ISLAMIC ARAB INSURANCE CO. (SALAMA) PJSC AND ITS SUBSIDIARIES

REVIEW REPORT AND INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 JUNE 2026 (UNAUDITED)

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF ISLAMIC ARAB INSURANCE CO. (SALAMA) PJSC

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Islamic Arab Insurance Co. (Salama) PSJC (the "Company") and its subsidiaries (together referred to as the "Group") as at 30 June 2026 which comprise the interim consolidated statement of financial position as at 30 June 2026 and the related interim consolidated statements of profit or loss, comprehensive income for the three-month and six-month periods then ended, and the related interim consolidated statements of changes in equity and cash flows for the six-month period then ended and explanatory notes.

Management is responsible for the preparation and presentation of this interim financial information in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim 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". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Ernst & Young Middle East (Dubai Branch)

Ashraf Abu-Sharkh
Registration No. 690

13 August 2026

Dubai, United Arab Emirates

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026 (unaudited)

	Notes	*30 June 2026 AED'000 (unaudited)*	*31 December 2025 AED'000 (Audited)*
ASSETS			
Property and equipment		**61,818**	47,469
Goodwill and intangibles		**67,962**	66,687
Investment properties	7	**51,626**	53,656
Right-of-use assets		**4,845**	5,915
Investment in an associate	8	**38,282**	39,231
Statutory deposits	18	**313,351**	314,228
Investment Securities	9	**289,237**	263,479
Participants' investments in unit-linked contracts	9	**1,727,109**	1,780,279
Deposits with takaful and retakaful companies		**762**	773
Retakaful contract assets	19	**463,517**	437,121
Other assets and receivables	17	**46,543**	33,543
Cash and Bank balances	16	**292,752**	193,761
TOTAL ASSETS		**3,357,804**	3,236,142
LIABILITIES AND EQUITY			
LIABILITIES			
Family takaful reserve		**78,890**	80,986
Takaful contract liabilities	19	**2,468,351**	2,478,886
Retakaful contract liabilities	19	**72,312**	101,165
Other payables and accruals		**201,624**	209,075
Lease liabilities		**4,979**	6,006
Total liabilities		**2,826,156**	2,876,118
EQUITY			
Share capital	11	**819,978**	483,021
Share Issuance Discount Reserve	12	**(181,957)**	-
Statutory reserve	13	**401**	401
Other reserves	14	**(171,081)**	(164,569)
Retained earnings/ (Accumulated losses)		**1,746**	(18,818)
Equity attributable to owners of the Company		**469,087**	300,035
Non-controlling interest		**62,561**	59,989
Total equity		**531,648**	360,024
TOTAL LIABILITIES AND EQUITY		**3,357,804**	3,236,142

Signed by:
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H.E. Humaid Alqutami	Mohamed Ali Bouabane	Ravikanth Petluri
Chairman of the Board Members	Group Chief Executive Officer	Group Chief Financial Officer

The attached notes 1 to 25 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS
For the six-month period ended 30 June 2026 (unaudited)

		Six-month period ended 30 June (unaudited)		*Three-month period ended 30 June (unaudited)*	
	Notes	***2026 AED'000***	*2025 AED'000*	***2026 AED'000***	*2025 AED'000*
Takaful revenue	19	**469,741**	515,359	**240,271**	258,997
Takaful service expenses	19	**(400,202)**	(422,480)	**(202,771)**	(238,685)
Net expenses from retakaful contracts held	19	**(41,241)**	(94,772)	**(23,203)**	(29,360)
TAKAFUL SERVICE RESULT		**28,298**	(1,893)	**14,297**	(9,048)
Policyholders' investment income	9.2	**91,926**	40,590	**142,181**	50,707
Shareholders' investment income	9.2	**28,677**	22,283	**16,193**	10,773
NET INVESTMENT RESULT		**120,603**	62,873	**158,374**	61,480
Takaful finance expense for takaful contracts issued	19	**(101,410)**	(50,731)	**(145,812)**	(55,472)
Retakaful finance income for retakaful contracts held	19	**4,469**	7,520	**2,311**	2,322
NET TAKAFUL FINANCE EXPENSE		**(96,941)**	(43,211)	**(143,501)**	(53,150)
NET TAKAFUL AND INVESTMENT RESULT		**51,960**	17,769	**29,170**	(718)
Other operating income		**5,046**	4,555	**(2,132)**	3,149
Other operating expenses		**(23,032)**	(29,655)	**(14,595)**	(13,283)
Release for expected credit losses		**657**	20,924	**3,701**	21,015
PROFIT BEFORE TAX		**34,631**	13,593	**16,144**	10,163
Income tax for the period	23	**(6,363)**	(5,347)	**(1,837)**	(2,302)
PROFIT FOR THE PERIOD		**28,268**	8,246	**14,307**	7,861
Attributable to:					
Shareholders		**26,768**	5,693	**15,895**	6,667
Non-controlling interests		**1,500**	2,553	**(1,588)**	1,194
		28,268	8,246	**14,307**	7,861
Basic and diluted earnings per share (AED)	15	**0.044**	0.006	**0.021**	0.007

The attached notes 1 to 25 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six-month period ended 30 June 2026 (unaudited)

	Six-month period ended 30 June (unaudited)		***Three-month period ended 30 June (unaudited)***	
	2026 AED'000	*2025 AED'000*	***2026 AED'000***	*2025 AED'000*
Profit for the period	**28,268**	8,246	**14,307**	7,861
OTHER COMPREHENSIVE INCOME				
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods				
Net changes in fair value of investments at fair value through other comprehensive income (FVOCI)	**(723)**	(1,854)	**(800)**	(1,384)
Other comprehensive income that may be reclassified to profit or loss in subsequent periods				
Share of other comprehensive income of associate	**584**	605	**-**	-
Foreign currency adjustments from translation of foreign operations	**(8,996)**	12,576	**11,628**	9,024
Other comprehensive (loss)/ income for the period	**(9,135)**	11,327	**10,828**	7,640
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**19,133**	19,573	**25,135**	15,501
Attributable to:				
Shareholders	**19,249**	15,638	**22,074**	13,256
Non-controlling interests	**(116)**	3,935	**3,061**	2,245
	19,133	19,573	**25,135**	15,501

The attached notes 1 to 25 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 30 June 2026 (unaudited)

	Share capital AED'000	***Statutory reserve AED'000***	***Revaluation reserve AED'000***	***Foreign exchange translation reserve AED'000***	***Investment fair value reserve AED'000***	***Share Issuance Discount Reserve AED'000***	***(Accumulated losses)/ Retained earnings AED'000***	***Regulatory reserve AED '000***	***Total AED'000***	***Non-controlling interest AED'000***	***Total equity AED'000***
At 1 January 2026	483,021	401	34,118	(175,125)	(32,564)	-	(18,818)	9,002	300,035	59,989	360,024
Profit for the period	-	-	-	-	-	-	26,768	-	26,768	1,500	28,268
Other comprehensive income											
Foreign currency adjustments from translation of foreign operations	-	-	-	(7,380)	-	-	-	-	(7,380)	(1,616)	(8,996)
Share of OCI of associates	-	-	-	-	584	-	-	-	584	-	584
Investments carried at FVTOCI net change in fair value	-	-	-	-	(723)	-	-	-	(723)	-	(723)
Other comprehensive loss for the period	-	-	-	(7,380)	(139)	-	-	-	(7,519)	(1,616)	(9,135)
Total comprehensive income for the period	-	-	-	(7,380)	(139)	-	26,768	-	19,249	(116)	19,133
Other movement in equity											
Increase in share capital	336,957	-	-	-	-	(181,957)	-	-	155,000	-	155,000
Expenses against Capital Raise	-	-	-	-	-	-	(5,197)	-	(5,197)	-	(5,197)
Increase of capital in subsidiary*	-	-	-	-	-	-	-	-	-	3,291	3,291
Dividend paid	-	-	-	-	-	-	-	-	-	(603)	(603)
Transfer to regulatory reserve	-	-	-	-	-	-	(1,007)	1,007	-	-	-
At 30 June 2026 (unaudited)	**819,978**	**401**	**34,118**	**(182,505)**	**(32,703)**	**(181,957)**	**1,746**	**10,009**	**469,087**	**62,561**	**531,648**

*Increase in the share capital of the subsidiary, Misr Emirates Takaful Life Insurance Co., by AED 22.2 million, whereby the 14.81% Non-Controlling Interest (NCI) also subscribed to its proportionate share of the newly issued shares.

