Watania International Holding (PJSC)

Condensed interim consolidated financial information
(Unaudited)

For the period ended 30 June 2026

Watania International Holding (PJSC)
Condensed interim consolidated financial information (Unaudited)

Review report and condensed interim consolidated financial information for the six-month period ended 30 June 2026

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

The Shareholders
Watania International Holding (PJSC)
Dubai
United Arab Emirates

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Watania International Holding (PJSC) (the "Company") and its subsidiaries (the "Group") as of 30 June 2026 and the related statements of comprehensive income, changes in equity and cash flows for the six month period then ended and material accounting policy information and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 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 financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)

Signed by:
Firas Anabtawi
Registration No. 5482
10 August 2026
Dubai
United Arab Emirates

Condensed interim consolidated statement of financial position
As at 30 June 2026

	Notes	**30 June 2026 AED'000 (Unaudited)**	31 December 2025 AED'000 (Audited)
ASSETS			
Investment properties	5	**76,717**	76,717
Property and equipment		**9,462**	10,706
Intangible assets		**32,453**	34,925
Investments at amortised cost	6	**-**	4,403
Investments at fair value through other comprehensive income (FVTOCI)	6	**1,000**	1,000
Investments at fair value through profit or loss (FVTPL)	6	**624,191**	563,695
Retakaful contract assets	7	**283,538**	247,356
Trade and other receivables	8	**33,650**	47,835
Cash and bank balances	9	**414,027**	422,148
TOTAL ASSETS		**1,475,038**	1,408,785
EQUITY AND LIABILITIES			
EQUITY			
Share capital	10	**260,156**	260,156
Statutory reserve	11	**17,722**	17,722
Restricted reserve	11	**9,441**	9,441
Accumulated losses		**(7,477)**	(18,430)
Treasury shares	11	**(11,343)**	(9,986)
Reserves for treasury shares	11	**3,617**	3,113
TOTAL EQUITY		**272,116**	262,016
LIABILITIES			
Employees' end of service benefits		**18,530**	17,377
Deferred tax liability	16	**4,350**	5,060
Lease liability		**3,303**	4,382
Takaful contract liabilities	7	**996,647**	888,824
Retakaful contract liabilities	7	**83,754**	79,969
Trade and other payables	12	**25,670**	48,737
Current tax liability	16	**3,998**	2,420
Borrowings	13	**66,670**	100,000
TOTAL LIABILITIES		**1,202,922**	1,146,769
TOTAL EQUITY AND LIABILITIES		**1,475,038**	1,408,785

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the condensed consolidated interim financial information present fairly in all material respects the financial position, financial performance and cash flows of the Group.

Dr. Ali Saeed Bin Harmal Aldhaheri
Chairman

Mr. Anuj Agarwal
Chief Executive Officer

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

Condensed interim consolidated statement of comprehensive income
For the period ended 30 June 2026

	Notes	**(Unaudited) Three-month period ended 30 June 2026 AED'000**	(Unaudited) Three-month period ended 30 June 2025 AED'000	**(Unaudited) Six-month period ended 30 June 2026 AED'000**	(Unaudited) Six-month period ended 30 June 2025 AED'000
Income					
Takaful revenue	14	**247,801**	204,606	**450,608**	388,901
Takaful expenses	15	**(222,759)**	(206,602)	**(387,714)**	(334,580)
Takaful service result before retakaful contracts held		**25,042**	(1,996)	**62,894**	54,321
Allocation of retakaful contributions	15	**(98,379)**	(71,517)	**(183,157)**	(145,811)
Amounts recoverable from retakaful for incurred claims	15	**85,351**	75,934	**132,072**	90,595
Net (expense)/ income from retakaful contracts held		**(13,028)**	4,417	**(51,085)**	(55,216)
Takaful service result		**12,014**	2,421	**11,809**	(895)
Finance expense for takaful contracts issued	15	**(31,012)**	(12,805)	**(25,648)**	(8,722)
Finance income for retakaful contracts held	15	**3,513**	3,668	**7,678**	12,150
Takaful financial result		**(27,499)**	(9,137)	**(17,970)**	3,428
Net takaful (expense)/ income		**(15,485)**	(6,716)	**(6,161)**	2,533
Net fair value change in investments held at FVTPL (unit-linked)	15	**28,982**	10,874	**21,207**	2,507
Investment income		**13,678**	11,186	**12,139**	14,198
Total investment income		**42,660**	22,060	**33,346**	16,705
Net takaful and finance result		**27,175**	15,344	**27,185**	19,238
General and administrative expenses		**(7,574)**	(6,321)	**(11,152)**	(10,967)
Amortisation of intangibles		**(980)**	(692)	**(1,797)**	(1,437)
Finance cost		**(1,354)**	(1,756)	**(2,494)**	(2,664)
Other income		**111**	1,293	**79**	1,543
Profit for the period before tax		**17,378**	7,868	**11,821**	5,713
Income tax expense	16	**(1,450)**	(390)	**(868)**	(283)
Profit for the period after tax		**15,928**	7,478	**10,953**	5,430

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

Condensed interim consolidated statement of comprehensive income
For the period ended 30 June 2026

	Notes	**(Unaudited) Three-month period ended 30 June 2026 AED'000**	(Unaudited) Three-month period ended 30 June 2025 AED'000	**(Unaudited) Six-month period ended 30 June 2026 AED'000**	(Unaudited) Six-month period ended 30 June 2025 AED'000
Other comprehensive income					
Other comprehensive income		**-**	-	**-**	-
		-	-	**-**	-
Total comprehensive income for the period		**15,928**	7,478	**10,953**	5,430
Earnings per share (AED)					
Basic and diluted	17	**0.061**	0.029	**0.042**	0.021

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

Condensed interim consolidated statement of changes in equity
For the period ended 30 June 2026

	Share capital AED'000	Treasury shares AED'000	Statutory reserve AED'000	Restricted reserve AED'000	Accumulated losses AED'000	Reserve for treasury shares AED'000	Total AED'000
As at 1 January 2026 (audited)	**260,156**	**(9,986)**	**17,722**	**9,441**	**(18,430)**	**3,113**	**262,016**
Profit after tax for the period	**-**	**-**	**-**	**-**	**10,953**	**-**	**10,953**
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**10,953**	**-**	**10,953**
Purchase of treasury shares (note 11)	**-**	**(1,357)**	**-**	**-**	**-**	**504**	**(853)**
As at 30 June 2026 (Unaudited)	**260,156**	**(11,343)**	**17,722**	**9,441**	**(7,477)**	**3,617**	**272,116**
As at 1 January 2025 (As previously reported)	260,156	(7,554)	12,621	7,359	(38,660)	2,282	236,204
Prior year adjustment	-	-	(351)	-	(6,596)	-	(6,947)
As at 1 January 2025 (Audited and restated)	260,156	(7,554)	12,270	7,359	(45,256)	2,282	229,257
Profit after tax for the period	-	-	-	-	5,430	-	5,430
Total comprehensive income for the period	-	-	-	-	5,430	-	5,430
Purchase of treasury shares (note 11)	-	(5,234)	-	-	-	1,766	(3,468)
As at 30 June 2025 (Unaudited)	260,156	(12,788)	12,270	7,359	(39,826)	4,048	231,219

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

Condensed interim consolidated statement of cash flows
For the period ended 30 June 2026

