

**CHUBB ARABIA COOPERATIVE  
INSURANCE COMPANY  
(A Saudi Joint Stock Company)**

**INTERIM CONDENSED FINANCIAL  
INFORMATION  
FOR THE THREE-MONTH AND SIX-MONTH  
PERIODS ENDED 30 JUNE 2024  
(UNAUDITED)  
AND REPORT ON REVIEW OF INTERIM  
CONDENSED FINANCIAL INFORMATION**

**CHUBB ARABIA COOPERATIVE INSURANCE COMPANY  
(A Saudi Joint Stock Company)  
INTERIM CONDENSED FINANCIAL INFORMATION  
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2024  
(UNAUDITED)**

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## Report on review of interim condensed financial information

To the shareholders of Chubb Arabia Cooperative Insurance Company  
(A Saudi Joint Stock Company)

### Introduction

We have reviewed the accompanying interim condensed statement of financial position of Chubb Arabia Cooperative Insurance Company (the "Company") as of 30 June 2024 and the related interim condensed statements of income and comprehensive income for the three-month and six-month periods then ended and the interim condensed statements of changes in equity and cash flows for the six-month period ended 30 June 2024 and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

### Scope of review

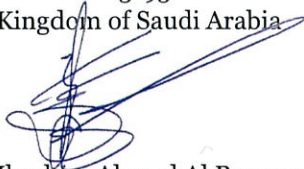
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing as 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 information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

### Al Bassam Chartered Accountants

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Al Khobar 31952  
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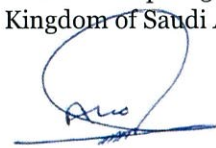


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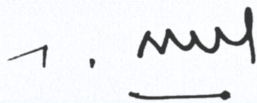


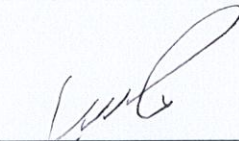


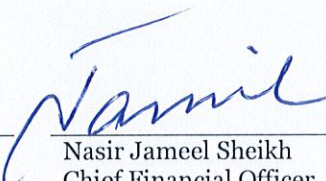
**CHUBB ARABIA COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

|  | Note | 30 June<br>2024<br>(Unaudited) | 31 December<br>2023<br>(Audited) |
|--|------|--------------------------------|----------------------------------|
| <b>ASSETS</b>  |      |                                |                                  |
| Cash and cash equivalents  | 4    | 88,351,957                     | 38,479,829                       |
| Term deposits  | 5    | 173,523,635                    | 200,872,568                      |
| Investments:   |      |                                |                                  |
| Financial assets at fair value through profit or loss<br>("FVTPL")             | 6    | 67,593,204                     | 86,929,017                       |
| Financial assets at fair value through other<br>comprehensive income ("FVOCI") | 6    | 134,925,513                    | 127,311,187                      |
| Prepaid expenses and other assets  |      | 12,709,667                     | 19,321,928                       |
| Reinsurance contract assets  | 8    | 141,953,675                    | 202,276,050                      |
| Property and equipment   |      | 3,184,042                      | 2,215,348                        |
| Intangible assets  |      | 2,376,251                      | 2,764,840                        |
| Accrued income on statutory deposit  | 7    | 2,502,404                      | 4,457,161                        |
| Goodwill   |      | 43,774,750                     | 43,774,750                       |
| Statutory deposit  | 7    | 30,000,000                     | 30,000,000                       |
| <b>TOTAL ASSETS</b>  |      | <b>700,895,098</b>             | <b>758,402,678</b>               |
| <b>LIABILITIES</b>   |      |                                |                                  |
| Accrued and other liabilities  |      | 11,084,490                     | 13,696,866                       |
| Reinsurance contract liabilities   | 8    | 3,179,520                      | -                                |
| Insurance contract liabilities   | 8    | 215,569,366                    | 283,095,146                      |
| Zakat and income tax payable   | 18   | 22,055,504                     | 21,657,928                       |
| Employee benefit obligations   |      | 13,284,324                     | 14,517,904                       |
| Accrued income payable to Insurance Authority                                  | 7    | 2,502,404                      | 1,594,521                        |
| <b>TOTAL LIABILITIES</b>   |      | <b>267,675,608</b>             | <b>334,562,365</b>               |
| <b>EQUITY</b>  |      |                                |                                  |
| Share capital  | 9    | 300,000,000                    | 300,000,000                      |
| Statutory reserve  | 19   | 47,692,931                     | 45,830,634                       |
| Retained earnings  |      | 51,528,318                     | 44,079,132                       |
| Fair value reserve   |      | 38,503,774                     | 38,436,080                       |
| Remeasurement reserve of employee benefit<br>obligations                       |      | (4,505,533)                    | (4,505,533)                      |
| <b>TOTAL EQUITY</b>  |      | <b>433,219,490</b>             | <b>423,840,313</b>               |
| <b>TOTAL LIABILITIES AND EQUITY</b>  |      | <b>700,895,098</b>             | <b>758,402,678</b>               |

The accompanying notes from 1 to 26 form an integral part of this interim condensed financial information.

  
Serge Michel Osouf  
Member of the Board of  
Directors

  
Talal Omar Bahafi  
Chief Executive Officer

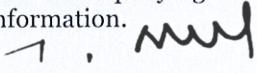
  
Nasir Jameel Sheikh  
Chief Financial Officer

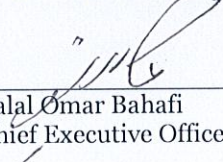


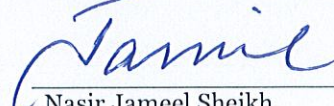
**CHUBB ARABIA COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF INCOME**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

|  | Note | For the three-month period<br>ended 30 June |  | For the six-month period<br>ended 30 June |  |
|--|------|---|--|---|--|
|  |      | 2024<br>(Unaudited)                         | 2023<br>(Restated -<br>Note 24)<br>(Unaudited) | 2024<br>(Unaudited)                       | 2023<br>(Restated -<br>Note 24)<br>(Unaudited) |
| Insurance revenue  | 10   | 96,768,995                                  | 86,503,888                                     | 187,026,057                               | 162,279,337                                    |
| Insurance service expenses   | 10   | (43,560,554)                                | (53,833,984)                                   | (72,905,183)                              | (147,295,864)                                  |
| Net expenses from reinsurance contracts                                  | 10   | (48,896,569)                                | (27,046,913)                                   | (103,981,360)                             | (8,898,806)                                    |
| <b>Insurance service result from Company's directly written business</b> |      | <b>4,311,872</b>                            | <b>5,622,991</b>                               | <b>10,139,514</b>                         | <b>6,084,667</b>                               |
| Share of surplus from insurance pool                                     | 12   | 809,346                                     | 1,243,370                                      | 809,346                                   | 5,438,666                                      |
| <b>Total insurance service result</b>                                    |      | <b>5,121,218</b>                            | <b>6,866,361</b>                               | <b>10,948,860</b>                         | <b>11,523,333</b>                              |
| Interest income from financial assets not measured at FVTPL              |      | 5,110,276                                   | 3,855,999                                      | 8,919,096                                 | 7,518,518                                      |
| Net (losses) gains on financial assets measured at FVTPL                 | 6    | (1,006,588)                                 | 9,157  | (536,266)                                 | 159,456  |
| Dividend income  |      | 203,100                                     | 193,513  | 406,201                                   | 564,261  |
| <b>Net investment income</b>   |      | <b>4,306,788</b>                            | <b>4,058,669</b>                               | <b>8,789,031</b>                          | <b>8,242,235</b>                               |
| Finance expenses from insurance contracts issued                         | 11   | (1,020,911)                                 | (1,994,944)                                    | (3,660,837)                               | (4,137,902)                                    |
| Finance income from reinsurance contracts held                           | 11   | 701,558                                     | 1,653,922                                      | 2,852,121                                 | 3,438,497                                      |
| <b>Net insurance finance expense</b>                                     |      | <b>(319,353)</b>                            | <b>(341,022)</b>                               | <b>(808,716)</b>                          | <b>(699,405)</b>                               |
| <b>Net insurance and investment result</b>                               |      | <b>9,108,653</b>                            | <b>10,584,008</b>                              | <b>18,929,175</b>                         | <b>19,066,163</b>                              |
| Other operating expenses   |      | (3,593,685)                                 | (3,475,736)                                    | (6,865,505)                               | (6,794,043)                                    |
| Other income   |      | 1,860                                       | 118,069  | 786,310                                   | 121,169  |
| <b>Total profit for the period before zakat and income tax</b>           |      | <b>5,516,828</b>                            | <b>7,226,341</b>                               | <b>12,849,980</b>                         | <b>12,393,289</b>                              |
| Zakat expense  | 18   | (1,907,857)                                 | (1,660,251)                                    | (3,219,079)                               | (2,506,716)                                    |
| Income tax credit (charge)   | 18   | 36,185                                      | (594,084)                                      | (319,418)                                 | (907,722)                                      |
| <b>NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS</b>        |      | <b>3,645,156</b>                            | <b>4,972,006</b>                               | <b>9,311,483</b>                          | <b>8,978,851</b>                               |
| <b>Earnings per share (expressed in Saudi Riyals per share)</b>          |      |   |  |   |  |
| Basic earnings per share   | 21   | 0.12  | 0.17   | 0.31                                      | 0.30   |
| Diluted earnings per share   | 21   | 0.12  | 0.17   | 0.31                                      | 0.30   |

The accompanying notes from 1 to 26 form an integral part of this interim condensed financial information.

  
Serge Michel Osouf  
Member of the Board of Directors

  
Talal Omar Bahafi  
Chief Executive Officer


  
Nasir Jameel Sheikh  
Chief Financial Officer

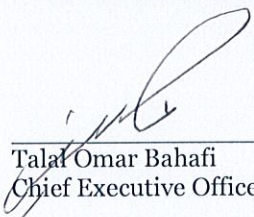


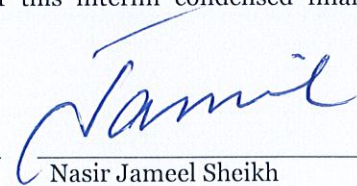
**CHUBB ARABIA COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

| Note  | For the three-month period<br>ended 30 June |                     | For the six-month period<br>ended 30 June |                     |
|---|---|---------------------|---|---------------------|
|   | 2024<br>(Unaudited)                         | 2023<br>(Unaudited) | 2024<br>(Unaudited)                       | 2023<br>(Unaudited) |
| <b>Net profit for the period attributable to the shareholders</b>   | <b>3,645,156</b>                            | <b>4,972,006</b>    | <b>9,311,483</b>                          | <b>8,978,851</b>    |
| <b>Other comprehensive income:</b>  |   |                     |   |                     |
| <i>Items that will be reclassified to interim condensed statement of income in subsequent periods</i>       |   |                     |   |                     |
| Net changes in fair value of investments measured at FVOCI  | 6 <b>83,689</b>                             | 20,132              | <b>(256,733)</b>                          | 498,219             |
| Realised (gain) loss on investments measured at FVOCI reclassified to interim condensed statement of income | <b>(39,332)</b>                             | -                   | <b>324,427</b>                            | -                   |
| <b>Total other comprehensive income</b>   | <b>44,357</b>                               | <b>20,132</b>       | <b>67,694</b>                             | <b>498,219</b>      |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS</b>                           | <b>3,689,513</b>                            | <b>4,992,138</b>    | <b>9,379,177</b>                          | <b>9,477,070</b>    |

The accompanying notes from 1 to 26 form an integral part of this interim condensed financial information.

  
\_\_\_\_\_  
Serge Michel Osouf  
Member of the Board of Directors

  
\_\_\_\_\_  
Talal Omar Bahafi  
Chief Executive Officer

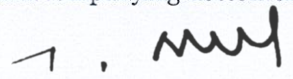
  
\_\_\_\_\_  
Nasir Jameel Sheikh  
Chief Financial Officer

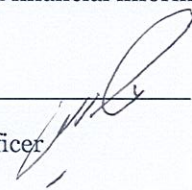


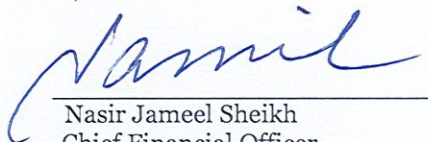
**CHUBB ARABIA COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

|   | Share capital      | Statutory reserve | Retained earnings | Fair value reserve | Remeasurement reserve of employee benefit obligations | Total              |
|---|--------------------|-------------------|-------------------|--------------------|---|--------------------|
| <b>At 1 January 2024 (Audited)</b>  | <b>300,000,000</b> | <b>45,830,634</b> | <b>44,079,132</b> | <b>38,436,080</b>  | <b>(4,505,533)</b>                                    | <b>423,840,313</b> |
| <b>Total comprehensive income for the period</b>                                  |                    |                   |                   |                    |   |                    |
| Net profit for the period attributable to the shareholders                        | -                  | -                 | 9,311,483         | -                  | -   | 9,311,483          |
| Other comprehensive income  | -                  | -                 | -                 | 67,694             | -   | 67,694             |
| <b>Total comprehensive income for the period attributable to the shareholders</b> | <b>-</b>           | <b>-</b>          | <b>9,311,483</b>  | <b>67,694</b>      | <b>-</b>  | <b>9,379,177</b>   |
| Transfer to statutory reserve   | -                  | 1,862,297         | (1,862,297)       | -                  | -   | -                  |
| <b>At 30 June 2024 (Unaudited)</b>  | <b>300,000,000</b> | <b>47,692,931</b> | <b>51,528,318</b> | <b>38,503,774</b>  | <b>(4,505,533)</b>                                    | <b>433,219,490</b> |
| <b>At 1 January 2023 (Audited)</b>  | <b>300,000,000</b> | <b>40,867,123</b> | <b>24,225,087</b> | <b>33,084,837</b>  | <b>(3,374,569)</b>                                    | <b>394,802,478</b> |
| <b>Total comprehensive income for the period</b>                                  |                    |                   |                   |                    |   |                    |
| Net profit for the period attributable to the shareholders                        | -                  | -                 | 8,978,851         | -                  | -   | 8,978,851          |
| Other comprehensive income  | -                  | -                 | -                 | 498,219            | -   | 498,219            |
| <b>Total comprehensive income for the period attributable to the shareholders</b> | <b>-</b>           | <b>-</b>          | <b>8,978,851</b>  | <b>498,219</b>     | <b>-</b>  | <b>9,477,070</b>   |
| Transfer to statutory reserve   | -                  | 1,795,770         | (1,795,770)       | -                  | -   | -                  |
| <b>At 30 June 2023 (Unaudited)</b>  | <b>300,000,000</b> | <b>42,662,893</b> | <b>31,408,168</b> | <b>33,583,056</b>  | <b>(3,374,569)</b>                                    | <b>404,279,548</b> |

The accompanying notes from 1 to 26 form an integral part of this interim condensed financial information.

