a public shareholding company in accordance with the Federal Law No. (32) of 2021. The Company is subject to the regulations of the U.A.E. Federal Law No. (48) of 2023 (previously Federal Law No. 6 of 2007, as amended), issued by the Central Bank of UAE and is registered in the Insurance Companies Register of the Central Bank of the UAE, under registration number 3.

These condensed interim consolidated financial statements have been prepared in accordance with the requirements of the applicable laws and regulations, including the UAE Federal Law No. (32) of 2021.

The Company is domiciled and operates in the UAE and its registered address is P.O. Box 3077, Abu Dhabi, United Arab Emirates. The Company’s ordinary shares are listed on the Abu Dhabi Securities Exchange.

The Company’s principal activity is underwriting of all classes of insurance.

The Company had 275 employees as of 30 September 2025 (31 December 2024: 266).

These condensed interim consolidated financial statements comprise the Company and its subsidiaries 100% owned by the Company, (together referred to as “the Group”).

**2 Basis of preparation**

**2.1 Statement of compliance**

The condensed interim consolidated financial information has been prepared in accordance with International Accounting Standard (IAS) 34 “Interim Financial Reporting” and complies with the applicable requirements of the laws in the UAE.

This condensed interim consolidated financial information does not include all of the information required for full annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements of the Company for the year ended 31 December 2024, which were prepared in accordance with International Financial Reporting Standards (“IFRS”). In addition, the results for the nine-month period ended 30 September 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

**2.2 Basis of measurement**

This condensed interim consolidated financial information has been prepared on an accrual basis and under the historical cost convention except for investment properties and certain financial instruments that are measured at fair values as at the end of each reporting date and the provision for employees’ end of service indemnity which is calculated in line with UAE labour laws.

**2.3 Functional and reporting currency**

This condensed interim consolidated financial information is presented in UAE Dirhams (AED) being the functional and presentation currency of the Group. All the financial information has been presented in this condensed interim consolidated financial information has been rounded off to nearest thousands (AED’000) except where specifically indicated otherwise.

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of cash flows**  
**For the nine-month period ended 30 September 2025**

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**2 Basis of preparation (continued)**

**2.4 Basis of presentation**

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

**2.5 Basis of consolidation**

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

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

The condensed interim consolidated financial information includes:

| <b>Name of subsidiary</b>   | <b>Principal activity</b>   | <b>Country of incorporation</b> |
|---|---|---------------------------------|
| Al Bandar Investment owned by Al Ain Ahlia Insurance One Person Company LLC | Investment management in commercial enterprises, retail trade enterprises, oil and natural gas, agricultural enterprises, industrial enterprises, educational enterprises, and tourist enterprises. | United Arab Emirates            |
| Al Bandar Rotana Hotel  | Hotel apartment rentals   | United Arab Emirates            |

Al Ain Ahlia Insurance Company P.S.C. has control over the above companies and derives economic benefit from equity holdings. The Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entities via management agreements and accordingly, the entities are consolidated as wholly owned subsidiaries in this condensed interim consolidated financial information. Accordingly, the condensed interim consolidated financial information incorporates 100% of the assets, liabilities, income, and expenses of the above companies.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

**Condensed interim consolidated statement of cash flows**  
**For the nine-month period ended 30 September 2025**

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**3 Material accounting policies**

The accounting policies, critical accounting judgments and key sources of estimation used in the preparation of this condensed interim consolidated financial information are consistent with those used in the audited consolidated financial statements for the year ended 31 December 2024, except for application of new standards effective as of 1 January 2025 and several amendments and interpretations apply for the first time in 2025.

**3.1 Application of new and revised International Financial Reporting Standards ("IFRS")**

| Title  | Effective date |
|--|----------------|
| Amendments to IAS 21 Lack of Exchangeability Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | 1 January 2025 |

These amendments to the standard have been adopted by the Group and do not have a material impact on the condensed interim consolidated financial information.

**3.2 Standards, amendments and interpretations to existing Standards that are not yet effective and have not been adopted early by the Company**

| Standard        | Title  | Effective date |
|-----------------|--|----------------|
| IFRS 9 & IFRS 7 | Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures regarding the classification and measurement of financial instruments | 1 January 2026 |
|                 | Presentation and Disclosure in Financial Statements  | 1 January 2027 |
| IFRS 18         |  |                |
| IFRS 19         | Subsidiaries without Public Accountability: Disclosures  | 1 January 2027 |

These standards, amendments and interpretations are not expected to have a significant impact on the condensed interim consolidated financial information in the period of initial application and therefore no disclosures have been made.

**3.2 Financial risk management**

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial information as at and for the year ended 31 December 2024.

**3.3 Use of estimates and judgements**

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

In preparing this condensed interim consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2024.

**Al Ain Ahlia Insurance Company P.S.C.**  
**Condensed Interim Consolidated Financial Information (Unaudited)**

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**4 Property and equipment**

Property and equipment include land with a carrying value of AED 301 million (31 December 2024: AED 301 million).