	(Unaudited) Six-month period ended 30 June 2026 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000
Cash flows from operating activities		
Profit before tax for the period	**11,821**	5,713
Adjustments for:		
Depreciation of property and equipment	**1,315**	1,361
Amortisation of intangibles	**2,567**	2,508
Write-off of property and equipment	**-**	259
Unrealised loss/ (gain) on investments at FVTPL	**977**	(2,621)
Realised (gain)/ loss on investments at FVTPL	**(1,941)**	632
Income from dividends	**(2,230)**	(2,227)
Income from deposits	**(4,790)**	(5,513)
Income from investments held at amortised cost	**(2,805)**	(2,081)
Finance cost	**2,494**	2,664
Finance cost on lease liability	**60**	-
Rental income	**(2,693)**	(2,582)
Release on expected credit losses on receivables	**(267)**	(286)
Release on expected credit losses on investments	**-**	(2)
Provision for employees' end of service benefits	**2,631**	2,814
Operating cash flows before changes in working capital	**7,139**	639
Change in trade and other receivables	**12,500**	9,587
Change in retakaful contract assets and liabilities – net	**(32,397)**	13,820
Change in takaful contract assets and liabilities - net	**86,616**	54,707
Change in trade and other payables	**(23,067)**	(21,928)
Cash generated from operations	**50,791**	56,825
Employee's end of service benefits paid	**(1,478)**	(1,947)
Net cash generated from operating activities	**49,313**	54,878
Cash flows from investing activities		
Purchase of property and equipment	**(166)**	(237)
Purchase of intangible assets	**-**	(24)
Proceeds from sale of investments at FVTPL	**135,046**	63,939
Purchase of equity investments carried at FVTPL	**(173,371)**	(98,364)
Income received on deposits	**6,537**	1,122
Income received on investment held at amortised cost	**2,933**	1,797
Proceeds from redemption of investment held at amortised cost	**4,403**	4,406
Rental income received	**2,843**	2,902
Dividend received	**2,157**	2,227
Change in wakala deposits – net	**38,447**	(83,255)
Net cash generated from / (used in) investing activities	**18,829**	(105,487)

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

Condensed interim consolidated statement of cash flows (continued)
For the period ended 30 June 2026

	(Unaudited) Six-month period ended 30 June 2026 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000
Cash flows from financing activities		
Purchase of treasury shares	**(853)**	(3,468)
(Repayment of)/ proceed from Murabaha facility - net	**(33,330)**	51,125
Lease payments	**(1,139)**	(680)
Finance costs paid	**(2,494)**	(2,664)
Net cash (used in)/ generated from financing activities	**(37,816)**	44,313
Net change in cash and cash equivalents	**30,326**	(6,296)
Cash and cash equivalents, beginning of period	**128,111**	123,111
Cash and cash equivalents, end of period (note 9)	**158,437**	116,815

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

1 Legal status and activities

Watania International Holding (PJSC) (the "Company") was incorporated as a public joint stock company. During the year 2023, the Company's insurance license has been cancelled as it will be an investment holding company and changed its name from Dar Al Takaful (PJSC) to Watania International Holding (PJSC). The address of the Company is P.O. Box 235353, Dubai, United Arab Emirates. The Company's ordinary shares are listed on the Dubai Financial Market ("DFM"), United Arab Emirates.

The Company obtained its commercial license on 23 July 2008 and commenced operations on 1 September 2008.

The condensed interim consolidated financial information has been prepared in accordance with the requirements of the applicable laws and regulations, including UAE Federal Law No. (32) of 2021, as amended, and the UAE Federal Decree Law No. (6) of 2025 regarding the Central Bank, Regulation of Financial Institutions and Activities, and Insurance Business.

The primary activity of the company includes investment in subsidiaries and securities such as agricultural, commercial, educational, energy, industrial, technological, and tourist enterprises & management, outer space projects, health care, sports, and water enterprises & development, oil & natural gas projects.
The Company with its subsidiaries is together referred to as the "Group" in this condensed interim consolidated financial information. Set out below are the details of the principal subsidiaries held directly by the Company, in UAE which is the country of their incorporation and principal place of business:

Name of subsidiary	Proportion of ownership interest		Principal activities
	30 June 2026	31 December 2025	
Watania Takaful Family (PJSC)	**100%**	100%	Family takaful and retakaful activities
Watania Takaful General (PJSC)	**100%**	100%	General takaful and retakaful activities

2 Basis of preparation

The condensed interim consolidated financial information is for the six-month period ended 30 June 2026 and is presented in United Arab Emirate Dirham (AED), which is also the functional currency of the Group. This condensed interim consolidated financial information has been prepared in accordance with IAS 34 'Interim Financial Reporting' and complies with the applicable requirements of the laws in the U.A.E. The condensed consolidated interim financial information does not include all the information required in annual financial information in accordance with IFRS Accounting Standards ("IFRS") and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2025. Further, results for interim periods are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The Group presents its condensed interim consolidated statement of financial position broadly in order of liquidity, with a distinction based on expectations regarding recovery or settlement within twelve months after the reporting date (current) and more than twelve months after the reporting date (non-current). However, the following balances would generally be classified as current: Cash and cash equivalents, prepayments and other receivables, Trade and other payables. The following balances would generally be classified as non-current: property and equipment, right of use assets, investment properties, statutory deposit and provision for employees' end of service indemnity. The following balances are of mixed nature (including both current and non-current portions): investments at amortised cost, investments at fair value through profit or loss, investments at fair value through other comprehensive income, retakaful contract assets and liabilities, takaful contract assets and liabilities, bank balances and fixed deposits.

2 Basis of preparation (continued)

Basis of consolidation

The condensed interim consolidated financial information comprise the financial information of the Company and its subsidiaries as at 30 June 2026.

Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Company controls an investee if, and only if, the Company has:

- power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- exposure, or rights, to variable returns from its involvement with the investee; and
- the ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Company has less than a majority of the voting or similar rights of an investee, the Company considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- the contractual arrangement with the other vote holders of the investee
- rights arising from other contractual arrangements
- the Company's voting rights and potential voting rights

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Company loses control over a subsidiary, it derecognises the related assets (including goodwill), liabilities, non-controlling interest and other components of equity while any resultant gain or loss is recognised in profit or loss. Any investment retained is recognised at fair value.

3 Material accounting policy information

Application of new and revised IFRS Accounting Standards (IFRSs)

3.1 New and revised IFRSs applied with no material effect on the condensed interim consolidated financial information

The following new and revised IFRSs, which became effective for annual periods beginning on or after 1 January 2026, have been adopted in condensed interim consolidated financial information. The application of these revised IFRSs has not had any material impact on the amounts reported for the current and prior periods but may affect the accounting for future transactions or arrangements.

Amendments IFRS 9 and IFRS 7 regarding the classification and measurement of financial instruments

The amendments address matters identified during the post-implementation review of the classification and measurement requirements of IFRS 9 Financial Instruments.

Amendments IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity

The amendments aim at enabling entities to include information in their financial statements that in the IASB's view more faithfully represents contracts referencing nature-dependent electricity.

Annual improvements to IFRS Accounting Standards — Volume 11

The pronouncement comprises the following amendments:

- IFRS 1: Hedge accounting by a first-time adopter
- IFRS 7: Gain or loss on derecognition
- IFRS 7: Disclosure of deferred difference between fair value and transaction price
- IFRS 7: Introduction and credit risk disclosures
- IFRS 9: Lessee derecognition of lease liabilities
- IFRS 9: Transaction price
- IFRS 10: Determination of a 'de facto agent'
- IAS 7: Cost method

3 Material accounting policy information (continued)

3.2 Application of new and revised IFRS Accounting Standards (IFRSs) (continued)

New and revised IFRS in issue but not yet effective

New and revised IFRSs	Effective for annual periods beginning on or after
IFRS 18 Presentation and Disclosures in Financial Statements	1 January 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21)	1 January 2027
Amendments to IFRS 10 – Consolidated Financial Statements and IAS 28 – Investments in Associates and Joint Ventures (2011)	Effective date deferred indefinitely. Adoption is still permitted.
IFRS Sustainability Disclosure Standards	
IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information	Effective date not yet decided by the regulator in the United Arab Emirates
IFRS S2 Climate-related Disclosures	Effective date not yet decided by the regulator in the United Arab Emirates

The above stated new standards and amendments are not expected to have any significant impact, on the consolidated financial statements, other than IFRS 18. The Group is currently working to identify the impact IFRS 18 will have on its consolidated financial statements.

4 Critical accounting estimates and judgments in applying accounting policies

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

In preparing this condensed interim consolidated financial information, the significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the audited consolidated financial statements as at and for the year ended 31 December 2025.

The heightened geopolitical tensions in the Middle East have created regional uncertainty. As of the reporting date, the Group has assessed the available information, including claims experience, management inputs, and relevant business indicators, and has not identified any abnormal trends or unusual developments across its key lines of business that would indicate a material impact from the current geopolitical situation. Given the evolving nature of these events, Management will continue to monitor developments and assess any potential implications for the Group's operations, financial position, and financial performance.

Insurance and financial risk management

The Group’s insurance and financial risk management objectives and policies are consistent with those disclosed in the audited consolidated financial statements as at and for the year ended 31 December 2025. There have been no changes in any risk management policies since the year end.