  
Serge Michel Osouf  
Member of the Board of Directors

  
Talal Omar Bahafi  
Chief Executive Officer

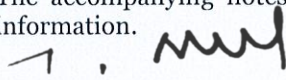
  
Nasir Jameel Sheikh  
Chief Financial Officer

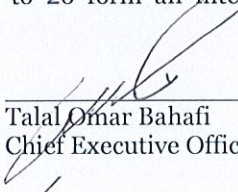


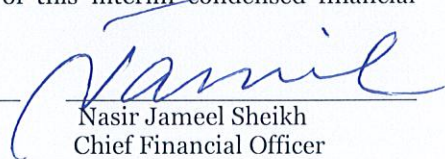
**CHUBB ARABIA COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**INTERIM CONDENSED STATEMENT OF CASH FLOWS**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

|  | Note | For the six-month period ended |                     |
|--|------|--------------------------------|---------------------|
|  |      | 2024                           | 30 June             |
|  |      | (Unaudited)                    | (Unaudited)         |
| <b>Cash flow from operating activities</b>               |      |                                |                     |
| Total profit for the period before zakat and income tax  |      | 12,849,980                     | 12,393,289          |
| <b>Adjustments for non-cash items:</b>                   |      |                                |                     |
| Depreciation of property and equipment                   |      | 520,434                        | 389,687             |
| Amortisation of intangible assets                        |      | 388,589                        | 442,826             |
| Net losses (gains) on financial assets measured at FVTPL | 6    | 536,266                        | (159,456)           |
| Loss on disposal of financial assets measured at FVOCI   | 6    | 324,427                        | -                   |
| Provision for employees benefit obligations              |      | 1,232,184                      | 946,102             |
| Dividend income  |      | (406,201)                      | (564,261)           |
| Gain on disposal of property and equipment               |      | -                              | (104,662)           |
| <b>Changes in operating assets and liabilities:</b>      |      |                                |                     |
| Prepaid expenses and other assets                        |      | 6,906,500                      | (7,693,038)         |
| Reinsurance contract assets                              |      | 60,322,375                     | (80,141,929)        |
| Accrued and other liabilities                            |      | (2,612,376)                    | (923,027)           |
| Accrued income on statutory deposit                      |      | 1,954,757                      | (668,207)           |
| Reinsurance contract liabilities                         |      | 3,179,520                      | 4,517,791           |
| Insurance contract liabilities                           |      | (67,525,780)                   | 115,960,565         |
| Accrued income payable to Insurance Authority            |      | 907,883                        | 668,207             |
| <b>Cash generated from operations</b>                    |      | <b>18,578,558</b>              | <b>45,063,887</b>   |
| Employee benefit obligations paid                        |      | (2,465,764)                    | (328,860)           |
| Zakat and income tax paid                                | 18   | (3,140,921)                    | (1,377,528)         |
| <b>Net cash inflow from operating activities</b>         |      | <b>12,971,873</b>              | <b>43,357,499</b>   |
| <b>Cash flows from investing activities</b>              |      |                                |                     |
| Placement in term deposits                               | 5    | (95,953,000)                   | (45,901,859)        |
| Redemption of term deposits                              | 5    | 123,007,694                    | 70,578,432          |
| Payment against purchase of financial assets at FVOCI    | 6    | (34,208,152)                   | (1,076,249)         |
| Payment against purchase of financial assets at FVTPL    | 6    | (36,300,107)                   | (42,949,497)        |
| Payments for purchases of property and equipment         |      | (1,489,128)                    | (65,995)            |
| Proceed from sale of financial assets at FVOCI           | 6    | 26,337,093                     | -                   |
| Proceed from sale of financial assets at FVTPL           | 6    | 55,099,654                     | -                   |
| Dividend income received                                 |      | 406,201                        | 564,261             |
| Proceeds from sale of property and equipment             |      | -                              | 190,000             |
| Addition to intangible assets                            |      | -                              | (1,507,002)         |
| <b>Net cash inflow (outflow) investing activities</b>    |      | <b>36,900,255</b>              | <b>(20,167,909)</b> |
| <b>Net increase in cash and cash equivalents</b>         |      | <b>49,872,128</b>              | <b>23,189,590</b>   |
| Cash and cash equivalents at the beginning of the period | 4    | 38,479,829                     | 24,919,814          |
| <b>Cash and cash equivalents at end of the period</b>    |      | <b>88,351,957</b>              | <b>48,109,404</b>   |

The accompanying notes from 1 to 26 form an integral part of this interim condensed financial information.

  
Serge Michel Osouf  
Member of the Board of  
Directors

  
Talal Omar Bahafi  
Chief Executive Officer

  
Nasir Jameel Sheikh  
Chief Financial Officer



**CHUBB ARABIA COOPERATIVE INSURANCE COMPANY**  
**(A Saudi Joint Stock Company)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION**  
**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2024**  
(All amounts expressed in Saudi Riyals unless otherwise stated)

**1. General information - legal status and principal activities**

Chubb Arabia Cooperative Insurance Company (“the Company”) is a Saudi Joint Stock Company registered on 28 Rajab 1430H (corresponding to 21 July 2009) under commercial registration number 2050066029 which was later amended to 2051043431 dated 9 Sha’aban 1431H (corresponding to 21 July 2010), issued in Al-Khobar, Kingdom of Saudi Arabia. The Company has been licensed to conduct cooperative insurance business in the Kingdom of Saudi Arabia under cooperative principles in accordance with Royal Decree number 60/M dated 18 Ramadan 1427H (corresponding to 11 October 2006), pursuant to Council of Ministers resolution number 233 dated 16 Ramadan 1427H (corresponding to 9 October 2006).

The activities of the Company are to transact cooperative insurance operations and all related activities in accordance with the Law on Supervision of Cooperative Insurance Companies and its implementing regulations in the Kingdom of Saudi Arabia. On 21 Dhul-Hijjah, 1430H (corresponding to 8 December 2009), the Company received the license from Insurance Authority, formerly Saudi Central Bank (“SAMA”), to transact insurance business in the Kingdom of Saudi Arabia.

The Company operates through three main branches located in the Kingdom of Saudi Arabia. Following are the commercial registration numbers of the three branches:

| <b>Branch type</b> | <b>Location</b> | <b>Commercial Registration number</b> |
|--------------------|-----------------|---------------------------------------|
| Regional branch    | Khobar          | 2051043431                            |
| Regional branch    | Riyadh          | 1010310552                            |
| Regional branch    | Jeddah          | 4030233953                            |

**2. Basis of preparation**

*(a) Statement of Compliance*

The interim condensed financial information of the Company has been prepared in accordance with ‘International Accounting Standard 34 - Interim Financial Reporting (IAS 34) as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organisation for Chartered and Professional Accountants (SOCPA).

As required by the Saudi Arabian Insurance Regulations, the Company maintains separate books of accounts for insurance operations and shareholders’ operations. Assets, liabilities, revenues and expenses clearly attributable to either activity is recorded in the respective accounts. The basis of allocation of expenses from joint operations is determined and approved by management.

In accordance with the requirements of Implementing Regulation for Co-operative Insurance Companies (the “Regulations”) issued by the Insurance Authority, formerly SAMA, and as per by-laws of the Company, 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 from insurance operations is transferred to the shareholders’ operations in full.

Insurance Authority’s implementing regulations requires the clear segregation of the assets, liabilities, income and expenses of the insurance operations and the shareholders’ operations.



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**2. Basis of preparation** (continued)

(a) *Statement of Compliance* (continued)

In preparing the Company's financial information in compliance with IAS 34, as endorsed in the Kingdom of Saudi Arabia, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Interoperation balances, transactions and unrealized gains or losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

(b) *Basis of measurement*

The interim condensed financial information is prepared under the historical cost convention, except as explained in the relevant accounting policies in the annual financial statements for the year ended 31 December 2023.

The Company's interim condensed statement of financial position is not presented using a current/non-current classification and is presented in order of liquidity. However, the following balances would generally be classified as current: cash and cash equivalents, prepaid expenses and other assets, financial assets at FVTPL, accrued and other liabilities, zakat and income tax payable and accrued income payable to Insurance Authority. The following balances would generally be classified as non-current: financial assets at FVOCI, property and equipment, goodwill, intangible assets, statutory deposit, employee benefit obligations and accrued income on statutory deposit. The balances which are of mixed in nature i.e. include both current and non-current portions include term deposits, insurance contract liabilities and reinsurance contract assets and reinsurance contract liabilities.

(c) *Basis of presentation*

The interim condensed financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 2023.

(d) *Functional and presentation currency*

This interim condensed financial information is expressed in Saudi Arabian Riyals ("Saudi Riyals") which is the functional and presentation currency of the Company.

(e) *Seasonality of operations*

There are no seasonal changes that may affect insurance operations of the Company. The interim results may not represent a proportionate share of the annual results due to cyclical variability in premiums and uncertainty of claims occurrences.

(f) *Changes in products and services*

During the six-month period ended 30 June 2024, there were no significant changes in products or services and their terms of the insurance contracts offered by the Company.



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**3. Material accounting policies**

**3.1 New standards, amendments and interpretations**

The accounting policies, estimates and assumptions used in the preparation of this interim condensed financial information are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2023.

A number of new and amended standards became applicable for the current reporting period.

- Amendment to IFRS 16 ‘Leases’ (“IFRS 16”) - Leases on sale and leaseback;
- Amendments to IAS 1, Presentation of financial statements’ - Non-current liabilities with covenants; and
- Amendment to IAS 7 ‘Cash flow statements’ (“IAS 7”) and IFRS 7 ‘Financial instruments: Disclosures (“IFRS 7”) - Supplier finance.

The adoption of these standards and amendments did not have any material impact on the financial statements.

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 30 June 2024 reporting periods and have not been early adopted by the Company which, amongst others, include certain amendments to IAS 21 ‘Lack of Exchangeability’ (“IAS 21”). Management is in the process of assessing the impact of such new standards and interpretations on its financial statements, however, no material impact is expected.

**3.2 Critical accounting judgments, estimates and assumptions**

The preparation of interim condensed financial information 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 expenses, and the accompanying disclosures, and the disclosure of contingent liabilities. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively. Actual results may differ from these estimates.

In preparing this interim condensed financial information, the significant judgments and assumptions made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied and disclosed in the annual financial statements for the year ended 31 December 2023.



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**4. Cash and cash equivalents**

Cash and cash equivalents included in the statement of cash flows comprise the following:

|                    | <b>30 June<br/>2024</b> | <b>31 December<br/>2023</b> |
|--------------------|-------------------------|-----------------------------|
|                    | <b>(Unaudited)</b>      | <b>(Audited)</b>            |
| Cash in hand       | <b>20,000</b>           | -                           |
| Cash at banks      |                         |                             |
| - Current accounts | <b>25,658,908</b>       | 7,696,170                   |
| - Time deposits    | <b>62,673,049</b>       | 30,783,659                  |
|                    | <b>88,351,957</b>       | 38,479,829                  |

Cash at banks is placed with counterparties with sound credit ratings. As at 30 June 2024, time deposits were placed with local banks with original maturities of less than three months from the date of placement and earned commission income at an average rate of 5.8% to 6.1% per annum (31 December 2023: 6.2% to 6.3% per annum).

The gross carrying amount of cash and cash equivalents represent the Company's maximum exposure to credit risk on these financial assets which are categorised under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At 30 June 2024 and 31 December 2023, the ECL allowance on such financial assets was immaterial.

**5. Term deposits**

Long-term deposit, amounting to Saudi Riyals 36.1 million (31 December 2023: Saudi Riyals 92.0 million), represent deposit with maturity of more than one year from the date of placement and is placed with the financial institution 5.9% per annum and will mature by 8 June 2026 (31 December 2023: deposits carried commission income at the rate of 4.4% to 5.7% per annum, which matured during the six-month period ended 30 June 2024).

Short-term deposits, amounting to Saudi Riyals 137.4 million (31 December 2023: Saudi Riyals 108.8 million), are placed with local banks and financial institutions with an original maturity of more than three months but less than or equal to twelve months from the date of placement. These deposits earned commission income at the rate of 5.8% to 6.4% per annum for the six-month period ended 30 June 2024 (31 December 2023: 5.9% to 6.4% per annum).

The gross carrying amount of long-term and short-term deposits represent the Company's maximum exposure to credit risk on these financial assets which are categorised under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At 30 June 2024 and 31 December 2023, the ECL allowance on such financial assets was immaterial.

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**6. Investments**

(a) *Investments are classified as follows:*

|                                  | <b>30 June<br/>2024</b> | <b>31 December<br/>2023</b> |
|----------------------------------|-------------------------|-----------------------------|
|                                  | <b>(Unaudited)</b>      | <b>(Audited)</b>            |
| <b>Financial assets at FVTPL</b> |                         |                             |
| Mutual Funds                     | <b>66,095,950</b>       | 85,158,072                  |
| Equity                           | <b>1,497,254</b>        | 1,770,945                   |
|                                  | <b>67,593,204</b>       | 86,929,017                  |
| <b>Financial assets at FVOCI</b> |                         |                             |
| Equity                           | <b>43,484,252</b>       | 43,484,252                  |
| Debt instruments                 | <b>91,441,261</b>       | 83,826,935                  |
|                                  | <b>134,925,513</b>      | 127,311,187                 |
|                                  | <b>202,518,717</b>      | 214,240,204                 |

Debt instruments represent investments in Sukuks that are classified as investments measured at FVOCI, as they pass SPPI assessment. The Company's business model for Sukuk classified as FVOCI is to hold to collect and sell the contractual cash flows.

Investment in mutual funds are classified as investments measured at FVTPL since these are equity instruments.

The Company has classified its investments in ordinary shares at FVTPL, except for Najm investments which are being held at FVOCI. The Company holds an investment in the equity of Najm for Insurance Services (Najm) and in accordance with Company's accounting policy, investments in equity instruments should be measured at fair value. The fair value of Najm investment as at 30 June 2024 and 31 December 2023 was Saudi Riyals 43.5 million.

The gross carrying amount of financial assets measured at FVOCI represent the Company's maximum exposure to credit risk on these financial assets which are categorised under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At 30 June 2024 and 31 December 2023, the ECL allowance on such financial assets was immaterial.

(b) *Movement in investments carried at fair value through profit or loss is as follows:*

|   | <b>30 June<br/>2024</b> | <b>31 December<br/>2023</b> |
|---|-------------------------|-----------------------------|
|   | <b>(Unaudited)</b>      | <b>(Audited)</b>            |
| Balance at beginning of the period / year | <b>86,929,017</b>       | 24,007,287                  |
| Additions during the period / year        | <b>36,300,107</b>       | 73,449,491                  |
| Withdrawal during the period / year       | <b>(55,099,654)</b>     | (14,300,000)                |
| Changes in fair value of investments      | <b>(536,266)</b>        | 3,772,239                   |
| Balance at end of the period / year       | <b>67,593,204</b>       | 86,929,017                  |



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**6. Investments (continued)**

(c) *Movement in investments carried at fair value through other comprehensive income is as follows:*

|   | <b>30 June<br/>2024</b>   | <b>31 December<br/>2023</b> |
|---|---------------------------|-----------------------------|
|   | <b>(Unaudited)</b>        | <b>(Audited)</b>            |
| Balance at beginning of the period / year | <b>127,311,187</b>        | 109,925,751                 |
| Additions during the period / year        | <b>34,208,152</b>         | 21,435,921                  |
| Withdrawal during the period / year       | <b>(26,337,093)</b>       | (9,292,250)                 |
| Changes in fair value of investments      | <b>(256,733)</b>          | 5,241,765                   |
| Balance at end of the period / year       | <b><u>134,925,513</u></b> | <u>127,311,187</u>          |

**7. Statutory deposit**

The statutory deposit represents 10% of the paid-up share capital, which is maintained in accordance with the Law on Supervision of Cooperative Insurance Companies in the Kingdom of Saudi Arabia. Insurance Authority, formerly SAMA, is entitled to the earnings of this statutory deposit and it cannot be withdrawn without its consent. In accordance with the instruction received from SAMA vide their circular dated 1 March 2016, the Company has disclosed the commission due on statutory deposit as at 30 June 2024 as an asset and a liability in this interim condensed financial information.

The gross carrying amount of statutory deposit represent the Company's maximum exposure to credit risk on these financial assets which are categorised under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized. At 30 June 2024 and 31 December 2023, the ECL allowance on such financial assets was immaterial.