**5 Investment properties**

The fair value of the Group's investment properties has been arrived at on the basis of a valuation carried out for the year ended 31 December 2024 by an independent valuer not related to the Group. Chartered Real Estate Valuation Service LLC are registered with Real Estate Regulatory Agency (RERA), and they have appropriate qualifications and recent experience in the valuation of properties in the relevant locations.

During the period, the management has paid AED 8,589 thousands to the Dubai Land Department to convert one of its properties from leasehold title to freehold title. Management expects the fair value of this property to increase with the same amount. With respect to all other properties, management estimates that there has been no change in the fair value of investment properties. Investment properties are classified as Level 3 in the fair value hierarchy as at 30 September 2025 (31 December 2024: Level 3).

Management believes that, except for above, the net impact of any potential changes in the key assumptions underlying this valuation used is not material and accordingly there is no change in the fair value of the investment properties as at 30 September 2025 compared to 31 December 2024.

All investment properties are located in the United Arab Emirates.

The rental income earned by the Group from its investment properties, part of which is leased out under operating leases and the direct operating expenses arising on the investment properties is as follows:

|                           | <b>Nine-month period ended</b> |                    |
|---------------------------|--------------------------------|--------------------|
|                           | <b>30 September</b>            |                    |
|                           | <b>2025</b>                    | <b>2024</b>        |
|                           | <b>(Unaudited)</b>             | <b>(Unaudited)</b> |
|                           | <b>AED'000</b>                 | <b>AED'000</b>     |
| Rental income             | <b>2,136</b>                   | 1,857              |
| Direct operating expenses | <b>(980)</b>                   | (829)              |
|                           | <b>1,156</b>                   | 1,028              |

**6 Statutory deposit**

In accordance with the requirements of UAE Federal Law No. (48) of 2023 covering insurance companies and agencies, the Group maintains a bank deposit of AED 10,000,000 (31 December 2024: AED 10,000,000) which cannot be utilized without the consent of the Central Bank of the United Arab Emirates.

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**7 Investments carried at fair value through other comprehensive income**

|                                    | 30 September<br>2025<br>(Unaudited)<br>AED'000 | 31 December<br>2024<br>(Audited)<br>AED'000 |
|------------------------------------|--|---|
| Quoted UAE equity securities       | 469,910  | 377,271                                     |
| Quoted UAE debt securities         | 197,354  | 178,962                                     |
| Unquoted UAE debt securities       | 20,000   | 20,000                                      |
| Unquoted non-UAE equity securities | 2,579  | 2,579                                       |
|                                    | <b>689,843</b>                                 | <b>578,812</b>                              |

The movement in the investments carried at fair value through other comprehensive income is as follows:

|   | 30 September<br>2025<br>(Unaudited)<br>AED'000 | 31 December<br>2024<br>(Audited)<br>AED'000 |
|---|--|---|
| Fair value at beginning of period / year                  | 578,812  | 551,326                                     |
| Additions   | 29,735   | 25,848                                      |
| Disposals   | (26,820)                                       | (29,181)                                    |
| Change in fair value taken to other comprehensive income: |  |   |
| <i>Equity instruments</i>                                 | 103,687  | 28,863                                      |
| <i>Debt instruments</i>                                   | 4,429  | 1,956                                       |
| Fair value at end of the period / year                    | <b>689,843</b>                                 | <b>578,812</b>                              |

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**8 Investments carried at fair value through profit or loss**

|                              | <b>30 September<br/>2025<br/>(Unaudited)<br/>AED'000</b> | <b>31 December<br/>2024<br/>(Audited)<br/>AED'000</b> |
|------------------------------|--|---|
| Quoted UAE equity securities | <b>45,624</b>  | <b>21,882</b>   |

The movement in the investments at fair value through profit or loss is as follows:

|   | <b>30 September<br/>2025<br/>(Unaudited)<br/>AED'000</b> | <b>31 December<br/>2024<br/>(Audited)<br/>AED'000</b> |
|---|--|---|
| Fair value at beginning of period / year      | <b>21,882</b>  | <b>3,257</b>  |
| Additions                                     | <b>104,399</b>   | <b>23,787</b>   |
| Disposals                                     | <b>(76,834)</b>  | <b>(7,037)</b>  |
| Change in fair value taken to profit and loss | <b>(3,823)</b>   | <b>1,875</b>  |
| Fair value at end of the period / year        | <b>45,624</b>  | <b>21,882</b>   |

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**9 Insurance contract liabilities and reinsurance contract assets**