5 Investment properties

Investment properties comprise of buildings which are located in United Arab Emirates.

Management values the investment properties at the end of each financial year and estimates that there has been no change in the fair value of investment properties during the six-month period ended 30 June 2026. The carrying value of the investment properties as at 30 June 2026 is AED 76.7 million (31 December 2025: AED 76.7 million). Investment properties are classified as Level 3 in the fair value hierarchy as at 30 June 2026 (31 December 2025: Level 3).

6 Investment in securities

Investment at amortised cost

Amortised cost investments comprise the following:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Quoted debt securities inside U.A.E.	**-**	4,403
	-	4,403

The fair value of the investments at amortised cost amounted to AED Nil as of 30 June 2026 (31 December 2025: AED 4.4 million). These investments yield rates range from 2.95% to 5.70% (2025: 1.83% to 5.70%).

Sukuk worth AED Nil million (31 December 2025: AED 4.4 million) and Wakala deposit worth AED 21.1million (31 December 2025: AED 16.7 million) are held in margin accounts against a guarantee of AED 14.8 million (31 December 2025: AED 14.8 million) to issue takaful business related performance and tender bonds.

Investments at fair value through profit or loss

Investments at fair value through profit or loss comprises the following:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Investment in mutual funds	**387,744**	363,399
Investment in debt securities	**152,523**	99,314
Investment in equity securities	**83,924**	100,982
	624,191	563,695
Quoted securities inside U.A.E.	**236,447**	200,296
Unquoted securities inside U.A.E.	**15,799**	16,243
Unquoted securities outside U.A.E.	**371,945**	347,156
	624,191	563,695

Investments at fair value through other comprehensive income

Fair value through other comprehensive income comprises the following:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Unquoted debt securities in U.A.E.	**1,000**	1,000
	1,000	1,000

6 Investment in securities (continued)

The movement in investment in securities is as follows:

30 June 2026 (Unaudited)	**Investments at amortised cost AED'000**	**Investments at FVTOCI AED'000**	**Investments at FVTPL AED'000**	**Total AED'000**
At 1 January 2026 (Audited)	**4,403**	**1,000**	**563,696**	**569,099**
Addition during the period	**-**	**-**	**173,371**	**173,371**
Maturity during the period	**(4,403)**	**-**	**-**	**(4,403)**
Disposal during the period	**-**	**-**	**(135,046)**	**(135,046)**
Fair value change on financial assets at FVTPL - unit linked	-	-	**21,207**	**21,207**
Fair value change on financial assets at FVTPL	-	-	**963**	**963**
At 30 June 2026	**-**	**1,000**	**624,191**	**625,191**

31 December 2025 (Audited)	Investments at amortised cost AED'000	Investments at FVTOCI AED'000	Investments at FVTPL AED'000	Total AED'000
At 1 January	20,915	1,000	476,205	498,120
Addition during the year	-	-	220,852	220,852
Maturity during the year	(16,512)	-	-	(16,512)
Disposal during the year	-	-	(163,666)	(163,666)
Fair value change on financial assets at FVTPL - unit linked	-	-	21,590	21,590
Fair value change on financial assets at FVTPL	-	-	8,715	8,715
At 31 December 2025	4,403	1,000	563,696	569,099

7 Takaful and retakaful contracts

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

Takaful contracts issued

	(Unaudited) 30 June 2026			(Audited) 31 December 2025		
	Assets	**Liabilities**	**Net**	Assets	Liabilities	Net
	AED'000	**AED'000**	**AED'000**	AED'000	AED'000	AED'000
General takaful	**-**	**(338,343)**	**(338,343)**	-	(314,398)	(314,398)
Medical takaful	**-**	**(219,653)**	**(219,653)**	-	(159,495)	(159,495)
Family takaful	**-**	**(438,651)**	**(438,651)**	-	(414,931)	(414,931)
Total takaful contracts issued	**-**	**(996,647)**	**(996,647)**	-	(888,824)	(888,824)

Retakaful contracts held

	(Unaudited) 30 June 2026			(Audited) 31 December 2025		
	Assets	**Liabilities**	**Net**	Assets	Liabilities	Net
	AED'000	**AED'000**	**AED'000**	AED'000	AED'000	AED'000
General takaful	**155,458**	**(23,375)**	**132,083**	139,669	(6,144)	133,525
Medical takaful	**118,691**	**(67)**	**118,624**	98,931	(63)	98,868
Family takaful	**9,389**	**(60,312)**	**(50,923)**	8,756	(73,762)	(65,006)
Total retakaful contracts held	**283,538**	**(83,754)**	**199,784**	247,356	(79,969)	167,387

7 Takaful and retakaful contracts (continued)

Roll-forward of net asset or liability for takaful contracts issued showing the liability for remaining coverage and the liability for incurred claims

Contracts measured under the PAA

	Liabilities for remaining coverage		Liabilities for incurred claims		
30 June 2026 (Unaudited)	**Excluding loss component AED'000**	**Loss component AED'000**	**Estimates of the present value of future cash flows AED'000**	**Risk adjustment AED'000**	**Total AED'000**
Takaful contract liabilities as at 1 January 2026 (Audited)	**166,800**	**-**	**367,780**	**16,066**	**550,646**
Takaful revenue	**(445,193)**	**-**	**-**	**-**	**(445,193)**
Takaful service expenses					
Incurred claims and other expenses	**-**	**-**	**137,327**	**4,863**	**142,190**
Net takaful acquisition costs	**75,711**	**-**	**-**	**-**	**75,711**
Losses on onerous contract	**-**	**-**	**-**	**-**	**-**
Changes to liabilities for incurred claims	**-**	**-**	**168,373**	**(3,060)**	**165,313**
Takaful service result	**(369,482)**	**-**	**305,700**	**1,803**	**(61,979)**
Takaful finance expenses	**-**	**-**	**4,256**	**-**	**4,256**
Total changes in statement of comprehensive income	**(369,482)**	**-**	**309,956**	**1,803**	**(57,723)**
Cash flows					
Contributions received	**460,607**	**-**	**-**	**-**	**460,607**
Claims and other expenses paid	**-**	**-**	**(239,005)**	**-**	**(239,005)**
Direct attributable expense	**-**	**-**	**(6,741)**	**-**	**(6,741)**
Takaful acquisition cash flows	**(73,982)**	**-**	**-**	**-**	**(73,982)**
Total cash flows	**386,625**	**-**	**(245,746)**	**-**	**140,879**
Takaful contract liabilities as at 30 June 2026	**183,943**	**-**	**431,990**	**17,869**	**633,802**

7 Takaful and retakaful contracts (continued)

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

Contracts measured under the PAA (continued)

	Liabilities for remaining coverage		**Liabilities for incurred claims**		
31 December 2025 (audited)	**Excluding loss component AED'000**	**Loss component AED'000**	**Estimates of the present value of future cash flows AED'000**	**Risk adjustment AED'000**	**Total AED'000**
Takaful contract liabilities as at 1 January 2025, restated	179,516	-	401,255	19,234	600,005
Takaful contract assets as at 1 January 2025	(22)	-	3	-	(19)
Net takaful contract liabilities as at 1 January 2025, restated	179,494	-	401,258	19,234	599,986
Takaful revenue	(902,850)	-	-	-	(902,850)
Takaful service expenses					
Incurred claims and other expenses	-	-	542,871	16,099	558,970
Net takaful acquisition costs	157,564	-	-	-	157,564
Losses on onerous contract and reversals	-	-	-	-	-
Changes to liabilities for incurred claims	-	-	(40,131)	(19,267)	(59,398)
Takaful service result	(745,286)	-	502,740	(3,168)	(245,714)
Takaful finance expenses	-	-	8,127	-	8,127
Total changes in statement of comprehensive income	(745,286)	-	510,867	(3,168)	(237,587)
Cash flows					
Contributions received	903,221	-	-	-	903,221
Claims and other expenses paid	-	-	(532,053)	-	(532,053)
Direct attributable expense	-	-	(12,292)	-	(12,292)
Takaful acquisition cash flows	(170,629)	-	-	-	(170,629)
Total cash flows	732,592	-	(544,345)	-	188,247
Takaful contract liabilities as at 31 December 2025	166,800	-	367,780	16,066	550,646

