Al-Sagr National Insurance Company (PSC)

Condensed interim financial information (Unaudited)
For the three-month period ended 31 March 2024

شركة الصقر الوطنية للتأمين - المنطقة الدبلوماسية، شارع السيف، بر دبي، هاتف : ٠٤-٧٠٢٨٥٠٠، فاكس : ٠٤-٣٩٦٨٤٤٢، ص.ب: ١٤٦١٤، دبي، ا.ع.م.
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Al-Sagr National Insurance Company (Public Shareholding Company)

Directors' Report

The Directors have pleasure in presenting their report together with the audited financial statements of Al-Sagr National Insurance Company (Public Shareholding Company); for the period ended 31/03/2024

Financial Highlights

The company achieved insurance revenues of AED 244.1 million for the first quarter of 2024, compared to insurance revenues of AED 172 million for the first quarter of the previous year. The final business result at the end of the first quarter of 2024 was a loss of AED 47.8 million, compared to a profit of AED 7 million for the first quarter of the previous year. The net equity at the end of the first quarter of 2024 amounted to AED 161.4 million, compared to AED 209.3 million at the end of the first quarter of the previous year. These figures are according to the financial statements prepared in accordance with IFRS 17.

Directors as at 31/03/2024:-

Mr. Majid Abdulla Al Sari	Chairman
Mr. Khalid Abdulla Omran Tariam	Vice Chairman
Mr. Mohamed Ali Al Sari	Director
Mr. Abdel Muhsen Jaber	Director & CEO
Ms. Jawaher Salim Almheri	Director

Auditors:-

Grant Thornton were appointed as auditors of the Al Sagr National Insurance Company for the year 2024 at the Annual General Meeting held on 24/04/2024

For and on behalf of the board

Abdel Muhsen Jaber
Director & CEO
15/05/2024

AL SAGR NATIONAL INSURANCE CO.
الصقر للتأمين
AL SAGR INSURANCE
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Review Report of the Independent Auditor
To the Shareholders of Al-Sagr National Insurance Company (PSC)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Al-Sagr National Insurance Company (PSC) (the "Company") as at 31 March 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the three-month period then ended, summary of material accounting policies and other explanation notes. Management is responsible for the preparation and 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 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 are not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

Emphasis of Matter

We draw attention to note 19 to the condensed interim financial information which states that the Company did not meet the Capital Requirements as at 31 March 2024 and that the Company's ability to comply with the solvency requirement depends on preparing and implementing an effective business plan subject to the approval of regulatory authorities. Our conclusion is not modified in respect of this matter.

Grant Thornton

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

GRANT THORNTON UAE

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

15 May 2024

Condensed interim statement of financial position
As at 31 March 2024

	Notes	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
ASSETS			
Property and equipment		**87,118,936**	87,690,885
Investment in associates	4	**112,713,595**	110,801,857
Investment in financial assets at FVTPL	5	**22,248,193**	22,266,295
Investment property	6	**157,931,895**	157,931,895
Insurance contract assets	7	**8,280,011**	19,865,132
Reinsurance contract assets	7	**111,212,005**	149,059,062
Due from related parties	11	**12,793,779**	12,793,779
Other receivables and prepayments		**24,295,900**	22,412,249
Bank balances and cash	8	**327,963,014**	267,762,651
TOTAL ASSETS		**864,557,328**	850,583,805
EQUITY AND LIABILITIES			
EQUITY			
Share capital	9	**230,000,000**	230,000,000
Statutory reserve	10	**70,848,081**	70,848,081
General reserve	10	**-**	-
Reinsurance reserve	10	**4,235,793**	4,235,793
Accumulated losses		**(143,596,702)**	(95,708,302)
TOTAL EQUITY		**161,487,172**	209,375,572
LIABILITIES			
Provision for employees' end of service indemnity		**7,002,793**	6,844,648
Bank borrowings	8	**247,844,248**	218,486,962
Other payables		**77,455,426**	57,227,469
Insurance contract liabilities	7	**307,699,075**	279,427,369
Reinsurance contract liabilities	7	**55,208,927**	70,977,349
Lease liability		**7,859,687**	8,244,436
TOTAL LIABILITIES		**703,070,156**	641,208,233
TOTAL EQUITY AND LIABILITIES		**864,557,328**	850,583,805

The condensed interim financial information was authorised for issue in accordance with a resolution of the Directors on 15 May 2024.

Majid Abdulla Al Sari
Chairman

Abdel Muhsen Jaber
CEO

The notes from 1 to 20 form an integral part of these condensed interim financial information.

Condensed interim statement of comprehensive income
For the period ended 31 March 2024

	Notes	(Unaudited) Three months period ended 31 March 2024 AED	(Unaudited) Three months period ended 31 March 2023 AED
Insurance premium		**244,109,786**	171,992,709
Insurance service expenses	13	**(286,832,403)**	(150,374,504)
Insurance service result before reinsurance contracts held		**(42,722,617)**	21,618,205
Allocation of reinsurance premiums		**(85,188,420)**	(52,781,753)
Amounts recoverable from reinsurance for incurred claims		**87,927,408**	42,403,625
Net expenses from reinsurance contracts held		**2,738,988**	(10,378,128)
Insurance service result		**(39,983,629)**	11,240,077
Investment income	14	**3,736,509**	288,035
Insurance finance expense for insurance contracts issued	14	**(4,434,347)**	(3,825,030)
Reinsurance finance income for reinsurance contracts held	14	**2,663,745**	2,479,858
Net insurance financial result		**(38,017,722)**	10,182,940
Other operating expenses		**(7,591,398)**	(1,529,467)
Finance costs		**(2,279,280)**	(1,580,063)
(Loss)/profit for the period before tax		**(47,888,400)**	7,073,410
Income tax	18	**-**	-
(Loss)/profit for the period after tax		**(47,888,400)**	7,073,410
Other comprehensive income		**-**	-
Total comprehensive (loss)/income for the period		**(47,888,400)**	7,073,410
Basic and diluted (loss)/earnings per share	12	**(0.21)**	0.03

The notes from 1 to 20 form an integral part of these condensed interim financial information.