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

|   | (unaudited)<br>30 September 2025 |                        |                    | (audited)<br>31 December 2024 |                        |                    |
|---|----------------------------------|------------------------|--------------------|-------------------------------|------------------------|--------------------|
|   | Assets<br>AED'000                | Liabilities<br>AED'000 | Net<br>AED'000     | Assets<br>AED'000             | Liabilities<br>AED'000 | Net<br>AED'000     |
| <b>Insurance contracts issued</b>       |                                  |                        |                    |                               |                        |                    |
| Life and Medical                        | -                                | 58,538                 | (58,538)           | 3,245                         | 46,868                 | (43,623)           |
| General and Motor                       | -                                | 1,299,650              | (1,299,650)        | -                             | 1,677,115              | (1,677,115)        |
| <b>Total insurance contracts issued</b> | <b>-</b>                         | <b>1,358,188</b>       | <b>(1,358,188)</b> | <b>3,245</b>                  | <b>1,723,983</b>       | <b>(1,720,738)</b> |
| <b>Reinsurance contracts held</b>       |                                  |                        |                    |                               |                        |                    |
| Life and Medical                        | 5,406                            | 60,575                 | (55,169)           | 12,950                        | 53,931                 | (40,981)           |
| General and Motor                       | 989,860                          | 1,419                  | 988,441            | 1,274,234                     | 307                    | 1,273,927          |
| <b>Total reinsurance contracts held</b> | <b>995,266</b>                   | <b>61,994</b>          | <b>933,272</b>     | <b>1,287,184</b>              | <b>54,238</b>          | <b>1,232,946</b>   |

***Discount rates:***

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

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

|                              | 1 year |        | 3 years |        | 5 years |        | 10 years |        |
|------------------------------|--------|--------|---------|--------|---------|--------|----------|--------|
|                              | 2025   | 2024   | 2025    | 2024   | 2025    | 2024   | 2025     | 2024   |
| Insurance contracts issued   | 4.09 % | 4.84 % | 4.21 %  | 4.77 % | 4.38 %  | 4.74 % | 4.50 %   | 4.73 % |
| Reinsurance contracts issued | 4.09 % | 4.84 % | 4.21 %  | 4.77 % | 4.38 %  | 4.74 % | 4.50 %   | 4.73 % |



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**9 Insurance contract liabilities and reinsurance contract assets (continued)**

The roll-forward of the net asset or liability for insurance contracts issued, showing the liability for remaining coverage and the liability for incurred claims, is disclosed in the table below:

Contracts measured under the PAA:

| 30 September 2025 (Unaudited)                                 | Liabilities for remaining coverage |                 | Liabilities for incurred claims                     |                 | Total            |
|---|------------------------------------|-----------------|---|-----------------|------------------|
|   | Excluding loss component           | Loss component  | Estimates of the present value of future cash flows | Risk adjustment |                  |
|   | AED'000                            | AED'000         | AED'000   | AED'000         | AED'000          |
| Insurance contract liabilities as at 1 January                | 412,544                            | 25,546          | 1,222,484   | 63,409          | 1,723,983        |
| Insurance contract assets as at 1 January                     | (4,112)                            | -               | 866   | 1               | (3,245)          |
| Insurance contract liabilities as at 1 January                | 408,432                            | 25,546          | 1,223,350   | 63,410          | 1,720,738        |
| Insurance revenue   | (873,599)                          | -               | -   | -               | (873,599)        |
| Insurance service expenses                                    | 80,220                             | (24,687)        | 505,313   | (22,172)        | 538,674          |
| Incurred claims and other expenses                            | -                                  | -               | 523,862   | 12,455          | 536,317          |
| Amortisation of insurance acquisition cash flows              | 80,220                             | -               | -   | -               | 80,220           |
| Losses on onerous contracts and reversals                     | -                                  | (24,687)        | -   | -               | (24,687)         |
| Changes to liabilities for incurred claims                    | -                                  | -               | (18,549)  | (34,627)        | (53,176)         |
| <b>Insurance service result</b>                               | <b>(793,379)</b>                   | <b>(24,687)</b> | <b>505,313</b>                                      | <b>(22,172)</b> | <b>(334,925)</b> |
| Insurance finance expenses                                    | -                                  | -               | 39,815  | 1,779           | 41,594           |
| <b>Total changes in the statement of comprehensive income</b> | <b>(793,379)</b>                   | <b>(24,687)</b> | <b>545,128</b>                                      | <b>(20,393)</b> | <b>(293,331)</b> |
| <b>Cash flows</b>   |                                    |                 |   |                 |                  |
| Premiums received   | 865,442                            | -               | -   | -               | 865,442          |
| Claims and other expenses paid                                | -                                  | -               | (857,542)   | -               | (857,542)        |
| Insurance acquisition cash flows                              | (77,119)                           | -               | -   | -               | (77,119)         |
| <b>Total cash flows</b>                                       | <b>788,323</b>                     | <b>-</b>        | <b>(857,542)</b>                                    | <b>-</b>        | <b>(69,219)</b>  |
| <b>Net insurance contract liabilities as at 30 September</b>  | <b>403,376</b>                     | <b>859</b>      | <b>910,936</b>                                      | <b>43,017</b>   | <b>1,358,188</b> |
| Insurance contract liabilities as at 30 September             | 403,376                            | 859             | 910,936   | 43,017          | 1,358,188        |
| Insurance contract assets as at 30 September                  | -                                  | -               | -   | -               | -                |
| <b>Net insurance contract liabilities as at 30 September</b>  | <b>403,376</b>                     | <b>859</b>      | <b>910,936</b>                                      | <b>43,017</b>   | <b>1,358,188</b> |

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**9 Insurance contract liabilities and reinsurance contract assets (continued)**

