Dubai National Insurance & Reinsurance Co. (P.S.C.)

Condensed interim financial information (Unaudited)
For the six-month period ended 30 June 2026

Dubai National Insurance & Reinsurance Co. (P.S.C.)
For the period ended 30 June 2026

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Report on Review of the Condensed Interim Financial Information

To the Shareholders of Dubai National Insurance & Reinsurance Co. (P.S.C.)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Dubai National Insurance & Reinsurance Co. (P.S.C.) (the "Company") as at 30 June 2026 and the related condensed interim income statement, and condensed interim statement of comprehensive income for the three-month and six-month period then ended, condensed interim statement of changes in equity and condensed interim statement of cash flows for the six-month period then ended, material accounting policy information and other related explanatory notes. Management is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

GRANT THORNTON UAE

Grant Thornton P.O.Box: 1620 DUBAI-U.A.E. Public Accountants

Dr. Osama El Bakry
Registration No: 935
Dubai, United Arab Emirates

14 August 2026

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Condensed interim statement of financial position
As at 30 June 2026

	Notes	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Assets			
Property and equipment		**106,961**	36,216
Investment properties	4	**185,778**	185,778
Financial assets	5	**649,050**	633,996
Statutory deposit	6	**10,000**	10,000
Reinsurance contract assets	7	**437,498**	421,740
Other receivables		**33,784**	26,978
Cash and bank balances	9	**270,830**	362,830
Total assets		**1,693,901**	1,677,538
Equity and liabilities			
Equity			
Share capital		**115,500**	115,500
Statutory reserve	10	**57,750**	57,750
General reserve	10	**180,000**	180,000
Reinsurance reserve	10	**7,276**	7,276
Fair value reserve on financial assets at fair value through other comprehensive income (FVTOCI)		**284,381**	318,096
Retained earnings		**337,710**	272,268
Total equity		**982,617**	950,890
Liabilities			
Employees' end-of-service benefits		**5,069**	5,008
Insurance contract liabilities	7	**662,218**	678,058
Other payables		**25,044**	24,297
Income tax payable		**4,133**	2,214
Deferred tax liability		**14,820**	17,071
Total liabilities		**711,284**	726,648
Total equity and liabilities		**1,693,901**	1,677,538

This condensed interim financial information was authorised for issue on 14 August 2026 by the Board of Directors and signed on its behalf by:

Mr. Charbel Yazbeck
Interim CEO

Mr. Mohammed Khalaf Al Habtoor
Board Member

The notes from 1 to 18 form an integral part of this condensed interim financial information.

Condensed interim income statement
For the period ended 30 June 2026

	Notes	(Unaudited) Six-month period ended 30 June 2026 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Three-month period ended 30 June 2026 AED'000	(Unaudited) Three-month period ended 30 June 2025 AED'000
Insurance revenue		**334,670**	265,613	**168,337**	134,159
Insurance service expenses	13	**(331,135)**	(134,149)	**(215,515)**	(39,853)
Insurance service result before reinsurance contracts held		**3,535**	131,464	**(47,178)**	94,306
Allocation of reinsurance premiums		**(140,610)**	(113,612)	**(68,465)**	(56,340)
Amounts recoverable from reinsurance		**147,635**	(11,019)	**121,308**	(30,815)
Net income/(expense) from reinsurance contracts held		**7,025**	(124,631)	**52,843**	(87,155)
Insurance service result		**10,560**	6,833	**5,665**	7,151
Insurance finance expense for insurance contracts issued	15	**(6,654)**	(15,741)	**(2,381)**	(7,278)
Reinsurance finance income for reinsurance contracts held	15	**10,864**	19,536	**4,016**	8,521
Net insurance financial result		**4,210**	3,795	**1,635**	1,243
Investment income	15	**33,020**	31,700	**7,346**	6,014
Net insurance and investment results		**47,790**	42,328	**14,646**	14,408
Other operating expenses		**(4,189)**	(4,356)	**(2,140)**	(2,008)
Profit for the period before tax		**43,601**	37,972	**12,506**	12,400
Income tax expense		**(1,912)**	(1,577)	**(978)**	(1,058)
Profit for the period after tax		**41,689**	36,395	**11,528**	11,342
Basic and diluted earnings per share	11	**0.36**	0.32	**0.10**	0.10

The notes from 1 to 18 form an integral part of this condensed interim financial information.