7 Takaful and retakaful contracts (continued)

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

Contracts not measured under the PAA

	Liability for remaining coverage		Liabilities for incurred claims	
30 June 2026 (Unaudited)	**Excluding loss component AED'000**	**Loss component AED'000**	**Estimates of the present value of future cash flows AED'000**	**Total AED'000**
Takaful contract liabilities as at 1 January 2026 (Audited)	**269,670**	**63,137**	**5,371**	**338,178**
Takaful revenue	(5,415)	-	-	(5,415)
Takaful service expenses				
Incurred claims and other expenses	-	-	1,659	1,659
Net takaful acquisition costs	3,835	-	-	3,835
Losses on onerous contract and reversals	-	(214)	-	(214)
Changes to liabilities for incurred claims	-	-	(780)	(780)
Investment components	(22,432)	-	22,432	-
Takaful service result	(24,012)	(214)	23,311	(915)
Takaful finance expenses	21,371	6	15	21,392
Total changes in statement of comprehensive income	(2,641)	(208)	23,326	20,477
Cash flows				
Contribution received	40,790	-	-	40,790
Claims and other expenses paid	-	-	(23,329)	(23,329)
Takaful acquisition cash flows	(13,271)	-	-	(13,271)
Total cash flows	27,519	-	(23,329)	4,190
Takaful contract liabilities as at 30 June 2026	294,548	62,929	5,368	362,845

7 Takaful and retakaful contracts (continued)

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

Contracts not measured under the PAA (continued)

	Liability for remaining coverage		Liabilities for incurred claims	
31 December 2025 (Audited)	Excluding loss component AED'000	Loss component AED'000	Estimates of the present value of future cash flows AED'000	Total AED'000
Takaful contract liabilities as at 1 January 2025	249,117	61,418	5,176	315,711
Takaful revenue	(15,573)	-	-	(15,573)
Takaful service expenses				
Incurred claims and other expenses	-	-	2,740	2,740
Net takaful acquisition costs	8,325	-	-	8,325
Losses on onerous contract	-	1,644	-	1,644
Changes to liabilities for incurred claims	-	-	79	79
Investments component	(55,325)	-	55,325	-
Takaful service result	(62,573)	1,644	58,144	(2,785)
Takaful finance expenses	21,972	75	22	22,069
Total changes in statement of comprehensive income	(40,601)	1,719	58,166	19,284
Cash flows				
Contribution received	92,347	-	-	92,347
Claims and other expenses paid	-	-	(57,971)	(57,971)
Takaful acquisition cash flows	(31,193)	-	-	(31,193)
Total cash flows	61,154	-	(57,971)	3,183
Takaful contract liabilities as at 31 December 2025	269,670	63,137	5,371	338,178

7 Takaful and retakaful contracts (continued)

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

Analysis by measurement component – Contracts not measured under the PAA

30 June 2026 (Unaudited)	Estimates of present value of future cash flows AED'000	Risk adjustment for non-financial risk AED'000	CSM Contractual service margin AED'000	Total AED'000
Takaful contract liabilities as at 1 January 2026 (Audited)	**321,577**	**1,128**	**15,473**	**338,178**
Changes that relate to current services				
CSM recognised for services provided	-	-	(568)	(568)
Change in risk adjustment for non-financial risk for risk expired	-	(12)	-	(12)
Experience adjustments	(3,074)	36	-	(3,038)
Changes that relate to future services				
Contracts initially recognised in the year	(4,478)	73	4,424	19
Changes in estimates that adjust the CSM	9,478	(27)	(9,451)	-
Changes in estimates that result in losses and reversals of losses on onerous contracts	3,455	9	-	3,464
Changes that relate to past services				
Adjustments to liabilities for incurred claims	(744)	(36)	-	(780)
Takaful service result	4,637	43	(5,595)	(915)
Net finance expenses from takaful contracts	21,309	-	83	21,392
Total changes in the statement of comprehensive income	25,946	43	(5,512)	20,477
Cash flows				
Contributions received	40,790	-	-	40,790
Claims and other directly attributable expenses paid	(23,329)	-	-	(23,329)
Takaful acquisition cash flows paid	(13,271)	-	-	(13,271)
Total cash flows	4,190	-	-	4,190
Takaful contract liabilities as at 30 June 2026	351,713	1,171	9,961	362,845

7 Takaful and retakaful contracts (continued)

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

Analysis by measurement component – Contracts not measured under the PAA (continued)

			CSM	
31 December 2025 (Audited)	Estimates of present value of future cash flows AED'000	Risk adjustment for non-financial risk AED'000	Contractual service margin AED'000	Total AED'000
Takaful contract liabilities as at 1 January 2025	290,570	10,545	14,596	315,711
Changes that relate to current services				
CSM recognised for services provided	-	-	(1,631)	(1,631)
Change in risk adjustment for non-financial risk for risk expired	-	(9,350)	-	(9,350)
Experience adjustments	(4,780)	88	-	(4,692)
Changes that relate to future services				
Contracts initially recognised in the year	(10,718)	200	10,545	27
Changes in estimates that adjust the CSM	8,255	(75)	(8,180)	-
Changes in estimates that result in losses and reversals of losses on onerous contracts	12,797	(15)	-	12,782
Changes that relate to past services				
Adjustments to liabilities for incurred claims	344	(265)	-	79
Takaful service result	5,898	(9,417)	734	(2,785)
Net finance expenses from takaful contracts	21,926	-	143	22,069
Total changes in statement of comprehensive income	27,824	(9,417)	877	19,284
Cash flows				
Contributions received	92,347	-	-	92,347
Claims and other directly attributable expenses paid	(57,971)	-	-	(57,971)
Takaful acquisition cash flows paid	(31,193)	-	-	(31,193)
Total cash flows	3,183	-	-	3,183
Takaful contract liabilities as at 31 December 2025	321,577	1,128	15,473	338,178

7 Takaful and retakaful contracts (continued)

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

Contracts measured under the PAA

	Assets for remaining coverage		Amounts recoverable on incurred claims		
30 June 2026 (Unaudited)	**Excluding loss recovery component AED'000**	**Loss recovery component AED'000**	**Estimates of the present value of future cash flows AED'000**	**Risk adjustment AED'000**	**Total AED'000**
Retakaful contract assets as at 1 January 2026 (Audited)	(242,226)	-	471,793	9,033	238,600
Retakaful contract liabilities as at 1 January 2026 (Audited)	(203,400)	-	120,842	2,589	(79,969)
Net retakaful contract assets (Audited)	(445,626)	-	592,635	11,622	158,631
Allocation of retakaful contributions	(182,355)	-	-	-	(182,355)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	46,169	1,328	47,497
Expenses directly attributable to reinsurance	-	-	(968)	-	(968)
Changes to amounts recoverable for incurred claims and other expenses	-	-	86,394	52	86,446
Net income or (expense) from retakaful contracts held	(182,355)	-	131,595	1,380	(49,380)
Retakaful finance income	-	-	7,493	-	7,493
Total changes in the statement of comprehensive income	(182,355)	-	139,088	1,380	(41,887)
Cash flows					
Retakaful contribution and expenses paid	95,306	-	-	-	95,306
Directly attributable expenses paid	-	-	967	-	967
Amounts received	-	-	(22,622)	-	(22,622)
Total cash flows	95,306	-	(21,655)	-	73,651
Retakaful contract assets as at 30 June 2026	(271,305)	-	536,085	9,369	274,149
Retakaful contract liabilities as at 30 June 2026	(261,370)	-	173,983	3,633	(83,754)
Net retakaful contract asset as at 30 June 2026	(532,675)	-	710,068	13,002	190,395

7 Takaful and retakaful contracts (continued)

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

Contracts measured under the PAA (continued)