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

Contracts measured under the PAA (continued)

|  | Liabilities for remaining coverage |                | Liabilities for incurred claims                     |                 | Total       |
|--|------------------------------------|----------------|---|-----------------|-------------|
|  | Excluding loss component           | Loss component | Estimates of the present value of future cash flows | Risk adjustment |             |
|  | AED'000                            | AED'000        | AED'000   | AED'000         |             |
| 31 December 2024 (Audited)                             |                                    |                |   |                 |             |
| Insurance contract liabilities as at 1 January         | 337,826                            | 5,578          | 687,936   | 34,005          | 1,065,345   |
| Insurance contract assets as at 1 January              | (3,370)                            | 440            | 1,056   | 2               | (1,872)     |
| Insurance contract liabilities as at 1 January         | 334,456                            | 6,018          | 688,992   | 34,007          | 1,063,473   |
| Insurance revenue                                      | (1,140,701)                        | -              | -   | -               | (1,140,701) |
| Insurance service expenses                             | 142,138                            | 19,528         | 1,270,085   | 26,360          | 1,458,111   |
| Incurred claims and other expenses                     | -                                  | -              | 1,705,253   | 75,251          | 1,780,504   |
| Amortisation of insurance acquisition cash flows       | 142,138                            | -              | -   | -               | 142,138     |
| Losses on onerous contracts and reversals              | -                                  | 19,528         | -   | -               | 19,528      |
| Changes to liabilities for incurred claims             | -                                  | -              | (435,168)   | (48,891)        | (484,059)   |
| Insurance service result                               | (998,563)                          | 19,528         | 1,270,085   | 26,360          | 317,410     |
| Insurance finance expenses                             | -                                  | -              | 57,709  | 3,043           | 60,752      |
| Total changes in the statement of comprehensive income | (998,563)                          | 19,528         | 1,327,794   | 29,403          | 378,162     |
| <i>Cash flows</i>                                      |                                    |                |   |                 |             |
| Premiums received                                      | 1,209,284                          | -              | -   | -               | 1,209,284   |
| Claims and other expenses paid                         | -                                  | -              | (793,436)   | -               | (793,436)   |
| Insurance acquisition cash flows                       | (136,745)                          | -              | -   | -               | (136,745)   |
| Total cash flows                                       | 1,072,539                          | -              | (793,436)   | -               | 279,103     |
| Net insurance contract liabilities as at 31 December   | 408,432                            | 25,546         | 1,223,350   | 63,410          | 1,720,738   |
| Insurance contract liabilities as at 31 December       | 412,544                            | 25,546         | 1,222,484   | 63,409          | 1,723,983   |
| Insurance contract assets as at 31 December            | (4,112)                            | -              | 866   | 1               | (3,245)     |
| Net insurance contract liabilities as at 31 December   | 408,432                            | 25,546         | 1,223,350   | 63,410          | 1,720,738   |

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**9 Insurance contract liabilities and reinsurance contract assets (continued)**

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

Contracts measured under the PAA:

| 30 September 2025 (Unaudited)                                  | Assets for remaining coverage     |                | Amounts recoverable on incurred claims              |                 | Total            |
|--|-----------------------------------|----------------|---|-----------------|------------------|
|  | Excluding loss recovery component | Loss component | Estimates of the present value of future cash flows | Risk adjustment |                  |
|  | AED'000                           | AED'000        | AED'000   | AED'000         |                  |
| Reinsurance contract assets as at 1 January                    | 197,327                           | 6,304          | 1,027,466   | 56,087          | 1,287,184        |
| Reinsurance contract liabilities as at 1 January               | (79,526)                          | -              | 25,288  | -               | (54,238)         |
| <b>Net reinsurance contract</b>                                | <b>117,801</b>                    | <b>6,304</b>   | <b>1,052,754</b>                                    | <b>56,087</b>   | <b>1,232,946</b> |
| Allocation of reinsurance premiums                             | (392,897)                         | -              | -   | -               | (392,897)        |
| Amounts recoverable from reinsurers for incurred claims        | -                                 | (6,261)        | 59,084  | (22,515)        | 30,308           |
| Amounts recoverable for incurred claims and other expenses     | -                                 | -              | 105,821   | 5,919           | 111,740          |
| Loss-recovery on onerous underlying contracts and              | -                                 | (6,261)        | -   | -               | (6,261)          |
| Changes to amounts recoverable for incurred claims             | -                                 | -              | (46,737)  | (28,434)        | (75,171)         |
| <b>Net (expense)/income or from reinsurance contracts held</b> | <b>(392,897)</b>                  | <b>(6,261)</b> | <b>59,084</b>                                       | <b>(22,515)</b> | <b>(362,589)</b> |
| <b>Reinsurance finance income</b>                              | <b>-</b>                          | <b>-</b>       | <b>34,450</b>                                       | <b>1,534</b>    | <b>35,984</b>    |
| Effect of changes in non-performance risk of reinsurers        | -                                 | -              | 658   | -               | 658              |
| <b>Total changes in the statement of comprehensive income</b>  | <b>(392,897)</b>                  | <b>(6,261)</b> | <b>94,192</b>                                       | <b>(20,981)</b> | <b>(325,947)</b> |
| <b>Cash flows</b>  |                                   |                |   |                 |                  |
| Premiums paid  | 445,185                           | -              | -   | -               | 445,185          |
| Amounts received   | -                                 | -              | (418,912)   | -               | (418,912)        |
| <b>Total cash flows</b>  | <b>445,185</b>                    | <b>-</b>       | <b>(418,912)</b>                                    | <b>-</b>        | <b>26,273</b>    |
| <b>Net reinsurance contract assets as at 30 September</b>      | <b>170,089</b>                    | <b>43</b>      | <b>728,034</b>                                      | <b>35,106</b>   | <b>933,272</b>   |
| Reinsurance contract assets as at 30 September                 | 256,892                           | 11             | 703,259   | 35,104          | 995,266          |
| Reinsurance contract liabilities as at 30 September            | (86,803)                          | 32             | 24,775  | 2               | (61,994)         |
| <b>Net reinsurance contract assets as at 30 September</b>      | <b>170,089</b>                    | <b>43</b>      | <b>728,034</b>                                      | <b>35,106</b>   | <b>933,272</b>   |