Condensed interim statement of comprehensive income
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	(Unaudited) Three-month period ended 30 June 2026 AED'000	(Unaudited) Three-month period ended 30 June 2025 AED'000
Profit for the period after tax	**41,689**	36,395	**11,528**	11,342
Other comprehensive income:				
Items that will be reclassified subsequently to profit or loss:				
Net unrealised (loss)/gain on debt investments carried at FVTOCI – net of tax	**(59)**	1,282	**(35)**	(24)
Debt investment at FVTOCI – reclassified to profit or loss on maturity	**255**	884	**255**	-
Items that will not be reclassified subsequently to profit or loss				
Net unrealised gain on equity investments carried at FVTOCI – net of tax	**7,167**	50,210	**30,043**	60,656
Total other comprehensive income for the period	**7,363**	52,376	**30,263**	60,632
Total comprehensive income for the period	**49,052**	88,771	**41,791**	71,974

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

	Share capital AED'000	Statutory reserve AED'000	General reserve AED'000	Reinsurance reserve AED'000	Fair value reserve on financial assets at FVTOCI AED'000	Retained earnings AED'000	Total equity AED'000
Balance at 1 January 2025 (Audited)	115,500	57,750	180,000	5,678	206,642	237,576	803,146
Profit for the period after tax	-	-	-	-	-	36,395	36,395
Other comprehensive income for the period	-	-	-	-	51,492	-	51,492
Realised gain on debt investment at FVTOCI	-	-	-	-	884	-	884
Total comprehensive income for the period	-	-	-	-	52,376	36,395	88,771
Dividend paid (note 18)	-	-	-	-	-	(17,325)	(17,325)
Balance at 30 June 2025 (Unaudited)	115,500	57,750	180,000	5,678	259,018	256,646	874,592
Balance at 1 January 2026 (Audited)	**115,500**	**57,750**	**180,000**	**7,276**	**318,096**	**272,268**	**950,890**
Profit for the period after tax	-	-	-	-	-	**41,689**	**41,689**
Other comprehensive income for the period	-	-	-	-	**7,108**	-	**7,108**
Realised gain on debt investment at FVTOCI	-	-	-	-	**255**	-	**255**
Transferred to retained earnings on disposal of FVTOCI	-	-	-	-	**(41,078)**	**41,078**	-
Total comprehensive (loss)/income for the period	-	-	-	-	**(33,715)**	**82,767**	**49,052**
Dividend paid (note 18)	-	-	-	-	-	**(17,325)**	**(17,325)**
Balance at 30 June 2026 (Unaudited)	**115,500**	**57,750**	**180,000**	**7,276**	**284,381**	**337,710**	**982,617**

The notes from 1 to 18 form an integral part of this condensed interim financial information.

Dubai National Insurance & Reinsurance Co. (P.S.C.)
Condensed interim financial information (Unaudited)

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

	Note	(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 for the period before tax		**43,601**	37,972
Adjustments for:			
Depreciation on property and equipment		**869**	732
Provision for employees' end-of-service benefits		**384**	384
Investment income		**(33,020)**	(31,700)
Operating cash flows before changes in working capital		**11,834**	7,388
Changes in working capital			
Other receivables		**(6,806)**	(371)
Reinsurance contract assets		**(15,758)**	100,540
Insurance contract liabilities		**(15,840)**	(94,292)
Other payables		**747**	(5,524)
Cash (used in)/generated from operation		**(25,823)**	7,741
Employees' end-of-services benefits paid		**(323)**	(195)
Net cash (used in)/ generated from operating activities		**(26,146)**	7,546
Cash flows from investing activities			
Purchase of property and equipment		**(71,614)**	(3,792)
Purchase of financial assets at FVTOCI		**(113,518)**	(10,000)
Proceeds from disposal of financial assets at FVTOCI		**103,272**	28,585
Net movement in fixed deposits		**(125,877)**	(87,835)
Dividend and interest income received		**33,331**	32,219
Net cash used in investing activities		**(174,406)**	(40,823)
Cash flows from financing activity			
Dividend paid		**(17,325)**	(17,325)
Net cash used in financial activity		**(17,325)**	(17,325)
Net change in cash and cash equivalents		**(217,877)**	(50,602)
Cash and cash equivalents, beginning of period		**337,716**	216,497
Cash and cash equivalents, end of period	9	**119,839**	165,895

The notes from 1 to 18 form an integral part of this condensed interim financial information.

1 Legal status and activities

Dubai National Insurance & Reinsurance Co. (P.S.C.) (the "Company") is a public shareholding Company incorporated in Dubai on 6 January 1992.

The Company is engaged in insurance and reinsurance of all classes of business in accordance with the provisions of the United Arab Emirates ("UAE") Federal Decree Law No. (48) of 2023, concerning Financial Regulations of Insurance Companies issued by the Central Bank of United Arab Emirates and regulation of its operations.

The registered address of the Company is Dubai National Insurance Building, 3rd Floor, Sheikh Zayed Road, P.O. Box 1806, Dubai, UAE.

2 Basis of preparation

This condensed interim financial information is for the six-month period ended 30 June 2026 and is presented in United Arab Emirates Dirham (AED), which is also the functional currency of the Company. This condensed interim 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.

This condensed interim financial information has been prepared on the historical cost basis, except for financial assets carried at fair value through other comprehensive income, financial assets carried at fair value through profit and loss and investment property carried at fair value which are carried at fair value.

The Company's condensed interim statement of financial position is not presented using a current / non-current classification. However, the following balances would generally be classified as current: cash and cash equivalents, financial assets at fair value through profit or loss, other receivables, other payables and income tax payable. The following balances would generally be classified as non-current: property and equipment, investment properties and statutory deposits and employees' end of service benefits. The following balances are of mixed nature (including both current and non-current portions): financial assets at fair value through other comprehensive income, reinsurance contract assets, insurance contract assets and liabilities, fixed deposits, bank balances and deferred tax liability.