	Assets for remaining coverage		Amounts recoverable on incurred claims		
31 December 2025 (Audited)	Excluding loss recovery component AED'000	Loss recovery component AED'000	Estimates of the present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Retakaful contract assets as at 1 January 2025	(422,533)	-	703,278	12,433	293,178
Retakaful contract liabilities as at 1 January 2025	(202,644)	-	147,859	2,952	(51,833)
Net retakaful contract assets	(625,177)	-	851,137	15,385	241,345
Allocation of retakaful contributions	(368,161)	-	-	-	(368,161)
Amounts recoverable from reinsurers for incurred claims					
Amounts recoverable for incurred claims and other expenses	-	-	223,280	3,299	226,579
Changes in fulfilment cash flows that do not adjust underlying CSM	-	-	-	-	-
Expenses directly attributable to retakaful	-	-	(2,336)	-	(2,336)
Changes to amounts recoverable for incurred claims and other expenses	-	-	(70,405)	(7,062)	(77,467)
Net income or (expense) from retakaful contracts held	(368,161)	-	150,539	(3,763)	(221,385)
Retakaful finance income	-	-	14,571	-	14,571
Total changes in the statement of comprehensive income	(368,161)	-	165,110	(3,763)	(206,814)
Cash flows					
Retakaful Contributions and expenses paid	547,712	-	-	-	547,712
Directly attributable expenses paid	-	-	2,335	-	2,335
Amounts received	-	-	(425,947)	-	(425,947)
Total cash flows	547,712	-	(423,612)	-	124,100
Retakaful contract assets as at 31 December 2025	(242,226)	-	471,793	9,033	238,600
Less: Retakaful contract liabilities as at 31 December 2025	(203,400)	-	120,842	2,589	(79,969)
Net retakaful contract asset as at 31 December 2025	(445,626)	-	592,635	11,622	158,631

7 Takaful and retakaful contracts (continued)

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

Contracts not measured under the PAA

30 June 2026 (Unaudited)	**Assets for remaining coverage**		**Amounts recoverable on incurred claims**	
	Excluding loss recovery component AED'000	**Loss component AED'000**	**Estimates of the present value of future cash flows AED'000**	**Total AED'000**
Retakaful contract assets as at 1 January 2026 (Audited)	**(11,301)**	**16,563**	**3,494**	**8,756**
Allocation of retakaful contributions	**(802)**	**-**	**-**	**(802)**
Amounts recoverable from reinsurers for incurred claims				
Amounts recoverable for incurred claims and other expenses	**-**	**-**	**(7)**	**(7)**
Changes in fulfilment cash flows that do not adjust underlying CSM	**-**	**(544)**	**-**	**(544)**
Expenses directly attributable to retakaful	**-**	**-**	**(354)**	**(354)**
Changes that relate to past services	**-**	**-**	**2**	**2**
Net income or (expense) from retakaful contracts held	**(802)**	**(544)**	**(359)**	**(1,705)**
Retakaful finance income	**178**	**-**	**7**	**185**
Investment components and premium refunds	**(1)**	**-**	**1**	**-**
Total changes in the statement of comprehensive income	**(625)**	**(544)**	**(351)**	**(1,520)**
Cash flows				
Contributions paid	**1,805**	**-**	**-**	**1,805**
Directly attributable expenses paid	**-**	**-**	**354**	**354**
Amounts received	**-**	**-**	**(6)**	**(6)**
Total cash flows	**1,805**	**-**	**348**	**2,153**
Retakaful contract assets as at 30 June 2026	**(10,121)**	**16,019**	**3,491**	**9,389**

7 Takaful and retakaful contracts (continued)

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

Contracts not measured under the PAA (continued)

31 December 2025 (Audited)	Assets for remaining coverage		Amounts recoverable on incurred claims	
	Excluding loss recovery component AED'000	Loss recovery component AED'000	Estimates of the present value of future cash flows AED'000	Total AED'000
Retakaful contract assets as at 1 January 2025	(10,521)	13,849	1,750	5,078
Allocation of retakaful contributions	(5,175)	-	-	(5,175)
Amounts recoverable from reinsurers for incurred claims				
Amounts recoverable for incurred claims and other expenses	-	-	(14)	(14)
Changes in fulfilment cash flows that do not adjust underlying CSM	-	2,714	-	2,714
Expenses directly attributable to retakaful	-	-	(802)	(802)
Changes that relate to past service	-	-	2,058	2,058
Net income or (expense) from retakaful contracts held	(5,175)	2,714	1,242	(1,219)
Retakaful finance (expense)/income	(48)	-	9	(39)
Investment components	(29)	-	29	-
Total changes in the statement of comprehensive income	(5,252)	2,714	1,280	(1,258)
Cash flows				
Retakaful contribution and expenses paid	4,472	-	-	4,472
Directly attributable expenses paid	-	-	802	802
Amounts received	-	-	(338)	(338)
Total cash flows	4,472	-	464	4,936
Retakaful contract assets as at 31 December 2025	(11,301)	16,563	3,494	8,756

7 Takaful and retakaful contracts (continued)

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

Analysis by measurement component – Contracts not measured under the PAA

			CSM	
30 June 2026 (Unaudited)	**Estimates of present value of future cash flows AED'000**	**Risk adjustment for non-financial risk AED'000**	**Contractual service margin AED'000**	**Total AED'000**
Retakaful contract assets as at 1 January 2026 (Audited)	(982)	498	9,240	8,756
Changes that relate to current services				
CSM retakaful for services provided	-	-	607	607
Change in risk adjustment for non-financial risk for risk expired	-	(25)	-	(25)
Experience adjustments	(1,738)	(7)	-	(1,745)
Changes that relate to future services				
Contracts initially recognised in the year	(121)	-	121	-
Changes in estimates that adjust the CSM	57	(9)	(48)	-
Changes in estimates that relate to losses and reversals of losses on onerous underlying contracts	-	-	(544)	(544)
Changes that relate to past service	(5)	7	-	2
Net expenses from retakaful contracts	(1,807)	(34)	136	(1,705)
Net finance income from retakaful contracts	59	-	126	185
Total changes in the statement of comprehensive income	(1,748)	(34)	262	(1,520)
Cash flows				
Contributions received	1,805	-	-	1,805
Claims and other directly attributable expenses paid	354	-	-	354
Recoveries from reinsurance	(6)	-	-	(6)
Total cash flows	2,153	-	-	2,153
Retakaful contract assets as at 30 June 2026	(577)	464	9,502	9,389

7 Takaful and retakaful contracts (continued)

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

Analysis by measurement component – Contracts not measured under the PAA (continued)

31 December 2025 (Audited)	Estimates of present value of future cash flows AED'000	Risk adjustment for non-financial risk AED'000	CSM: Contractual service margin AED'000	Total AED'000
Retakaful contract assets as at 1 January 2025	(4,364)	4,592	4,850	5,078
Changes that relate to current services				
CSM recognised for services provided	-	-	1,445	1,445
Change in risk adjustment for non-financial risk for risk expired	-	(3,971)	-	(3,971)
Experience adjustments	(3,452)	(14)	-	(3,466)
Changes that relate to future services				
Contracts initially recognised in the period	(333)	19	315	1
Changes in estimates that adjust the CSM	305	(29)	(276)	-
Changes in estimates that relate to losses and reversals of losses on onerous underlying contracts	-	-	2,714	2,714
Changes that relate to past service - adjustments to LFIC	2,157	(99)	-	2,058
Net expenses from retakaful contracts	(1,323)	(4,094)	4,198	(1,219)
Net finance income or (expenses) from retakaful contracts	(231)	-	192	(39)
Total changes in the statement of comprehensive income	(1,554)	(4,094)	4,390	(1,258)
Cash flows				
Contributions received	4,472	-	-	4,472
Claims and other directly attributable expenses paid	802	-	-	802
Recoveries from retakaful	(338)	-	-	(338)
Total cash flows	4,936	-	-	4,936
Retakaful contract assets as at 31 December 2025	(982)	498	9,240	8,756

7 Takaful and retakaful contracts (continued)

Reconciliation of the measurement components of takaful and retakaful contract balances measured under both PAA and Non-PAA as at:

30 June 2026 (Unaudited)	**PAA AED'000**	**Non-PAA AED'000**	**Total AED'000**
Takaful contract liabilities	**633,802**	**362,845**	**996,647**
Less: Takaful contract assets	**-**	**-**	**-**
Less: Retakaful contract assets	**(274,149)**	**(9,389)**	**(283,538)**
Retakaful contract liabilities	**83,754**	**-**	**83,754**
Net contract liabilities	**443,407**	**353,456**	**796,863**

31 December 2025 (Audited)	PAA AED'000	Non-PAA AED'000	Total AED'000
Takaful contract liabilities	550,646	338,178	888,824
Less: Takaful contract assets	-	-	-
Less: Retakaful contract assets	(238,600)	(8,756)	(247,356)
Retakaful contract liabilities	79,969	-	79,969
Net contract liabilities	392,015	329,422	721,437