The attached notes 1 to 25 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 30 June 2026 (unaudited) (continued)

	Share capital AED'000	*Statutory reserve AED'000*	*Revaluation reserve AED'000*	*Foreign exchange translation reserve AED'000*	*Investment fair value reserve AED'000*	*Treasury shares AED'000*	*Accumulated losses AED'000*	*Regulatory reserve AED '000*	*Total AED'000*	*Non-controlling interest AED'000*	*Total equity AED'000*
At 1 January 2025	939,589	4,124	34,118	(188,067)	(33,271)	(35,972)	(443,861)	7,388	284,048	50,332	334,380
Profit for the period	-	-	-	-	-	-	5,693	-	5,693	2,553	8,246
Other comprehensive income											
Foreign currency adjustments from translation of foreign operations	-	-	-	11,194	-	-	-	-	11,194	1,382	12,576
Share of OCI of associates	-	-	-	-	605	-	-	-	605	-	605
Investments carried at FVTOCI net change in fair value	-	-	-	-	(1,854)	-	-	-	(1,854)	-	(1,854)
Other comprehensive income for the period	-	-	-	11,194	(1,249)	-	-	-	9,945	1,382	11,327
Total comprehensive income for the period	-	-	-	11,194	(1,249)	-	5,693	-	15,638	3,935	19,573
Other movement in equity											
Directors' Remuneration (note 10)	-	-	-	-	-	-	(1,676)	-	(1,676)	-	(1,676)
Dividend paid	-	-	-	-	-	-	-	-	-	(440)	(440)
Transfer to regulatory reserve	-	-	-	-	-	-	(840)	840	-	-	-
At 30 June 2025 (unaudited)	939,589	4,124	34,118	(176,873)	(34,520)	(35,972)	(440,684)	8,228	298,010	53,827	351,837

The attached notes 1 to 25 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the six-months period ended 30 June 2026 (unaudited)

	Notes	*Six-month period ended* **30 June 2026 AED'000 (unaudited)**	*30 June 2025 AED'000 (unaudited)*
OPERATING ACTIVITIES			
Net profit before tax		**34,631**	13,593
Adjustments for:			
Depreciation on property and equipment		**1,676**	1,794
Depreciation on right of use assets		**830**	966
Amortization of intangible assets		**766**	914
Finance cost		**172**	151
Unrealized loss on investment properties		**900**	-
Share of profit from associate	8	**(1,005)**	(400)
Unrealised gain on investment	9.2	**(95)**	(96)
Release for expected credit losses		**(657)**	(20,924)
Operating cash flows before changes in operating assets and liabilities		**37,218**	(4,002)
Decrease in deposits with takaful and retakaful companies		**11**	(18)
Change in retakaful contract assets		**(26,396)**	61,043
Changes in takaful contract liabilities		**(10,535)**	(98,237)
Change in retakaful contract liabilities		**(28,853)**	1,054
Change in other assets and receivables		**(13,000)**	6,846
Change in family takaful reserve		**(2,096)**	1,618
Change in other payables		**(22,021)**	(4,397)
Net foreign exchange difference		**(8,996)**	12,576
Net cash generated used in operating activities		**(74,668)**	(23,517)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment - net		**(2,629)**	(123)
Purchase of intangible assets - net		**(153)**	(5)
Net movement in statutory deposits		**877**	(11,942)
Change in Investments - net		**(29,801)**	22,702
Dividend received		**2,538**	1,692
Net movement in Participants' investments in unit-linked contracts		**53,170**	80,089
Change in term deposits under lien and with maturity after three months		**(100,622)**	(21,597)
Cash (used in)/ generated from investing activities		**(76,620)**	70,816
CASH FLOWS FROM FINANCING ACTIVITIES			
Board of Directors' remuneration		**(1,635)**	(1,676)
Share Capital increase		**155,000**	-
Expenses incurred for capital increase		**(5,197)**	-
Net movement in non-controlling interest		**2,688**	(440)
Repayment of principal and finance cost on lease liability		**(1,199)**	(1,116)
Cash generated from/ (used in) financing activities		**149,657**	(3,232)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS		**(1,631)**	44,067
Cash and cash equivalents at 1 January		**163,215**	135,730
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR (NOTE 16)		**161,584**	179,797

The attached notes 1 to 25 form part of these interim condensed consolidated financial statements.

1 LEGAL STATUS AND PRINCIPAL ACTIVITIES

Islamic Arab Insurance Co. (Salama) PJSC ("the Company") is a public shareholding company, registered in the Emirate of Dubai, United Arab Emirates (UAE) and operates through various branches in the UAE. The registered office of the Company is P.O. Box 10214, Dubai, United Arab Emirates. The Company's shares are listed on the Dubai Financial Market (DFM), United Arab Emirates

The principal activity of the Company is the writing of all classes of general takaful and family takaful business, in accordance with Islamic Shari'ah principles and in accordance with the relevant Articles of the Company, UAE Federal Decree Law No. 6 of 2025 Regarding the Central Bank, Regulation of Financial Institutions and Activities, and Insurance Business, and the Federal Decree Law No. (32) of 2021 concerning the Commercial Companies, as amended.

The Company and its subsidiaries are referred to as "the Group". Tariic Holding B.S.C (Tariic), a subsidiary of the Company, is an intermediate holding company in Bahrain and no commercial activities are carried out in the Kingdom of Bahrain. The Group has the following principal subsidiaries which are engaged in takaful and retakaful under Islamic Shari'ah principles:

Subsidiaries	*Principal activities*	*Group's ownership*		*Country of incorporation*
		2026	*2025*	
Directly owned				
Tariic Holding Company B.S.C	No takaful operations	**99.40%**	99.40%	Kingdom of Bahrain
Misr Emirates Takaful Life Insurance Co.	Family Takaful	**85.19%**	85.19%	Egypt
Salama Immobilier	No takaful operations	**84.25%**	84.25%	Senegal
Salama Takaful Insurance – Egypt (formerly "Egyptian Saudi Insurance House")	General Takaful	**51.15%**	51.15%	Egypt
Through Tariic				
Salama Assurances Algeria	General Takaful	**96.98%**	96.98%	Algeria

2 NEW STANDARDS AND INTERPRETATIONS

New and revised IFRS adopted in the interim condensed consolidated financial statements

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments apply for the first time in 2026, but do not have any material impact on the interim condensed consolidated financial statements of the Group.

New and revised IFRSs	**Effective for annual periods beginning on or after**
• IFRS 9 and IFRS 7— Amendment regarding the classification and measurement of financial instrument and contracts referencing nature	1 January 2026
• Annual Improvements to IFRS Accounting Standards — Volume 11	1 January 2026
New and revised IFRS in issue but not yet effective and not early adopted	
• IFRS 18 — Presentation and Disclosure in Financial Statements	1 January 2027, earlier application is permitted
• IFRS 19 — Subsidiaries without Public Accountability: Disclosures	1 January 2027, earlier application is permitted
• Translation to a Hyperinflationary Presentation Currency. Amendments to IAS 21	1 January 2027

Management anticipates that these new standards, interpretations, and amendments will be adopted in the Group's consolidated financial statements as and when they are applicable and adoption of these new standards, interpretations and amendments. The Management is currently assessing the impact on the consolidated financial statements of the Group in the period of initial application.