Condensed interim statement of changes in equity
For the period ended 31 March 2024

	Share capital AED	Statutory reserve AED	General reserve AED	Reinsurance reserve AED	Accumulated losses AED	Total equity AED
Balance as at 1 January 2024 (Audited)	**230,000,000**	**70,848,081**	**-**	**4,235,793**	**(95,708,302)**	**209,375,572**
Loss for the period	-	-	-	-	(47,888,400)	(47,888,400)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	(47,888,400)	(47,888,400)
Balance as at 31 March 2024 (Unaudited)	**230,000,000**	**70,848,081**	**-**	**4,235,793**	**(143,596,702)**	**161,487,172**
Balance as at 1 January 2023, as previously reported	230,000,000	70,203,206	-	2,751,401	(96,596,057)	206,358,550
Adjustment on initial application of IFRS 17	-	-	-	-	(3,431,785)	(3,431,785)
Restated balance as at 1 January 2023	230,000,000	70,203,206	-	2,751,401	(100,027,842)	202,926,765
Profit for the period (restated)	-	-	-	-	7,073,410	7,073,410
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	7,073,410	7,073,410
Balance as at 31 March 2023 (Unaudited)	230,000,000	70,203,206	-	2,751,401	(92,954,432)	210,000,175

The notes from 1 to 20 form an integral part of these condensed interim financial information.

Al-Sagr National Insurance Company (PSC)
Condensed interim financial information (Unaudited)

Condensed interim statement of cash flows
For the period ended 31 March 2024

	Notes	(Unaudited) Three months period ended 31 March 2024 AED	(Unaudited) Three months period ended 31 March 2023 AED
OPERATING ACTIVITIES			
(Loss)/profit for the period		**(47,888,400)**	7,073,410
Adjustments for:			
Net unrealised gain from investments in financial assets at FVTPL	14	**18,102**	(191,145)
Share of losses from equity accounted investees	4	**(1,911,738)**	64,860
Depreciation		**599,117**	757,862
Finance costs		**2,279,280**	1,580,063
Interest income	14	**3,247,410**	(1,604,024)
Dividend income from investment in financial assets at FVTPL	14	**-**	(94,504)
Provision for employees' end of service benefits		**240,000**	237,612
Interest on lease liability		**116,453**	15,282
		(43,299,776)	7,839,416
Changes in operating assets and liabilities:			
Insurance contract assets and liabilities-net		**39,856,827**	27,402,900
Reinsurance contract assets and liabilities-net		**22,078,635**	(65,324,422)
Due from related parties		**-**	(359,112)
Other receivables and prepayments		**(1,883,651)**	(3,682,016)
Other payables		**20,227,957**	3,880,888
		36,979,992	(30,242,346)
Employees' end of service benefits paid		**(81,855)**	(278,268)
Net cash generated from/(used in) operating activities		**36,898,137**	(30,520,614)
INVESTING ACTIVITIES			
Purchase of property and equipment		**(27,167)**	(5,520)
Net proceeds from sale of equipment		**-**	32,413
Interest received		**(3,247,410)**	1,604,024
Dividend received from investment in financial assets at FVTPL		**-**	94,504
Net cash (used in)/generated from investing activities		**(3,274,577)**	1,725,421
FINANCING ACTIVITIES			
Interest paid		**(2,279,280)**	(1,580,063)
Payment of lease liability		**(501,203)**	(501,203)
Net cash used in financing activities		**(2,780,483)**	(2,081,266)
Net change in cash and cash equivalents		**30,843,077**	(30,876,459)
Cash and cash equivalents at the beginning of period		**49,275,689**	49,152,371
Cash and cash equivalents at the end of period	8	**80,118,766**	18,275,912

The notes from 1 to 20 form an integral part of these condensed interim financial information.

1 Legal status and activities

Al-Sagr National Insurance Company (PSC), (the "Company") was incorporated on 25 December 1979 as a public shareholding company by an Emiri Decree from His Highness, The Ruler of Dubai, and is registered with the Ministry of Economy of the United Arab Emirates under registration No. (16). The Company's address in Dubai is P.O. Box 14614, Dubai, U.A.E. The Company is a subsidiary of Gulf General Investments Co. PSC (the "Parent Company"), a public company incorporated in U.A.E.

The principal activity of the Company is the writing of insurance of all types. The Company operates through its Head Office in Dubai and its branches in Dubai, Sharjah, Abu Dhabi, Al Ain, Ras Al Khaimah and Ajman in the U.A.E.

2 Basis of preparation

This condensed interim financial information is for the three-month period ended 31 March 2024 and is presented in United Arab Emirate 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 which are carried at fair value and the provision for employees' end of service indemnity which is measured in accordance with U.A.E labour laws.

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, insurance and other receivables and insurance and other payables. The following balances would generally be classified as non-current: property and equipment and fixed deposit. The following balances are of mixed nature (including both current and non-current portions): Investment in financial assets at FVTPL, insurance and reinsurance contract assets, insurance and reinsurance contract liabilities, bank balances and provision for employees' end of service indemnity.