8 Trade and other receivables

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Trade receivables	**-**	36,880
Other receivables	**33,650**	36,911
	33,650	73,791
Less: Expected credit losses	**-**	(25,956)
	33,650	47,835

9 Cash and bank balances

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000	(Unaudited) 30 June 2025 AED'000
Cash and bank balances	**147,336**	99,811	101,293
Wakala deposits	**266,691**	322,337	314,856
	414,027	422,148	416,149
Less: Restricted deposit	**(10,000)**	(10,000)	(10,000)
Less: Deposits under lien	**(26,175)**	(21,781)	(11,773)
Less: Deposits pledged against Murabaha facility	**(100,400)**	(100,400)	(100,400)
Less: Deposits with original maturities of more than three months	**(119,015)**	(161,856)	(177,161)
Cash and cash equivalents for the purpose of cash flows	**158,437**	128,111	116,815

9 Cash and bank balances (continued)

Wakala deposits

The wakala deposits carried an anticipated profit rate of 3.2% to 4.65% per annum (31 December 2025: 3.2% to 5.2% per annum). Deposits amounting to AED 100 million (2025: AED 100 million) are pledged for a Murabaha facility taken by the Group.

Bank guarantees

Bank guarantees issued by local banks on behalf of the Group are secured against wakala deposits of AED 26.2 million (31 December 2025: AED 21.8 million). The outstanding guarantees issued in lieu of statutory deposits and deposits under lien as at 30 June 2026 amounted to AED 36.2 million (31 December 2025: AED 31.8 million).

Balances with banks are assessed to have low credit risk of default since the banks are highly regulated by the Central Bank of the UAE. Accordingly, management of the Group estimates the loss allowance on balances with the bank at the end of the reporting period at an amount equal to 12-month ECL. The management of the Group have assessed that there is no impairment, and hence have not recorded any loss allowances on these balances.

10 Share capital

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Issued and fully paid:		
260,156,250 ordinary shares of AED 1 each (31 December 2025: 260,156,250 ordinary shares)	**260,156**	260,156

11 Reserves

Statutory reserve

In accordance with U.A.E. Law No. (32) of 2021, as amended, the Group has established a statutory reserve by appropriation of 10% of profit for each year until the reserve equals 50% of the paid-up share capital. This reserve is not available for distribution except as stipulated by the Law. No transfer to the statutory reserve has been made during the six-months period ended 30 June 2026 (30 June 2025: Nil), as this will be based on the annual results for the year-end.

Restricted reserve

This reserve pertains to the subsidiaries which are takaful entities, and in accordance with article 34 of Central Bank of UAE' Board of Directors Decision No. 23 of 2019, concerning instructions organising Retakaful operations, the reserve is not available for distribution and will not be disposed of without prior approval from Central Bank of UAE. No transfer to the restricted reserve has been made during the six-month period ended 30 June 2026 (six-month period ended 30 June 2025: Nil), as this will be based on the annual results for the year-end.

Treasury shares

The Group engaged a third-party licensed Market Maker on the Dubai Financial Market that offers liquidity provision services, to place buy and sell orders of the Company's shares with the objective of reducing bid/ask spreads as well as reducing price and volume volatility. At 30 June 2026, the Market Maker held 11,343,343 (December 31, 2025: 9,985,672) of Watania International Holding PJSC's shares on behalf of the Company, which are classified under equity as treasury shares at par value of AED 1 at 30 June 2026. During the period, the Company recorded Treasury Shares reserves of AED 3.6 million (December 31, 2025: AED 3.1 million) to reflect the discount on the acquisition of treasury shares.

At the end of the contract term with the Market Maker, the Company will have the option to either transfer the outstanding shares under its name or dispose of the shares in the market.

12 Trade and other payables

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Trade payables	**-**	10,283
Other payables	**25,670**	38,454
	25,670	48,737

13 Borrowings

The Group obtained a Murabaha facility of AED 100 million with ENBD group (34.7 million on 30th January 2026 and 65.3 million on 10th Feb 2025) held at amortised cost. The facility was arranged to settle the previous facility balloon payment of 34.7M due in 2025 and intercompany balances of Watania Takaful General PJSC "WTG" and Watania Takaful Family PJSC "WTF".

Total facility of AED 100 million carrying flexible profit rate of 3 months EIBOR plus 1.75% having a maturity period of 4 years with one year moratorium.

Other Murabaha arrangements are as follows:

Pledged collateral
- Pledger over Wakala deposits valued up to AED 100 million;
- Pledge over the shares of target entities i.e. WTF and WTG;
- A profit service reserve account will be maintained by the Company with bank that holds 6 months of profit service for outstanding facility amount at all the times;
- All proceeds from the operating target entities shall be deposited into a dividend account that the Company maintains with the bank; and
- Pledge over profit service reserve account and dividend account maintained with the bank.

Financial covenants
- A minimum capital requirement of AED 200 million.
- A minimum solvency coverage ratio of 100%.
- A minimum special purpose Liquid Assets Cover (cash plus marketable securities) of 100%; and
- Compliance with minimum guaranteed fund and net admissible assets requirements.

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Balance at the beginning of the period/year	**100,000**	48,875
New murabaha facility	**-**	100,000
Repayment made during the period/year	**(33,330)**	(48,875)
Balance at the end of the period/year	**66,670**	100,000

14 Takaful revenue

Three–month ended 30 June 2026 (Unaudited)

	General and motor	**Medical**	**Group life**	**Individual life**	**Total**
	AED'000	**AED'000**	**AED'000**	**AED'000**	**AED'000**
Contracts not measured under the PAA	**-**	**-**	**-**	**2,356**	**2,356**
Contracts measured under the PAA	**71,159**	**134,615**	**39,671**	**-**	**245,445**
	71,159	**134,615**	**39,671**	**2,356**	**247,801**

Three–month ended 30 June 2025 (Unaudited)

	General and motor	Medical	Group life	Individual life	Total
	AED'000	AED'000	AED'000	AED'000	AED'000
Contracts not measured under the PAA	-	-	-	3,416	3,416
Contracts measured under the PAA	78,721	109,327	13,142	-	201,190
	78,721	109,327	13,142	3,416	204,606

Six–month ended 30 June 2026 (Unaudited)

	General and motor	**Medical**	**Group life**	**Individual life**	**Total**
	AED'000	**AED'000**	**AED'000**	**AED'000**	**AED'000**
Contracts not measured under the PAA	**-**	**-**	**-**	**5,415**	**5,415**
Contracts measured under the PAA	**134,997**	**239,475**	**70,721**	**-**	**445,193**
	134,997	**239,475**	**70,721**	**5,415**	**450,608**

Six-month ended 30 June 2025 (Unaudited)

	General and motor	Medical	Group life	Individual life	Total
	AED'000	AED'000	AED'000	AED'000	AED'000
Contracts not measured under the PAA	-	-	-	6,758	6,758
Contracts measured under the PAA	146,502	194,092	41,549	-	382,143
	146,502	194,092	41,549	6,758	388,901

15 Takaful expenses and net expense/ (income) from takaful contracts issued and retakaful contracts held

Three–month ended 30 June 2026 (Unaudited)	**General and motor AED'000**	**Medical AED'000**	**Group life AED'000**	**Individual life AED'000**	**Total AED'000**
Takaful service expense	**70,266**	**119,335**	**34,232**	**(1,074)**	**222,759**
Allocation of retakaful premiums	**23,517**	**43,692**	**30,970**	**200**	**98,379**
Amounts recoverable from retakaful for incurred claims	**(23,426)**	**(36,435)**	**(27,903)**	**2,413**	**(85,351)**
Takaful finance expenses fo takaful contracts issued	**1,378**	**172**	**424**	**29,038**	**31,012**
Retakaful finance income fo retakaful contracts held	**(1,491)**	**(1,231)**	**(728)**	**(63)**	**(3,513)**
Net fair value change on investments held at FVTF *(unit-linked)*	**-**	**-**	**-**	**(28,982)**	**(28,982)**
	70,244	**125,533**	**36,995**	**1,532**	**234,304**