3 BASIS OF PREPARATION

a) Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting". The Group has prepared the interim condensed consolidated financial statements on the basis that it will continue to operate as a going concern. In assessing the going concern assumption, the Board considered the successful completion of the capital raising exercise, available liquidity resources, projected operating performance and planned capital management actions. Based on this assessment, the Management consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

b) Basis of measurement

The interim condensed consolidated financial information has been prepared on the historical cost basis except for the following which are measured at fair value:

i) Financial assets at fair value through other comprehensive income ("FVOCI");
ii) Financial assets at fair value through profit or loss ("FVTPL");
iii) Investment properties at fair value through profit or loss; and
iv) Owned property and buildings at fair value through revaluation model.

c) Functional and presentation currency

These interim condensed consolidated financial statements are presented in U.A.E. Dirhams ("AED") rounded to the nearest thousand, since that is the currency in which the majority of the Group's transactions are denominated.

d) Use of estimates and judgments

The preparation of interim condensed consolidated financial statements is in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group’s accounting policies and estimation of key sources of uncertainty were the same as those that applied to the audited annual consolidated financial statements as at and for the year ended 31 December 2025.

e) Basis of consolidation

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power, directly or indirectly, to govern the financial and operating policies of an enterprise so as to obtain benefits from its activities. The financial statements of the subsidiaries are included in the Group’s consolidated financial statements from the date that control commences until the date that control ceases. The Group maintains control over the subsidiaries as it has power over the investee, exposure or rights to its variable returns and the power to affect the investor's returns.

Non-controlling interest in the equity and results of the entities that are controlled by the Group are shown separately as a part of consolidated statements of changes in equity in the Group’s consolidated financial statements. Any contribution or discounts on subsequent acquisition, after control is obtained, of equity instruments from (or sale of equity instruments to) non-controlling interest is recognized directly in consolidated statement of changes in equity.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2025, which have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB).

5 TAKAFUL AND FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of takaful and financial risks: underwriting risk, market risk (which includes foreign currency risk, profit rate risk and price risk), credit risk and liquidity risk.

The interim condensed consolidated financial statements do not include all takaful and financial risk management information and disclosures required in the annual consolidated financial statements; therefore, they should be read in conjunction with the Group's audited annual consolidated financial statements for the year ended 31 December 2025. There have been no changes in the risk management department or in any risk management policies since the year end.

6 INTERIM MEASUREMENT

The nature of the Group’s business is such that income and expense are incurred in a manner, which is not materially impacted by any form of seasonality. These interim condensed consolidated financial statements were prepared based upon an accrual concept, which requires income and expense to be recorded as earned or incurred and not as received or paid throughout the period. However, the results may not represent a proportionate share of the annual profits due to variability in contributions and investment income and uncertainty of claims occurrences.

7 INVESTMENT PROPERTIES

The geographic dispersion of investment properties is as follows:

	30 June 2026 AED’000 (unaudited)	*31 December 2025 AED’000 (audited)*
Within UAE	**14,000**	14,000
Outside UAE	**37,626**	39,656
	51,626	53,656

The variations in the value of investment properties are due to change in foreign exchange rates resulting in translation (loss)/ gain on investment properties held in foreign locations.

The fair value of plots of land was determined based on the acceptable approach that reflects recent transaction prices for similar properties. The fair value of buildings was determined using investment methods. In estimating the fair value of the properties, the highest and best use of the properties is their current use.

Movement during the period/year is as follows:

	30 June 2026 AED’000 (unaudited)	*31 December 2025 AED’000 (audited)*
Balance at 1 January	**53,656**	48,840
Unrealized (loss)/ gain on investment properties	**(900)**	2,925
Currency translation impact	**(1,130)**	1,891
	51,626	53,656

8 INVESTMENT IN AN ASSOCIATE

The associate company engages in several Takaful activities that complies with Islamic regulation including, motor, marine transportation risk, fire insurance, comprehensive householder insurance, engineering and contactor's plant and equipment insurance in accordance with Sharia' Islamic principles and Central Bank of Jordan regulations.

Associates	***Ownership*** ***2026***	*2025*	***Country of incorporation***	***30 June 2026 AED'000 (unaudited)***	*31 December 2025 AED'000 (audited)*
The Islamic Insurance	**20%**	20%	Jordan	**38,282**	39,231

	30 June 2026 AED'000 (unaudited)	*31 December 2025 AED'000 (unaudited)*
Movement during the period		
Balance at 1 January	**39,231**	35,885
Share of profit from associate (note 9.2)	**1,005**	3,159
Dividend received	**(2,538)**	(1,693)
Share of other comprehensive income	**584**	1,880
	38,282	39,231

9 INVESTMENT SECURITIES

	30 June 2026 (unaudited)			*31 December 2025 (audited)*		
	Domestic investment AED'000	***International investment AED'000***	***Total AED'000***	*Domestic investment AED'000*	*International investment AED'000*	*Total AED'000*
(a) Financial assets at fair value through profit or loss						
Shares and securities	**332**	**11,610**	**11,942**	366	5,346	5,712
(b) Fair Value through Other comprehensive Income						
Mutual fund and externally managed portfolios	**5,046**	**68,353**	**73,399**	4,969	69,558	74,527
Shares and securities		**1,267**	**1,267**	-	1,294	1,294
Less: allowance for expected credit losses	**(1,066)**	**(58,245)**	**(59,311)**	(1,066)	(58,245)	(59,311)
	3,980	**11,375**	**15,355**	3,903	12,607	16,510
(c) At amortized cost						
Sukuk and Government bonds	**37,759**	**69,489**	**107,248**	5,657	78,996	84,653
Wakalah certificates	**27,219**	**-**	**27,219**	27,219	-	27,219
Other Mudariba investments	**-**	**65,738**	**65,738**	-	65,738	65,738
Islamic placements	**-**	**207,738**	**207,738**	-	209,950	209,950
Less: allowance for expected credit losses	**(25,685)**	**(120,318)**	**(146,003)**	(25,985)	(120,318)	(146,303)
	39,293	**222,647**	**261,940**	6,891	234,366	241,257
	43,605	**245,632**	**289,237**	11,160	252,319	263,479
Quoted	**332**	**11,610**	**11,942**	366	5,346	5,712
Unquoted	**43,273**	**234,022**	**277,295**	10,794	246,973	257,767
	43,605	**245,632**	**289,237**	11,160	252,319	263,479

9 INVESTMENTS (continued)

9.1 Participants' investments in unit-linked contracts

	30 June 2026 AED'000 (unaudited)	*31 December 2025 AED'000 (audited)*
Financial asset at fair value through P&L	**1,727,109**	1,780,279

Determining fair values

Since the fair value of the Investments at amortized cost is a reasonable approximation of fair value hence the same has not been disclosed here. The table below analyses financial and non-financial instruments measured at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised:

30 June 2026 (unaudited)

	Level 1 AED'000	***Level 2 AED'000***	***Level 3 AED'000***	***Total AED'000***
Financial assets				
Fair value through profit or loss				
Shares and securities	11,942	-	-	11,942
Unit Linked investments	-	1,727,109	-	1,727,109
	11,942	**1,727,109**	**-**	**1,739,051**
Fair value through other comprehensive income				
Mutual fund	-	-	73,399	73,399
Shares and securities	-	1,267	-	1,267
Less: provision for credit losses	-	-	(59,311)	(59,311)
	-	**1,267**	**14,088**	**15,355**
Non-financial assets				
Investment properties	**-**	**-**	**51,626**	**51,626**

9 INVESTMENTS (continued)

9.1 Participants' investments in unit-linked contracts (continued)

As at 31 December 2025 (audited)

	Level 1 AED'000	*Level 2 AED'000*	*Level 3 AED'000*	*Total AED'000*
Financial assets				
Financial asset at fair value through profit or loss				
Shares and securities	5,712	-	-	5,712
Unit Linked investments	-	1,780,279	-	1,780,279
	5,712	1,780,279	-	1,785,991
Financial asset at fair value through OCI				
Mutual fund	-	-	74,527	74,527
Shares and securities	-	1,294	-	1,294
Less: provision for credit losses	-	-	(59,311)	(59,311)
	-	1,294	15,216	16,510
Non-financial assets				
Investment properties	-	-	53,656	53,656
	-	-	53,656	53,656

9.2 Investment income

	Six-month period ended 30 June (unaudited)		***Three-month period ended 30 June (unaudited)***	
	2026 AED'000	*2025 AED'000*	***2026 AED'000***	*2025 AED'000*
Policyholders' income				
Unrealised gain on unit-linked portfolio	**91,902**	40,562	**142,168**	50,693
Income from bank deposits	**24**	28	**13**	14
	91,926	40,590	**142,181**	50,707
Shareholders' income				
Unrealised gain on investment at FVTPL	**95**	96	**65**	75
Realised gain on investment	**340**	877	**113**	696
Unrealised loss on investment properties	**(900)**	-	-	-
Income on deposits and wakala certificates	**27,934**	20,464	**15,367**	9,591
Share of profit from associates (note 8)	**1,005**	400	**505**	172
Others	**203**	446	**143**	239
	28,677	22,283	**16,193**	10,773
	120,603	62,873	**158,374**	61,480

The increase in investment income was driven primarily by favorable performance of unit-linked investment portfolios and increased yields earned on deposits, wakala certificates and fixed income investments during the period.