The condensed interim financial information does not include all of the information required in annual financial statements in accordance with IFRS and should be read in conjunction with the financial statements of the Company 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.

During the six-month period ended 30 June 2026, regional geopolitical tensions and military escalations in parts of the Middle East increased uncertainty in the economic environment. The situation continues to evolve and has had secondary impacts in several countries across the Middle East including UAE, causing disruption to some business and economic activities. This has brought about additional uncertainties in the economic environment. Management is closely monitoring the situation of the potential impact of the recent regional military escalations on counterparties, including a review of exposure. The Company's business continuity planning framework and other risk management practices remain in place to respond to any potential operational or business disruption arising from the evolving regional situation.

3 Material accounting policy information

The accounting policies, critical accounting judgments and key source of estimation used in the preparation of this condensed interim financial information are consistent with those used in the audited financial statements for the year ended 31 December 2025, except for application of new standards effective as of 1 January 2026 and several amendments and interpretations apply for the first time in 2026.

Standards, interpretations and amendments to existing and new standards

The following relevant standards, interpretations and amendments to existing standards were issued by the IASB:

Standard number	Title	Effective date
IFRS 9 & IFRS 7	Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures regarding the classification and measurement of financial instruments and contracts referencing nature-dependent electricity.	1 January 2026

This standard did not have any impact on this condensed interim financial information.

Standard number	Title	Effective date
IFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
IFRS 20	Regulatory Assets and Regulatory Liabilities	1 January 2029

The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Judgements and estimates

When preparing the condensed interim financial information, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the condensed interim financial information, including the key sources of estimation uncertainty, were the same as those applied in the Company's last annual financial statements for the year ended 31 December 2025.

Discount rates

The Company uses bottom-up approach to derive the discount rate. Under this approach, the discount rate is determined as the risk-free yield, adjusted for differences in liquidity characteristics between the financial assets used to derive the risk-free yield and the relevant liability cash flows (known as an 'illiquidity premium'). The risk-free rate was derived using EIOPA rates with volatility adjustment along with the country risk premium (inclusive of the liquidity premium).

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

	1 year		3 years		5 years		10 years		20 years	
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025	**2026**	2025
Insurance contracts issued										
AED	**4.96%**	4.44%	**4.89%**	4.35%	**4.86%**	4.48%	**4.99%**	4.85%	**5.25%**	5.29%
Reinsurance contracts held										
AED	**4.96%**	4.44%	**4.89%**	4.35%	**4.86%**	4.48%	**4.99%**	4.85%	**5.25%**	5.29%

3 Material accounting policy information (continued)

Risk adjustment for non-financial risk

The Company use Mack method to determine its risk adjustment for non-financial risk. The bootstrap effectively allows the Company to measure the uncertainty about the amount and timing of the cash flows that arise from non-financial risk since bootstrapping the triangles aims to illustrate the variability of the paid claims.

The risk adjustment for non-financial risk is the compensation that the Company requires for bearing the uncertainty about the amount and timing of the cash flows of groups of insurance contracts. The risk adjustment reflects an amount that an insurer would rationally pay to remove the uncertainty that future cash flows will exceed the expected value amount.

The Company has estimated the risk adjustment using a confidence level (probability of sufficiency) approach at the 70th percentile. That is, the Company has assessed its indifference to uncertainty for all product lines (as an indication of the compensation that it requires for bearing non-financial risk) as being equivalent to the 70th percentile confidence level less the mean of an estimated probability distribution of the future cash flows. The Company has estimated the probability distribution of the future cash flows, and the additional amount above the expected present value of future cash flows required to meet the target percentiles.

4 Investment properties

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Opening net book value	**185,778**	175,605
Additions during the period/year	**-**	-
Increase in fair value during the period/year	**-**	10,173
Closing net book value	**185,778**	185,778

On 31 December 2025, two independent and experienced professional valuers estimated the fair value of the investment properties at AED 185.5 million and AED 186.1 million. The Company has opted the average of the two investment properties valuations. The valuers hold relevant professional qualifications and experience. Investment properties are carried at level-3 Fair value and management estimates that there has been no change in the fair value of investment properties during the six-month period ended 30 June 2026.
The ongoing geopolitical situation has resulted in increased market uncertainty, which may impact property valuation assumptions. Management has considered these factors in its assessment of fair value and based on available market information and current assumptions, estimates that there has been no material change in the fair value of investment property during the six-month period ended 30 June 2026.

5 Financial assets

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).