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**9 Insurance contract liabilities and reinsurance contract assets (continued)**

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

Contracts measured under the PAA (continued):

| 31 December 2024 (Audited)                                    | Assets for remaining coverage     |                | Amounts recoverable on incurred claims              |                 | Total     |
|---|-----------------------------------|----------------|---|-----------------|-----------|
|   | Excluding loss recovery component | Loss component | Estimates of the present value of future cash flows | Risk adjustment |           |
|   | AED'000                           | AED'000        | AED'000   | AED'000         | AED'000   |
| Reinsurance contract assets as at 1 January                   | 182,179                           | 474            | 556,814   | 30,397          | 769,864   |
| Reinsurance contract liabilities as at 1 January              | (72,612)                          | 79             | 24,883  | 30              | (47,620)  |
| Net reinsurance contract assets                               | 109,567                           | 553            | 581,697   | 30,427          | 722,244   |
| Allocation of reinsurance premiums                            | (511,485)                         | -              | -   | -               | (511,485) |
| Amounts recoverable from reinsurers for                       | -                                 | 5,751          | 721,695   | 22,805          | 750,251   |
| Amounts recoverable for incurred claims and other expenses    | -                                 | -              | 903,650   | 66,374          | 970,024   |
| Loss-recovery on onerous underlying contracts and adjustments | -                                 | 5,751          | -   | -               | 5,751     |
| Changes to amounts recoverable for incurred claims            | -                                 | -              | (181,955)   | (43,569)        | (225,524) |
| Net (expense) / income from reinsurance contracts held        | (511,485)                         | 5,751          | 721,695   | 22,805          | 238,766   |
| Reinsurance finance income                                    | -                                 | -              | 49,782  | 2,855           | 52,637    |
| Effect of changes in non-performance risk of reinsurers       | -                                 | -              | (1,047)   | -               | (1,047)   |
| Total changes in the statement of comprehensive income        | (511,485)                         | 5,751          | 770,430   | 25,660          | 290,356   |
| <i>Cash flows</i>   |                                   |                |   |                 |           |
| Premiums paid   | 519,719                           | -              | -   | -               | 519,719   |
| Amounts received  | -                                 | -              | (299,373)   | -               | (299,373) |
| Total cash flows  | 519,719                           | -              | (299,373)   | -               | 220,346   |
| Net reinsurance contract assets as at 31 December             | 117,801                           | 6,304          | 1,052,754   | 56,087          | 1,232,946 |
| Reinsurance contract assets as at 31 December                 | 197,327                           | 6,304          | 1,027,466   | 56,087          | 1,287,184 |
| Reinsurance contract liabilities as at 31 December            | (79,526)                          | -              | 25,288  | -               | (54,238)  |
| Net reinsurance contract assets as at 31 December             | 117,801                           | 6,304          | 1,052,754   | 56,087          | 1,232,946 |

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**10 Term deposits**

Term deposits represent fixed deposits with bank amounting to AED 184 million as at 30 September 2025 (31 December 2024: AED 271 million), carry average interest at the rate of 3.93 % (31 December 2024: 4.62%) per annum with a maturity of 1 year.

**11 Cash and cash equivalents**

|  | 30 September<br>2025<br>(Unaudited)<br>AED'000 | 31 December<br>2024<br>(Audited)<br>AED'000 |
|--|--|---|
| Current accounts with banks  | 29,297   | 64,681                                      |
| Cash on hand   | 608  | 351   |
| Time deposits (note 10)  | 184,240  | 271,019                                     |
| Cash and bank balances   | 214,145  | 336,051                                     |
| Less: fixed deposits with an original maturity of more than three months (note 10) | (184,240)                                      | (271,019)                                   |
| Cash and cash equivalents  | 29,905   | 65,032                                      |

**12 Related party transactions and balances**

Related parties comprise the major shareholders, the directors and key management personnel of the Group and those entities in which they have the ability to control or exercise significant influence in financial and operating decisions. The Group maintains significant balances with these related parties which arise from commercial transactions as follows:

Details of related party balances are as follows:

|  |                                 | 30 September<br>2025<br>(Unaudited)<br>AED'000 | 31 December<br>2024<br>(Audited)<br>AED'000 |
|--|---------------------------------|--|---|
| <i>Due from related parties</i>            | <i>Nature of relationship</i>   |  |   |
| Related parties due to common directorship | <i>Affiliates</i>               | 13,788   | 11,684                                      |
| Key management personnel                   | <i>Key management personnel</i> | 423  | 604   |
| Remuneration of the Directors (note 13)    | <i>Directors</i>                | -  | 1,400                                       |

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**12 Related party transactions and balances (continued)**

**Related party transactions**

The Group, in the normal course of business, collects premiums from and settles claims of other businesses that fall within the definition of related parties as contained in IFRS.

The following are the details of significant transactions with related parties:

| Nature of relationship                     |                                 | Three-month period ended 30 September |             | Nine-month period ended 30 September |             |
|--|---------------------------------|---------------------------------------|-------------|--------------------------------------|-------------|
|  |                                 | 2025                                  | 2024        | 2025                                 | 2024        |
|  |                                 | (Unaudited)                           | (Unaudited) | (Unaudited)                          | (Unaudited) |
|  |                                 | AED'000                               | AED'000     | AED'000                              | AED'000     |
| Insurance revenue to Directors' affiliates | <i>Affiliates</i>               | 127                                   | 40          | 2,819                                | 2,474       |
| Net claims paid to Directors' affiliates   | <i>Affiliates</i>               | 1                                     | 2           | 138                                  | 36          |
| Board of directors' remuneration           | <i>Directors</i>                | (2,877)                               | -           | -                                    | -           |
| Remuneration of key management personnel   | <i>Key management personnel</i> | 1,863                                 | 2,302       | 8,472                                | 10,839      |

The remuneration of key management personnel is based on the remuneration agreed in their employment contract as approved by the Board of Directors.

**13 Accruals and other payables**

|                                   | 30 September 2025<br>(Unaudited)<br>AED'000 | 31 December 2024<br>(Audited)<br>AED'000 |
|-----------------------------------|---|--|
| Directors' remuneration (note 12) | -   | 1,400                                    |
| Other payables                    | 66,411                                      | 59,128                                   |
|                                   | <b>66,411</b>                               | <b>60,528</b>                            |

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**Condensed interim consolidated statement of cash flows**  
**For the nine-month period ended 30 September 2025**

**14 Income from investments, net**

|   | <b>Nine-month period ended 30 September</b> |                    |
|---|---|--------------------|
|   | <b>2025</b>                                 | <b>2024</b>        |
|   | <b>(Unaudited)</b>                          | <b>(Unaudited)</b> |
|   | <b>AED'000</b>                              | <b>AED'000</b>     |
| Dividend income   | 22,941                                      | 21,207             |
| Interest income   | 15,809                                      | 15,814             |
| Net fair value (loss)/gains on investments carried at fair value through profit or loss | (3,823)                                     | 1,612              |
| Gain on disposal of investments at FVTPL  | 4,567                                       | 252                |
| Other investment expenses   | (512)                                       | (200)              |
|   | <b>38,982</b>                               | <b>38,685</b>      |

**15 Other income**

|  | <b>Three-month period ended 30 September</b> |                    | <b>Nine-month period ended 30 September</b> |                    |
|--|--|--------------------|---|--------------------|
|  | <b>2025</b>                                  | <b>2024</b>        | <b>2025</b>                                 | <b>2024</b>        |
|  | <b>(Unaudited)</b>                           | <b>(Unaudited)</b> | <b>(Unaudited)</b>                          | <b>(Unaudited)</b> |
|  | <b>AED'000</b>                               | <b>AED'000</b>     | <b>AED'000</b>                              | <b>AED'000</b>     |
| Income from hotel operations - net (Note 15.1) | 1,590  | 1,646              | 13,621                                      | 12,237             |
| Other income                                   | 951  | 637                | 2,693                                       | 3,251              |
|  | <b>2,541</b>                                 | <b>2,283</b>       | <b>16,314</b>                               | <b>15,488</b>      |

**15.1 Income from hotel operations – net**

|  | <b>Three-month period ended 30 September</b> |                    | <b>Nine-month period ended 30 September</b> |                    |
|--|--|--------------------|---|--------------------|
|  | <b>2025</b>                                  | <b>2024</b>        | <b>2025</b>                                 | <b>2024</b>        |
|  | <b>(Unaudited)</b>                           | <b>(Unaudited)</b> | <b>(Unaudited)</b>                          | <b>(Unaudited)</b> |
|  | <b>AED'000</b>                               | <b>AED'000</b>     | <b>AED'000</b>                              | <b>AED'000</b>     |
| Revenue from hotel operations              | 13,709                                       | 12,217             | 52,212                                      | 47,129             |
| Cost of revenue from hotel operations      | (5,647)                                      | (4,681)            | (18,373)                                    | (16,197)           |
| General, administrative and other expenses | (6,472)                                      | (5,890)            | (20,218)                                    | (18,695)           |
|  | <b>1,590</b>                                 | <b>1,646</b>       | <b>13,621</b>                               | <b>12,237</b>      |

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**16 Basic and diluted earnings / (loss) per share**

Basic earnings / (loss) per share is computed by dividing the profit / (loss) for the period after tax by the weighted average number of shares outstanding during the period.