10 RELATED PARTY TRANSACTIONS

The Group, in the normal course of business, collects contributions, settles claims and enters into transactions with other business enterprises that fall within the definition of a related party as defined by International Accounting Standard 24. The Group's management believes that the terms of such transactions are not significantly different from those that could have been obtained from third parties. The following are the details of significant transactions with related parties:

	Six-month period ended 30 June (unaudited)		*Three-month period ended 30 June (unaudited)*	
	2026 AED'000	*2025 AED'000*	***2026 AED'000***	*2025 AED'000*
Compensation of key management personnel				
Short term benefits	**3,614**	2,112	**969**	1,056
Employees end of service benefits	**200**	27	**100**	11
Directors' remuneration	**1,635**	1,676	**1,635**	1,676

11 SHARE CAPITAL

	30 June 2026 AED'000 (unaudited)	*31 December 2025 AED'000 (audited)*
Issued and fully paid		
(819.978 million (2025: 483.021 million) ordinary shares of AED 1 each)	**819,978**	483,021

During the six-month period ended 30 June 2026, the Company completed a capital raising transaction resulting in an increase of issued share capital from AED 483.0 million to AED 820.0 million. The conversion of the Mandatory Convertible Sukuk resulted in issuance of 336.96 million shares. The economic value attributable to the conversion amounted to AED 155 million after recognition of the share issuance discount reserve. Management believes capital strengthening supports the Group's strategic objectives, regulatory capital requirements, and long-term growth plans.

12 SHARE ISSUANCE DISCOUNT RESERVE

The share issuance discount reserve represents an excess of the nominal value of shares issued over the consideration received.

During the period, the Group issued 336,956,521 ordinary shares of AED 1 each on conversion of the Mandatory Convertible Sukuk at a conversion price of AED 0.46 per share. Share capital was credited with the nominal value of AED 336,956,521 and the resulting shortfall of AED 181,956,521 was recognized in this reserve, pursuant to the shareholders' resolution dated 16 October 2025 and the approvals obtained from the relevant regulatory authorities.

The reserve is presented as a separate deduction within equity and is not available for distribution.

13 STATUTORY RESERVES

In accordance with Article 239 of the U.A.E. Federal Law No. (32) of 2021 and the Articles of Association of the Company, 10% of the net profit is required to be transferred to a non-distributable statutory reserve at each year end until this reserve equals 50% of the paid-up share capital. This reserve is not available for distribution other than in circumstances stipulated by law.

14 OTHER RESERVES

Other reserves include following:

	30 June 2026 AED'000 (unaudited)	*31 December 2025 AED'000 (audited)*
Revaluation reserve	**34,118**	34,118
Foreign exchange translation reserve	**(182,505)**	(175,125)
Investment fair value reserve	**(32,703)**	(32,564)
Regulatory reserve – UAE operations	**10,009**	9,002
	(171,081)	(164,569)

15 BASIC AND DILUTED EARNINGS PER SHARE

	Six-month period ended 30 June (unaudited)		*Three-month period ended 30 June (unaudited)*	
	2026 AED'000	*2025 AED'000*	***2026 AED'000***	*2025 AED'000*
Profit for the period attributable to shareholders (AED'000)	**26,768**	5,693	**15,895**	6,667
Weight Average Number of shares (in thousands)	**609,613**	922,759	**734,813**	922,759
Basic and diluted earnings per share (AED)	**0.044**	0.006	**0.021**	0.007

Basic earnings per share are calculated by dividing the profit for the period by the number of weighted average shares outstanding at the end of the reporting period after taking into account the treasury shares held. Diluted earnings per share is equivalent to basic earnings per share as the Group did not issue any new instrument that would impact earnings per share when executed.

16 CASH AND BANK BALANCES

	30 June 2026 AED'000 (unaudited)	*31 December 2025 AED'000 (audited)*
Cash in hand	**159**	101
Cash at bank	**163,068**	164,134
Term deposits	**131,178**	31,179
Less: provision for expected credit losses	**(1,653)**	(1,653)
	292,752	193,761
Less: term deposits under lien (note 18)	**(3,684)**	(3,837)
Less: term deposits with maturity after three months	**(127,484)**	(26,709)
Cash and cash equivalents	**161,584**	163,215

17 OTHER ASSETS AND RECEIVABLES

	30 June 2026 AED'000 (unaudited)	*31 December 2025 AED'000 (audited)*
Profit receivable	**25,245**	25,785
Deferred tax (note 23)	**7,682**	7,718
Others	**65,402**	52,183
Less: provision for credit losses	**(51,786)**	(52,143)
	46,543	33,543

18 COMMITMENTS AND CONTINGENCIES

	30 June 2026 AED'000 (unaudited)	*31 December 2025 AED'000 (audited)*
Letter of Guarantees in favor of Central Bank of UAE	**210,000**	210,000
Other letter of guarantees	**3,495**	3,495
	213,495	213,495

Statutory Deposits of AED 313,351 thousand (31 Dec 2025: AED 314,228 thousand) includes deposits amounting to AED 70,000 thousand (31 December 2025: AED 70,000 thousand) which are held as lien by the bank against the above-mentioned letter of guarantee issued by bank in favor of the Central Bank of United Arab Emirates ("CBUAE").

Other letter of guarantee was issued during normal course of business against which term deposit of AED 3,684 thousand (2025: 3,837 thousand) which is held as lien by the bank.

Value Added Tax assessment

During the period, the Company received a Tax Assessment Decision of AED 4.32 million and an Administrative Penalties Assessment Decision of AED 3.99 million from the Federal Tax Authority, following a VAT audit covering the period 1 January 2018 to 31 December 2020. The Company has challenged the assessment in full through the statutory review process.

The assessed VAT has been paid to satisfy the procedural requirements for pursuing the statutory review process. Payment does not constitute acceptance of the assessment and is refundable should the challenge succeed. The penalties are consequential on the underlying assessment. Supported by the documentary evidence underlying the Company's filed VAT returns and by external tax advice, management does not consider an outflow of resources related to penalties to be probable. Accordingly, no provision has been recognized.

18 COMMITMENTS AND CONTINGENCIES (continued)

Ongoing legal case
Group has initiated legal actions, including civil and criminal cases at Dubai Courts, to safeguard rights and reclaim contested assets. Additionally, Group is pursuing legal measures in other jurisdictions against the parties implicated in the criminal case. Legal consultants of the Group express confidence in Group's strong legal position in these disputes, based on the progress of actions taken to date, the positive legal rulings obtained, and those currently in progress.

The Group is exposed to certain claims and litigations, these are subject to legal cases filed by policyholders, cedants and retakaful operators in connection with policies issued. The management believes, based on independent legal counsel opinions that the ascertainment of liabilities and its timing is highly subjective and dependent on outcome of court's decisions. Furthermore, as per independent legal advice, management does not consider it probable that the ongoing proceedings will result in a material adverse financial impact requiring additional provisions beyond amounts already recognized. This assessment will be reviewed periodically as the proceedings progress. However, a provision is made in respect of each individual case where it is probable that the outcome would result in a loss to the Group in terms of an outflow of economic resources and a reliable estimate of the amount of outflow can be made.