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**8. Insurance and reinsurance contracts**

**8.1 Composition of the statement of financial position**

An analysis of the amounts presented on the statement of financial position for insurance contracts and reinsurance contracts has been included in the table below:

| <b>30 June 2024 - (Unaudited)</b>   | <b>Engineering</b> | <b>Property</b>    | <b>Marine</b>     | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b>    | <b>Group life</b> | <b>Total</b>              |
|-------------------------------------|--------------------|--------------------|-------------------|-----------------------|--------------------------|--------------------|-------------------|---------------------------|
| <b>Insurance contracts</b>          |                    |                    |                   |                       |                          |                    |                   |                           |
| Insurance contract assets           | -                  | -                  | -                 | -                     | -                        | -                  | -                 | -                         |
| Insurance contract liabilities      | <b>3,070,809</b>   | <b>88,312,367</b>  | <b>64,429,200</b> | <b>29,900,000</b>     | <b>7,128,809</b>         | <b>14,774,681</b>  | <b>7,953,500</b>  | <b><u>215,569,366</u></b> |
|                                     |                    |                    |                   |                       |                          |                    |                   | <b><u>215,569,366</u></b> |
| <b>Reinsurance contracts</b>        |                    |                    |                   |                       |                          |                    |                   |                           |
| Reinsurance contract assets         | <b>4,507,494</b>   | <b>73,841,633</b>  | <b>59,362,815</b> | -                     | -                        | -                  | <b>4,241,733</b>  | <b>141,953,675</b>        |
| Reinsurance contract liabilities    | -                  | -                  | -                 | <b>(41,051)</b>       | <b>(52,134)</b>          | <b>(3,086,335)</b> | -                 | <b><u>(3,179,520)</u></b> |
|                                     |                    |                    |                   |                       |                          |                    |                   | <b><u>138,774,155</u></b> |
| <b>31 December 2023 - (Audited)</b> |                    |                    |                   |                       |                          |                    |                   |                           |
| <b>Insurance contracts</b>          |                    |                    |                   |                       |                          |                    |                   |                           |
| Insurance contract assets           | -                  | -                  | -                 | -                     | -                        | -                  | -                 | -                         |
| Insurance contract liabilities      | <b>23,220,838</b>  | <b>121,821,792</b> | <b>74,902,244</b> | <b>28,474,516</b>     | <b>4,911,754</b>         | <b>18,095,231</b>  | <b>11,668,771</b> | <b><u>283,095,146</u></b> |
|                                     |                    |                    |                   |                       |                          |                    |                   | <b><u>283,095,146</u></b> |
| <b>Reinsurance contracts</b>        |                    |                    |                   |                       |                          |                    |                   |                           |
| Reinsurance contract assets         | <b>20,229,732</b>  | <b>109,011,931</b> | <b>64,906,904</b> | <b>(58,214)</b>       | <b>(16,845)</b>          | <b>1,092,563</b>   | <b>7,109,979</b>  | <b>202,276,050</b>        |
| Reinsurance contract liabilities    | -                  | -                  | -                 | -                     | -                        | -                  | -                 | <b><u>-</u></b>           |
|                                     |                    |                    |                   |                       |                          |                    |                   | <b><u>202,276,050</u></b> |



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**8. Insurance and reinsurance contracts (continued)**

**8.2 Analysis by remaining coverage and incurred claims**

**8.2.1 Insurance contracts**

|  | As at 30 June 2024 (Unaudited)   |                  |                                   |                                   |                      | As at 31 December 2023 (Audited) |                  |                                   |                                   |                      |
|--|----------------------------------|------------------|-----------------------------------|-----------------------------------|----------------------|----------------------------------|------------------|-----------------------------------|-----------------------------------|----------------------|
|  | Liability for remaining coverage |                  | Liability for incurred claims     |                                   | Total                | Liability for remaining coverage |                  | Liability for incurred claims     |                                   | Total                |
|  | Excluding loss component         | Loss component   | Estimates of present value of FCF | Adjustment for non-financial risk |                      | Excluding loss component         | Loss component   | Estimates of present value of FCF | Adjustment for non-financial risk |                      |
| Insurance contracts  |                                  |                  |                                   |                                   |                      |                                  |                  |                                   |                                   |                      |
| Insurance contract liabilities – opening                     | 20,578,494                       | 1,004,076        | 242,101,245                       | 19,411,331                        | 283,095,146          | 7,775,157                        | 1,706,558        | 219,329,477                       | 35,420,610                        | 264,231,802          |
| Insurance contract assets – opening                          | -                                | -                | -                                 | -                                 | -                    | -                                | -                | -                                 | -                                 | -                    |
| <b>Opening balance - net</b>                                 | <b>20,578,494</b>                | <b>1,004,076</b> | <b>242,101,245</b>                | <b>19,411,331</b>                 | <b>283,095,146</b>   | <b>7,775,157</b>                 | <b>1,706,558</b> | <b>219,329,477</b>                | <b>35,420,610</b>                 | <b>264,231,802</b>   |
| <b>Insurance revenue</b>                                     | <b>(187,026,057)</b>             | -                | -                                 | -                                 | <b>(187,026,057)</b> | (329,438,071)                    | -                | -                                 | -                                 | (329,438,071)        |
| <b>Insurance service expenses</b>                            |                                  |                  |                                   |                                   |                      |                                  |                  |                                   |                                   |                      |
| Incurrd claims and other incurred insurance service expenses | -                                | -                | 81,601,222                        | 4,382,123                         | 85,983,345           | -                                | -                | 190,996,323                       | 10,551,212                        | 201,547,535          |
| Losses (reversal of losses) on onerous contracts             | -                                | 212,019          | -                                 | -                                 | 212,019              | -                                | (702,482)        | -                                 | -                                 | (702,482)            |
| Changes that relate to past service - adjustments to the LIC | -                                | -                | (26,809,006)                      | (9,925,623)                       | (36,734,629)         | -                                | -                | (63,413,351)                      | (26,560,491)                      | (89,973,842)         |
| Insurance acquisition cashflows amortisation                 | 23,444,448                       | -                | -                                 | -                                 | 23,444,448           | 43,561,373                       | -                | -                                 | -                                 | 43,561,373           |
| <b>Insurance service expenses</b>                            | <b>23,444,448</b>                | <b>212,019</b>   | <b>54,792,216</b>                 | <b>(5,543,500)</b>                | <b>72,905,183</b>    | <b>43,561,373</b>                | <b>(702,482)</b> | <b>127,582,972</b>                | <b>(16,009,279)</b>               | <b>154,432,584</b>   |
| Finance expense from insurance contracts                     | -                                | -                | 3,660,837                         | -                                 | 3,660,837            | -                                | -                | 7,811,955                         | -                                 | 7,811,955            |
| <b>Total changes in the statement of income</b>              | <b>(163,581,609)</b>             | <b>212,019</b>   | <b>58,453,053</b>                 | <b>(5,543,500)</b>                | <b>(110,460,037)</b> | <b>(285,876,698)</b>             | <b>(702,482)</b> | <b>135,394,927</b>                | <b>(16,009,279)</b>               | <b>(167,193,532)</b> |
| <b>Cashflows</b>   |                                  |                  |                                   |                                   |                      |                                  |                  |                                   |                                   |                      |
| Premiums received  | 185,450,645                      | -                | -                                 | -                                 | 185,450,645          | 338,752,019                      | -                | -                                 | -                                 | 338,752,019          |
| Claims and other incurred insurance service expenses paid    | -                                | -                | (123,506,067)                     | -                                 | (123,506,067)        | -                                | -                | (112,623,159)                     | -                                 | (112,623,159)        |
| Insurance acquisition cashflows paid                         | (19,010,321)                     | -                | -                                 | -                                 | (19,010,321)         | (40,071,984)                     | -                | -                                 | -                                 | (40,071,984)         |
| <b>Total cash inflows (outflows)</b>                         | <b>166,440,324</b>               | <b>-</b>         | <b>(123,506,067)</b>              | <b>-</b>                          | <b>42,934,257</b>    | <b>298,680,035</b>               | <b>-</b>         | <b>(112,623,159)</b>              | <b>-</b>                          | <b>186,056,876</b>   |
| Insurance contracts  |                                  |                  |                                   |                                   |                      |                                  |                  |                                   |                                   |                      |
| Insurance contract liabilities - closing                     | 23,437,209                       | 1,216,095        | 177,048,231                       | 13,867,831                        | 215,569,366          | 20,578,494                       | 1,004,076        | 242,101,245                       | 19,411,331                        | 283,095,146          |
| Insurance contract assets - closing                          | -                                | -                | -                                 | -                                 | -                    | -                                | -                | -                                 | -                                 | -                    |
| <b>Closing balance - net</b>                                 | <b>23,437,209</b>                | <b>1,216,095</b> | <b>177,048,231</b>                | <b>13,867,831</b>                 | <b>215,569,366</b>   | <b>20,578,494</b>                | <b>1,004,076</b> | <b>242,101,245</b>                | <b>19,411,331</b>                 | <b>283,095,146</b>   |

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**8. Insurance and reinsurance contracts (continued)**

**8.2 Analysis by remaining coverage and incurred claims (continued)**

**8.2.2 Reinsurance contracts held**

|   | As at 30 June 2024 (Unaudited)    |                         |                                   |  | As at 31 December 2023 (Audited) |                                   |                         |                                   |  |                      |          |
|---|-----------------------------------|-------------------------|-----------------------------------|--|----------------------------------|-----------------------------------|-------------------------|-----------------------------------|--|----------------------|----------|
|   | Asset for remaining coverage      |                         | Asset for incurred claims         |  | Total                            | Asset for remaining coverage      |                         |                                   | Asset for incurred claims              |                      | Total    |
|   | Excluding loss recovery component | Loss recovery component | Estimates of present value of FCF | Risk Adjustment for non-financial risk |                                  | Excluding loss recovery component | Loss recovery component | Estimates of present value of FCF | Risk Adjustment for non-financial risk |                      |          |
| Reinsurance contracts   |                                   |                         |                                   |  |                                  |                                   |                         |                                   |  |                      |          |
| Reinsurance contract assets - opening   | (1,310,998)                       | -                       | 187,202,198                       | 16,384,850                             | 202,276,050                      | (3,406,939)                       | -                       | 162,904,943                       | 30,143,213                             | 189,641,217          | -        |
| Reinsurance contract liabilities - opening  | -                                 | -                       | -                                 | -                                      | -                                | -                                 | -                       | -                                 | -                                      | -                    | -        |
| <b>Opening balance - net</b>  | <b>(1,310,998)</b>                | <b>-</b>                | <b>187,202,198</b>                | <b>16,384,850</b>                      | <b>202,276,050</b>               | <b>(3,406,939)</b>                | <b>-</b>                | <b>162,904,943</b>                | <b>30,143,213</b>                      | <b>189,641,217</b>   | <b>-</b> |
| <b>Allocation of reinsurance premium</b>  | <b>(109,865,498)</b>              | <b>-</b>                | <b>-</b>                          | <b>-</b>                               | <b>(109,865,498)</b>             | <b>(189,713,836)</b>              | <b>-</b>                | <b>-</b>                          | <b>-</b>                               | <b>(189,713,836)</b> | <b>-</b> |
| <b>Amounts recoverable from reinsurers</b>  |                                   |                         |                                   |  |                                  |                                   |                         |                                   |  |                      |          |
| Claims recovered and other directly attributable expenses                                     | -                                 | -                       | 27,481,568                        | 2,497,365                              | 29,978,933                       | -                                 | -                       | 99,257,822                        | 8,714,802                              | 107,972,624          | -        |
| Loss-recovery on onerous underlying contracts   | -                                 | -                       | -                                 | -                                      | -                                | -                                 | -                       | -                                 | -                                      | -                    | -        |
| Changes that relate to past service – changes in the FCF relating to incurred claims recovery | -                                 | -                       | (15,925,626)                      | (8,169,169)                            | (24,094,795)                     | -                                 | -                       | (48,777,949)                      | (22,473,165)                           | (71,251,114)         | -        |
| <b>Amounts recoverable from reinsurers - net</b>  | <b>-</b>                          | <b>-</b>                | <b>11,555,942</b>                 | <b>(5,671,804)</b>                     | <b>5,884,138</b>                 | <b>-</b>                          | <b>-</b>                | <b>50,479,873</b>                 | <b>(13,758,363)</b>                    | <b>36,721,510</b>    | <b>-</b> |
| Finance income from reinsurance contracts   | -                                 | -                       | 2,852,121                         | -                                      | 2,852,121                        | -                                 | -                       | 6,259,726                         | -                                      | 6,259,726            | -        |
| <b>Total changes in the statement of income</b>   | <b>(109,865,498)</b>              | <b>-</b>                | <b>14,408,063</b>                 | <b>(5,671,804)</b>                     | <b>(101,129,239)</b>             | <b>(189,713,836)</b>              | <b>-</b>                | <b>56,739,599</b>                 | <b>(13,758,363)</b>                    | <b>(146,732,600)</b> | <b>-</b> |
| <b>Cashflows</b>  |                                   |                         |                                   |  |                                  |                                   |                         |                                   |  |                      |          |
| Premiums ceded and acquisition cashflows paid   | 110,907,241                       | -                       | -                                 | -                                      | 110,907,241                      | 191,809,777                       | -                       | -                                 | -                                      | 191,809,777          | -        |
| Recoveries from reinsurance   | -                                 | -                       | (73,279,897)                      | -                                      | (73,279,897)                     | -                                 | -                       | (32,442,344)                      | -                                      | (32,442,344)         | -        |
| <b>Total cash inflows (outflows)</b>  | <b>110,907,241</b>                | <b>-</b>                | <b>(73,279,897)</b>               | <b>-</b>                               | <b>37,627,344</b>                | <b>191,809,777</b>                | <b>-</b>                | <b>(32,442,344)</b>               | <b>-</b>                               | <b>159,367,433</b>   | <b>-</b> |
| Reinsurance contracts   |                                   |                         |                                   |  |                                  |                                   |                         |                                   |  |                      |          |
| Reinsurance contract assets - closing   | 11,957,106                        | -                       | 119,953,950                       | 10,042,619                             | 141,953,675                      | (1,310,998)                       | -                       | 187,202,198                       | 16,384,850                             | 202,276,050          | -        |
| Reinsurance contract liabilities - closing  | (12,226,361)                      | -                       | 8,376,414                         | 670,427                                | (3,179,520)                      | -                                 | -                       | -                                 | -                                      | -                    | -        |
| <b>Closing balance - net</b>  | <b>(269,255)</b>                  | <b>-</b>                | <b>128,330,364</b>                | <b>10,713,046</b>                      | <b>138,774,155</b>               | <b>(1,310,998)</b>                | <b>-</b>                | <b>187,202,198</b>                | <b>16,384,850</b>                      | <b>202,276,050</b>   | <b>-</b> |



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**9. Share capital**

The authorized, issued and paid-up capital of the Company was Saudi Riyals 300 million at 30 June 2024 (31 December 2023: Saudi Riyals 300 million) consisting of 30 million shares (31 December 2023: 30 million shares) of Saudi Riyals 10 each.