The condensed interim financial information does not include all 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 2023. Further, results for interim periods are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

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 2023, except for application of new standards effective as of 1 January 2024 and several amendments and interpretations apply for the first time in 2024.

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

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

Standard number	Title	Effective date
IAS 1	Amendment to IAS 1 – Non-current liabilities with covenants and classification of liabilities as current or non-current	1 January 2024
IAS 7	Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures—Supplier Finance Arrangements	1 January 2024
IFRS 16	Amendment to IFRS 16 – Leases on sale and leaseback	1 January 2024

These standards have been adopted by the Company and did not have a material impact on this financial information.

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

3 Material accounting policy information (continued)

Taxation

Current

Provision of current tax is based on the taxable income for the period determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the period.

Income tax expense is recognised in interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Deferred taxation

Deferred tax is accounted for in respect of all temporary differences at the balance sheet date between the tax bases and carrying amounts of assets and liabilities for financial reporting purposes. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences unused tax losses and tax credits can be utilised. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date. Deferred tax is charged or credited to the condensed interim income statement, except in the case of items credited or charged to condensed interim other comprehensive income or equity in which case it is included in condensed interim other comprehensive income or equity.

Critical accounting estimates and judgments in applying accounting policies

The preparation of this condensed interim 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 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 financial statements as at and for the year ended 31 December 2023.

Insurance and financial risk management

The Company's insurance and financial risk management objectives and policies are consistent with those disclosed in the audited financial statements as at and for the year ended 31 December 2023. There have been no changes in any risk management policies since the year end.

4 Investment in associates

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
Green Air Technology L.L.C., U.A.E.	**16,716**	16,716
Sogour Al Khaleej General Trading L.L.C., U.A.E.	**150,000**	150,000
Al Sagr Cooperative Insurance Company, K.S.A	**112,546,879**	110,635,141
	112,713,595	110,801,857

The Company holds 50% and the Parent Company holds 25% ownership respectively in Green Air Technology L.L.C., a limited liability company incorporated in Dubai, United Arab Emirates.

The Company holds 50% ownership in Sogour Al Khaleej General Trading L.L.C., a limited liability company incorporated in Dubai, United Arab Emirates. The remaining 50% ownership is owned by the Parent Company.

Although, the Company holds 50% equity and the voting rights in these two associates, these are controlled by the Parent Company. The Company's voting rights in these entities do not give it control over the management of these entities.

As at 31 March 2024, the Company hold 26% shares of Al Sagr Cooperative Insurance Company, K.S.A ("Al Sagr Cooperative"). Out of the 26% shares, the Company holds 6% shares for the beneficial interest of other individuals. The Company accounts for the 20% holding as an investment in associate as the Company has significant influence over Al Sagr Cooperative Insurance Company, K.S.A under the equity method as follows:

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
At the beginning of the period/year	**110,635,141**	99,308,672
Company's share of net profit for the period/year	**1,911,738**	11,326,469
At the end of the period/year	**112,546,879**	110,635,141

5 Investment in financial assets at fair value through profit and loss (FVTPL)

Following is the movement of investments at FVTPL during the period/year:

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
At the beginning of the period/year	**22,266,295**	19,404,579
Additions during the period/year	**-**	-
Changes in fair value during the period/year	**(18,102)**	2,861,716
At the end of the period/year	**22,248,193**	22,266,295

All investments are held within U.A.E. except for investments at FVTPL amounting to AED 0.1 million (31 December 2023: AED 0.1 million).

6 Investment property

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
Investment property	**157,931,895**	157,931,895

Investment property is in Al Barsha First, Dubai. The fair value of the property is based on valuation performed by accredited independent valuer as at 31 December 2023. Management have reviewed the fair value of investment property as at 31 March 2024 and are of the opinion that there is no significant change in the fair value compared to previous valuation carried at 31 December 2023.

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:

	31 March 2024 (Unaudited)			31 December 2023 (Audited)		
	Assets AED	**Liabilities AED**	**Net AED**	Assets AED	Liabilities AED	Net AED
Insurance contracts issued						
Life and Medical	**-**	**(177,453,462)**	**(177,453,462)**	-	(130,260,450)	(130,260,450)
General and Motor	**8,280,011**	**(130,245,613)**	**(121,965,602)**	19,865,132	(149,166,919)	(129,301,787)
Total insurance contracts issued	**8,280,011**	**(307,699,075)**	**(299,419,064)**	19,865,132	(279,427,369)	(259,562,237)
Reinsurance contracts held						
Life and Medical	**86,029,077**	**-**	**86,029,077**	61,042,315	-	61,042,315
General and Motor	**25,182,928**	**(55,208,927)**	**(30,025,999)**	88,016,747	(70,977,349)	17,039,398
Total reinsurance contracts held	**111,212,005**	**(55,208,927)**	**56,003,078**	149,059,062	(70,977,349)	78,081,713

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

The Company disaggregates information to provide disclosure in respect of major product lines separately: Life & Medical and General & Motor. This disaggregation has been determined based on how the company is managed.