Three–month ended 30 June 2025 (Unaudited)	General and motor AED'000	Medical AED'000	Group life AED'000	Individual life AED'000	Total AED'000
Takaful service expense	89,769	97,105	12,816	6,912	206,602
Allocation of retakaful premiums	25,904	37,406	7,823	384	71,517
Amounts recoverable from retakaful for incurred claims	(34,723)	(28,761)	(8,244)	(4,206)	(75,934)
Takaful finance expenses for takaful contracts issued	1,448	189	251	10,917	12,805
Retakaful finance (income)/ expense for retakaful contracts held	(1,922)	(1,290)	(474)	18	(3,668)
Net fair value change on investments held at FVTPL *(unit-linked)*	-	-	-	(10,874)	(10,874)
	80,476	104,649	12,172	3,151	200,448

15 Takaful expenses and net expense/ (income) from takaful contracts issued and retakaful contracts held (continued)

Six–month ended 30 June 2026 (Unaudited)	**General and motor**	**Medical**	**Group life**	**Individual life**	**Total**
	AED'000	**AED'000**	**AED'000**	**AED'000**	**AED'000**
Takaful service expense	**109,482**	**220,079**	**53,653**	**4,500**	**387,714**
Allocation of retakaful premium	**49,112**	**77,222**	**56,021**	**802**	**183,157**
Amounts recoverable from retakaful for incurred claims	**(22,826)**	**(67,991)**	**(42,158)**	**903**	**(132,072)**
Takaful finance expenses for takaful contracts issued	**2,754**	**677**	**825**	**21,392**	**25,648**
Retakaful finance income for retakaful contracts held	**(3,283)**	**(2,780)**	**(1,430)**	**(185)**	**(7,678)**
Net fair value change on investments held at FVTPL *(unit-linked)*	**-**	**-**	**-**	**(21,207)**	**(21,207)**
	135,239	**227,207**	**66,911**	**6,205**	**435,562**

Six–month ended 30 June 2025 (Unaudited)	General and motor	Medical	Group life	Individual life	Total
	AED'000	AED'000	AED'000	AED'000	AED'000
Takaful service expense	126,377	178,888	17,310	12,005	334,580
Allocation of retakaful premium	47,078	69,167	28,870	696	145,811
Amounts recoverable from retakaful for incurred claims	(21,227)	(55,869)	(8,668)	(4,831)	(90,595)
Takaful finance expenses for takaful contracts issued	4,168	891	841	2,822	8,722
Retakaful finance income for retakaful contracts held	(5,491)	(4,963)	(1,743)	47	(12,150)
Net fair value change on investments held at FVTPL *(unit-linked)*	-	-	-	(2,507)	(2,507)
	150,905	188,114	36,610	8,232	383,861

16 Corporate Tax

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance ("MoF") released Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax ("CT") to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. Recently, in order to align with OECD's Global Minimum Tax effort (Pillar Two), the UAE Ministry of Finance (MoF) has introduced a Domestic Minimum Top-Up Tax of 15% for Multinational Enterprises (MNEs) with effect from financial years starting on or after 1st January 2025. It is not foreseen that the Group's operations will be subject to the application of the Global Minimum Tax rate of 15%.

The tables below show the details of the provision for current and deferred income tax credit / (expense):

	30 June 2026 (Unaudited) AED'000	30 June 2025 (Unaudited) AED'000
Condensed interim consolidated statement of comprehensive income		
Current tax expense	**1,578**	188
Deferred tax (credit)/ expense	**(710)**	95
	868	283

Movement in current and deferred tax liabilities:

	30 June 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
Current tax liabilities		
Balance at the beginning of the period/year	**2,420**	23
Current tax expenses	**1,578**	2,479
Tax paid during the year	**-**	(82)
Balance at the end of the period/year	**3,998**	2,420

	30 June 2026 (Unaudited) AED'000	31 December 2025 (Audited) AED'000
Deferred tax liabilities		
Balance at the beginning of the period/year	**5,060**	4,496
Release of deferred tax liability on intangibles	**(162)**	(400)
Change in fair value of investments	**(548)**	635
Change in fair value of investment properties	**-**	329
Balance at the end of the period/year	**4,350**	5,060

17 Earnings per share

Earnings per share are calculated by dividing the net profit for the period by the weighted average number of ordinary shares outstanding during the period as follows:

	(Unaudited) Three-month period ended 30 June 2026	(Unaudited) Three-month period ended 30 June 2025	**(Unaudited) Six-month period ended 30 June 2026**	(Unaudited) Six-month period ended 30 June 2025
Profit after tax for the period (in AED'000)	**15,928**	7,478	**10,953**	5,430
Number of shares	**260,156,250**	260,156,250	**260,156,250**	260,156,250
Basic and diluted earnings per share (in AED)	**0.061**	0.029	**0.042**	0.021

Diluted earnings per share for the six months and three months periods ended 30 June 2026 and 30 June 2025 are equivalent to basic earnings per share.

18 Related party transactions

Related parties comprise companies and entities under common ownership and/or common management and control, their partners and key management personnel.

Related parties also include the major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

Transactions with related parties

Certain costs such as personnel costs, rent and utilities, advertising, legal and professional expenses, depreciation and other shared costs are incurred by Watania Takaful General (PJSC) (WTG), Watania Takaful Family (PJSC) (WTF) and Watania International Holding (PJSC) (WIH), which are shared on a mutually agreed basis. The shared service costs are allocated based on approved allocation for the period, with different rates applied to certain expense categories. During the period, the Group entered the following transactions with the related parties:

	(Unaudited) Three-month period ended 30 June 2026 AED'000	(Unaudited) Three-month period ended 30 June 2025 AED'000	**(Unaudited) Six-month period ended 30 June 2026 AED'000**	(Unaudited) Six-month period ended 30 June 2025 AED'000
Takaful revenue/ (expenses)	**3**	(416)	**5,672**	6,726
Expenses recharged to related parties	**6,060**	7,115	**11,519**	11,241

Compensation of key management personnel

	(Unaudited) Three-month period ended 30 June 2026 AED'000	(Unaudited) Three-month period ended 30 June 2025 AED'000	**(Unaudited) Six-month period ended 30 June 2026 AED'000**	(Unaudited) Six-month period ended 30 June 2025 AED'000
Short-term benefits	**698**	1,899	**1,989**	3,798
Employees' end of service benefits	**11**	231	**207**	462
	709	2,130	**2,196**	4,260

19 Commitments and guarantees

Commitments

The Group has capital commitments amounting to AED 1.2 million as at 30 June 2026 (31 December 2025: AED 0.81 million).

Guarantees

As at 30 June 2026, the Group has outstanding bank guarantees amounting AED 247,000 (31 December 2025: AED 267,000).

Legal claims

The Group is subject to litigation in the normal course of its business. Based on independent legal advice, except for the provisions already made as at 30 June 2026 the management does not believe that the outcome of these court cases will have a material impact on the Group's consolidated performance or consolidated statement of financial position.

20 Segment information

For management purposes the Group is organised into two business segments, takaful and investments. The takaful segment comprises of the takaful business undertaken by the subsidiaries of the Group on behalf of the policyholders. Investments comprise investment and cash management for the Group's own account. No operating segments have been aggregated to form the above reportable operating segments.

Segment performance is evaluated based on profit or loss which in certain respects is measured differently from profit or loss in the financial information.

Segment income, expenses and results will include those transfers between business segments which will then be eliminated on consolidation as shown below.