	Note	Level 1	Level 2	Level 3	Total
30 June 2026 (Unaudited)		**AED'000**	**AED'000**	**AED'000**	**AED'000**
Financial assets at FVTPL					
Investment in quoted equity securities	(a)	**2,170**	**-**	**-**	**2,170**
Financial assets at FVTOCI					
Investment in quoted equity securities*	(a)	**588,858**	**-**	**-**	**588,858**
Investment in debt securities	(a)	**58,022**	**-**	**-**	**58,022**
		649,050	**-**	**-**	**649,050**
31 December 2025 (Audited)					
Financial assets at FVTPL					
Investment in quoted equity securities	(a)	2,226	-	-	2,226
Financial assets at FVTOCI					
Investment in quoted equity securities*	(a)	592,927	-	-	592,927
Investment in debt securities	(a)	38,843	-	-	38,843
		633,996	-	-	633,996

* This comprises of quoted investment amounting to AED 12.1 million as at 30 June 2026 (31 December 2025: quoted investment amounting to AED 12.3 million) which are in the name of Khalaf Ahmad Al Habtoor (Chairman) held for the beneficial interest of the Company.

(a) Fair values have been determined by reference to their quoted prices at the reporting date.

5 Financial assets (continued)

Movement in financial assets grouped in level 1

The reconciliation of carrying amounts of financial instruments classified within level 1 is as follows:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Investments in equity securities at FVTOCI		
Opening balance	**592,927**	443,091
Purchased during the period/year	**68,847**	29,993
Disposal during the period/year	**(77,930)**	-
Changes in fair value during the period/year	**5,014**	119,843
Closing balance	**588,858**	592,927
Investments in equity securities at FVTPL		
Opening balance	**2,226**	1,754
Changes in fair value during the period/year	**(56)**	472
Closing balance	**2,170**	2,226
Investments in debt securities at FVTOCI		
Opening balance	**38,843**	65,857
Purchased during the period/year	**44,671**	-
Disposal during the period/year	**(25,342)**	(28,585)
Changes in fair value during the period/year	**(150)**	1,571
Closing balance	**58,022**	38,843

6 Statutory deposit

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Held with a local bank in Dubai, UAE	**10,000**	10,000

Statutory deposit held with a local bank in Dubai, UAE represents deposits held under a lien in favour of the Central Bank of the United Arab Emirates ("CBUAE") in accordance with Article (92) of the Federal Decree Law No. (6) of 2025. The deposit cannot be withdrawn without prior approval from the Central Bank of the United Arab Emirates ("CBUAE").

7 Insurance and reinsurance contracts

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

	30 June 2026 (Unaudited)			31 December 2025 (Audited)		
	Assets AED'000	**Liabilities AED'000**	**Net AED'000**	Assets AED'000	Liabilities AED'000	Net AED'000
Insurance contracts issued	**-**	**(662,218)**	**(662,218)**	-	(678,058)	(678,058)
Reinsurance contracts held	**437,498**	**-**	**437,498**	421,740	-	421,740

7 Insurance and reinsurance contracts (continued)

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

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Excluding loss component (Unaudited) AED'000	Loss component (Unaudited) AED'000	Estimates of the present value of future cash flows (Unaudited) AED'000	Risk adjustment (Unaudited) AED'000	Total (Unaudited) AED'000
30 June 2026 (Unaudited)					
Insurance contract liabilities as at 1 January	**(93,033)**	**(10,227)**	**(521,340)**	**(53,458)**	**(678,058)**
Insurance revenue	**334,670**	**-**	**-**	**-**	**334,670**
Insurance service expenses	**(47,298)**	**(2,974)**	**(282,839)**	**1,976**	**(331,135)**
Incurred claims and other expenses	**-**	**-**	**(255,804)**	**1,348**	**(254,456)**
Amortisation of insurance acquisition cash flows	**(47,298)**	**-**	**-**	**-**	**(47,298)**
Losses on onerous contracts	**-**	**(2,974)**	**-**	**-**	**(2,974)**
Changes to liabilities for incurred claims	**-**	**-**	**(27,035)**	**628**	**(26,407)**
Insurance service result	**287,372**	**(2,974)**	**(282,839)**	**1,976**	**3,535**
Insurance finance expense	**-**	**-**	**(6,654)**	**-**	**(6,654)**
Total changes in the statement of comprehensive income/(loss)	**287,372**	**(2,974)**	**(289,493)**	**1,976**	**(3,119)**
Cash flows					
Premiums received	**(332,665)**	**-**	**-**	**-**	**(332,665)**
Claims and other expenses paid	**-**	**-**	**299,595**	**-**	**299,595**
Insurance acquisition cash flows	**52,029**	**-**	**-**	**-**	**52,029**
Total cash flows	**(280,636)**	**-**	**299,595**	**-**	**18,959**
Net insurance contract liabilities as at 30 June	**(86,297)**	**(13,201)**	**(511,238)**	**(51,482)**	**(662,218)**
31 December 2025 (Audited)					
Insurance contract liabilities as at 1 January	(22,757)	(2,970)	(725,663)	(63,560)	(814,950)
Insurance revenue	560,541	-	-	-	560,541
Insurance service expenses	(82,597)	(7,257)	(236,318)	10,102	(316,070)
Incurred claims and other expenses	-	-	(487,558)	(17,214)	(504,772)
Amortisation of insurance acquisition cash flows	(82,597)	-	-	-	(82,597)
Losses on onerous contracts	-	(7,257)	-	-	(7,257)
Changes to liabilities for incurred claims	-	-	251,240	27,316	278,556
Insurance service result	477,944	(7,257)	(236,318)	10,102	244,471
Insurance finance expense	-	-	(22,783)	-	(22,783)
Total changes in the statement of comprehensive income/(loss)	477,944	(7,257)	(259,101)	10,102	221,688
Cash flows					
Premiums received	(633,775)	-	-	-	(633,775)
Claims and other expenses paid	-	-	463,424	-	463,424
Insurance acquisition cash flows	85,555	-	-	-	85,555
Total cash flows	(548,220)	-	463,424	-	(84,796)
Net insurance contract liabilities as at 31 December	(93,033)	(10,227)	(521,340)	(53,458)	(678,058)