Shareholding structure of the Company as of 30 June 2024 and 31 December 2023 is as below:

|  | <b>Company<br/>incorporated in</b> | <b>Authorized and issued</b> |                     | <b>Paid up</b>     |
|--|------------------------------------|------------------------------|---------------------|--------------------|
|  |                                    | <b>No. of Shares</b>         | <b>Saudi Riyals</b> |                    |
| Chubb International Holding Co.  | United States of America           | 9,000,000                    | 90,000,000          | 90,000,000         |
| El-Khereiji Investment Company   | Kingdom of Saudi Arabia            | 7,500,000                    | 75,000,000          | 75,000,000         |
| International Corporation For Trade and Contract Services General Public | Kingdom of Saudi Arabia            | 1,500,000                    | 15,000,000          | 15,000,000         |
|  |                                    | <b>12,000,000</b>            | <b>120,000,000</b>  | <b>120,000,000</b> |
|  |                                    | <b>30,000,000</b>            | <b>300,000,000</b>  | <b>300,000,000</b> |

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**10. Insurance revenue and expenses**

An analysis of insurance revenue, insurance expenses and net expenses from reinsurance contracts held by product line for the three-month and six-month periods ended 30 June 2024 and 30 June 2023 is included in following tables respectively. Additional information on amounts recognized in statement of income is included in the insurance contract balances reconciliation.

|  | <b>Engineering</b>  | <b>Property</b>     | <b>Marine</b>      | <b>Motor<br/>Standard</b> | <b>Motor<br/>Third Party</b> | <b>Casualty</b>    | <b>Group life</b>  | <b>Total</b>        |
|--|---------------------|---------------------|--------------------|---------------------------|------------------------------|--------------------|--------------------|---------------------|
| <b>For the three-month period ended 30 June 2024 (Unaudited)</b>         |                     |                     |                    |                           |                              |                    |                    |                     |
| <b>Insurance revenue from contracts measured under PAA</b>               | <b>18,521,211</b>   | <b>33,007,699</b>   | <b>7,719,606</b>   | <b>15,682,322</b>         | <b>3,768,019</b>             | <b>15,311,132</b>  | <b>2,759,006</b>   | <b>96,768,995</b>   |
| Incurred claims and other incurred insurance service expenses            | (3,013,419)         | (8,771,091)         | (3,386,164)        | (14,668,941)              | (4,339,161)                  | (4,183,711)        | (1,818,529)        | (40,181,016)        |
| Changes that relate to past service – adjustments to the LIC             | 966,844             | 8,164,584           | (5,403,030)        | 3,540,775                 | 158,182                      | (335,488)          | 552,217            | 7,644,084           |
| Reversal of losses on onerous contracts                                  | -                   | -                   | -                  | 70,425                    | (100,791)                    | -                  | -                  | (30,366)            |
| Insurance acquisition cash flows amortisation                            | (360,568)           | (2,809,567)         | (779,368)          | (3,330,753)               | (1,151,423)                  | (2,105,358)        | (456,219)          | (10,993,256)        |
| <b>Total insurance service expenses</b>                                  | <b>(2,407,143)</b>  | <b>(3,416,074)</b>  | <b>(9,568,562)</b> | <b>(14,388,494)</b>       | <b>(5,433,193)</b>           | <b>(6,624,557)</b> | <b>(1,722,531)</b> | <b>(43,560,554)</b> |
| <b>Reinsurance income contracts measured under the PAA</b>               |                     |                     |                    |                           |                              |                    |                    |                     |
| Reinsurance premium ceded  | (16,653,317)        | (26,436,868)        | (4,267,710)        | (190,449)                 | (57,022)                     | (9,314,977)        | (1,234,950)        | (58,155,293)        |
| Claims recovered   | 1,822,043           | 5,282,669           | 2,382,511          | (4,238)                   | (1,291)                      | 1,687,724          | 993,857            | 12,163,275          |
| Effect of changes in the risk of reinsurers non-performance              | -                   | -                   | -                  | -                         | -                            | -                  | -                  | -                   |
| Reversal of losses on onerous contracts                                  | -                   | -                   | -                  | -                         | -                            | -                  | -                  | -                   |
| Onerous contracts recognized   | -                   | -                   | -                  | -                         | -                            | -                  | -                  | -                   |
| Changes that relate to past service - adjustments to incurred claims     | (1,572,445)         | (7,119,287)         | 5,533,275          | (2,409)                   | (663)                        | 568,367            | (311,389)          | (2,904,551)         |
| Reinsurance acquisition cash flows amortisation                          | -                   | -                   | -                  | -                         | -                            | -                  | -                  | -                   |
| <b>Total net expenses from reinsurance contracts</b>                     | <b>(16,403,719)</b> | <b>(28,273,486)</b> | <b>3,648,076</b>   | <b>(197,096)</b>          | <b>(58,976)</b>              | <b>(7,058,886)</b> | <b>(552,482)</b>   | <b>(48,896,569)</b> |
| <b>Insurance service result from Company's directly written business</b> | <b>(289,651)</b>    | <b>1,318,139</b>    | <b>1,799,120</b>   | <b>1,096,732</b>          | <b>(1,724,150)</b>           | <b>1,627,689</b>   | <b>483,993</b>     | <b>4,311,872</b>    |
| Share of surplus from insurance pool                                     | -                   | -                   | -                  | -                         | -                            | -                  | -                  | 809,346             |
| <b>Total insurance service result</b>                                    | <b>(289,651)</b>    | <b>1,318,139</b>    | <b>1,799,120</b>   | <b>1,096,732</b>          | <b>(1,724,150)</b>           | <b>1,627,689</b>   | <b>483,993</b>     | <b>5,121,218</b>    |

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**10. Insurance revenue and expenses (continued)**

|   | <b>Engineering</b> | <b>Property</b>     | <b>Marine</b>       | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b>    | <b>Group life</b>  | <b>Total</b>        |
|---|--------------------|---------------------|---------------------|-----------------------|--------------------------|--------------------|--------------------|---------------------|
| <b>For the three-month period ended 30 June 2023 (Restated - Note 24) (Unaudited)</b> |                    |                     |                     |                       |                          |                    |                    |                     |
| <b>Insurance revenue from contracts measured under PAA</b>                            | 10,621,145         | 31,302,258          | 8,785,390           | 13,160,543            | 3,305,973                | 16,172,218         | 3,156,361          | 86,503,888          |
| Incurring claims and other incurred insurance service expenses                        | (6,393,695)        | (5,255,323)         | (25,683,645)        | (12,732,446)          | (2,279,903)              | (3,433,848)        | (5,186,192)        | (60,965,052)        |
| Changes that relate to past service - adjustments to the LIC                          | 3,586,526          | 9,506,432           | 1,347,465           | 914,551               | (1,178,384)              | 2,385,936          | 1,063,205          | 17,625,731          |
| Reversal of losses on onerous contracts   | -                  | -                   | -                   | 721,583               | 22,240                   | -                  | -                  | 743,823             |
| Insurance acquisition cash flows amortisation   | (1,192,372)        | (3,179,372)         | (773,330)           | (2,865,021)           | (1,043,100)              | (1,689,666)        | (495,625)          | (11,238,486)        |
| <b>Total insurance service expenses</b>   | <b>(3,999,541)</b> | <b>1,071,737</b>    | <b>(25,109,510)</b> | <b>(13,961,333)</b>   | <b>(4,479,147)</b>       | <b>(2,737,578)</b> | <b>(4,618,612)</b> | <b>(53,833,984)</b> |
| <b>Reinsurance income / (expenses) - contracts measured under the PAA</b>             |                    |                     |                     |                       |                          |                    |                    |                     |
| Reinsurance premium ceded   | (7,705,027)        | (26,630,275)        | (5,675,516)         | (159,393)             | (37,500)                 | (8,212,254)        | (1,896,349)        | (50,316,314)        |
| Claims recovered  | 4,497,011          | 3,453,462           | 23,646,649          | (21,721)              | (2,381)                  | 1,569,962          | 3,682,776          | 36,825,758          |
| Effect of changes in the risk of reinsurers non-performance                           | -                  | -                   | -                   | -                     | -                        | -                  | -                  | -                   |
| Reversal of losses on onerous contracts   | -                  | -                   | -                   | -                     | -                        | -                  | -                  | -                   |
| Onerous contracts recognized  | -                  | -                   | -                   | -                     | -                        | -                  | -                  | -                   |
| Changes that relate to past service - adjustments to incurred claims                  | (3,307,809)        | (6,808,024)         | (1,152,940)         | (17,307)              | -                        | (1,501,646)        | (768,631)          | (13,556,357)        |
| Reinsurance acquisition cash flows amortisation                                       | -                  | -                   | -                   | -                     | -                        | -                  | -                  | -                   |
| <b>Total net expenses from reinsurance contracts</b>                                  | <b>(6,515,825)</b> | <b>(29,984,837)</b> | <b>16,818,193</b>   | <b>(198,421)</b>      | <b>(39,881)</b>          | <b>(8,143,938)</b> | <b>1,017,796</b>   | <b>(27,046,913)</b> |
| <b>Insurance service result from Company's directly written business</b>              | <b>105,779</b>     | <b>2,389,158</b>    | <b>494,073</b>      | <b>(999,211)</b>      | <b>(1,213,055)</b>       | <b>5,290,702</b>   | <b>(444,455)</b>   | <b>5,622,991</b>    |
| Share of surplus from insurance pool  | -                  | -                   | -                   | -                     | -                        | -                  | -                  | 1,243,370           |
| <b>Total insurance service result</b>   | <b>105,779</b>     | <b>2,389,158</b>    | <b>494,073</b>      | <b>(999,211)</b>      | <b>(1,213,055)</b>       | <b>5,290,702</b>   | <b>(444,455)</b>   | <b>6,866,361</b>    |



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**10. Insurance revenue and expenses (continued)**

|   | Engineering         | Property            | Marine              | Motor<br>Standard   | Motor<br>Third<br>Party | Casualty            | Group life         | Total                |
|---|---------------------|---------------------|---------------------|---------------------|-------------------------|---------------------|--------------------|----------------------|
| <b>For the six-month period ended 30 June 2024 (Unaudited)</b>            |                     |                     |                     |                     |                         |                     |                    |                      |
| <b>Insurance revenue from contracts measured under PAA</b>                | <b>30,531,915</b>   | <b>64,122,688</b>   | <b>11,543,373</b>   | <b>32,622,110</b>   | <b>8,191,044</b>        | <b>33,894,142</b>   | <b>6,120,785</b>   | <b>187,026,057</b>   |
| Incurred claims and other incurred insurance service expenses             | (6,170,837)         | (25,763,080)        | (5,622,476)         | (29,115,751)        | (6,733,221)             | (8,487,417)         | (4,090,563)        | (85,983,345)         |
| Changes that relate to past service - adjustments to the LIC              | 8,159,074           | 24,829,249          | (4,973,071)         | 5,100,223           | 445,640                 | 1,397,082           | 1,776,432          | 36,734,629           |
| Reversal of losses on onerous contracts                                   | -                   | -                   | -                   | 52,970              | (264,989)               | -                   | -                  | (212,019)            |
| Insurance acquisition cash flows amortisation                             | (2,056,221)         | (5,554,722)         | (1,284,804)         | (6,545,839)         | (2,435,896)             | (4,549,391)         | (1,017,575)        | (23,444,448)         |
| <b>Total insurance service expenses</b>                                   | <b>(67,984)</b>     | <b>(6,488,553)</b>  | <b>(11,880,351)</b> | <b>(30,508,397)</b> | <b>(8,988,466)</b>      | <b>(11,639,726)</b> | <b>(3,331,706)</b> | <b>(72,905,183)</b>  |
| <b>Reinsurance income / (expenses) - contracts measured under the PAA</b> |                     |                     |                     |                     |                         |                     |                    |                      |
| Reinsurance premium ceded   | (26,487,232)        | (52,979,920)        | (6,517,796)         | (377,264)           | (117,679)               | (20,394,445)        | (2,991,162)        | (109,865,498)        |
| Claims recovered  | 3,642,293           | 17,942,914          | 2,873,098           | (8,407)             | (2,664)                 | 3,237,552           | 2,294,147          | 29,978,933           |
| Effect of changes in the risk of reinsurers non-performance               | -                   | -                   | -                   | -                   | -                       | -                   | -                  | -                    |
| Reversal of losses on onerous contracts                                   | -                   | -                   | -                   | -                   | -                       | -                   | -                  | -                    |
| Onerous contracts recognized  | -                   | -                   | -                   | -                   | -                       | -                   | -                  | -                    |
| Changes that relate to past service – adjustments to incurred claims      | (7,457,490)         | (20,775,971)        | 5,595,628           | (91)                | -                       | (388,302)           | (1,068,569)        | (24,094,795)         |
| Reinsurance acquisition cash flows amortisation                           | -                   | -                   | -                   | -                   | -                       | -                   | -                  | -                    |
| <b>Total net expenses from reinsurance contracts</b>                      | <b>(30,302,429)</b> | <b>(55,812,977)</b> | <b>1,950,930</b>    | <b>(385,762)</b>    | <b>(120,343)</b>        | <b>(17,545,195)</b> | <b>(1,765,584)</b> | <b>(103,981,360)</b> |
| <b>Insurance service result from Company's directly written business</b>  | <b>161,502</b>      | <b>1,821,158</b>    | <b>1,613,952</b>    | <b>1,727,951</b>    | <b>(917,765)</b>        | <b>4,709,221</b>    | <b>1,023,495</b>   | <b>10,139,514</b>    |
| Share of surplus from insurance pool                                      | -                   | -                   | -                   | -                   | -                       | -                   | -                  | 809,346              |
| <b>Total insurance service result</b>                                     | <b>161,502</b>      | <b>1,821,158</b>    | <b>1,613,952</b>    | <b>1,727,951</b>    | <b>(917,765)</b>        | <b>4,709,221</b>    | <b>1,023,495</b>   | <b>10,948,860</b>    |

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**10. Insurance revenue and expenses (continued)**

|   | <b>Engineering</b>  | <b>Property</b>     | <b>Marine</b>       | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b>     | <b>Group life</b>  | <b>Total</b>         |
|---|---------------------|---------------------|---------------------|-----------------------|--------------------------|---------------------|--------------------|----------------------|
| <b>For the six-month period ended 30 June 2023</b><br><b>(Restated - Note 24) (Unaudited)</b> |                     |                     |                     |                       |                          |                     |                    |                      |
| <b>Insurance revenue from contracts measured under PAA</b>                                    | 20,294,323          | 62,057,711          | 11,774,554          | 25,598,747            | 7,329,200                | 29,299,800          | 5,925,002          | 162,279,337          |
| Incurring claims and other incurred insurance service expenses                                | (13,378,387)        | (14,032,116)        | (72,133,054)        | (24,304,536)          | (4,201,094)              | (6,789,599)         | (7,414,075)        | (142,252,861)        |
| Changes that relate to past service – adjustments to the LIC                                  | 7,111,633           | (5,038,984)         | 1,427,655           | 1,720,128             | (1,589,163)              | 9,101,360           | 3,342,158          | 16,074,787           |
| Reversal of losses on onerous contracts   | -                   | -                   | -                   | 316,517               | (54,968)                 | -                   | -                  | 261,549              |
| Insurance acquisition cash flows amortisation   | (2,253,771)         | (6,068,946)         | (1,124,407)         | (5,454,182)           | (2,193,870)              | (3,342,027)         | (942,136)          | (21,379,339)         |
| <b>Total insurance service expenses</b>   | <b>(8,520,525)</b>  | <b>(25,140,046)</b> | <b>(71,829,806)</b> | <b>(27,722,073)</b>   | <b>(8,039,095)</b>       | <b>(1,030,266)</b>  | <b>(5,014,053)</b> | <b>(147,295,864)</b> |
| <b>Reinsurance income / (expenses) – contracts measured under the PAA</b>                     |                     |                     |                     |                       |                          |                     |                    |                      |
| Reinsurance premium ceded   | (14,807,026)        | (52,943,130)        | (7,527,055)         | (314,080)             | (79,704)                 | (15,928,658)        | (3,460,027)        | (95,059,680)         |
| Claims recovered  | 9,629,555           | 9,731,581           | 67,682,826          | (56,252)              | (5,273)                  | 2,980,793           | 4,843,991          | 94,807,221           |
| Effect of changes in the risk of reinsurers non-performance                                   | -                   | -                   | -                   | -                     | -                        | -                   | -                  | -                    |
| Reversal of losses on onerous contracts   | -                   | -                   | -                   | -                     | -                        | -                   | -                  | -                    |
| Onerous contracts recognized  | -                   | -                   | -                   | -                     | -                        | -                   | -                  | -                    |
| Changes that relate to past service – adjustments to incurred claims                          | (5,610,270)         | 7,389,717           | (1,053,225)         | 149,018               | -                        | (7,044,700)         | (2,476,887)        | (8,646,347)          |
| Reinsurance acquisition cash flows amortisation   | -                   | -                   | -                   | -                     | -                        | -                   | -                  | -                    |
| <b>Total net expenses from reinsurance contracts</b>  | <b>(10,787,741)</b> | <b>(35,821,832)</b> | <b>59,102,546</b>   | <b>(221,314)</b>      | <b>(84,977)</b>          | <b>(19,992,565)</b> | <b>(1,092,923)</b> | <b>(8,898,806)</b>   |
| <b>Insurance service result from Company's directly written business</b>                      | <b>986,057</b>      | <b>1,095,833</b>    | <b>(952,706)</b>    | <b>(2,344,640)</b>    | <b>(794,872)</b>         | <b>8,276,969</b>    | <b>(181,974)</b>   | <b>6,084,667</b>     |
| Share of surplus from insurance pool  | -                   | -                   | -                   | -                     | -                        | -                   | -                  | 5,438,666            |
| <b>Total insurance service result</b>   | <b>986,057</b>      | <b>1,095,833</b>    | <b>(952,706)</b>    | <b>(2,344,640)</b>    | <b>(794,872)</b>         | <b>8,276,969</b>    | <b>(181,974)</b>   | <b>11,523,333</b>    |