Three-month period ended 30 June 2026 (Unaudited)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
Takaful revenue	205,774	39,671	2,356	-	247,801
Takaful service expenses	(189,601)	(34,232)	1,074	-	(222,759)
Takaful service result before retakaful contracts held	16,173	5,439	3,430	-	25,042
Allocation of retakaful contributions	(67,209)	(30,970)	(200)	-	(98,379)
Amounts recoverable from retakaful for incurred claims	59,861	27,903	(2,413)	-	85,351
Net expenses from retakaful contracts held	(7,348)	(3,067)	(2,613)	-	(13,028)
Takaful service result	8,825	2,372	817	-	12,014
Finance expense for takaful contracts issued	(1,550)	(424)	(29,038)	-	(31,012)
Finance income for retakaful contracts held	2,722	728	63	-	3,513
Takaful financial result	1,172	304	(28,975)	-	(27,499)
Net takaful income/ (expense)	9,997	2,676	(28,158)	-	(15,485)
Net fair value change in investments at FVTPL-Unit linked	-	-	28,982	-	28,982
Investment income	10,221	1,078	-	2,379	13,678
Total investment income	10,221	1,078	28,982	2,379	42,660
Net takaful and finance result	20,218	3,754	824	2,379	27,175

20 Segment information (continued)

Three-month period ended 30 June 2026 (Unaudited)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
General and administrative expenses	-	-	-	(7,574)	(3,578)
Amortisation of intangibles	-	-	-	(980)	(817)
Finance cost	-	-	-	(1,354)	(1,140)
Other income	-	-	-	111	(32)
Profit/ (loss) for the period before tax	20,218	3,754	824	(7,418)	17,378
Income tax expense	-	-	-	-	(1,450)
Profit/ (loss) for the period after tax	20,218	3,754	824	(7,418)	15,928

20 Segment information (continued)

Three-month period ended 30 June 2025 (Unaudited)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
Takaful revenue	188,048	13,142	3,416	-	204,606
Takaful service expenses	(186,874)	(12,816)	(6,912)	-	(206,602)
Takaful service result before retakaful contracts held	1,174	326	(3,496)	-	(1,996)
Allocation of retakaful contributions	(63,310)	(7,823)	(384)	-	(71,517)
Amounts recoverable from retakaful for incurred claims	63,484	8,244	4,206	-	75,934
Net income from retakaful contracts held	174	421	3,822	-	4,417
Takaful service result	1,348	747	326	-	2,421
Finance expenses for takaful contracts issued	(1,637)	(251)	(10,917)	-	(12,805)
Finance income for retakaful contracts held	3,212	474	(18)	-	3,668
Takaful financial result	1,575	223	(10,935)	-	(9,137)
Net takaful Income/(expense)	2,923	970	(10,609)	-	(6,716)
Net fair value change in investments at FVTPL-Unit linked	-	-	10,874	-	10,874
Investment and other income - net	8,864	460	-	1,862	11,186
Total investment and other income	8,864	460	10,874	1,862	22,060
Net takaful and finance result	11,787	1,430	265	1,862	15,344

20 Segment information (continued)

Three-month period ended 30 June 2025 (Unaudited)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
General and administrative expenses	-	-	-	(6,321)	(6,321)
Amortisation of intangibles	-	-	-	(692)	(692)
Finance cost	-	-	-	(1,756)	(1,756)
Other income	-	-	-	1,293	1,293
Profit/ (loss) for the period before tax	11,787	1,430	265	(5,614)	7,868
Income tax expense	-	-	-	-	(390)
Profit/ (loss) for the period after tax	11,787	1,430	265	(5,614)	7,478

20 Segment information (continued)

Six-month period ended 30 June 2026 (Unaudited)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
Takaful revenue	374,472	70,721	5,415	-	450,608
Takaful service expenses	(329,561)	(53,653)	(4,500)	-	(387,714)
Takaful service result before retakaful contracts held	44,911	17,068	915	-	62,894
Allocation of retakaful contributions	(126,334)	(56,021)	(802)	-	(183,157)
Amounts recoverable from retakaful for incurred claims	90,817	42,158	(903)	-	132,072
Net expense from retakaful contracts held	(35,517)	(13,863)	(1,705)	-	(51,085)
Takaful service result	9,394	3,205	(790)	-	11,809
Finance expense for takaful contracts issued	(3,431)	(825)	(21,392)	-	(25,648)
Finance income for retakaful contracts held	6,063	1,430	185	-	7,678
Takaful financial result	2,632	605	(21,207)	-	(17,970)
Net takaful income/ (expense)	12,026	3,810	(21,997)	-	(6,161)
Net fair value change in investments at FVTPL-Unit linked	-	-	21,207	-	21,207
Investment and othe income - net	9,004	869	-	2,266	12,139
Total investment and other income	9,004	869	21,207	2,266	33,346
Net takaful and finance result	21,030	4,679	(790)	2,266	27,185

20 Segment information (continued)

Six-month period ended 30 June 2026 (Unaudited and restated)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
General and administrative expenses	-	-	-	(11,152)	(11,152)
Amortisation of intangibles	-	-	-	(1,797)	(1,797)
Finance cost	-	-	-	(2,494)	(2,494)
Other income	-	-	-	79	79
Profit/ (loss) for the period before tax	**21,030**	**4,679**	**(790)**	**(13,098)**	**11,821**
Income tax expense	-	-	-	-	(868)
Profit/ (loss) for the period after tax	**21,030**	**4,679**	**(790)**	**(7,418)**	**10,953**

20 Segment information (continued)

Six-month period ended 30 June 2025 (Unaudited)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
Takaful revenue	340,594	41,549	6,758	-	388,901
Takaful service expenses	(305,265)	(17,310)	(12,005)	-	(334,580)
Takaful service result before retakaful contracts held	35,329	24,239	(5,247)	-	54,321
Allocation of retakaful contributions	(116,245)	(28,870)	(696)	-	(145,811)
Amounts recoverable from retakaful for incurred claims	77,096	8,668	4,831	-	90,595
Net (expense)/income from retakaful contracts held	(39,149)	(20,202)	4,135	-	(55,216)
Takaful service result	(3,820)	4,037	(1,112)	-	(895)
Finance expenses for takaful contracts issued	(5,059)	(841)	(2,822)	-	(8,722)
Finance profit/(loss) for retakaful contracts held	10,454	1,743	(47)	-	12,150
Takaful financial result	5,395	902	(2,869)	-	3,428
Net takaful income/(expense)	1,575	4,939	(3,981)	-	2,533
Net fair value change in investments at FVTPL-Unit linked	-	-	2,507	-	2,507
Investment and other income - net	11,123	795	-	2,280	14,198
Total investment and other income	11,123	795	2,507	2,280	16,705
Net takaful and finance result	12,698	5,734	(1,474)	2,280	19,238

20 Segment information (continued)

Six-month period ended 30 June 2025 (Unaudited)

	Takaful			Investments	
	General takaful AED'000	Group family (employee benefits) AED'000	Family Takaful AED'000	AED'000	Total AED'000
General and administrative expenses	-	-	-	(10,967)	(10,967)
Amortisation of intangibles	-	-	-	(1,437)	(1,437)
Finance cost	-	-	-	(2,664)	(2,664)
Other income	-	-	-	1,543	1,543
Profit/ (loss) for the period before tax	12,698	5,734	(1,474)	(11,245)	5,713
Income tax expense	-	-	-	-	(283)
Profit/ (loss) for the period after tax	12,698	5,734	(1,474)	(11,245)	5,430

The following tables demonstrate other information related to each business segments:

	Takaful AED'000	**Investment AED'000**	**Total AED'000**
30 June 2026 (Unaudited)			
Total assets	**1,160,874**	**314,164**	**1,475,038**
Total liabilities	**1,106,072**	**96,850**	**1,202,922**
31 December 2025 (Audited)			
Total assets	1,128,913	279,872	1,408,785
Total liabilities	1,017,530	129,239	1,146,769

21 Fair value measurements

Financial assets measured at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy. This grouping is determined based on the lowest level of significant inputs used in fair value measurement, as follows:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets;
- Level 2 – inputs other than quoted prices included within Level 1 that are observable for the asset or; liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The table below analyses 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:

Financial assets	Fair value as at (Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000	Fair value hierarchy	Valuation techniques and key inputs	Significant unobservable input	Relationship of unobservable inputs to fair value
Investments at FVTOCI						
Unquoted debt securities	**1,000**	1,000	Level 3	Net assets valuation method	Net assets value	Higher the net assets value of the investees, higher the fair value.
Investments at FVTPL						
Quoted debt securities	**152,523**	99,314	Level 1	Quoted bid prices in an active market	N/A	N/A
Quoted equity securities	**83,924**	100,982	Level 1	Quoted bid prices in an active market	N/A	N/A
Mutual funds units	**387,744**	363,399	Level 2	Net assets valuation method	Net assets value	Higher the net assets value of the investees, higher the fair value.
	624,191	563,695				

22. Seasonality of results

No income of seasonal nature was recorded in the condensed interim statement of comprehensive income for the six-month period ended 30 June 2026 and 2025.

23. Approval of the condensed interim consolidated financial information

The condensed interim consolidated financial information was approved and authorized for issue by the Board of Directors on 10 August 2026.