There are no significant capital commitments as of 30 June 2026 (2025: AED nil).

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES

Reconciliation of the Takaful liability for remaining coverage (LRC) & liability for incurred claims for takaful contracts (LIC) as on 30 June 2026 (unaudited)

	Liability for remaining coverage		*Liability for incurred claims (PAA)*			
Amount in AED'000	*Excluding loss component*	*Loss component*	*LIC for contracts not under under PAA*	*Present value of future cash flows*	*Risk adjustment for non-financial risk*	*Total*
Takaful contracts that are liabilities at beginning of period	(1,806,622)	(40,725)	(118,625)	(493,695)	(19,219)	(2,478,886)
Takaful contracts that are assets at beginning of period	-	-	-	-	-	-
Takaful contracts liabilities at beginning of period	**(1,806,622)**	**(40,725)**	**(118,625)**	**(493,695)**	**(19,219)**	**(2,478,886)**
Takaful revenue	**469,741**	-	-	-	-	**469,741**
Incurred claims and other directly attributable expenses	-	(2,946)	(26,908)	(283,796)	(6,989)	(320,639)
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	15,578	4,686	20,264
Losses on onerous contracts and reversals of those losses	-	1,285	-	-	-	1,285
Takaful acquisition cash flows amortizations	(101,112)	-	-	-	-	(101,112)
Takaful service expenses, net	**(101,112)**	**(1,661)**	**(26,908)**	**(268,218)**	**(2,303)**	**(400,202)**
Takaful service result, net	**368,629**	**(1,661)**	**(26,908)**	**(268,218)**	**(2,303)**	**69,539**
Finance expense from takaful contracts issued recognized	(96,142)	(78)	996	(5,971)	(215)	(101,410)
Forex adjustment to comprehensive income	4,530	(18)	-	4,541	130	9,183
Total amounts recognized in profit or loss and other comprehensive income	**277,017**	**(1,757)**	**(25,912)**	**(269,648)**	**(2,388)**	**(22,688)**
Investment component	254,204	-	(254,204)	-	-	-
Cash flows						
Contribution received	(544,137)	-	-	-	-	(544,137)
Claims and other directly attributable expenses paid	-	-	244,513	234,608	-	479,121
Takaful acquisition cash flows	98,239	-	-	-	-	98,239
Total cash flows	**(445,898)**	**-**	**244,513**	**234,608**	**-**	**33,223**
Takaful contracts liabilities at end of period	**(1,721,299)**	**(42,482)**	**(154,228)**	**(528,735)**	**(21,607)**	**(2,468,351)**
Takaful contracts that are liabilities at end of period	(1,721,299)	(42,482)	(154,228)	(528,735)	(21,607)	(2,468,351)
Takaful contracts that are assets at end of period	-	-	-	-	-	-
Takaful contract net position at end of period	**(1,721,299)**	**(42,482)**	**(154,228)**	**(528,735)**	**(21,607)**	**(2,468,351)**

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES (continued)

Reconciliation of the retakaful asset for remaining coverage (ARC) & asset for incurred claims for takaful contracts (AIC) as on 30 June 2026 (unaudited)

	Remaining Coverage			*Incurred claims*		
Amount in AED'000	*Excluding loss component*	*Loss recovery component*	*LIC for contracts not under under PAA*	*Present value of future cash flows*	*Risk adjustment for non-financial risk*	*Total*
Retakaful contracts held that are liabilities at beginning of period	(101,165)	-	-	-	-	(101,165)
Retakaful contracts held that are assets at beginning of period	952	562	69,122	355,066	11,419	437,121
Retakaful contract net position at beginning of period	**(100,213)**	**562**	**69,122**	**355,066**	**11,419**	**335,956**
Retakaful expenses	(141,264)	-	-	-	-	(141,264)
Incurred claims recovery	-	-	12,899	98,841	3,300	115,040
Changes that relate to past service-changes in the FCF relating to incurred claims recovery	-	-	-	(12,994)	(1,244)	(14,238)
Income on initial recognition of onerous underlying contracts	-	76	-	-	-	76
Reversal of a loss-recovery component other than changes in the FCF of retakaful contracts held	-	(562)	-	-	-	(562)
Effect of changes in risk of reinsurers' non-performance	-	-	(321)	28	-	(293)
Net income/(expenses) from retakaful contracts held	**(141,264)**	**(486)**	**12,578**	**85,875**	**2,056**	**(41,241)**
Finance income from retakaful contracts held	(263)	-	311	4,281	140	4,469
Forex adjustment to comprehensive income	(1,692)	-	-	(1,067)	(50)	(2,809)
Total amounts recognized in profit or loss and other comprehensive income	**(143,219)**	**(486)**	**12,889**	**89,089**	**2,146**	**(39,581)**
Cash flows						
Contribution paid net of ceding commissions and other directly attributable expenses	176,929	-	-	-	-	176,929
Recoveries from retakaful	-	-	(6,681)	(75,418)	-	(82,099)
Total cash flows	**176,929**	**-**	**(6,681)**	**(75,418)**	**-**	**94,830**
Retakaful contracts held assets/ (liabilities) at end of period	**(66,503)**	**76**	**75,330**	**368,737**	**13,565**	**391,205**
Retakaful contracts held that are liabilities at end of period	(72,312)	-	-	-	-	(72,312)
Retakaful contracts held that are assets at end of period	5,809	76	75,330	368,737	13,565	463,517
Retakaful contract net position at end of period	**(66,503)**	**76**	**75,330**	**368,737**	**13,565**	**391,205**

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES (continued)

Reconciliation of the Takaful liability of remaining coverage (LRC) & liability for incurred claims for takaful contracts (LIC) as on 31 December 2025 (audited)

Amount in AED'000	*Liability for remaining coverage*			*Liability for incurred claims (PAA)*		
	Excluding loss component	*Loss component*	*LIC for contracts not under under PAA*	*Present value of future cash flows*	*Risk adjustment for non-financial risk*	*Total*
Takaful contracts that are liabilities at beginning of year	(1,947,336)	(28,850)	(121,634)	(477,554)	(20,042)	(2,595,416)
Takaful contracts that are assets at beginning of year	-	-	-	-	-	-
Takaful contracts liabilities at beginning of year	**(1,947,336)**	**(28,850)**	**(121,634)**	**(477,554)**	**(20,042)**	**(2,595,416)**
Takaful revenue	**1,004,990**	**-**	**-**	**-**	**-**	**1,004,990**
Incurred claims and other directly attributable expenses	-	(5,642)	(43,995)	(539,964)	(7,422)	(597,023)
Changes that relate to past service - changes in the FCF relating to LIC	-	-	-	(88,380)	9,229	(79,151)
Losses on onerous contracts and reversals of those losses	-	(5,934)	-	-	-	(5,934)
Takaful acquisition cash flows amortizations	(235,726)	-	-	-	-	(235,726)
Takaful service expenses	**(235,726)**	**(11,576)**	**(43,995)**	**(628,344)**	**1,807**	**(917,834)**
Takaful service result	**769,264**	**(11,576)**	**(43,995)**	**(628,344)**	**1,807**	**87,156**
Finance expense from takaful contracts issued recognized	(146,461)	(299)	(892)	(15,383)	(709)	(163,744)
Forex adjustment to comprehensive income	728	-	-	(8,747)	(275)	(8,294)
Total amounts recognized in profit & loss and other comprehensive income	**623,531**	**(11,875)**	**(44,887)**	**(652,474)**	**823**	**(84,882)**
Investment component	514,266	-	(514,266)	-	-	-
Contribution received	(1,250,798)	-	-	-	-	(1,250,798)
Claims and other directly attributable expenses paid	-	-	562,162	636,333	-	1,198,495
Takaful acquisition cash flows	253,715	-	-	-	-	253,715
Total cash flows	**(997,083)**	**-**	**562,162**	**636,333**	**-**	**201,412**
Takaful contracts liabilities at end of year	**(1,806,622)**	**(40,725)**	**(118,625)**	**(493,695)**	**(19,219)**	**(2,478,886)**
Takaful contracts that are liabilities at end of year	(1,806,622)	(40,725)	(118,625)	(493,695)	(19,219)	(2,478,886)
Takaful contracts that are assets at end of year	-	-	-	-	-	-
Takaful contract net position at end of year	**(1,806,622)**	**(40,725)**	**(118,625)**	**(493,695)**	**(19,219)**	**(2,478,886)**