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**11. Insurance finance expense - net**

An analysis of the net insurance finance income (expenses) by product line for the three-month and six-month periods ended 30 June 2024 and 30 June 2023 respectively is presented below:

|  | <b>Engineering</b> | <b>Property</b>  | <b>Marine</b>   | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b> | <b>Group life</b> | <b>Total</b>       |
|--|--------------------|------------------|-----------------|-----------------------|--------------------------|-----------------|-------------------|--------------------|
| <b>For the three-month period ended 30 June 2024 (Unaudited)</b>     |                    |                  |                 |                       |                          |                 |                   |                    |
| <b>Finance expenses from insurance contracts issued</b>              |                    |                  |                 |                       |                          |                 |                   |                    |
| Interest accreted  | (156,274)          | (642,597)        | (67,654)        | (113,018)             | (23,570)                 | (106,160)       | (17,058)          | (1,126,331)        |
| Effects of changes in interest rates and other financial assumptions | 21,279             | 45,777           | 6,398           | 7,814                 | 1,623                    | 21,683          | 846               | 105,420            |
| Foreign exchange differences   | -                  | -                | -               | -                     | -                        | -               | -                 | -                  |
| <b>Finance expenses from insurance contracts issued</b>              | <b>(134,995)</b>   | <b>(596,820)</b> | <b>(61,256)</b> | <b>(105,204)</b>      | <b>(21,947)</b>          | <b>(84,477)</b> | <b>(16,212)</b>   | <b>(1,020,911)</b> |
| <b>Finance expenses from reinsurance contracts held</b>              |                    |                  |                 |                       |                          |                 |                   |                    |
| Interest accreted  | 116,740            | 548,130          | 41,996          | 149                   | -                        | 65,380          | 5,984             | 778,379            |
| Effects of changes in interest rates and other financial assumptions | (7,538)            | (41,690)         | (11,956)        | 2                     | -                        | (15,717)        | 78                | (76,821)           |
| Foreign exchange differences   | -                  | -                | -               | -                     | -                        | -               | -                 | -                  |
| <b>Finance income from reinsurance contracts held</b>                | <b>109,202</b>     | <b>506,440</b>   | <b>30,040</b>   | <b>151</b>            | <b>-</b>                 | <b>49,663</b>   | <b>6,062</b>      | <b>701,558</b>     |
| <b>Net insurance finance expenses</b>                                | <b>(25,793)</b>    | <b>(90,380)</b>  | <b>(31,216)</b> | <b>(105,053)</b>      | <b>(21,947)</b>          | <b>(34,814)</b> | <b>(10,150)</b>   | <b>(319,353)</b>   |



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**11. Insurance finance expense - net (continued)**

|  | <b>Engineering</b> | <b>Property</b>    | <b>Marine</b>   | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b>  | <b>Group life</b> | <b>Total</b>       |
|--|--------------------|--------------------|-----------------|-----------------------|--------------------------|------------------|-------------------|--------------------|
| <b>For the three-month period ended 30 June 2023 (Unaudited)</b>     |                    |                    |                 |                       |                          |                  |                   |                    |
| <b>Finance expenses from insurance contracts issued</b>              |                    |                    |                 |                       |                          |                  |                   |                    |
| Interest accreted  | (140,688)          | (2,196,524)        | (43,884)        | (101,426)             | (9,842)                  | (139,726)        | (56,449)          | (2,688,539)        |
| Effects of changes in interest rates and other financial assumptions | 48,314             | 576,100            | 8,276           | 26,098                | 8,016                    | 21,454           | 5,337             | 693,595            |
| Foreign exchange differences   | -                  | -                  | -               | -                     | -                        | -                | -                 | -                  |
| <b>Finance expenses from insurance contracts issued</b>              | <b>(92,374)</b>    | <b>(1,620,424)</b> | <b>(35,608)</b> | <b>(75,328)</b>       | <b>(1,826)</b>           | <b>(118,272)</b> | <b>(51,112)</b>   | <b>(1,994,944)</b> |
| <b>Finance expenses from reinsurance contracts held</b>              |                    |                    |                 |                       |                          |                  |                   |                    |
| Interest accreted  | 125,169            | 1,960,335          | 25,622          | 5,539                 | 16                       | 65,960           | 44,439            | 2,227,080          |
| Effects of changes in interest rates and other financial assumptions | (37,445)           | (516,562)          | (4,695)         | 244                   | (22)                     | (10,570)         | (4,108)           | (573,158)          |
| Foreign exchange differences   | -                  | -                  | -               | -                     | -                        | -                | -                 | -                  |
| <b>Finance income from reinsurance contracts held</b>                | <b>87,724</b>      | <b>1,443,773</b>   | <b>20,927</b>   | <b>5,783</b>          | <b>(6)</b>               | <b>55,390</b>    | <b>40,331</b>     | <b>1,653,922</b>   |
| <b>Net insurance finance expenses</b>                                | <b>(4,650)</b>     | <b>(176,651)</b>   | <b>(14,681)</b> | <b>(69,545)</b>       | <b>(1,832)</b>           | <b>(62,882)</b>  | <b>(10,781)</b>   | <b>(341,022)</b>   |

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**11. Insurance finance expense - net (continued)**

|  | <b>Engineering</b> | <b>Property</b>    | <b>Marine</b>    | <b>Motor<br/>Standard</b> | <b>Motor Third<br/>Party</b> | <b>Casualty</b>  | <b>Group life</b> | <b>Total</b>       |
|--|--------------------|--------------------|------------------|---------------------------|------------------------------|------------------|-------------------|--------------------|
| <b>For the six-month period ended 30 June 2024 (Unaudited)</b>       |                    |                    |                  |                           |                              |                  |                   |                    |
| <b>Finance expenses from insurance contracts issued</b>              |                    |                    |                  |                           |                              |                  |                   |                    |
| Interest accreted  | (336,815)          | (2,130,070)        | (960,670)        | (334,813)                 | (63,866)                     | (260,798)        | (62,817)          | (4,149,849)        |
| Effects of changes in interest rates and other financial assumptions | 44,022             | 286,798            | 56,730           | 37,902                    | 5,429                        | 55,273           | 2,858             | 489,012            |
| Foreign exchange differences   | -                  | -                  | -                | -                         | -                            | -                | -                 | -                  |
| <b>Finance expenses from insurance contracts issued</b>              | <b>(292,793)</b>   | <b>(1,843,272)</b> | <b>(903,940)</b> | <b>(296,911)</b>          | <b>(58,437)</b>              | <b>(205,525)</b> | <b>(59,959)</b>   | <b>(3,660,837)</b> |
| <b>Finance expenses from reinsurance contracts held</b>              |                    |                    |                  |                           |                              |                  |                   |                    |
| Interest accreted  | 277,678            | 1,884,344          | 877,840          | 408                       | -                            | 145,296          | 30,085            | 3,215,651          |
| Effects of changes in interest rates and other financial assumptions | (19,610)           | (257,012)          | (51,173)         | (8)                       | -                            | (35,144)         | (583)             | (363,530)          |
| Foreign exchange differences   | -                  | -                  | -                | -                         | -                            | -                | -                 | -                  |
| <b>Finance income from reinsurance contracts held</b>                | <b>258,068</b>     | <b>1,627,332</b>   | <b>826,667</b>   | <b>400</b>                | <b>-</b>                     | <b>110,152</b>   | <b>29,502</b>     | <b>2,852,121</b>   |
| <b>Net insurance finance expenses</b>                                | <b>(34,725)</b>    | <b>(215,940)</b>   | <b>(77,273)</b>  | <b>(296,511)</b>          | <b>(58,437)</b>              | <b>(95,373)</b>  | <b>(30,457)</b>   | <b>(808,716)</b>   |

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**11. Insurance finance expense – net** (continued)

|  | <u>Engineering</u> | <u>Property</u>    | <u>Marine</u>   | <u>Motor Standard</u> | <u>Motor Third Party</u> | <u>Casualty</u>  | <u>Group life</u> | <u>Total</u>       |
|--|--------------------|--------------------|-----------------|-----------------------|--------------------------|------------------|-------------------|--------------------|
| <b>For the six-month period ended 30 June 2023 (Unaudited)</b>       |                    |                    |                 |                       |                          |                  |                   |                    |
| <b>Finance expenses from insurance contracts issued</b>              |                    |                    |                 |                       |                          |                  |                   |                    |
| Interest accreted  | (374,858)          | (2,989,229)        | (84,491)        | (322,723)             | (22,173)                 | (385,996)        | (197,524)         | (4,376,994)        |
| Effects of changes in interest rates and other financial assumptions | 20,077             | 193,211            | 2,895           | 10,395                | 3,285                    | 8,028            | 1,201             | 239,092            |
| Foreign exchange differences   | -                  | -                  | -               | -                     | -                        | -                | -                 | -                  |
| <b>Finance expenses from insurance contracts issued</b>              | <b>(354,781)</b>   | <b>(2,796,018)</b> | <b>(81,596)</b> | <b>(312,328)</b>      | <b>(18,888)</b>          | <b>(377,968)</b> | <b>(196,323)</b>  | <b>(4,137,902)</b> |
| <b>Finance income from reinsurance contracts held</b>                |                    |                    |                 |                       |                          |                  |                   |                    |
| Interest accreted  | 345,974            | 2,739,076          | 53,263          | 39,681                | 2,807                    | 287,276          | 164,586           | 3,632,663          |
| Effects of changes in interest rates and other financial assumptions | (15,228)           | (172,687)          | (1,527)         | 261                   | 30                       | (4,132)          | (883)             | (194,166)          |
| Foreign exchange differences   | -                  | -                  | -               | -                     | -                        | -                | -                 | -                  |
| <b>Finance income from reinsurance contracts held</b>                | <b>330,746</b>     | <b>2,566,389</b>   | <b>51,736</b>   | <b>39,942</b>         | <b>2,837</b>             | <b>283,144</b>   | <b>163,703</b>    | <b>3,438,497</b>   |
| <b>Net insurance finance expenses</b>                                | <b>(24,035)</b>    | <b>(229,629)</b>   | <b>(29,860)</b> | <b>(272,386)</b>      | <b>(16,051)</b>          | <b>(94,824)</b>  | <b>(32,620)</b>   | <b>(699,405)</b>   |



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**12. Share of surplus from insurance pool**

This represents the Company's share in the surplus for general accident product arising from the Hajj and Umrah scheme. The Company with twenty-seven other insurance companies operating in the Kingdom of Saudi Arabia, entered into an agreement with CCI effective from 1 January 2020. The compulsory Umrah product is offered by the ministry and approved by SAMA for insurance of pilgrims coming from outside of the Kingdom of Saudi Arabia except for citizens of the Gulf Cooperation Council countries. This covers general accidents of the pilgrims entering the Kingdom of Saudi Arabia to perform Umrah. The agreement terms are for 4 years starting from 1 January 2020 and it is renewable for another four years subject to the terms and conditions of the agreement. There is no renewal to the agreement as at 30 June 2024 as the aforementioned arrangement has been discontinued. The Company's share of income in the Hajj and Umrah scheme is derived from insurance revenues and net expenses which amounted to Saudi Riyals 1.3 million and Saudi Riyals 0.5 million for the three-month and six-month periods ended 30 June 2024 (Saudi Riyals 1.4 million and Saudi Riyals 0.2 million, respectively, for the three-month period ended 30 June 2023 and Saudi Riyals 8.0 million and Saudi Riyals 2.6 million, respectively, for the six-month period ended 30 June 2023). Also see Note 24.

**13. Commitments and contingencies**

The Company's commitments and contingencies are as follows:

**Legal proceedings**

The Company operates in the insurance industry and is subject to legal proceedings in the normal course of business relating to policyholders' insurance claims. 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 impact on the Company's result or financial position.

**Commitments**

The Company had no capital commitments as at 30 June 2024 and 31 December 2023.

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**14. Fair value of financial instruments**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction takes place either:

- in the accessible principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous accessible market for the asset or liability.

The fair values of on-balance sheet financial instruments that are not carried at fair value are not significantly different from their carrying amounts included in the interim condensed financial information.

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

- a) Level 1 - quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- b) Level 2 - valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- c) Level 3 - valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table shows the carrying amount and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial asset and liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value, as these are either short-term in nature or carry interest rates which are based on prevalent market interest rates.

(a) *Carrying amounts and fair value*

|  | <b>30 June 2024 (Unaudited)</b>   |                   |                   | <b>Total</b>       |
|--|-----------------------------------|-------------------|-------------------|--------------------|
|  | <b>Level 1</b>                    | <b>Level 2</b>    | <b>Level 3</b>    |                    |
| <b>Financial assets measured at fair value</b> |                                   |                   |                   |                    |
| Investments at FVTPL                           | <b>67,593,204</b>                 | -                 | -                 | <b>67,593,204</b>  |
| Investments at FVOCI                           | <b>81,441,261</b>                 | <b>10,000,000</b> | <b>43,484,252</b> | <b>134,925,513</b> |
| <b>Total investments</b>                       | <b>149,034,465</b>                | <b>10,000,000</b> | <b>43,484,252</b> | <b>202,518,717</b> |
|  |                                   |                   |                   |                    |
|  | <b>31 December 2023 (Audited)</b> |                   |                   | <b>Total</b>       |
|  | <b>Level 1</b>                    | <b>Level 2</b>    | <b>Level 3</b>    |                    |
| <b>Financial assets measured at fair value</b> |                                   |                   |                   |                    |
| Investments at FVTPL                           | 86,929,017                        | -                 | -                 | 86,929,017         |
| Investments at FVOCI                           | 73,826,935                        | 10,000,000        | 43,484,252        | 127,311,187        |
| <b>Total investments</b>                       | <b>160,755,952</b>                | <b>10,000,000</b> | <b>43,484,252</b> | <b>214,240,204</b> |

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**14. Fair value of financial instruments** (continued)

The fair value of investment in quoted instruments including mutual funds and quoted sukuks at level 1 is based on quoted prices available in the market. Additionally, there were no changes in the valuation techniques. The fair value of investments in sukuk at level 2 is based on the value of similar quoted sukuk communicated by the fund manager.

Specific valuation techniques used by management’s independent experts to value financial instruments in Level 3 i.e. najm investments, are as follows:

- Discounted cashflows (“DCF”) method: The DCF valuation to discount the future operating cash flows of the Company to their present value using a weighted average cost of capital as the discount rate (“WACC”). The value derived from such an analysis results into a value for the enterprise (the “Enterprise Value”). This value includes the equity value of the Company in addition to its net debt position. In order to arrive to an equity value of a Company (the “Equity Value”), all outstanding financial debt and debt-like items, adjusted for excess cash and other liquid financial assets such as Murabahas and other investments, are subtracted from the Enterprise Value; and
- Market multiples method: The acquisition multiples of comparable private precedent transactions were assessed to indicate the value of the Company based on similar private transactions that have occurred during the previous period and covering full economic cycle. The Company has relied on local multiples valuation consisting of companies operating with a similar business model.