Personal accident insurance

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

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 (continued)

	Life and Medical				General and Motor				
	Liabilities for remaining coverage		Liabilities for incurred claims		Liabilities for remaining coverage		Liabilities for incurred claims		
31 March 2024 (Unaudited)	Excluding loss component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Excluding loss component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Total AED
Insurance contract liabilities as at 1 January	(2,350,304)	-	130,052,675	2,558,077	17,420,537	2,327,407	123,744,285	5,674,692	279,427,369
Insurance contract assets as at 1 January	-	-	-	-	(108,300,603)	-	85,664,804	2,770,667	(19,865,132)
Net contract assets as at 1 January	(2,350,304)	-	130,052,675	2,558,077	(90,880,066)	2,327,407	209,409,089	8,445,359	259,562,237
Insurance revenue	(136,046,130)	-	-	-	(108,063,656)	-	-	-	(244,109,786)
Insurance service expenses	10,485,191	-	138,293,477	(649,336)	18,273,503	4,292,383	120,301,894	(4,164,709)	286,832,403
Incurred claims and other expenses	-	-	117,112,815	1,193,478	-	-	73,189,523	1,013,663	192,509,479
Amortisation of insurance acquisition cash flows	10,485,191	-	-	-	18,273,503	-	-	-	28,758,694
Losses on onerous contracts and reversals of those losses	-	-	-	-	-	4,292,383	-	-	4,292,383
Changes to liabilities for incurred claims	-	-	21,180,662	(1,842,814)	-	-	47,112,371	(5,178,372)	61,271,847
Insurance service result	(125,560,939)	-	138,293,477	(649,336)	(89,790,153)	4,292,383	120,301,894	(4,164,709)	42,722,617
Insurance finance expenses	-	-	1,608,295	37,231	-	-	2,665,906	122,915	4,434,347
Total changes in the statement of comprehensive	(125,560,939)	-	139,901,772	(612,105)	(89,790,153)	4,292,383	122,967,800	(4,041,794)	47,156,964
Cash flows									
Premiums received	162,013,709	-	-	-	161,757,386	-	-	-	323,771,095
Claims and other expenses paid	-	-	(117,992,022)	-	-	-	(179,912,928)	-	(297,904,950)
Insurance acquisition cash flows	(10,557,401)	-	-	-	(22,608,881)	-	-	-	(33,166,282)
Total cash flows	151,456,308	-	(117,992,022)	-	139,148,505	-	(179,912,928)	-	(7,300,137)
Net insurance contract assets/(liabilities) as at 31	23,545,065	-	151,962,425	1,945,972	(41,521,714)	6,619,790	152,463,961	4,403,565	299,419,064
Insurance contract liabilities as at 31 March	23,545,065	-	151,962,425	1,945,972	(24,089,475)	6,619,790	143,631,234	4,084,064	307,699,075
Insurance contract assets as at 31 March	-	-	-	-	(17,432,239)	-	8,832,727	319,501	(8,280,011)
Net insurance contract liabilities/assets as at 31	23,545,065	-	151,962,425	1,945,972	(41,521,714)	6,619,790	152,463,961	4,403,565	299,419,064

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 (continued)

	Life and Medical				General and Motor				
	Liabilities for remaining coverage		Liabilities for incurred claims		Liabilities for remaining coverage		Liabilities for incurred claims		
31 December 2023	Excluding loss component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Excluding loss component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Total AED
Insurance contract liabilities as at 1 January	76,034,940	-	64,081,293	1,297,831	(10,851,752)	6,914,787	160,532,822	7,204,521	305,214,442
Insurance contract assets as at 1 January	-	-	-	-	(28,792,791)	-	11,907,137	522,863	(16,362,791)
Net contract liabilities as at 1 January	76,034,940	-	64,081,293	1,297,831	(39,644,543)	6,914,787	172,439,959	7,727,384	288,851,651
Insurance revenue	(465,691,327)	-	-	-	(362,003,716)	-	-	-	(827,695,043)
Insurance service expenses	37,074,972	-	405,091,476	1,225,935	64,787,822	(4,587,380)	270,466,513	302,213	774,361,551
Incurred claims and other expenses	-	-	303,918,292	3,335,554	-	-	264,097,332	7,064,905	578,416,083
Amortisation of insurance acquisition cash flows	37,074,972	-	-	-	64,787,822	-	-	-	101,862,794
Losses on onerous contracts and reversals of those losses	-	-	-	-	-	(4,587,380)	-	-	(4,587,380)
Changes to liabilities for incurred claims	-	-	101,173,184	(2,109,619)	-	-	6,369,181	(6,762,692)	98,670,054
Insurance service result	(428,616,355)	-	405,091,476	1,225,935	(297,215,894)	(4,587,380)	270,466,513	302,213	(53,333,492)
Insurance finance expenses	-	-	1,485,713	34,311	-	-	8,627,406	415,762	10,563,192
Total changes in the statement of comprehensive income	(428,616,355)	-	406,577,189	1,260,246	(297,215,894)	(4,587,380)	279,093,919	717,975	(42,770,300)
Cash flows									
Premiums received	379,856,716	-	-	-	317,891,012	-	-	-	697,747,728
Claims and other expenses paid	-	-	(340,605,807)	-	-	-	(242,124,789)	-	(582,730,596)
Insurance acquisition cash flows	(29,625,605)	-	-	-	(71,910,641)	-	-	-	(101,536,246)
Total cash flows	350,231,111	-	(340,605,807)	-	245,980,371	-	(242,124,789)	-	13,480,886
Net insurance contract liabilities as at 31 December	(2,350,304)	-	130,052,675	2,558,077	(90,880,066)	2,327,407	209,409,089	8,445,359	259,562,237
Insurance contract liabilities as at 31 December	(2,350,304)	-	130,052,675	2,558,077	17,420,537	2,327,407	123,744,285	5,674,692	279,427,369
Insurance contract assets as at 31 December	-	-	-	-	(108,300,603)	-	85,664,804	2,770,667	(19,865,132)
Net insurance contract liabilities as at 31 December	(2,350,304)	-	130,052,675	2,558,077	(90,880,066)	2,327,407	209,409,089	8,445,359	259,562,237