Diluted earnings / (loss) per share are calculated by dividing the profit / (loss) for the period after tax by the weighted average number of ordinary shares outstanding during the period, adjusted for the effects of dilutive instruments.

|  | <b>Three-month period ended<br/>30 September (Unaudited)</b> |             | <b>Nine-month period ended<br/>30 September (Unaudited)</b> |             |
|--|--|-------------|---|-------------|
|  | <b>2025</b>  | <b>2024</b> | <b>2025</b>   | <b>2024</b> |
| (Loss) / profit for the period (AED'000)                                 | <b>(18,893)</b>  | (37,432)    | <b>5,625</b>  | (38,845)    |
| Weighted average number of ordinary shares outstanding during the period | <b>15,000,000</b>  | 15,000,000  | <b>15,000,000</b>   | 15,000,000  |
| Basic and diluted (loss)/earnings per share (AED)                        | <b>(1.26)</b>  | (2.50)      | <b>0.38</b>   | (2.59)      |

**17 Segment reporting**

**17.1 Segment revenue and results**

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units are managed separately because they require different approach, technology and marketing strategies. For each of the strategic business units, the Chief Operating Decision Maker (CODM) reviews internal management reports on at least a quarterly basis.

The following summary describes the two main business segments:

- Underwriting of general insurance business - incorporating all classes of general insurance such as fire, marine, motor, medical, general accident and miscellaneous.
- Investments - incorporating investments in marketable equity securities and investment funds, development bonds, term deposits with banks and investment properties and other securities.



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**17 Segment reporting (continued)**

**17.1 Segment revenue and results (continued)**

Information regarding the Group's reportable segments is presented below:

|  | Nine-month period ended 30 September (Unaudited) |                        |                  |                         |                        |                  |
|--|--|------------------------|------------------|-------------------------|------------------------|------------------|
|  | 2025   |                        |                  | 2024                    |                        |                  |
|  | Underwriting<br>AED'000                          | Investments<br>AED'000 | Total<br>AED'000 | Underwriting<br>AED'000 | Investments<br>AED'000 | Total<br>AED'000 |
| Segment revenue                          | 873,599  | 40,138                 | 913,737          | 799,827                 | 39,713                 | 839,540          |
| Segment result                           | (32,616)   | 40,138                 | 7,522            | (82,007)                | 39,713                 | (42,294)         |
| Unallocated expenses                     |  |                        | (1,581)          |                         |                        | 3,449            |
| Profit/(loss) for the period before tax  |  |                        | 5,941            |                         |                        | (38,845)         |
| Income tax expense                       |  |                        | (316)            |                         |                        | -                |
| Profit / (loss) for the period after tax |  |                        | 5,625            |                         |                        | (38,845)         |

**17.2 Segment assets and liabilities**

|                         | As at 30 September 2025 (Unaudited) |                        |                  | As at 31 December 2024 (Audited) |                        |                  |
|-------------------------|-------------------------------------|------------------------|------------------|----------------------------------|------------------------|------------------|
|                         | Underwriting<br>AED'000             | Investments<br>AED'000 | Total<br>AED'000 | Underwriting<br>AED'000          | Investments<br>AED'000 | Total<br>AED'000 |
| Segment assets          | 1,820,671                           | 1,026,186              | 2,846,857        | 2,119,074                        | 969,603                | 3,088,677        |
| Unallocated assets      | -                                   | -                      | 29,905           | -                                | -                      | 65,032           |
| Total assets            |                                     |                        | 2,876,762        | 2,119,074                        | 969,603                | 3,153,709        |
| Segment liabilities     | 1,486,593                           | -                      | 1,486,593        | 1,838,749                        | -                      | 1,838,749        |
| Unallocated liabilities | -                                   | -                      | 15,471           | -                                | -                      | 14,857           |
| Total liabilities       |                                     |                        | 1,502,064        | 1,838,749                        | -                      | 1,853,606        |

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**18 Fair value of financial instruments**

Financial instruments comprise financial assets and financial liabilities. Financial assets consist of statutory deposits, investments carried at fair value through other comprehensive income, , deposits, bank balances and cash, and certain other assets. Financial liabilities consist of other liabilities.