A weight of 60% and 40% are then applied to the fair values determined under both methods, to arrive at the equity valuation of najm and the Company then accounts for its share in equity of Najm i.e. 3.45%.

Cash and cash equivalents, deposits, statutory deposit, accrued income on statutory deposits and the financial liabilities except employee benefit obligations are measured at amortized cost.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Furthermore, there were no transfers into and out of level 3 measurements.

*(b) Reconciliation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy*

|   | <b>30 June<br/>2024<br/>(Unaudited)</b> | <b>31 December<br/>2023<br/>(Audited)</b> |
|---|---|---|
| Balance at the beginning of the period/year | <b>43,484,252</b>                       | 39,703,127                                |
| Unrealised gain on fair value of FVOCI      | -                                       | 3,781,125                                 |
| Balance at the end of the period/year       | <b>43,484,252</b>                       | 43,484,252                                |

Such unrealised gain on fair value of FVOCI is routed through other comprehensive income.

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**14. Fair value of financial instruments** (continued)

(c) *The below table shows significant unobservable inputs used in the valuation of level 3 investments and their respective sensitivities.*

|                                    | Fair value   |                  | Unobservable inputs        |                            | Range of inputs |                  | Relationship of unobservable input to fair value   |
|------------------------------------|--------------|------------------|----------------------------|----------------------------|-----------------|------------------|--|
|                                    | 30 June 2024 | 31 December 2023 | 30 June 2024               | 31 December 2023           | 30 June 2024    | 31 December 2023 |  |
|                                    |              |                  | Earnings growth factor     | Earnings growth factor     | 6.9%            | 6.9%             | Reducing the Earnings growth factor to 5%, would decrease the fair value by Saudi Riyals 0.8 million. (2023: Reducing the Earnings growth factor to 5%, would decrease the fair value by Saudi Riyals 0.8 million) |
| Unquoted equity investment in Najm | 43,484,252   | 43,484,252       | WACC                       | WACC                       | 16.5%           | 16.5%            | Increasing the WACC by 100 basis points, would decrease the fair value by Saudi Riyals 1.2 million. (2023: Saudi Riyals 1.2 million)   |
|                                    |              |                  | Terminal value growth rate | Terminal value growth rate | 1.5%            | 1.5%             | Reducing the terminal value growth rate to 0.5%, would decrease the fair value by Saudi Riyals 0.7 million. (2023: Saudi Riyals 0.7 million)   |

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

(d) *Valuation process*

The finance department of the Company performs the valuations of level 3 fair values, with the help of independent experts in some cases, required for financial reporting purposes. This team reports directly to the Chief Financial Officer (CFO), Investment Committee and the Audit Committee. Discussions of valuation processes and results are held between the CFO, Audit Committee, Investment Committee and the Finance team regularly. The main level 3 inputs used by the Company are derived and evaluated as follows:

- Discount rates are determined using a capital asset pricing model to calculate a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.
- Terminal value growth rate is derived from publicly available databases.
- Earnings growth factors for unlisted equity securities are estimated based on such Company's own historical result



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**15. Operating segments**

A segment is a distinguishable component of the Company that is engaged in providing products or services (a business segment), which is subject to risk and rewards that are different from those of other segments. Segment performance is evaluated based on profit or loss which, in certain respects, is measured differently from profit or loss in the financial statements.

The Board of Directors of the Company monitors the results of the Company's operations and have been identified as the Chief Operating Decision Maker (CODM). The net results of the Company are reported to the Board of Directors for the Company as a whole. Furthermore, the Company operates in one geographical area i.e. Kingdom of Saudi Arabia.

Accordingly, segmental analysis of the interim condensed statements of income and other comprehensive income and interim condensed statement of financial position is not carried out as the CODM considers the Company to be a single operating segment based on the nature of its operations and products. However, the Company has disclosed its insurance related balances/results by product lines, which are determined based on the disaggregation principles of IFRS 17. These include insurance contract liabilities/assets, reinsurance contract assets/liabilities, insurance service results and insurance finance income/expenses. Refer Note 16 for such analysis.

**16. Information related to product lines**

Results of product lines do not include other operating expenses - net, other income, investment income on financial assets measured at FVTPL, Interest income on financial assets not measured at FVTPL, dividend income and share of surplus from insurance pool. Accordingly, these are included in unallocated.

Product lines' assets do not include cash and cash equivalents, prepaid expenses and other assets, term deposits, property and equipment, Financial assets at fair value through profit or loss ("FVTPL"), Financial assets at fair value through other comprehensive income ("FVOCI"), intangible assets, goodwill, statutory deposit, accrued income on statutory deposit. Accordingly, they are included in unallocated assets.

Product lines' liabilities do not include accrued and other liabilities, employee benefit obligations, zakat and income tax, and accrued income payable to Insurance Authority. Accordingly, they are included in unallocated liabilities.

The Company's information is presented into business units based on their products and services in the following product lines:

- Engineering;
- Property;
- Marine;
- Motor standard;
- Motor third party;
- Casualty; and
- Group life.

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**16. Information related to product lines (continued)**

| <b>30 June 2024 (Unaudited)</b>     | <b>Engineering</b> | <b>Property</b>    | <b>Marine</b>     | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b>   | <b>Group life</b> | <b>Total</b>       | <b>Unallocated</b> | <b>Total</b>       |
|-------------------------------------|--------------------|--------------------|-------------------|-----------------------|--------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|
| <b>Assets</b>                       |                    |                    |                   |                       |                          |                   |                   |                    |                    |                    |
| Reinsurance contract assets         | 4,507,494          | 73,841,633         | 59,362,815        | -                     | -                        | -                 | 4,241,733         | 141,953,675        | -                  | 141,953,675        |
| Unallocated assets                  | -                  | -                  | -                 | -                     | -                        | -                 | -                 | -                  | 558,941,423        | 558,941,423        |
| <b>Total assets</b>                 | <b>4,507,494</b>   | <b>73,841,633</b>  | <b>59,362,815</b> | <b>-</b>              | <b>-</b>                 | <b>-</b>          | <b>4,241,733</b>  | <b>141,953,675</b> | <b>558,941,423</b> | <b>700,895,098</b> |
| <b>Liabilities and equity</b>       |                    |                    |                   |                       |                          |                   |                   |                    |                    |                    |
| Insurance contract liabilities      | 3,070,809          | 88,312,367         | 64,429,200        | 29,900,000            | 7,128,809                | 14,774,681        | 7,953,500         | 215,569,366        | -                  | 215,569,366        |
| Reinsurance contract liabilities    | -                  | -                  | -                 | 41,051                | 52,134                   | 3,086,335         | -                 | 3,179,520          | -                  | 3,179,520          |
| Unallocated liabilities and equity  | -                  | -                  | -                 | -                     | -                        | -                 | -                 | -                  | 482,146,212        | 482,146,212        |
| <b>Total liabilities and equity</b> | <b>3,070,809</b>   | <b>88,312,367</b>  | <b>64,429,200</b> | <b>29,941,051</b>     | <b>7,180,943</b>         | <b>17,861,016</b> | <b>7,953,500</b>  | <b>218,748,886</b> | <b>482,146,212</b> | <b>700,895,098</b> |
| <b>31 December 2023 (Audited)</b>   |                    |                    |                   |                       |                          |                   |                   |                    |                    |                    |
| <b>Assets</b>                       |                    |                    |                   |                       |                          |                   |                   |                    |                    |                    |
| Reinsurance contract assets         | 20,229,732         | 109,011,931        | 64,906,904        | (58,214)              | (16,845)                 | 1,092,563         | 7,109,979         | 202,276,050        | -                  | 202,276,050        |
| Unallocated assets                  | -                  | -                  | -                 | -                     | -                        | -                 | -                 | -                  | 556,126,628        | 556,126,628        |
| <b>Total assets</b>                 | <b>20,229,732</b>  | <b>109,011,931</b> | <b>64,906,904</b> | <b>(58,214)</b>       | <b>(16,845)</b>          | <b>1,092,563</b>  | <b>7,109,979</b>  | <b>202,276,050</b> | <b>556,126,628</b> | <b>758,402,678</b> |
| <b>Liabilities and equity</b>       |                    |                    |                   |                       |                          |                   |                   |                    |                    |                    |
| Insurance contract liabilities      | 23,220,838         | 121,821,792        | 74,902,244        | 28,474,516            | 4,911,754                | 18,095,231        | 11,668,771        | 283,095,146        | -                  | 283,095,146        |
| Unallocated liabilities and equity  | -                  | -                  | -                 | -                     | -                        | -                 | -                 | -                  | 475,307,532        | 475,307,532        |
| <b>Total liabilities and equity</b> | <b>23,220,838</b>  | <b>121,821,792</b> | <b>74,902,244</b> | <b>28,474,516</b>     | <b>4,911,754</b>         | <b>18,095,231</b> | <b>11,668,771</b> | <b>283,095,146</b> | <b>475,307,532</b> | <b>758,402,678</b> |

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**16. Information related to product lines (continued)**

**For the three-month period  
ended 30 June 2024  
(Unaudited)**

|  | <b>Engineering</b> | <b>Property</b>  | <b>Marine</b>    | <b>Motor<br/>Standard</b> | <b>Motor Third<br/>Party</b> | <b>Casualty</b>  | <b>Group life</b> | <b>Total</b>     | <b>Unallocated</b> | <b>Total</b>     |
|--|--------------------|------------------|------------------|---------------------------|------------------------------|------------------|-------------------|------------------|--------------------|------------------|
| Insurance revenue  | 18,521,211         | 33,007,699       | 7,719,606        | 15,682,322                | 3,768,019                    | 15,311,132       | 2,759,006         | 96,768,995       | -                  | 96,768,995       |
| Insurance service expenses   | (2,407,143)        | (3,416,074)      | (9,568,562)      | (14,388,494)              | (5,433,193)                  | (6,624,557)      | (1,722,531)       | (43,560,554)     | -                  | (43,560,554)     |
| Net expenses from reinsurance contracts  | (16,403,719)       | (28,273,486)     | 3,648,076        | (197,096)                 | (58,976)                     | (7,058,886)      | (552,482)         | (48,896,569)     | -                  | (48,896,569)     |
| <b>Insurance service result from<br/>Company's directly written<br/>business</b> | <b>(289,651)</b>   | <b>1,318,139</b> | <b>1,799,120</b> | <b>1,096,732</b>          | <b>(1,724,150)</b>           | <b>1,627,689</b> | <b>483,993</b>    | <b>4,311,872</b> | <b>-</b>           | <b>4,311,872</b> |
| Share of surplus from insurance pool   | -                  | -                | -                | -                         | -                            | -                | -                 | -                | 809,346            | 809,346          |
| <b>Total insurance service result</b>  | <b>(289,651)</b>   | <b>1,318,139</b> | <b>1,799,120</b> | <b>1,096,732</b>          | <b>(1,724,150)</b>           | <b>1,627,689</b> | <b>483,993</b>    | <b>4,311,872</b> | <b>809,346</b>     | <b>5,121,218</b> |
| Interest income from financial assets not measured at FVTPL                      | -                  | -                | -                | -                         | -                            | -                | -                 | -                | 5,110,276          | 5,110,276        |
| Net gains on financial assets measured at FVTPL                                  | -                  | -                | -                | -                         | -                            | -                | -                 | -                | (1,006,588)        | (1,006,588)      |
| Dividend income  | -                  | -                | -                | -                         | -                            | -                | -                 | -                | 203,100            | 203,100          |
| <b>Net investment income</b>   | <b>-</b>           | <b>-</b>         | <b>-</b>         | <b>-</b>                  | <b>-</b>                     | <b>-</b>         | <b>-</b>          | <b>-</b>         | <b>4,306,788</b>   | <b>4,306,788</b> |
| Finance expenses from insurance contracts issued                                 | (134,995)          | (596,820)        | (61,256)         | (105,204)                 | (21,947)                     | (84,477)         | (16,212)          | (1,020,911)      | -                  | (1,020,911)      |
| Finance income from reinsurance contracts held                                   | 109,202            | 506,440          | 30,040           | 151                       | -                            | 49,663           | 6,062             | 701,558          | -                  | 701,558          |
| <b>Net insurance finance expenses</b>  | <b>(25,793)</b>    | <b>(90,380)</b>  | <b>(31,216)</b>  | <b>(105,053)</b>          | <b>(21,947)</b>              | <b>(34,814)</b>  | <b>(10,150)</b>   | <b>(319,353)</b> | <b>-</b>           | <b>(319,353)</b> |
| <b>Net insurance and investment result</b>                                       | <b>-</b>           | <b>-</b>         | <b>-</b>         | <b>-</b>                  | <b>-</b>                     | <b>-</b>         | <b>-</b>          | <b>3,992,519</b> | <b>5,116,134</b>   | <b>9,108,653</b> |
| Other operating expenses   | -                  | -                | -                | -                         | -                            | -                | -                 | -                | (3,593,685)        | (3,593,685)      |
| Other income   | -                  | -                | -                | -                         | -                            | -                | -                 | -                | 1,860              | 1,860            |
| <b>Total profit for the period<br/>before zakat and income tax</b>               | <b>-</b>           | <b>-</b>         | <b>-</b>         | <b>-</b>                  | <b>-</b>                     | <b>-</b>         | <b>-</b>          | <b>3,992,519</b> | <b>1,524,309</b>   | <b>5,516,828</b> |
| Zakat expense  | -                  | -                | -                | -                         | -                            | -                | -                 | -                | (1,907,857)        | (1,907,857)      |
| Income tax   | -                  | -                | -                | -                         | -                            | -                | -                 | -                | 36,185             | 36,185           |
| <b>NET PROFIT FOR THE<br/>PERIOD ATTRIBUTABLE TO<br/>THE SHAREHOLDERS</b>        | <b>-</b>           | <b>-</b>         | <b>-</b>         | <b>-</b>                  | <b>-</b>                     | <b>-</b>         | <b>-</b>          | <b>3,992,519</b> | <b>(347,363)</b>   | <b>3,645,156</b> |

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**16. Information related to product lines (continued)**