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

	Life and Medical				General and Motor				
	Assets for remaining coverage		Amounts recoverable on incurred claims		Assets for remaining coverage		Amounts recoverable on incurred claims		
31 March 2024 (Unaudited)	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Total AED
Reinsurance contract assets as at 1 January	3,704,697	-	56,237,362	1,100,256	(17,518,925)	-	100,773,171	4,762,501	149,059,062
Reinsurance contract liabilities as at 1 January	-	-	-	-	(92,523,044)	-	20,743,720	801,975	(70,977,349)
Net reinsurance contract (liabilities)/assets as at 1 January	3,704,697	-	56,237,362	1,100,256	(110,041,969)	-	121,516,891	5,564,476	78,081,713
An allocation of reinsurance premiums	(48,885,706)	-	-	-	(36,302,714)	-	-	-	(85,188,420)
Amounts recoverable from reinsurers for incurred claims	-	-	55,867,494	(151,660)	-	235,154	35,359,863	(3,383,443)	87,927,408
Amounts recoverable for incurred claims and other expenses	-	-	49,980,084	603,846	-	-	11,543,326	137,764	62,265,020
Loss-recovery on onerous underlying contracts and	-	-	-	-	-	235,154	-	-	235,154
Changes to amounts recoverable for incurred claims	-	-	5,887,410	(755,506)	-	-	23,816,537	(3,521,207)	25,427,234
Net income or expense from reinsurance contracts held	(48,885,706)	-	55,867,494	(151,660)	(36,302,714)	235,154	35,359,863	(3,383,443)	2,738,988
Reinsurance finance income	-	-	696,095	16,013	-	-	1,589,708	80,986	2,382,802
Effect of changes in non-performance risk of reinsurers	-	-	(55,991)	-	-	-	336,933	-	280,942
Total changes in the statement of comprehensive	(48,885,706)	-	56,507,598	(135,647)	(36,302,714)	235,154	37,286,504	(3,302,457)	5,402,732
Cash flows									
Premiums paid	60,864,240	-	-	-	54,056,724	-	-	-	114,920,964
Amounts received	-	-	(43,363,723)	-	-	-	(99,038,608)	-	(142,402,331)
Total cash flows	60,864,240	-	(43,363,723)	-	54,056,724	-	(99,038,608)	-	(27,481,367)
Net reinsurance contract assets as at 31 March	15,683,231	-	69,381,237	964,609	(92,287,959)	235,154	59,764,787	2,262,019	56,003,078
Reinsurance contract assets as at 31 March	15,683,231	-	69,381,237	964,609	(11,552,316)	-	35,246,638	1,488,606	111,212,005
Reinsurance contract liabilities as at 31 March	-	-	-	-	(80,735,643)	235,154	24,518,149	773,413	(55,208,927)
Net reinsurance contract assets as at 31 March	15,683,231	-	69,381,237	964,609	(92,287,959)	235,154	59,764,787	2,262,019	56,003,078

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)

	Life and Medical				General and Motor				
	Assets for remaining coverage		Amounts recoverable on incurred claims		Assets for remaining coverage		Amounts recoverable on incurred claims		
31 December 2023	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Excluding loss recovery component AED	Loss component AED	Estimates of the present value of future cash flows AED	Risk adjustment AED	Total AED
Reinsurance contract assets as at 1 January	(3,262,056)	-	22,793,471	449,672	(7,723,586)	-	118,501,421	5,862,789	136,621,711
Reinsurance contract liabilities as at 1 January	-	-	-	-	(30,916,220)	-	2,470,433	81,177	(28,364,610)
Net reinsurance contract assets as at 1 January	(3,262,056)	-	22,793,471	449,672	(38,639,806)	-	120,971,854	5,943,966	108,257,101
An allocation of reinsurance premiums	(138,211,923)	-	-	-	(102,437,375)	-	-	-	(240,649,298)
Amounts recoverable from reinsurers for incurred claims	-	-	164,745,485	636,414	-	-	47,643,569	(729,153)	212,296,315
Amounts recoverable for incurred claims and other expenses	-	-	119,952,167	1,492,468	-	-	68,853,666	3,109,227	193,407,528
Changes to amounts recoverable for incurred claims	-	-	44,793,318	(856,054)	-	-	(21,210,097)	(3,838,380)	18,888,787
Net income or expense from reinsurance contracts held	(138,211,923)	-	164,745,485	636,414	(102,437,375)	-	47,643,569	(729,153)	(28,352,983)
Reinsurance finance income	-	-	635,242	14,170	-	-	6,973,996	349,663	7,973,071
Effect of changes in non-performance risk of reinsurers	-	-	(189,870)	-	-	-	(66,156)	-	(256,026)
Total changes in the statement of comprehensive income	(138,211,923)	-	165,190,857	650,584	(102,437,375)	-	54,551,409	(379,490)	(20,635,938)
Cash flows									
Premiums paid	145,178,676	-	-	-	31,035,212	-	-	-	176,213,888
Amounts received	-	-	(131,746,966)	-	-	-	(54,006,372)	-	(185,753,338)
Total cash flows	145,178,676	-	(131,746,966)	-	31,035,212	-	(54,006,372)	-	(9,539,450)
Net reinsurance contract assets as at 31 December	3,704,697	-	56,237,362	1,100,256	(110,041,969)	-	121,516,891	5,564,476	78,081,713
Reinsurance contract assets as at 31 December	3,704,697	-	56,237,362	1,100,256	(17,518,925)	-	100,773,171	4,762,501	149,059,062
Reinsurance contract liabilities as at 31 December	-	-	-	-	(92,523,044)	-	20,743,720	801,975	(70,977,349)
Net reinsurance contract assets as at 31 December	3,704,697	-	56,237,362	1,100,256	(110,041,969)	-	121,516,891	5,564,476	78,081,713