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

The following table shows the analysis of financial instruments recorded at fair value by level of the fair value hierarchy as at 30 September 2025 and 31 December 2024:

|   | Level 1<br>AED'000 | Level 2<br>AED'000 | Level 3<br>AED'000 | Total<br>AED'000 |
|---|--------------------|--------------------|--------------------|------------------|
| <b>30 September 2025 (Unaudited)</b>                          |                    |                    |                    |                  |
| Investments at fair value through other comprehensive income  | 667,264            | 20,000             | 2,579              | 689,843          |
| Investments at fair value through statement of profit or loss | 45,624             | -                  | -                  | 45,624           |
|   | <u>712,888</u>     | <u>20,000</u>      | <u>2,579</u>       | <u>735,467</u>   |
| <b>31 December 2024 (Audited)</b>                             |                    |                    |                    |                  |
| Investments at fair value through other comprehensive income  | 556,233            | 20,000             | 2,579              | 578,812          |
| Investments at fair value through statement of profit or loss | 21,882             | -                  | -                  | 21,882           |
|   | <u>578,115</u>     | <u>20,000</u>      | <u>2,579</u>       | <u>600,694</u>   |

Fair values of Level 1 securities have been determined by reference to quoted prices at the reporting date.

Management considers that the fair values of financial assets and financial liabilities that are not measured at fair value approximates to their carrying amounts as stated in the condensed interim consolidated financial information.

During the period, there were no transfers between Level 1 and Level 2 fair value measurements and no transfers into or out of Level 3 fair value measurements.

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**18 Fair value of financial instruments (continued)**

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

| Financial assets                     | Fair value as at                            |  | Fair value hierarchy | Valuation techniques and key inputs   | Significant unobservable input | Relationship of unobservable inputs to fair value                   |
|--------------------------------------|---|--|----------------------|---|--------------------------------|---|
|                                      | 30 September 2025<br>(Unaudited)<br>AED'000 | 31 December 2024<br>(Audited)<br>AED'000 |                      |   |                                |   |
| Quoted equity investments – FVTOCI   | 469,910                                     | 377,271                                  | Level 1              | Quoted bid prices in an active market.  | None                           | N/A   |
| Quoted debts instruments – FVTOCI    | 197,354                                     | 178,962                                  | Level 1              | Quoted bid prices in an active market.  | None                           | N/A   |
| Unquoted debt investments – FVTOCI   | 20,000                                      | 20,000                                   | Level 2              | Unquoted debt Market data obtained from observable sources  | None                           | N/A   |
| Unquoted equity investments – FVTOCI | 2,579                                       | 2,579                                    | Level 3              | Adjusted net assets valuation method after adjusting for certain components in financial information of underlying companies. | Net assets value               | Higher the net assets value of the investees, higher the fair value |
| Quoted equity investments – FVTPL    | 45,624                                      | 21,882                                   | Level 1              | Quoted bid prices in an active market.  | None                           | N/A   |

**19 Contingencies and commitments**

The Group's bankers have issued in the normal course of business letters of guarantee in favor of third parties amounting to AED 22.87 million (31 December 2024: AED 12.87 million).

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**19 Contingencies and commitments (continued)**

The Group is subject to litigation in the normal course of its business. Although the ultimate outcome of these claims cannot presently be determined, the management, based on advice from independent loss adjusters and internal legal counsel, has made a provision of AED 19.89 million (31 December 2024: AED 12.71 million) representing amounts expected to result in a probable outflow of economic resources.

**20 Capital Risk Management**

The solvency regulations identify the required Solvency Margin to be held in addition to insurance liabilities. The Solvency Margin (presented in the table below) must be maintained at all times throughout the year. The Group is subject to solvency regulations which it has complied with during the year. The Group has incorporated in its policies and procedures the necessary tests to ensure continuous and full compliance with such regulations. The table below summarises the Minimum Capital Requirement, Minimum Guarantee Fund and Solvency Capital Requirement of the Group and the total capital held to meet these required Solvency Margins.

|                                    | <b>30 June<br/>2025<br/>(Unaudited)<br/>AED'000</b> | 31 December<br>2024<br>(Unaudited)<br>AED'000 |
|------------------------------------|---|---|
| Minimum Capital Requirement (MCR)  | <b>100,000</b>                                      | 100,000                                       |
| Solvency Capital Requirement (SCR) | <b>258,197</b>                                      | 275,287                                       |
| Minimum Guarantee Fund (MGF)       | <b>159,107</b>                                      | 149,904                                       |
| <i>Own Funds</i>                   |   |   |
| Basic Own Funds                    | <b>974,300</b>                                      | 954,286                                       |
| MCR Solvency Margin surplus        | <b>874,300</b>                                      | 854,286                                       |
| SCR Solvency Margin surplus        | <b>716,103</b>                                      | 678,998                                       |
| MGF Solvency Margin surplus        | <b>815,193</b>                                      | 804,381                                       |

**21 Dividend Distribution**

The Board of Directors had proposed cash dividends of 20% which is AED 2 per share amounting to AED 30 million for the year ended 31 December 2024 (AED 30 million for the year ended 31 December 2023). The dividends were approved in the General Assembly held on 29 April 2025 and were paid to the shareholders during the period.

**22 Subsequent events**

There have been no events subsequent to the statement of financial position date that would significantly affect the amounts reported in the financial information as at and for the nine-month period ended 30 September 2025.

**23 Approval of condensed interim consolidated financial information**

The condensed interim consolidated financial information was approved and authorised for issue by the Board of Directors on 12 November 2025.