7 Insurance and reinsurance contracts (continued)

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

	Assets for remaining coverage		Amounts recoverable on incurred claims		
30 June 2026 (Unaudited)	Excluding loss recovery component (Unaudited) AED'000	Loss component (Unaudited) AED'000	Estimates of the present value of future cash flows (Unaudited) AED'000	Risk adjustment (Unaudited) AED'000	Total (Unaudited) AED'000
Reinsurance contract assets as at 1 January	(469,147)	3,063	840,227	47,597	421,740
An allocation of reinsurance premiums	(140,610)	-	-	-	(140,610)
Amounts recoverable from reinsurers	-	1,241	146,909	(515)	147,635
Amounts recoverable for incurred claims and other expenses	-	-	146,909	(515)	146,394
Loss-recovery on onerous underlying contracts and adjustments	-	1,241	-	-	1,241
Net (expense)/ income from reinsurance contracts held	(140,610)	1,241	146,909	(515)	7,025
Reinsurance finance income	-	-	10,864	-	10,864
Total changes in the statement of comprehensive (loss)/income	(140,610)	1,241	157,773	(515)	17,889
Cash flows					
Premiums paid	160,978	-	-	-	160,978
Amounts received	-	-	(163,109)	-	(163,109)
Total cash flows	160,978	-	(163,109)	-	(2,131)
Net reinsurance contract assets as at 30 June	(448,779)	4,304	834,891	47,082	437,498

7 Insurance and reinsurance contracts (continued)

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

	Assets for remaining coverage		Amounts recoverable on incurred claims		
31 December 2025 (Audited)	Excluding loss recovery 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
Reinsurance contract assets as at 1 January	(434,473)	1,136	1,036,032	59,516	662,211
An allocation of reinsurance premiums	(252,818)	-	-	-	(252,818)
Amounts recoverable from reinsurers	-	1,927	26,252	(11,919)	16,260
Amounts recoverable for incurred claims and other expenses	-	-	26,252	(11,919)	14,333
Loss-recovery on onerous underlying contracts and adjustments	-	1,927	-	-	1,927
Net (expense)/ income from reinsurance contracts held	(252,818)	1,927	26,252	(11,919)	(236,558)
Reinsurance finance income	-	-	27,439	-	27,439
Total changes in the statement of comprehensive (loss)/income	(252,818)	1,927	53,691	(11,919)	(209,119)
Cash flows					
Premiums paid	218,144	-	-	-	218,144
Amounts received	-	-	(249,496)	-	(249,496)
Total cash flows	218,144	-	(249,496)	-	(31,352)
Net reinsurance contract assets as at 31 December	(469,147)	3,063	840,227	47,597	421,740

8 Related party balances and transactions

At the end of the reporting period, balance with related parties are as follows:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Key Management personnel and entities under common control		
Due from related parties	**31,130**	20,852
Due to related parties	**14,544**	14,645

The nature of significant related party transactions and amounts involved were as follows:

	(Unaudited) Six-month period ended 30 June 2026 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Three-month period ended 30 June 2026 AED'000	(Unaudited) Three-month period ended 30 June 2025 AED'000
Premiums written	**42,208**	50,235	**32,872**	40,208
Claims paid	**39,839**	16,754	**32,142**	11,397
Agency / non-agency repairs	**10,715**	19,754	**5,530**	9,723
Commission paid	**1,580**	1,941	**848**	981
Key management personnel compensation				
Short term benefits	**499**	1,500	**364**	849
Post-employment benefits	**61**	44	**54**	22
	560	1,544	**418**	871

As at 30 June 2026, the company has paid an advance to Al Habtoor City Real Estate Development LLC amounting to AED 103.1 million (31 December 2025: AED 31.6 million) toward the property under development. Additionally, the Company has commitments towards the same property under development amounting to AED 84 million as at 30 June 2026 (31 December 2025: AED 35.4 million).

Quoted investment at FVTOCI amounting to AED 12.1 million as at 30 June 2026 (31 December 2025: quoted investment amounting to AED 12.3 million) is registered in the name of Khalaf Ahmad Al Habtoor (Chairman) held for the beneficial interest of the Company (refer to note 5).