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES (continued)

Reconciliation of the retakaful asset for remaining coverage (ARC) & asset for incurred claims for retakaful contracts (AIC) as on 31 December 2025 (audited)

	Remaining Coverage			*Incurred claims*		
Amount in AED'000	*Excluding loss component*	*Loss recovery component*	*LIC for contracts not under under PAA*	*Present value of future cash flows*	*Risk adjustment for non-financial risk*	*Total*
Retakaful contracts held that are liabilities at beginning of year	(121,544)	-	-	-	-	(121,544)
Retakaful contracts held that are assets at beginning of year	28,596	3,177	60,648	364,354	14,085	470,860
Retakaful contract net position at beginning of year	**(92,948)**	**3,177**	**60,648**	**364,354**	**14,085**	**349,316**
Retakaful expenses	**(325,762)**	**-**	**-**	**-**	**-**	**(325,762)**
Amortization of takaful acquisition cash flows- Incurred claims recovery	-	-	36,929	183,106	3,083	223,118
Changes that relate to past service-changes in the FCF relating to incurred claims recovery-	-	-	-	26,384	(6,426)	19,958
Income on initial recognition of onerous underlying contracts	-	562	-	-	-	562
Reversal of a loss-recovery component other than changes in the FCF of retakaful contracts held	-	(3,177)	-	-	-	(3,177)
Effect of changes in risk of reinsurers' non-performance	-	-	(313)	(1,172)	-	(1,485)
Net income/(expenses) from retakaful contracts held	**(325,762)**	**(2,615)**	**36,616**	**208,318**	**(3,343)**	**(86,786)**
Finance income from retakaful contracts held	(1,395)	-	1,717	11,967	556	12,845
Forex adjustment to comprehensive income	(1,700)	-	-	2,413	121	834
Total amounts recognized in profit & loss and Other comprehensive income	**(328,857)**	**(2,615)**	**38,333**	**222,698**	**(2,666)**	**(73,107)**
Cash flows						
Contribution paid net of ceding commissions and other directly attributable expenses	**321,592**	**-**	**-**	**-**	**-**	**321,592**
Recoveries from retakaful	-	-	(29,859)	(231,986)	-	(261,845)
Total cash flows	**321,592**	**-**	**(29,859)**	**(231,986)**	**-**	**59,747**
Retakaful contracts held assets/ (liabilities) at end of year	**(100,213)**	**562**	**69,122**	**355,066**	**11,419**	**335,956**
Retakaful contracts held that are liabilities at end of year	**(101,165)**	**-**	**-**	**-**	**-**	**(101,165)**
Retakaful contracts held that are assets at end of year	**952**	**562**	**69,122**	**355,066**	**11,419**	**437,121**
Retakaful contract net position at end of year	**(100,213)**	**562**	**69,122**	**355,066**	**11,419**	**335,956**

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES (continued)

Takaful Contract Liabilities reconciliation of the best estimate liability, risk adjustment and contractual service margin as at 30 June 2026 (unaudited)

	Best estimate liability	*Risk adjustment*	*Contractual service margin*	*Total*
Opening takaful contract assets	-	-	-	-
Opening takaful contract liabilities	(1,416,476)	(39,917)	(397,998)	(1,854,391)
Takaful contracts liabilities at beginning of period	**(1,416,476)**	**(39,917)**	**(397,998)**	**(1,854,391)**
Changes related to current services				
CSM recognized in profit or loss	-	-	25,398	25,398
Risk Adjustment recognized in profit or loss	-	9,568	-	9,568
Experience adjustments	(1,508)	(579)	-	(2,087)
Changes related to future services				
Contracts initially recognized in the period	2,875	(337)	(2,945)	(407)
Changes in estimates that adjust CSM	(14,554)	(8,979)	23,533	-
Changes in estimates that result in onerous contracts or reversal of losses	(6,015)	-	-	(6,015)
Takaful finance expenses through profit or loss	(27,984)	(1,005)	(66,236)	(95,225)
Takaful finance expenses through OCI	2,565	43	168	2,776
Total changes in statement of profit or loss and OCI	**(44,621)**	**(1,289)**	**(20,082)**	**(65,992)**
Contribution received	(191,241)	-	-	(191,241)
Claims paid and Directly attributable expenses paid	244,513	-	-	244,513
Acquisition cost paid	16,709	-	-	16,709
Total cash flows	**69,981**	**-**	**-**	**69,981**
Closing takaful contract assets	-	-	-	-
Closing takaful contract liabilities	(1,391,116)	(41,206)	(418,080)	(1,850,402)
Takaful contract net position at end of period	**(1,391,116)**	**(41,206)**	**(418,080)**	**(1,850,402)**

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES (continued)

Retakaful Contract Assets reconciliation of the best estimate liability, risk adjustment and contractual service margin (non PAA) as at 30 June 2026 (unaudited)

	Best estimate liability	*Risk adjustment*	*Contractual service margin*	*Total*
Opening retakaful contract assets	59,847	7,604	1,749	69,200
Opening retakaful contract liabilities	(173,308)	25,394	70,012	(77,902)
Retakaful contracts held assets/(liabilities) at beginning of period	**(113,461)**	**32,998**	**71,761**	**(8,702)**
Changes related to current services				
CSM recognized in profit or loss	-	-	(5,176)	(5,176)
Risk Adjustment recognized in profit or loss	-	(1,600)	-	(1,600)
Experience adjustments	(1,150)	-	-	(1,150)
Contracts initially recognized in the period	-	-	4	4
Changes in estimates that adjust CSM	(32,547)	1,738	30,809	0
Changes in the FCF that do not adjust the CSM for the group of underlying takaful contracts	-	-	(969)	(969)
Effect of changes in the risk of retakaful non-performance	(321)	-	-	(321)
Takaful finance expenses through profit or loss	(3,061)	795	2,314	48
Takaful finance expenses through OCI	459	193	(1,503)	(851)
Total changes in statement of profit or loss and OCI	**(36,620)**	**1,126**	**25,479**	**(10,015)**
Contribution paid to retakaful net of commission	37,080	-	-	37,080
Recoveries from retakaful	(6,681)	-	-	(6,681)
Total cash flows	30,399	-	-	30,399
Closing retakaful contract assets	65,873	8,126	1,196	75,195
Closing retakaful contract liabilities	(185,554)	25,998	96,043	(63,513)
Retakaful contract net position at end of period	**(119,682)**	**34,124**	**97,240**	**11,682**

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES (continued)

Takaful Contract Liabilities reconciliation of the best estimate liability, risk adjustment and contractual service margin as at 31 December 2025 (audited)

Amounts in AED'000	***Best estimate liability***	***Risk adjustment***	***Contractual service margin***	***Total***
Opening takaful contract assets	-	-	-	-
Opening takaful contract liabilities	(1,525,429)	(40,059)	(406,532)	(1,972,020)
Takaful contracts liabilities at beginning of year	**(1,525,429)**	**(40,059)**	**(406,532)**	**(1,972,020)**
Changes related to current services				
CSM recognized in profit and loss	-	-	47,793	47,793
Risk Adjustment recognized in profit and loss	-	15,656	-	15,656
Experience adjustments	10,983	(804)	-	10,179
Changes related to future services				
Contracts initially recognized in the period	7,011	(780)	(6,288)	(57)
Changes in estimates that adjust CSM	(57,786)	(12,156)	69,942	-
Changes in estimates that result in onerous contracts or reversal of losses	(19,134)	-	-	(19,134)
Takaful finance expenses through profit and loss	(43,497)	(1,683)	(102,473)	(147,653)
Takaful finance expenses through OCI	3,530	(91)	(440)	2,999
Total changes in statement of profit or loss and OCI	**(98,893)**	**142**	**8,534**	**(90,217)**
Contribution received	(392,123)	-	-	(392,123)
Claims paid	562,163	-	-	562,163
Acquisition cost paid	37,806	-	-	37,806
Total cash flows	**207,846**	**-**	**-**	**207,846**
Closing takaful contract assets	-	-	-	-
Closing takaful contract liabilities	(1,416,476)	(39,917)	(397,998)	(1,854,391)
Takaful contract net position at end of year	**(1,416,476)**	**(39,917)**	**(397,998)**	**(1,854,391)**