8 Bank balances and cash

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
Cash in hand	**74,740**	84,845
Bank balances:		
Current accounts	**65,858,246**	8,984,759
Fixed deposits	**262,064,009**	258,727,028
Less: Expected credit losses	**(33,981)**	(33,981)
	327,963,014	267,762,651

Fixed deposits with banks as at 31 March 2024 include AED 10.3 million (31 December 2023: AED 10.3 million) deposited in the name of the Company to the order of the Ministry of Economy and Trade of the United Arab Emirates as required by the Federal Law Number (6) of 2007 relating to the Central Bank of UAE.

Fixed deposits with banks mature within different periods not exceeding one year from the financial date of deposit and carry interest rates between 2% to 5.5% per annum (31 December 2023: 2% to 5.4% per annum).

Cash and cash equivalents for the purpose of statement of cash flows is analysed as follows:

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED	(Unaudited) 31 March 2023 AED
Cash and bank balances	**327,963,014**	267,762,651	252,613,712
Bank borrowings	**(247,844,248)**	(218,486,962)	(234,337,800)
Cash and cash equivalents	**80,118,766**	49,275,689	18,275,912

The Company has bank facilities in the form of overdrafts repayable upon demand and bearing interest ranging from 2.5% to 5.65% per annum (31 December 2023: 2.65% to 5.65%). These facilities are secured by lien on fixed deposits amounting to AED 247.1 million (31 December 2023: AED 226 million).

9 Share capital

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
Issued and fully paid 230,000,000 shares of AED 1 each (31 December 2023: 230,000,000 share of AED 1 each)	**230,000,000**	230,000,000

10 Reserves

Statutory reserve

In accordance with the UAE Commercial Companies Law no. (2) of 2015 (the "Law") and the Company's Articles of Association, 10% of the profit for the year should be transferred to legal reserve. The Company may resolve to discontinue such transfers when the reserve totals 50% of the paid-up share capital. The reserve is not available for distribution except in the circumstances stipulated by the Law. During the period, no transfers were made to the statutory reserve (31 December 2023: AED 0.64 million).

General reserve

The general reserve is established through transfers from profit for the year as recommended by the Board of Directors and approved by the Shareholders at the Annual General Meeting. The reserve is distributable based on a recommendation by the Board of Directors approved by a Shareholders' resolution. During the period no transfers were made to/from the general reserves (31 December 2023: Nil).

Reinsurance reserve

In accordance with CBUAE of Board of Directors' Decision No. 23, Article 34, an amount of AED 1.49 million based on reinsurance share of premium at a rate of 0.5% was transferred from retained earnings to reinsurance reserve during the year ended 31 December 2023. The reserve is not available for distribution and will not be disposed of without prior approval from Central bank of UAE.

11 Related parties

The Company, in the normal course of business, collects premiums from and settles claims of other businesses that fall within the definition of related parties as contained as IAS 24. These transactions are carried out at terms mutually agreed between the parties on an arm's length basis. Key management personnel comprise of Chief executive officer, Senior vice president and Director.

Transactions with related parties

	(Unaudited) Three months period ended 31 March 2024 AED	(Unaudited) Three months period ended 31 March 2023 AED
Entities under common control		
Insurance premium	**1,115,216**	1,019,466
Insurance service expenses	**(344,689)**	(80,867)
Key managerial personnel remuneration		
Salaries and benefits	**661,836**	631,605

Related parties' balances

Due from related parties	**(Unaudited) 31 March 2024 AED**	(Audited) 31 December 2023 AED
Entities under common control	**59,288,780**	59,288,780
Less: Expected credit losses	**(46,495,001)**	(46,495,001)
	12,793,779	12,793,779

12 Basic and diluted (loss)/earnings per share

Basic (loss)/earnings per share are calculated by dividing the (loss)/profit for the period, net of directors' fees, by the weighted average number of shares outstanding during the period as follows:

	Three months period ended 31 March (Unaudited)	
	2024	2023
(Loss)/profit for the period (AED)	**(47,888,400)**	7,073,410
Weighted average number of shares outstanding during the period	**230,000,000**	230,000,000
Basic and diluted (loss)/earnings per share (AED)	**(0.21)**	0.03

The Company does not have potentially diluted shares and accordingly, diluted (loss)/earnings per share equals basic (loss)/earnings per share.