During the year ended 31 December 2025, the Company revised the insurance claim amount to AED 600 million as a result of changes in claim estimates, the Company received AED 198.7 million from reinsurers (31 December 2024: AED 168.3 million). Accordingly, the total amount received from reinsurers as at 31 December 2025 amounted to AED 367 million and the same has been paid to Al Habtoor Motors Co. LLC. resulting in the change of insurance contract liabilities and reinsurance contract assets to AED 233 million and AED 232 million respectively.

During the current period, the Company received AED 10.3 million from the reinsurers and the same has been paid to Al Habtoor Motors Co LLC, resulting in a reduction of the insurance contract liabilities to AED 222.7 million and the reinsurance contract assets to AED 221.7 million.

The management of this claim involves complexities related to the damaged motor vehicles and other assets of the insured, and the losses are still being assessed. The reported figures for insurance contract liabilities and reinsurance contract assets reflect management's best estimate at the reporting date. However, given the evolving nature of the claim, the final amounts may differ from these estimates, and the Company expects these amounts to develop till the loss assessment is completed. Management continues to monitor the claim closely and will update its estimates as further information becomes available.

9 Cash and bank balances

Cash and bank balances comprise the following statement of financial position amounts:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Cash in hand	**10**	10
Cash at banks	**270,820**	362,820
	270,830	362,830

Cash at banks includes deposits amounting to AED 199.5 million (31 December 2025: AED 244.8 million) held with local banks carrying interest ranging from 3.65% - 4.25% (31 December 2025: 3.62% - 4.25%) per annum.

As per management's assessment, expected credit loss on cash and cash equivalents is immaterial.

Cash and cash equivalents at the end of the period as shown in the condensed interim statement of cash flows can be reconciled to the related items in the financial items in the condensed interim statement of financial position as follows:

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000	(Unaudited) 30 June 2025 AED'000
Cash and bank balances	**270,830**	362,830	283,555
Bank deposits with original maturity over 3 months	**(150,991)**	(25,114)	(117,660)
Cash and cash equivalents	**119,839**	337,716	165,895

10 Reserves

Statutory reserve

In accordance with the Company's Articles of Association and Article 241 of the Federal Decree Law No. (32) of 2021 (as amended), a minimum of 10% of the Company's annual net profits must be transferred to a non-distributable statutory reserve. As per the Company's Articles of Association, such transfers are required until the balance in the statutory reserve equals 50% of the Company's paid-up share capital. No transfer to statutory reserve has been made during the period as it has already reached 50% of the paid-up share capital (31 December 2025: Nil).

General reserve

Transfers to the general reserve are made on the recommendation of the Board of Directors. This reserve may be used for such purposes as deemed appropriate by the Board of Directors. During the period, there were no transfers from or to the general reserve (31 December 2025: no transfers)

Reinsurance reserve

In accordance with Article 34 of Insurance Authority's Board of Directors Decision No. 23 of 2019, concerning instructions organising reinsurance operations, the reserve is not available for distribution and will not be disposed of without prior approval from the Central Bank of United Arab Emirates.

11 Earnings per share

	(Unaudited) Six-month period ended 30 June 2026	(Unaudited) Six-month period ended 30 June 2025	**(Unaudited) Three-month period ended 30 June 2026**	(Unaudited) Three-month period ended 30 June 2025
Earnings (AED'000):				
Profit for the period after tax	**41,689**	36,395	**11,528**	11,342
Number of shares ('000):				
Weighted average number of ordinary shares for the purpose of basic earnings per share	**115,500**	115,500	**115,500**	115,500
Earnings per share (AED):				
Basic and diluted	**0.36**	0.32	**0.10**	0.10

The Company does not have potentially diluted shares and accordingly diluted earnings per share equals basic earnings per share.

12 Commitments and contingencies

At the statement of financial position date, the Company has commitments towards the capital work in progress of AED 84 million (31 December 2025: AED 35.4 million).

The Company is subject to litigation in the normal course of its business. Although the ultimate outcome of these claims cannot presently be determined, adequate provisions have been made for any liability that may result, based on management's best estimates.

13 Insurance service expenses

	(Unaudited) Six-month period ended 30 June 2026 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000	**(Unaudited) Three-month period ended 30 June 2026 AED'000**	(Unaudited) Three-month period ended 30 June 2025 AED'000
Incurred claims and other expenses	**254,456**	261,594	**143,573**	204,902
Amortisation of insurance acquisition cash flows	**47,298**	38,858	**23,917**	19,011
Losses on onerous contracts and (reversals) of those losses	**2,974**	3,118	**(360)**	433
Changes to liabilities for incurred claims	**26,407**	(169,421)	**48,385**	(184,493)
	331,135	134,149	**215,515**	39,853

14 Segment information

The following is an analysis of the Company's assets, liabilities and equity classified by segment:

	Underwriting AED'000	Investments AED'000	Total AED'000
As at 30 June 2026 (Unaudited)			
Total assets	**554,867**	**1,139,034**	**1,693,901**
Total equity	**698,236**	**284,381**	**982,617**
Total liabilities	**702,434**	**8,850**	**711,284**
As at 31 December 2025 (Audited)			
Total assets	466,503	1,211,035	1,677,538
Total equity	632,794	318,096	950,890
Total liabilities	717,267	9,381	726,648

14 Segment information (continued)

The Company operates two main business segments: Underwriting and Investments.