19 TAKAFUL AND RETAKAFUL CONTRACT ASSETS AND LIABILITIES (continued)

Retakaful Contract Assets reconciliation of the best estimate liability, risk adjustment and contractual service margin (non PAA) as at 31 December 2025 (audited)

Amounts in AED'000	***Best estimate liability***	***Risk adjustment***	***Contractual service margin***	***Total***
Opening retakaful contract assets	54,742	5,906	-	60,648
Opening retakaful contract liabilities	(207,331)	25,028	60,758	(121,545)
Retakaful contracts held assets/(liabilities) at beginning of year	**(152,589)**	**30,934**	**60,758**	**(60,897)**
Changes related to current services				
CSM recognized in profit or loss	-	-	(6,490)	(6,490)
Risk Adjustment recognized in profit or loss	-	(1,890)	-	(1,890)
Experience adjustments	7,878	-	-	7,878
Contracts initially recognized in the period	-	-	1	1
Changes in estimates that adjust CSM	(16,280)	2,872	13,408	-
Changes in the FCF that do not adjust the CSM for the group of underlying takaful contracts	-	-	(1,303)	(1,303)
Effect of changes in the risk of reinsurers non-performance	(313)	-	-	(313)
Takaful finance expenses through profit or loss	(5,134)	1,432	4,024	322
Takaful finance expenses through OCI	(4,074)	(350)	1,364	(3,060)
Total changes in statement of profit or loss and OCI	**(17,923)**	**2,064**	**11,004**	**(4,855)**
Contribution paid to retakaful net of commission	86,910	-	-	86,910
Recoveries from retakaful	(29,860)	-	-	` (29,860)
Total cash flows	**57,050**	**-**	**-**	**57,050**
Closing retakaful contract assets	59,847	7,604	1,749	69,200
Closing retakaful contract liabilities	(173,308)	25,394	70,011	(77,903)
Retakaful contract net position at end of year	**(113,462)**	**32,998**	**71,762**	**(8,702)**

20 OPERATING SEGMENT

For operating purposes, the Group is organised into two main business segments:

- Underwriting of general takaful business incorporating all classes of general takaful including fire, marine, motor, general accident, engineering, medical. This business is conducted in the UAE, Egypt and Algeria.
- Underwriting of life takaful business incorporating individual and group life takaful. This business is conducted in UAE and Egypt.

Consolidated statement of profit or loss by business

	Six-month period ended 30 June 2026 (unaudited)			***Three-months period ended 30 June 2026 (unaudited)***		
	General Takaful AED'000	***Family takaful AED'000***	***Total AED'000***	***General Takaful AED'000***	***Family takaful AED'000***	***Total AED'000***
Takaful revenue	**360,582**	**109,159**	**469,741**	**187,501**	**52,771**	**240,272**
Takaful service expenses	**(332,693)**	**(67,509)**	**(400,202)**	**(161,923)**	**(40,848)**	**(202,771)**
Net expenses from retakaful contracts held	**(22,545)**	**(18,696)**	**(41,241)**	**(18,198)**	**(5,005)**	**(23,203)**
TAKAFUL SERVICE RESULT	**5,344**	**22,954**	**28,298**	**7,380**	**6,918**	**14,298**
Investment and other income			**125,649**			**156,242**
Net Takaful expenses			**(96,941)**			**(143,501)**
Other operational expenses and tax			**(28,738)**			**(12,731)**
Profit after tax			**28,268**			**14,308**

	Six-month period ended 30 June 2025 (unaudited)			*Three-months period ended 30 June 2025 (unaudited)*		
	General Takaful AED'000	*Family takaful AED'000*	*Total AED'000*	*General Takaful AED'000*	*Family takaful AED'000*	*Total AED'000*
Takaful revenue	398,567	116,792	515,359	201,003	57,995	258,998
Takaful service expenses	(345,902)	(76,578)	(422,480)	(186,833)	(51,853)	(238,685)
Net expenses from retakaful contracts held	(73,772)	(21,001)	(94,772)	(26,108)	(3,253)	(29,361)
TAKAFUL SERVICE RESULT	(21,107)	19,213	(1,893)	(11,938)	2,889	(9,048)
Investment and other income			67,428			64,629
Net Takaful expenses			(43,211)			(53,149)
Other operational expenses and tax			(14,078)			5,429
Profit after tax			8,246			7,861

20 OPERATING SEGMENT (continued)

By geography

	Six-month period ended 30 June 2026 (unaudited)			***Three-month period ended 30 June 2026 (unaudited)***		
	Africa AED'000	***Asia AED'000***	***Total AED'000***	***Africa AED'000***	***Asia AED'000***	***Total AED'000***
Takaful revenue	**136,347**	**333,394**	**469,741**	**69,843**	**170,429**	**240,272**
Takaful service expenses	**(137,015)**	**(263,187)**	**(400,202)**	**(71,203)**	**(131,568)**	**(202,771)**
Net expenses from retakaful contracts held	**(6,640)**	**(34,601)**	**(41,241)**	**(5,188)**	**(18,015)**	**(23,203)**
TAKAFUL SERVICE RESULT	**(7,308)**	**35,606**	**28,298**	**(6,548)**	**20,846**	**14,298**
Investment and other income			**125,649**			**156,242**
Net Takaful expenses			**(96,941)**			**(143,501)**
Other operational expenses and tax			**(28,738)**			**(12,731)**
Profit after tax			**28,268**			**14,308**

	Six-month period ended 30 June 2025 (unaudited)			*Three-month period ended 30 June 2025 (unaudited)*		
	Africa AED'000	*Asia AED'000*	*Total AED'000*	*Africa AED'000*	*Asia AED'000*	*Total AED'000*
Takaful revenue	48,152	467,208	515,359	24,143	234,855	258,998
Takaful service expenses	(48,812)	(373,669)	(422,480)	(25,528)	(213,157)	(238,685)
Net expenses from retakaful contracts held	(948)	(93,825)	(94,772)	402	(29,763)	(29,361)
TAKAFUL SERVICE RESULT	(1,608)	(286)	(1,893)	(983)	(8,065)	(9,048)
Investment and other income			67,428			64,629
Net takaful finance expenses			(43,211)			(53,149)
Other operational expenses and tax			(14,078)			5,429
Profit after tax			8,246			7,861

20 OPERATING SEGMENT (continued)

Statement of financial position by business as at 30 June 2026

	General takaful AED'000 (unaudited)	*Family takaful AED'000 (unaudited)*	*Total AED'000 (unaudited)*
Assets			
Property and equipment	**59,319**	**2,499**	**61,818**
Goodwill and intangibles	**67,923**	**39**	**67,962**
Investment properties	**51,626**	**-**	**51,626**
Right of use assets	**4,762**	**83**	**4,845**
Investments in associates	**38,282**	**-**	**38,282**
Statutory deposits	**227,539**	**85,812**	**313,351**
Investment securities	**230,473**	**58,764**	**289,237**
Participants' investments in unit-linked contracts	**-**	**1,727,109**	**1,727,109**
Deposits with takaful and retakaful companies	**762**	**-**	**762**
Retakaful contract assets	**371,050**	**92,467**	**463,517**
Other assets and receivables	**44,824**	**1,719**	**46,543**
Cash and Bank Balances	**164,802**	**127,950**	**292,752**
	1,261,362	**2,096,442**	**3,357,804**
Liabilities and equity			
Family takaful reserve	**-**	**78,890**	**78,890**
Takaful contract liabilities	**607,235**	**1,861,116**	**2,468,351**
Retakaful contract liabilities	**8,799**	**63,513**	**72,312**
Other payables and accruals	**133,011**	**68,613**	**201,624**
Lease liabilities	**4,911**	**68**	**4,979**
Total liabilities	**753,956**	**2,072,200**	**2,826,156**
Total equity	**507,406**	**24,242**	**531,648**
Total equity			
Shareholders' equity			**469,087**
Non-controlling interest			**62,561**
			531,648