13 Insurance service expense

For the three-month period ended 31 March 2024 (Unaudited)	**Life and medical AED**	**General and motor AED**	**Total AED**
Incurred claims and other expenses	**118,306,293**	**74,203,186**	**192,509,479**
Amortisation of insurance acquisition cash flows	**10,485,191**	**18,273,503**	**28,758,694**
Losses on onerous contracts and reversals of those losses	**-**	**4,292,383**	**4,292,383**
Changes to liabilities for incurred claims	**19,337,848**	**41,933,999**	**61,271,847**
	148,129,332	**138,703,071**	**286,832,403**
For the three-month period ended 31 March 2023 (Unaudited)			
Incurred claims and other expenses	62,543,856	48,319,779	110,863,635
Amortisation of insurance acquisition cash flows	8,070,861	13,351,166	21,422,027
Losses on onerous contracts and reversals of those losses	-	(2,148,529)	(2,148,529)
Changes to liabilities for incurred claims	21,998,120	(1,760,749)	20,237,371
	92,612,837	57,761,667	150,374,504

14 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:

For the three-month period ended 31 March 2024 (Unaudited)	Total AED
Investment income	
Amounts recognised in the statement of comprehensive income	
Allocated general and administrative expenses to investment	(2,962,890)
Interest income	3,247,410
Share of gain from equity accounted investees	1,911,738
Rental income from investment property	1,740,801
Net unrealised loss from investments in financial assets at FVTPL	(18,102)
Other expenses	(182,448)
	3,736,509

	Life and Medical AED	General and Motor AED	Total AED
Insurance finance expenses from insurance contracts issued			
Interest accreted to insurance contracts using current financial assumptions	(1,711,588)	(3,000,367)	(4,711,955)
Due to changes in interest rates and other financial assumptions	66,062	211,546	277,608
Total insurance finance expenses from insurance contracts issued	(1,645,526)	(2,788,821)	(4,434,347)
Represented by:			
Amounts recognised in profit or loss	(1,645,526)	(2,788,821)	(4,434,347)
Amounts recognised in statement of comprehensive income	-	-	-
Reinsurance finance income from reinsurance contracts held			
Interest accreted to reinsurance contracts using current financial assumptions	744,104	1,793,358	2,537,462
Changes in non-performance risk of reinsurer	(55,991)	336,934	280,943
Due to changes in interest rates and other financial assumptions	(31,996)	(122,664)	(154,660)
Total reinsurance finance income from reinsurance contracts held	656,117	2,007,628	2,663,745
Represented by:			
Amounts recognised in profit or loss	656,117	2,007,628	2,663,745
Amounts recognised in statement of comprehensive income	-	-	-
Total finance expenses and reinsurance finance income	(989,409)	(781,193)	(1,770,602)
Represented by:			
Amounts recognised in profit or loss	(989,409)	(781,193)	(1,770,602)
Amounts recognised in statement of comprehensive income	-	-	-

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

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

For the three-month period ended 31 March 2023 (Unaudited)	Total AED
Investment income	
Amounts recognised in the statement of comprehensive income	
Allocated general and administrative expenses to investment	(2,910,109)
Interest income	1,604,024
Share of losses from equity accounted investees	(64,860)
Rental income from investment property	1,394,712
Dividend income from investment in financial assets at FVTPL	94,504
Net unrealised gain from investments in financial assets at FVTPL	191,145
Other expenses	(21,381)
	288,035

	Life and Medical AED	General and Motor AED	Total AED
Insurance finance expenses from insurance contracts issued			
Interest accreted to insurance contracts using current financial assumptions	(911,041)	(2,692,640)	(3,603,681)
Due to changes in interest rates and other financial assumptions	(5,577)	(215,772)	(221,349)
Total insurance finance expenses from insurance contracts issued	(916,618)	(2,908,412)	(3,825,030)
Represented by:			
Amounts recognised in profit or loss	(916,618)	(2,908,412)	(3,825,030)
Amounts recognised in statement of comprehensive income	-	-	-
Reinsurance finance income from reinsurance contracts held			
Interest accreted to reinsurance contracts using current financial assumptions	325,474	1,932,566	2,258,040
Changes in non-performance risk of reinsurer	6,189	27,040	33,229
Due to changes in interest rates and other financial assumptions	3,177	185,412	188,589
Total reinsurance finance income from reinsurance contracts held	334,840	2,145,018	2,479,858
Represented by:			
Amounts recognised in profit or loss	334,840	2,145,018	2,479,858
Amounts recognised in statement of comprehensive income	-	-	-
Total finance expenses and reinsurance finance income	(581,778)	(763,394)	(1,345,172)
Represented by:			
Amounts recognised in profit or loss	(581,778)	(763,394)	(1,345,172)
Amounts recognised in statement of comprehensive income	-	-	-

15 Segmental information

The Company is organised into two segments: Life and Medical as one segment and Motor and General as the other segment.

These segments are the basis on which the Company reports its primary segment information to the Chief Executive Officer. Insurance premiums represent the total income arising from insurance contracts. The Company does not conduct any business outside the UAE. There are no transactions between the business segments.

The following is an analysis of the Company's condensed interim statement of comprehensive income classified by major segments:

	For the three-month period ended 31 March 2024 (Unaudited)			
	Life and Medical AED	Motor and General AED	Investments AED	Total AED
Insurance premium	136,046,130	108,063,656	-	244,109,786
Insurance service expenses	(148,129,331)	(138,703,072)	-	(286,832,403)
Insurance service result before reinsurance contracts held	(12,083,201)	(30,639,416)	-	(42,722,617)
Allocation of reinsurance premiums	(48,885,706)	(36,302,714)	-	(85,188,420)
Amounts recoverable from reinsurance	55,715,834	32,211,574	-	87,927,408
Net income/(expenses) from reinsurance contracts held	6,830,128	(4,091,140)	-	2,738,988
Insurance service result	(5,253,073)	(34,730,556)	-	(39,983,629)
Investment income	-	-	3,736,509	3,736,509
Insurance finance expenses for insurance contracts issued	(1,645,526)	(2,788,821)	-	(4,434,347)
Reinsurance finance income for reinsurance contracts held	656,117	2,007,628	-	2,663,745
Net insurance financial result	(6,242,482)	(35,511,749)	3,736,509	(38,017,722)
Other operating expenses				(7,591,398)
Finance costs				(2,279,280)
Loss for the period				(47,888,400)