**For the three-month period ended 30 June 2023 (Restated - Note 24) (Unaudited)**

|  | <b>Engineering</b> | <b>Property</b> | <b>Marine</b> | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b> | <b>Group life</b> | <b>Total Unallocated</b> | <b>Total</b> |              |
|--|--------------------|-----------------|---------------|-----------------------|--------------------------|-----------------|-------------------|--------------------------|--------------|--------------|
| Insurance revenue  | 10,621,145         | 31,302,258      | 8,785,390     | 13,160,543            | 3,305,973                | 16,172,218      | 3,156,361         | 86,503,888               | -            | 86,503,888   |
| Insurance service expenses   | (3,999,541)        | 1,071,737       | (25,109,510)  | (13,961,333)          | (4,479,147)              | (2,737,578)     | (4,618,612)       | (53,833,984)             | -            | (53,833,984) |
| Net expenses from reinsurance contracts                                  | (6,515,825)        | (29,984,837)    | 16,818,193    | (198,421)             | (39,881)                 | (8,143,938)     | 1,017,796         | (27,046,913)             | -            | (27,046,913) |
| <b>Insurance service result from Company's directly written business</b> | 105,779            | 2,389,158       | 494,073       | (999,211)             | (1,213,055)              | 5,290,702       | (444,455)         | 5,622,991                | -            | 5,622,991    |
| Share of surplus from insurance pool                                     | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | 1,243,370    | 1,243,370    |
| <b>Total insurance service result</b>                                    | 105,779            | 2,389,158       | 494,073       | (999,211)             | (1,213,055)              | 5,290,702       | (444,455)         | 5,622,991                | 1,243,370    | 6,866,361    |
| Interest income from financial assets not measured at FVTPL              | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | 3,855,999    | 3,855,999    |
| Net gains on financial assets measured at FVTPL                          | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | 9,157        | 9,157        |
| Dividend income  | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | 193,513      | 193,513      |
| <b>Net investment income</b>   | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | 4,058,669    | 4,058,669    |
| Finance expenses from insurance contracts issued                         | (92,374)           | (1,620,424)     | (35,608)      | (75,328)              | (1,826)                  | (118,272)       | (51,112)          | (1,994,944)              | -            | (1,994,944)  |
| Finance income from reinsurance contracts held                           | 87,724             | 1,443,773       | 20,927        | 5,783                 | (6)                      | 55,390          | 40,331            | 1,653,922                | -            | 1,653,922    |
| <b>Net insurance finance expense</b>                                     | (4,650)            | (176,651)       | (14,681)      | (69,545)              | (1,832)                  | (62,882)        | (10,781)          | (341,022)                | -            | (341,022)    |
| <b>Net insurance and investment result</b>                               | -                  | -               | -             | -                     | -                        | -               | -                 | 5,281,969                | 5,302,039    | 10,584,008   |
| Other operating expenses   | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | (3,475,736)  | (3,475,736)  |
| Other income   | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | 118,069      | 118,069      |
| <b>Total profit for the period before zakat and income tax</b>           | -                  | -               | -             | -                     | -                        | -               | -                 | 5,281,969                | 1,944,372    | 7,226,341    |
| Zakat expense  | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | (1,660,251)  | (1,660,251)  |
| Income tax   | -                  | -               | -             | -                     | -                        | -               | -                 | -                        | (594,084)    | (594,084)    |
| <b>NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS</b>        | -                  | -               | -             | -                     | -                        | -               | -                 | 5,281,969                | (309,963)    | 4,972,006    |

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**16. Information related to product lines (continued)**

| For the six-month period ended 30<br>June 2024 (Unaudited)                | Engineering     | Property         | Marine           | Motor<br>Standard | Motor Third<br>Party | Casualty         | Group life       | Total             | Unallocated    | Total             |
|---|-----------------|------------------|------------------|-------------------|----------------------|------------------|------------------|-------------------|----------------|-------------------|
| Insurance revenue   | 30,531,915      | 64,122,688       | 11,543,373       | 32,622,110        | 8,191,044            | 33,894,142       | 6,120,785        | 187,026,057       | -              | 187,026,057       |
| Insurance service expenses  | (67,984)        | (6,488,553)      | (11,880,351)     | (30,508,397)      | (8,988,466)          | (11,639,726)     | (3,331,706)      | (72,905,183)      | -              | (72,905,183)      |
| Net expenses from reinsurance contracts                                   | (30,302,429)    | (55,812,977)     | 1,950,930        | (385,762)         | (120,343)            | (17,545,195)     | (1,765,584)      | (103,981,360)     | -              | (103,981,360)     |
| <b>Insurance service result from</b>                                      |                 |                  |                  |                   |                      |                  |                  |                   |                |                   |
| <b>Company's directly written business</b>                                | 161,502         | 1,821,158        | 1,613,952        | 1,727,951         | (917,765)            | 4,709,221        | 1,023,495        | 10,139,514        | -              | 10,139,514        |
| Share of surplus from insurance pool                                      | -               | -                | -                | -                 | -                    | -                | -                | -                 | 809,346        | 809,346           |
| <b>Total insurance service result</b>                                     | <b>161,502</b>  | <b>1,821,158</b> | <b>1,613,952</b> | <b>1,727,951</b>  | <b>(917,765)</b>     | <b>4,709,221</b> | <b>1,023,495</b> | <b>10,139,514</b> | <b>809,346</b> | <b>10,948,860</b> |
| Interest income from financial assets not<br>measured at FVTPL            | -               | -                | -                | -                 | -                    | -                | -                | -                 | 8,919,096      | 8,919,096         |
| Net gains on financial assets measured at<br>FVTPL                        | -               | -                | -                | -                 | -                    | -                | -                | -                 | (536,266)      | (536,266)         |
| Dividend income   | -               | -                | -                | -                 | -                    | -                | -                | -                 | 406,201        | 406,201           |
| <b>Net investment income</b>  | -               | -                | -                | -                 | -                    | -                | -                | -                 | 8,789,031      | 8,789,031         |
| Finance expenses from insurance contracts<br>issued                       | (292,793)       | (1,843,272)      | (903,940)        | (296,911)         | (58,437)             | (205,525)        | (59,959)         | (3,660,837)       | -              | (3,660,837)       |
| Finance income from reinsurance contracts<br>held                         | 258,068         | 1,627,332        | 826,667          | 400               | -                    | 110,152          | 29,502           | 2,852,121         | -              | 2,852,121         |
| <b>Net insurance finance expense</b>                                      | <b>(34,725)</b> | <b>(215,940)</b> | <b>(77,273)</b>  | <b>(296,511)</b>  | <b>(58,437)</b>      | <b>(95,373)</b>  | <b>(30,457)</b>  | <b>(808,716)</b>  | -              | <b>(808,716)</b>  |
| <b>Net insurance and investment result</b>                                | -               | -                | -                | -                 | -                    | -                | -                | 9,330,798         | 9,598,377      | 18,929,175        |
| Other operating expenses  | -               | -                | -                | -                 | -                    | -                | -                | -                 | (6,865,505)    | (6,865,505)       |
| Other income  | -               | -                | -                | -                 | -                    | -                | -                | -                 | 786,310        | 786,310           |
| <b>Total profit for the period before zakat<br/>and income tax</b>        | -               | -                | -                | -                 | -                    | -                | -                | 9,330,798         | 3,519,182      | 12,849,980        |
| Zakat expense   | -               | -                | -                | -                 | -                    | -                | -                | -                 | (3,219,079)    | (3,219,079)       |
| Income tax  | -               | -                | -                | -                 | -                    | -                | -                | -                 | (319,418)      | (319,418)         |
| <b>NET PROFIT FOR THE PERIOD<br/>ATTRIBUTABLE TO THE<br/>SHAREHOLDERS</b> | -               | -                | -                | -                 | -                    | -                | -                | 9,330,798         | (19,315)       | 9,311,483         |



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**16. Information related to product lines (continued)**

**For the six-month period ended 30 June 2023 (Restated - Note 24) (Unaudited)**

|  | <b>Engineering</b> | <b>Property</b> | <b>Marine</b> | <b>Motor Standard</b> | <b>Motor Third Party</b> | <b>Casualty</b> | <b>Group life</b> | <b>Total</b>  | <b>Unallocated</b> | <b>Total</b>  |
|--|--------------------|-----------------|---------------|-----------------------|--------------------------|-----------------|-------------------|---------------|--------------------|---------------|
| Insurance revenue  | 20,294,323         | 62,057,711      | 11,774,554    | 25,598,747            | 7,329,200                | 29,299,800      | 5,925,002         | 162,279,337   | -                  | 162,279,337   |
| Insurance service expenses   | (8,520,525)        | (25,140,046)    | (71,829,806)  | (27,722,073)          | (8,039,095)              | (1,030,266)     | (5,014,053)       | (147,295,864) | -                  | (147,295,864) |
| Net expenses from reinsurance contracts                                  | (10,787,741)       | (35,821,832)    | 59,102,546    | (221,314)             | (84,977)                 | (19,992,565)    | (1,092,923)       | (8,898,806)   | -                  | (8,898,806)   |
| <b>Insurance service result from Company's directly written business</b> | 986,057            | 1,095,833       | (952,706)     | (2,344,640)           | (794,872)                | 8,276,969       | (181,974)         | 6,084,667     | -                  | 6,084,667     |
| Share of surplus from insurance pool                                     | -                  | -               | -             | -                     | -                        | -               | -                 | -             | 5,438,666          | 5,438,666     |
| <b>Total insurance service result</b>                                    | 986,057            | 1,095,833       | (952,706)     | (2,344,640)           | (794,872)                | 8,276,969       | (181,974)         | 6,084,667     | 5,438,666          | 11,523,333    |
| Interest income from financial assets not measured at FVTPL              | -                  | -               | -             | -                     | -                        | -               | -                 | -             | 7,518,518          | 7,518,518     |
| Net gains on financial assets measured at FVTPL                          | -                  | -               | -             | -                     | -                        | -               | -                 | -             | 159,456            | 159,456       |
| Dividend income  | -                  | -               | -             | -                     | -                        | -               | -                 | -             | 564,261            | 564,261       |
| <b>Net investment income</b>   | -                  | -               | -             | -                     | -                        | -               | -                 | -             | 8,242,235          | 8,242,235     |
| Finance expenses from insurance contracts issued                         | (354,781)          | (2,796,018)     | (81,596)      | (312,328)             | (18,888)                 | (377,968)       | (196,323)         | (4,137,902)   | -                  | (4,137,902)   |
| Finance income from reinsurance contracts held                           | 330,746            | 2,566,389       | 51,736        | 39,942                | 2,837                    | 283,144         | 163,703           | 3,438,497     | -                  | 3,438,497     |
| <b>Net insurance finance expense</b>                                     | (24,035)           | (229,629)       | (29,860)      | (272,386)             | (16,051)                 | (94,824)        | (32,620)          | (699,405)     | -                  | (699,405)     |
| <b>Net insurance and investment result</b>                               | -                  | -               | -             | -                     | -                        | -               | -                 | 5,385,262     | 13,680,901         | 19,066,163    |
| Other operating expenses   | -                  | -               | -             | -                     | -                        | -               | -                 | -             | (6,794,043)        | (6,794,043)   |
| Other income   | -                  | -               | -             | -                     | -                        | -               | -                 | -             | 121,169            | 121,169       |
| <b>Total profit for the period before zakat and income tax</b>           | -                  | -               | -             | -                     | -                        | -               | -                 | 5,385,262     | 7,008,027          | 12,393,289    |
| Zakat expense  | -                  | -               | -             | -                     | -                        | -               | -                 | -             | (2,506,716)        | (2,506,716)   |
| Income tax   | -                  | -               | -             | -                     | -                        | -               | -                 | -             | (907,722)          | (907,722)     |
| <b>NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS</b>        | -                  | -               | -             | -                     | -                        | -               | -                 | 5,385,262     | 3,593,589          | 8,978,851     |

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**17. Related party transactions and balances**

Related parties represent shareholders, companies related to shareholders (“affiliates”) and key management personnel and the entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Company’s management and Board of Directors. The following are the details of major related parties’ transactions during the period and the related balances at the end of the period:

|   | For the three-month period<br>ended 30 June |                     | For the six-month period<br>ended 30 June |                             |
|---|---|---------------------|---|-----------------------------|
|   | 2024<br>(Unaudited)                         | 2023<br>(Unaudited) | 2024<br>(Unaudited)                       | 2023<br>(Unaudited)         |
| <b>Affiliates</b>   |   |                     |   |                             |
| Gross written premium (forming part of insurance revenue)   | 17,868                                      | 254,453             | 441,065                                   | 627,792                     |
| Rent (forming part of other operating expenses)   | 414,267                                     | 450,517             | 824,584                                   | 824,380                     |
| Claims expenses (forming part of insurance service expenses)  | 73,513                                      | 665,459             | 264,297                                   | 1,323,598                   |
| Other operating expenses  | 5,000                                       | -                   | 5,000                                     | 6,500                       |
| <b>Board of Directors</b>   |   |                     |   |                             |
| Remuneration  | 356,250                                     | 380,750             | 712,500                                   | 803,500                     |
| Meeting fee and expenses  | 534,174                                     | 158,777             | 926,924                                   | 187,626                     |
| <b>Shareholder</b>  |   |                     |   |                             |
| Reinsurance premium ceded (forming part of Net (expenses) income from reinsurance contracts)        | 11,546,462                                  | 11,877,872          | 22,957,480                                | 21,457,907                  |
| Reinsurance share of paid claims (forming part of Net (expenses) income from reinsurance contracts) | 661,332                                     | 969,017             | 20,632,362                                | 7,572,347                   |
| Reinsurance commission income (forming part of Net (expenses) income from reinsurance contracts)    | 1,865,069                                   | 1,079,965           | 4,145,206                                 | 3,148,331                   |
| <b>Nature of balances</b>   |   |                     |   |                             |
|   |   |                     | <b>Balances</b>                           |                             |
|   |   |                     | <b>30 June<br/>2024</b>                   | <b>31 December<br/>2023</b> |
|   |   |                     | <b>(Unaudited)</b>                        | <b>(Audited)</b>            |
| <b>Affiliates</b>   |   |                     |   |                             |
| Insurance contract liabilities (expected premium receipts)  |   |                     | 44,311                                    | 531,713                     |
| <b>Board of Directors</b>   |   |                     |   |                             |
| Remuneration and meeting fee  |   |                     | 1,516,000                                 | 3,026,250                   |
| <b>Shareholder</b>  |   |                     |   |                             |
| Reinsurance contract liabilities/assets (including expected reinsurance recoveries)                 |   |                     | 23,747,651                                | 21,170,267                  |

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**17. Related party transactions and balances (continued)**

The compensation of key management personnel during the three-month and six-month periods is as follows:

|                              | For the three-month period<br>ended 30 June |                     | For the six-month period<br>ended 30 June |                     |
|------------------------------|---|---------------------|---|---------------------|
|                              | 2024<br>(Unaudited)                         | 2023<br>(Unaudited) | 2024<br>(Unaudited)                       | 2023<br>(Unaudited) |
| Salaries and benefits        | 781,379                                     | 1,231,759           | 2,746,070                                 | 2,543,556           |
| Employee benefit obligations | 50,930                                      | 61,140              | 335,240                                   | 269,992             |
|                              | <b>832,309</b>                              | <b>1,292,899</b>    | <b>3,081,310</b>                          | <b>2,813,548</b>    |

**18. Zakat and income Tax**

*(a) Shareholding percentage*

The shareholding percentage of the Company at 30 June 2024 and 31 December 2023 was as follows:

|   | 30 June<br>2024 | 31 December<br>2023 |
|---|-----------------|---------------------|
| Shareholding percentage subject to zakat      | 70              | 70                  |
| Shareholding percentage subject to income tax | 30              | 30                  |
|   | <b>100</b>      | <b>100</b>          |

*(b) Income tax*

Income tax provision relates to non-Saudi shareholders and has been provided for based on the estimated taxable profit at the rate of 20% per annum. The differences between the financial results and taxable income are mainly due to adjustments for certain costs/claims based on the relevant fiscal regulations.

*(c) Movement in the provision for Zakat and income tax during the period / year*

The movement in zakat and income tax provision is as follows:

|                                       | 30 June<br>2024<br>(Unaudited) | 31 December<br>2023<br>(Audited) |
|---------------------------------------|--------------------------------|----------------------------------|
| At the beginning of the period / year | 21,657,928                     | 15,550,754                       |
| Provision for the period / year:      |                                |                                  |
| -Zakat                                | 3,219,079                      | 5,476,314                        |
| -Income tax                           | 319,418                        | 2,008,388                        |
| Paid during the period / year         | (3,140,921)                    | (1,377,528)                      |
| At the end of the period / year       | <b>22,055,504</b>              | <b>21,657,928</b>                |

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**18. Zakat and income tax (continued)**

*(d) Status of assessments*

During the year 2020, the ZATCA raised final assessments for the years ended 31 December 2016 to 2018 and assessed additional zakat and income tax liability amounting to Saudi Riyals 10.6 million. The management filed an appeal with the ZATCA and the ZATCA issued a revised assessment with the additional zakat and income tax liability amounting to Saudi Riyals 8.5 million. Subsequently, based on the appeal filed by the Company against the revised assessments, the Tax violation and Dispute Resolution Committee (TVDRC) partially accepted the Company's contentions, cancelled the additional tax liability, and reduced the additional zakat liability to Saudi Riyals 7.1 million. The Company, however, has filed appeal against TVDRC's unfavorable rulings with the Tax Violation and Dispute Appellate Committee (TVDAC). During the six-month period ended 30 June 2024, the TVDAC issued its decision in which it partially accepted the company's appeal. Subsequent to the period ended 30 June 2024, the Company has settled the assessed liability.