20 OPERATING SEGMENT (continued)

Statement of financial position by business as at 31 December 2025

	General takaful AED'000 (audited)	*Family takaful AED'000 (audited)*	*Total AED'000 (audited)*
Assets			
Property and equipment	44,837	2,632	47,469
Goodwill and intangibles	66,649	38	66,687
Investment properties	53,656	-	53,656
Right of use assets	5,814	101	5,915
Investments in associates	39,231	-	39,231
Deposits	292,461	21,767	314,228
Investment securities	209,948	53,531	263,479
Participants' investments in unit-linked contracts	-	1,780,279	1,780,279
Deposits with takaful and retakaful companies	773	-	773
Retakaful contract assets	362,922	74,199	437,121
Other assets and receivables	32,632	911	33,543
Bank balances and cash	109,076	84,685	193,761
	1,217,999	2,018,143	3,236,142
Liabilities and policyholders' fund			
Family takaful reserve	-	80,986	80,986
Takaful contract Liabilities	592,138	1,886,748	2,478,886
Retakaful contract Liabilities	23,263	77,902	101,165
Other payables and accruals	139,190	69,885	209,075
Lease liabilities	5,924	82	6,006
Total liabilities	760,515	2,115,603	2,876,118
Total equity	457,484	(97,460)	360,024
Total equity			
Equity attributable to the owners of the Company			300,035
Non-controlling interest			59,989
			360,024

21 CLASSES AND CATEGORIES OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The table below sets out the classification of each class of financial assets and liabilities and their fair values. For instruments carried at amortized cost, management believes that their carrying values approximates to their fair values.

30 June 2026 (unaudited)

	FVTPL AED'000	*FVOCI AED'000*	*Amortized cost AED'000*	*Total AED'000*
Financial assets				
Investments	**11,942**	**15,355**	**261,940**	**289,237**
Unit Linked investments	**1,727,109**	**-**	**-**	**1,727,109**
Statutory deposits	**-**	**-**	**313,351**	**313,351**
Deposits with takaful and retakaful companies	**-**	**-**	**762**	**762**
Other assets and receivables	**-**	**-**	**29,305**	**29,305**
Cash and Bank Balances	**-**	**-**	**292,752**	**292,752**
	1,739,051	**15,355**	**898,110**	**2,652,516**
Financial liabilities				
Other payables and accruals	**-**	**-**	**170,054**	**170,054**
Lease liabilities	**-**	**-**	**4,979**	**4,979**
	-	**-**	**175,033**	**175,033**

31 December 2025 (audited)

	FVTPL AED'000	*FVOCI AED'000*	*Amortized cost AED'000*	*Total AED'000*
Financial assets				
Investments	5,712	16,510	241,257	263,479
Statutory deposits	-	-	314,228	314,228
Unit Linked investments	1,780,279	-	-	1,780,279
Deposits with takaful and retakaful companies	-	-	773	773
Other assets and receivables	-	-	21,153	21,153
Cash and Bank Balances	-	-	193,761	193,761
	1,785,991	16,510	771,172	2,573,673
Financial liabilities				
Other payables and accruals	-	-	176,883	176,883
Lease liabilities	-	-	6,006	6,006
	-	-	182,889	182,889

22 CAPITAL RISK MANAGEMENT

The solvency regulations identify the required Solvency Margin to be held on consolidated basis in addition to insurance liabilities.

The Solvency Margin (presented in the table below on consolidated basis) must be maintained at all times throughout the period/year. The Group is in compliance with the solvency regulations during the current period and continuously assesses and monitors the solvency requirements and position by incorporating necessary policies and procedures.

The table below summarises the consolidated Minimum Capital Requirement ("MCR"), Minimum Guarantee Fund and Solvency Capital Requirement of the Company and the total capital held at the Company level to meet the required Solvency Margins in line with the requirements of the Central Bank of UAE. The Group has disclosed the preliminary solvency position as of 30 June 2026 as following:

	30 June 2026 AED'000	*31 December 2025 AED'000*
Minimum Capital Requirement (MCR)	**100,000**	100,000
Solvency Capital Requirement (SCR)	**205,648**	170,681
Minimum Guarantee Fund (MGF)	**155,826**	150,179
Basic Own Funds	**247,267**	19,026
Ancillary Own Funds	**140,000**	140,000
MCR Solvency Margin - surplus/(deficit)	**147,267**	-
SCR Solvency Margin - surplus/(deficit)	**111,618**	(41,168)
MGF Solvency Margin - surplus/(deficit)	**161,440**	(20,666)
Subordinated Liabilities (limited)	**-**	80,974

The Group has assessed the impact of regional geopolitical developments on its operations and financial position. The UAE, the Group's principal market, remained stable during the period, with no significant direct impact on the Group's Takaful operations, investment portfolio or counterparty exposures.

The Group remains exposed to foreign currency translation risk arising from its Egyptian, Algerian and Senegal operations. Continued depreciation of the Egyptian Pound against the UAE Dirham gave rise to a foreign currency translation loss in other comprehensive income, partially offset in profit or loss by foreign exchange gains on USD-denominated deposits held by the subsidiary as a natural economic hedge.

Management continues to monitor currency developments and maintains portions of its investment portfolio and deposits in hard currency denominated assets where appropriate to mitigate economic exposure.

23 INCOME TAXES

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected annual earnings. The Group entities operate in the Egypt and Algeria and are subject to income tax in these countries. The Group assessed the impact of the UAE Corporate Tax regime and recognized tax expense of AED 2,271,919 for the six months period ended 30 June 2026 on taxable UAE operations.

The component of income tax recognized in the consolidated statement of profit or loss is as follows:

	30 June 2026 AED'000 (unaudited)	*30 June 2025 AED'000 (unaudited)*
Current income tax expense	**6,363**	5,372
Deferred taxes	**-**	(25)
	6,363	5,347

23 INCOME TAXES (continued)

Reconciliation of tax expenses and accounting profit is not provided as majority of the earnings are not subject to tax.

Current Tax payable	***30 June 2026 AED'000 (unaudited)***	*31 December 2025 AED'000 (audited)*
As at 1 January	**23,469**	22,226
Provisions during the period/year	**6,363**	7,339
Less: Payments	**-**	(7,323)
Exchange differences	**(702)**	1,227
Balance as at the end of the period/year	**29,130**	23,469

Deferred Tax Assets	***30 June 2026 AED'000 (unaudited)***	*31 December 2025 AED'000 (audited)*
As at 1 January	**7,718**	5,166
Provisions during the period/year	**-**	2,317
Exchange differences	**(36)**	235
Balance as at the end of the period/year	**7,682**	7,718
Deferred Tax Liabilities		
As at 1 January	**243**	4,091
Provisions during the year	**-**	(4,073)
Exchange differences	**(7)**	225
Balance as at the end of the period/year	**236**	243

24 POLICYHOLDERS' FUND

	30 June 2026 AED'000	*31 December 2025 AED'000*
Balance at 1 January	**(202,086)**	(151,119)
Net surplus / (deficit) attributable to policyholders for the period / year	**10,850**	(51,036)
Qard Hassan write-off	**-**	69
	(191,236)	(202,086)
Financed by shareholders	**191,236**	202,086
Policyholders' fund	**-**	-

The shareholders of the Group financed the policyholders' deficit in accordance with the takaful contracts between the Group and its Policyholders.

25 APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on 13 August 2026.