Underwriting segment is further classified into General Insurance, Group life and Health Insurance. Investments segment comprises Investment Property and Financial Assets. The Group life Insurance provided by the Company is for a period of 12 months and does not include any investment portion.

	For the Six-month period ended 30 June 2026 (Unaudited)			For the Six-month period ended 30 June 2025 (Unaudited)		
	Underwriting AED'000	**Investments AED'000**	**Total AED'000**	Underwriting AED'000	Investments AED'000	Total AED'000
Insurance revenue	**334,670**	**-**	**334,670**	265,613	-	265,613
Insurance service expenses	**(331,135)**	**-**	**(331,135)**	(134,149)	-	(134,149)
Insurance service result before reinsurance contracts held	**3,535**	**-**	**3,535**	131,464	-	131,464
Allocation of reinsurance premiums	**(140,610)**	**-**	**(140,610)**	(113,612)	-	(113,612)
Amounts recoverable from reinsurance for incurred claims	**147,635**	**-**	**147,635**	(11,019)	-	(11,019)
Net expenses from reinsurance contracts held	**7,025**	**-**	**7,025**	(124,631)	-	(124,631)
Insurance service result	**10,560**	**-**	**10,560**	6,833	-	6,833
Investment income	**-**	**33,020**	**33,020**	-	31,700	31,700
Insurance finance expense for insurance contracts issued	**(6,654)**	**-**	**(6,654)**	(15,741)	-	(15,741)
Reinsurance finance income for reinsurance contracts held	**10,864**	**-**	**10,864**	19,536	-	19,536
Net insurance financial result	**4,210**	**-**	**4,210**	3,795	-	3,795
Other operating expenses	**(4,189)**	**-**	**(4,189)**	(4,356)	-	(4,356)
Profit for the period before tax	**10,581**	**33,020**	**43,601**	6,272	31,700	37,972

14 Segment information (continued)

The Company operates two main business segments: Underwriting and Investments.

Underwriting segment is further classified into General Insurance, Group life and Health Insurance. Investments segment comprises Investment Property and Financial Assets. The Group life Insurance provided by the Company is for a period of 12 months and does not include any investment portion.

	For the Three-month period ended 30 June 2026 (Unaudited)			For the Three-month period ended 30 June 2025 (Unaudited)		
	Underwriting AED'000	**Investments AED'000**	**Total AED'000**	Underwriting AED'000	Investments AED'000	Total AED'000
Insurance revenue	**168,337**	**-**	**168,337**	134,159	-	134,159
Insurance service expenses	**(215,515)**	**-**	**(215,515)**	(39,853)	-	(39,853)
Insurance service result before reinsurance contracts held	**(47,178)**	**-**	**(47,178)**	94,306	-	94,306
Allocation of reinsurance premiums	**(68,465)**	**-**	**(68,465)**	(56,340)	-	(56,340)
Amounts recoverable from reinsurance for incurred claims	**121,308**	**-**	**121,308**	(30,815)	-	(30,815)
Net expenses from reinsurance contracts held	**52,843**	**-**	**52,843**	(87,155)	-	(87,155)
Insurance service result	**5,665**	**-**	**5,665**	7,151	-	7,151
Investment income	**-**	**7,346**	**7,346**	-	6,014	6,014
Insurance finance expense for insurance contracts issued	**(2,381)**	**-**	**(2,381)**	(7,278)	-	(7,278)
Reinsurance finance income for reinsurance contracts held	**4,016**	**-**	**4,016**	8,521	-	8,521
Net insurance financial result	**1,635**	**-**	**1,635**	1,243	-	1,243
Other operating expenses	**(2,140)**	**-**	**(2,140)**	(2,008)	-	(2,008)
Profit for the period before tax	**5,160**	**7,346**	**12,506**	6,386	6,014	12,400

15 Total investment income and net insurance financial result

The table below presents an analysis of total investment income and insurance finance result recognised in profit or loss and OCI in the period:

	(Unaudited) Six-month period ended 30 June 2026	(Unaudited) Six-month period ended 30 June 2025
	AED'000	AED'000
Investment income		
Net interest income	**4,158**	4,899
Dividend income from financial investments	**23,325**	21,967
Net income from investment properties	**5,537**	4,834
Total investment income	**33,020**	31,700
Insurance finance expense from insurance contracts issued		
Interest accreted to insurance contracts using locked-in rate	**(8,389)**	(11,338)
Due to changes in interest rates and other financial assumptions	**1,735**	(4,403)
Total insurance finance expense from insurance contracts issued	**(6,654)**	(15,741)
Represented by:		
Amounts recognised in income statement	**(6,654)**	(15,741)
Amounts recognised in OCI	**-**	-
Reinsurance finance income from reinsurance contracts held		
Interest accreted to reinsurance contracts using current financial assumptions	**11,972**	14,746
Due to changes in interest rates and other financial assumptions	**(1,108)**	4,790
Reinsurance finance income from reinsurance contracts held	**10,864**	19,536
Represented by:		
Amounts recognised in income statement	**10,864**	19,536
Amounts recognised in OCI	**-**	-
Total net investment income, insurance finance expense and reinsurance finance income	**37,230**	35,495
Represented by:		
Amounts recognised in income statement	**37,230**	35,495
Amounts recognised in OCI	**-**	-