The ZATCA in 2020 also raised a withholding tax assessment for the years 2016 and 2017 amounting to Saudi Riyals 6.8 million. The Company filed an appeal against the above-mentioned assessment which has been rejected by TVDRC. Accordingly, the Company filed an appeal with TVDAC against the TVDRC decision. Additionally, in March 2021, the Company settled the additional WHT liability amounting to Saudi Riyals 6.8 million under the tax amnesty scheme of waiving the delay fine if the principal amount is paid. During the six-month period ended 30 June 2024, the TVDAC issued its decision upholding the TVDRC decision and rejecting the company's appeal. Subsequent to the period ended 30 June 2024, the Company has settled the assessed liability.

Furthermore, during the year 2021, ZATCA has raised assessment for the years 2019 and 2020 with additional income tax and zakat liability of Saudi Riyals 7.3 million. Accordingly, the Company filed an appeal with the ZATCA, which was rejected by the ZATCA. Accordingly, the Company filed an appeal with the TVDRC against the ZATCA assessments. During December 2022, the TVDRC issued its decision partially in favor of the Company reducing the income tax and zakat liability to Saudi Riyals 7 million. However, the Company was not notified by the TVDRC of its decision and therefore, the Company was unable to escalate its appeal within the statutory deadline of 30 days. The Company then filed an appeal with the TVDAC and requested to accept its appeal on the basis that it was not notified of the TVDRC's decision issuance. During the six-month period ended 30 June 2024, the TVDAC issued its decision upholding the TVDRC decision and rejecting the company's appeal. Subsequent to the period ended 30 June 2024, the Company has settled the assessed liability.

As at 30 June 2024, the Company has obtained zakat and tax certificates from ZATCA for the years through 2023.

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**19. Statutory reserve**

In accordance with By-laws of the Company and Article 70(2)(g) of the Insurance Implementing Regulations issued by Insurance Authority, formerly SAMA, the Company is required to transfer not less than 20% of its annual profits, after adjusting accumulated losses, to a statutory reserve until such reserve amounts to 100% of the paid-up share capital of the Company. This reserve is not available for distribution to the shareholders until the liquidation of the Company.

**20. Capital risk management**

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

- To comply with the insurance capital requirements as set out in the Law. The Company's current paid-up share capital is in accordance with Article 3 of the Law;
- To safeguard the Company's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and
- To provide an adequate return to shareholders by pricing insurance contracts commensurately with the level of risk.

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 shares.

As per Article 66 of the Regulations, the Company shall maintain a solvency margin equivalent to the highest of the following three methods:

- Minimum capital requirement
- Premium solvency margin; or
- Claims solvency margin.

As of 30 June 2024, the Company is in compliance with the minimum solvency margin as required by the Implementing Regulations of the Cooperative Insurance Companies Control Law.

**21. Basic and diluted earnings per share**

Basic and diluted earnings per share for the three-month and six-month periods ended 30 June 2024 and 2023 is calculated by dividing net profit for the period attributable to the shareholders by the weighted average number of outstanding shares during the period.

The basic and diluted earnings per share is calculated as follows:

|   | For the three-month period<br>ended 30 June |                     | For the six-month period<br>ended 30 June |                     |
|---|---|---------------------|---|---------------------|
|   | 2024<br>(Unaudited)                         | 2023<br>(Unaudited) | 2024<br>(Unaudited)                       | 2023<br>(Unaudited) |
| Net profit for the period<br>attributable to the shareholders                           | <b>3,645,156</b>                            | 4,972,006           | <b>9,311,483</b>                          | 8,978,851           |
| Weighted average number of<br>ordinary shares for basic and<br>diluted income per share | <b>30,000,000</b>                           | 30,000,000          | <b>30,000,000</b>                         | 30,000,000          |
| Basic and diluted earnings per share  | <b>0.12</b>                                 | 0.17                | <b>0.31</b>                               | 0.30                |



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**22. Gross written premium**

Details relating to gross written premium (GWP), are disclosed below to comply with the requirements of the Insurance Authority and are not calculated as per the requirements of IFRS 17.

| <b>For the three-month period ended 30 June 2024 (Unaudited)</b> |                   |                                |                          |                   |
|--|-------------------|--------------------------------|--------------------------|-------------------|
| <b>Protection &amp; Savings</b>                                  |                   |                                |                          |                   |
| <b>Breakdown of GWP</b>  | <b>Motor</b>      | <b>Property &amp; casualty</b> | <b>Group (Term life)</b> | <b>Total</b>      |
| <b>Retail</b>  | <b>3,656,078</b>  | <b>25,901</b>                  | <b>-</b>                 | <b>3,681,979</b>  |
| <b>Very small</b>  | <b>301,084</b>    | <b>1,065,474</b>               | <b>-</b>                 | <b>1,366,558</b>  |
| <b>Small</b>   | <b>531,403</b>    | <b>27,130,942</b>              | <b>11,367</b>            | <b>27,673,712</b> |
| <b>Medium</b>  | <b>370,262</b>    | <b>952,187</b>                 | <b>51,033</b>            | <b>1,373,482</b>  |
| <b>Corporate</b>   | <b>9,725,608</b>  | <b>41,563,682</b>              | <b>1,548,311</b>         | <b>52,837,601</b> |
| <b>Total</b>   | <b>14,584,435</b> | <b>70,738,186</b>              | <b>1,610,711</b>         | <b>86,933,332</b> |

| <b>For the three-month period ended 30 June 2023 (Unaudited)</b> |                   |                                |                          |                   |
|--|-------------------|--------------------------------|--------------------------|-------------------|
| <b>Protection &amp; Savings</b>                                  |                   |                                |                          |                   |
| <b>Breakdown of GWP</b>  | <b>Motor</b>      | <b>Property &amp; casualty</b> | <b>Group (Term life)</b> | <b>Total</b>      |
| <b>Retail</b>  | <b>4,290,755</b>  | <b>2,432</b>                   | <b>-</b>                 | <b>4,293,187</b>  |
| <b>Very small</b>  | <b>388,026</b>    | <b>400,973</b>                 | <b>-</b>                 | <b>788,999</b>    |
| <b>Small</b>   | <b>864,468</b>    | <b>1,859,955</b>               | <b>150,038</b>           | <b>2,874,461</b>  |
| <b>Medium</b>  | <b>903,194</b>    | <b>641,237</b>                 | <b>(156,797)</b>         | <b>1,387,634</b>  |
| <b>Corporate</b>   | <b>7,886,475</b>  | <b>39,140,500</b>              | <b>3,442,828</b>         | <b>50,469,803</b> |
| <b>Total</b>   | <b>14,332,918</b> | <b>42,045,097</b>              | <b>3,436,069</b>         | <b>59,814,084</b> |

| <b>For the six-month period ended 30 June 2024 (Unaudited)</b> |                   |                                |                          |                    |
|--|-------------------|--------------------------------|--------------------------|--------------------|
| <b>Protection &amp; Savings</b>                                |                   |                                |                          |                    |
| <b>Breakdown of GWP</b>  | <b>Motor</b>      | <b>Property &amp; casualty</b> | <b>Group (Term life)</b> | <b>Total</b>       |
| <b>Retail</b>  | <b>8,254,927</b>  | <b>118,019</b>                 | <b>-</b>                 | <b>8,372,946</b>   |
| <b>Very small</b>  | <b>1,966,356</b>  | <b>1,420,063</b>               | <b>-</b>                 | <b>3,386,419</b>   |
| <b>Small</b>   | <b>1,066,987</b>  | <b>42,552,608</b>              | <b>393,655</b>           | <b>44,013,250</b>  |
| <b>Medium</b>  | <b>3,832,958</b>  | <b>5,328,266</b>               | <b>51,033</b>            | <b>9,212,257</b>   |
| <b>Corporate</b>   | <b>35,381,951</b> | <b>100,908,596</b>             | <b>3,416,946</b>         | <b>139,707,493</b> |
| <b>Total</b>   | <b>50,503,179</b> | <b>150,327,552</b>             | <b>3,861,634</b>         | <b>204,692,365</b> |

| <b>For the six-month period ended 30 June 2023 (Unaudited)</b> |                   |                                |                          |                    |
|--|-------------------|--------------------------------|--------------------------|--------------------|
| <b>Protection &amp; Savings</b>                                |                   |                                |                          |                    |
| <b>Breakdown of GWP</b>  | <b>Motor</b>      | <b>Property &amp; casualty</b> | <b>Group (Term life)</b> | <b>Total</b>       |
| <b>Retail</b>  | <b>8,873,326</b>  | <b>171,619</b>                 | <b>-</b>                 | <b>9,044,945</b>   |
| <b>Very small</b>  | <b>2,181,981</b>  | <b>825,611</b>                 | <b>72,427</b>            | <b>3,080,019</b>   |
| <b>Small</b>   | <b>1,379,519</b>  | <b>3,694,998</b>               | <b>150,672</b>           | <b>5,225,189</b>   |
| <b>Medium</b>  | <b>4,933,599</b>  | <b>3,419,036</b>               | <b>193,683</b>           | <b>8,546,318</b>   |
| <b>Corporate</b>   | <b>28,368,764</b> | <b>106,631,164</b>             | <b>5,847,379</b>         | <b>140,847,307</b> |
| <b>Total</b>   | <b>45,737,189</b> | <b>114,742,428</b>             | <b>6,264,161</b>         | <b>166,743,778</b> |

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**23. Net written premium**

Details relating to net written premium are disclosed below to comply with the requirements of the Insurance Authority and are not calculated as per the requirements of IFRS 17.

| <b>Item</b>  | <b>For the three-month period ended 30 June 2024 (Unaudited)</b> |                                |   | <b>Total</b>        |
|--|--|--------------------------------|---|---------------------|
|  | <b>Motor</b>   | <b>Property &amp; casualty</b> | <b>Protection &amp; Savings Group (Term life)</b> |                     |
| <b>Gross written premium</b>   | <b>14,584,435</b>  | <b>70,738,186</b>              | <b>1,610,711</b>                                  | <b>86,933,332</b>   |
| <b>Reinsurance premium ceded – globally (including excess of loss)</b> | <b>(175,791)</b>   | <b>(59,379,640)</b>            | <b>(90,807)</b>                                   | <b>(59,646,238)</b> |
| <b>Reinsurance premium ceded – locally (including excess of loss)</b>  | <b>(59,030)</b>  | <b>(4,204,022)</b>             | <b>(259,076)</b>                                  | <b>(4,522,128)</b>  |
| <b>Net written premium - total</b>                                     | <b>14,349,614</b>  | <b>7,154,524</b>               | <b>1,260,828</b>                                  | <b>22,764,966</b>   |

| <b>Item</b>  | <b>For the three-month period ended 30 June 2023 (Unaudited)</b> |                                |   | <b>Total</b>        |
|--|--|--------------------------------|---|---------------------|
|  | <b>Motor</b>   | <b>Property &amp; casualty</b> | <b>Protection &amp; Savings Group (Term life)</b> |                     |
| <b>Gross written premium</b>   | <b>14,332,918</b>  | <b>42,045,097</b>              | <b>3,436,069</b>                                  | <b>59,814,084</b>   |
| <b>Reinsurance premium ceded – globally (including excess of loss)</b> | <b>(196,893)</b>   | <b>(31,337,270)</b>            | <b>(1,466,961)</b>                                | <b>(33,001,124)</b> |
| <b>Reinsurance premium ceded – locally (including excess of loss)</b>  | <b>-</b>   | <b>(3,387,126)</b>             | <b>(265,988)</b>                                  | <b>(3,653,114)</b>  |
| <b>Net written premium - total</b>                                     | <b>14,136,025</b>  | <b>7,320,701</b>               | <b>1,703,120</b>                                  | <b>23,159,846</b>   |

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**23. Net written premium (continued)**

| Item  | For the six-month period ended 30 June 2024 (Unaudited) |                     |  |                   |
|---|---|---------------------|--|-------------------|
|   | Motor   | Property & casualty | Protection & Savings Group (Term life) | Total             |
| Gross written premium   | 50,503,179  | 150,327,552         | 3,861,634                              | 204,692,365       |
| Reinsurance premium ceded – globally (including excess of loss) | (353,851)   | (115,968,357)       | (783,276)                              | (117,105,484)     |
| Reinsurance premium ceded – locally (including excess of loss)  | (118,383)   | (10,674,743)        | (465,542)                              | (11,258,668)      |
| <b>Net written premium - total</b>                              | <b>50,030,945</b>                                       | <b>23,684,452</b>   | <b>2,612,816</b>                       | <b>76,328,213</b> |
| Item  | For the six-month period ended 30 June 2023 (Unaudited) |                     |  |                   |
|   | Motor   | Property & casualty | Protection & Savings Group (Term life) | Total             |
| Gross written premium   | 45,737,189  | 114,742,428         | 6,264,161                              | 166,743,778       |
| Reinsurance premium ceded – globally (including excess of loss) | (393,785)   | (82,836,249)        | (2,498,637)                            | (85,728,671)      |
| Reinsurance premium ceded – locally (including excess of loss)  | -   | (7,700,715)         | (505,583)                              | (8,206,298)       |
| <b>Net written premium - total</b>                              | <b>45,343,404</b>                                       | <b>24,205,464</b>   | <b>3,259,941</b>                       | <b>72,808,809</b> |

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**24. Restatement of comparative information**

The Company adopted IFRS 17 - Insurance Contracts (“IFRS 17”) during the 2023 interim reporting periods and the year ended 31 December 2023. During the finalisation of the IFRS 17 adjustments at year end, it was noted that certain items were not appropriately presented in the interim reporting periods. As a result, the financial line items for the interim condensed financial information of the prior period is being aligned by management with the 2023 year end financial statements and the relevant line items in the interim condensed statement of income are being restated to ensure alignment with the requirements of International Financial Reporting Standards (“IFRS”), that are endorsed in the Kingdom of Saudi Arabia.

The co-insurance arrangements, in which the Company is a participant, are insurance contracts as defined in IFRS 17 and the Company shares the surpluses and losses, if applicable, from the insurance pool of such co-insurance arrangements. Accordingly, the financial results of the co-insurance arrangements should have been shown as part of the net insurance results and not in other income, as previously shown in the interim condensed statement of income for the prior periods. Given the rights and obligations from the co-insurance arrangements are managed and settled on a net basis and the bespoke nature of these arrangements, the Company has presented the results from these arrangement on a net basis as part of insurance service results as a separate line item named ‘share of surplus from insurance pools’ in the interim condensed statement of income.

Accordingly, the Company has restated the comparative information for the three-month and six-month periods ended 30 June 2023 and the ‘share of surplus from insurance pool’ amounting to Saudi Riyals 1.2 million and 5.4 million, respectively, has been presented separately from ‘other income’ in the interim condensed statement of income. As a result, the “Total insurance service result” and “Net insurance and investment result” line items for such period have increased respectively by the same amount.

However, this change has had no impact on the interim condensed statement of financial position as at 31 December 2023 and the related interim condensed statements of changes in equity and cash flows for the six-month period ended 30 June 2023, net profit for the period attributable to the shareholders or the basic and diluted earnings per share for the three-month and six-month periods ended 30 June 2023.

**25. Subsequent event**

No events have arisen subsequent to 30 June 2024, and before the date of approval of this interim condensed financial information, that could have a significant effect on the interim condensed financial information as at 30 June 2024.

**26. Approval of the interim condensed financial information**

This interim condensed financial information has been approved by the Board of Directors on 29 Muharram 1446 corresponding to 4 August 2024.