15 Segmental information (continued)

	For the three-month period ended 31 March 2023 (Unaudited)			
	Life and Medical AED	Motor and General AED	Investments AED	Total AED
Insurance premium	96,221,131	75,771,578	-	171,992,709
Insurance service expenses	(92,612,837)	(57,761,667)	-	(150,374,504)
Insurance service result before reinsurance contracts held	3,608,294	18,009,911	-	21,618,205
Allocation of reinsurance premiums	(25,859,425)	(26,922,328)	-	(52,781,753)
Amounts recoverable from reinsurance	33,666,048	8,737,577	-	42,403,625
Net income/(expenses) from reinsurance contracts held	7,806,623	(18,184,751)	-	(10,378,128)
Insurance service result	11,414,917	(174,840)	-	11,240,077
Investment income	-	-	288,035	288,035
Insurance finance expenses for insurance contracts issued	(916,618)	(2,908,412)	-	(3,825,030)
Reinsurance finance income for reinsurance contracts held	334,840	2,145,018	-	2,479,858
Net insurance financial result	10,833,139	(938,234)	288,035	10,182,940
Other operating expenses				(1,529,467)
Finance costs				(1,580,063)
Profit for the period				7,073,410

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

	As at 31 March 2024 (Unaudited)			
	Life and Medical AED	**Motor and General AED**	**Investments AED**	**Total AED**
Total assets	**9,968,417**	**561,695,228**	**292,893,683**	**864,557,328**
Total equity	**-**	**-**	**-**	**161,487,172**
Total liabilities	**2,698,110**	**700,372,046**	**-**	**703,070,156**

	As at 31 December 2023 (Audited)			
	Life and Medical AED	Motor and General AED	Investments AED	Total AED
Total assets	10,163,277	549,420,482	291,000,046	850,583,805
Total equity	-	-	-	209,375,572
Total liabilities	2,670,404	638,537,829	-	641,208,233

16 Fair value measurement

Financial assets measured at fair value in the condensed interim 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:

	Level 1 AED	Level 3 AED	Total AED
31 March 2024 (Unaudited)			
Investment in financial assets at FVTPL	**21,445,390**	**802,803**	**22,248,193**
31 December 2023 (Audited)			
Investment in financial assets at FVTPL	21,463,492	802,803	22,266,295

17 Contingent liabilities and commitments

	(Unaudited) 31 March 2024 AED	(Audited) 31 December 2023 AED
Letters of guarantee	**11,863,860**	11,934,195

<u>Contingent liabilities</u>

The Company in common with other insurance companies, is involved as defendant in several legal cases in respect of its underwriting activities. A provision is made in respect of each individual case where it is probable that the outcome would result in a loss to the Company in terms of an outflow of economic resources and are liable estimate of the amount of outflow can be made.

18 Corporate Tax

On 9 December 2022, the UAE Ministry of Finance released the Federal Decree Law No. 47 of 2022 on the Taxation of Corporations and Businesses (the Law) to enact a Federal Corporate Tax (CT) regime in the UAE. The CT regime will become effective for accounting periods beginning on or after 1 June 2023. The Cabinet of Ministers Decision No. 116/2022 effective from 2023, specifies the threshold of income over which the 9% tax rate would apply and accordingly, the Law is now substantively enacted. A rate of 9% will apply to taxable income exceeding AED 375,000, a rate of 0% will apply to taxable income not exceeding AED 375,000.

During the period ended 31 March 2024, the Company reported a loss of AED 47.9 million. This loss has created potential future taxable benefits (deferred tax assets). However, the Company has elected not to recognize a deferred tax asset due to uncertainty of generating sufficient taxable profit to realise the deferred tax assets.

19 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 always maintained throughout the period. During the period, the Company has not fully complied with the externally imposed capital requirements as shown in the table below (2023: the Company has not fully complied with all the capital management requirements). 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) 31 March 2024 AED	(Audited) 31 December 2023 AED
Minimum Capital Requirement (MCR)	**100,000,000**	100,000,000
Solvency Capital Requirement (SCR)	**225,294,000**	211,148,000
Minimum Guarantee Fund (MGF)	**157,169,000**	129,483,000
Basic Own Funds	**13,914,000**	60,180,000
MCR Solvency Margin - Minimum Capital Requirement deficit	**(86,086,000)**	(39,820,000)
SCR Solvency Margin - Solvency Capital Requirement deficit	**(211,379,00)**	(150,968,000)
MGF Solvency Margin – Minimum Guarantee Fund deficit	**(143,255,000)**	(69,303,000)

As per Article (8) of Section 2 of the financial regulations issued for insurance companies in UAE, the Company shall at all times comply with the requirements of Solvency Margins. As of 30 September 2023, the Company had minimum capital requirement deficit, solvency capital requirement deficit, minimum guarantee fund deficit of AED 86.1 million, AED 211.3 million and AED 143.2 million as compared to requirements of AED 100 million, AED 225.2 million and AED 157.1 million respectively. The Company's ability to comply with the solvency requirements depends on the effective implementation of the business plan submitted to the Central Bank of UAE.

20 Subsequent event

On 16 April 2024, UAE witnessed unprecedented heavy rainfall causing widespread disruption across the country. The Company is closely monitoring and assessing net impact of the event.