15 Total investment income and net insurance financial result (continued)

	(Unaudited) Three-month period ended 30 June 2026 AED'000	(Unaudited) Three-month period ended 30 June 2025 AED'000
Investment income		
Net interest income	**1,613**	3,041
Dividend income from financial investments	**2,883**	672
Net income from investment properties	**2,850**	2,301
Total investment income	**7,346**	6,014
Insurance finance expense from insurance contracts issued		
Interest accreted to insurance contracts using locked-in rate	**(2,892)**	(5,772)
Due to changes in interest rates and other financial assumptions	**511**	(1,506)
Total insurance finance expense from insurance contracts issued	**(2,381)**	(7,278)
Represented by:		
Amounts recognised in income statement	**(2,381)**	(7,278)
Amounts recognised in OCI	**-**	-
Reinsurance finance income from reinsurance contracts held		
Interest accreted to reinsurance contracts using current financial assumptions	**4,796**	7,506
Due to changes in interest rates and other financial assumptions	**(780)**	1,015
Reinsurance finance income from reinsurance contracts held	**4,016**	8,521
Represented by:		
Amounts recognised in income statement	**4,016**	8,521
Amounts recognised in OCI	**-**	-
Total net investment income, insurance finance expense and reinsurance finance income	**8,981**	7,257
Represented by:		
Amounts recognised in income statement	**8,981**	7,257
Amounts recognised in OCI	**-**	-

16 Fair value measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

Fair value of financial instruments carried at amortised cost

Management considers that the carrying amounts of financial assets and financial liabilities recognised at amortised cost in the condensed interim financial information approximate their fair values except for financial investments measured at fair value through other comprehensive income of which fair value is determined based on the quoted market prices and disclosed in Note 5 of this condensed interim financial information.

Fair value of financial instruments carried at fair value

Valuation techniques and assumptions applied for the purposes of measuring fair value

The fair values of assets are determined using similar valuation techniques and assumptions as used in the audited annual financial statements for the year ended 31 December 2025.

Financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

The following table provides an analysis of financial and non- financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 the fair value of financial instruments traded in an active market is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the company is the current bid price. These instruments are included in Level 1.
- Level 2 the fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximizes the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are unobservable, the instrument is included in Level 2.
- Level 3 if one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

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

	Fair value as at					
Financial assets	**30 June 2026 (Unaudited) AED'000**	31 December 2025 (Audited) AED'000	**Fair value hierarchy**	**Valuation techniques and key inputs**	**Significant unobservable input**	**Relationship of unobservable inputs to fair value**
Quoted debt securities	**58,022**	38,843	Level 1	Quoted bid prices in an active market	None	N/A
Quoted equity securities	**591,028**	595,153	Level 1	Quoted bid prices in an active market	None	N/A

There were no transfers between levels during the period. There are no financial liabilities which should be measured at fair value and accordingly no disclosure is made in the above table.

17 Capital risk management

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

	(Unaudited) 30 June 2026 AED'000	(Audited) 31 December 2025 AED'000
Minimum capital requirement (MCR)	**100,000**	100,000
Solvency capital requirement (SCR)	**217,423**	197,871
Minimum guarantee fund (MGF)	**89,603**	78,330
Basic own funds	**536,456**	441,270
MCR solvency margin – surplus	**436,456**	341,270
SCR solvency margin – surplus	**319,033**	243,398
MGF solvency margin – surplus	**446,853**	362,940

The entity's financial assets include quoted investment at FVTOCI amounting to AED 12.1 million as at 30 June 2026 (31 December 2025: quoted investment amounting to AED 12.3 million) which are in the name of the Chairman held for the beneficial interest of the Company and in accordance with circular number CBUAE/BIS/2023/729 of CBUAE, it is not considered as admissible in the regulatory statement of financial position by the entity.

Based on the Central Bank of UAE regulatory requirements, the minimum regulatory capital required is AED 100 million (30 June 2025: AED 100 million) against which the paid up capital of the Company is AED 115.5 million (30 June 2025: AED 115.5 million).

The Company and its individually regulated operations have complied with all externally imposed capital requirements throughout the period. There have been no changes in the Company's management of capital during the period.

18 Dividends

The Board proposed cash dividend of 15% of paid up share capital, amounting to AED 17.33 million (AED 0.15 per share) for the year ended 31 December 2024. This was approved at the Annual General Meeting held on 24 April 2025 and distributed on 16 May 2025.

The Board proposed cash dividend of 15% of paid up share capital, amounting to AED 17.33 million (AED 0.15 per share) for the year ended 31 December 2025. This was approved at the Annual General Meeting held on 15 April 2026 and distributed on 5 May 2026.