

**TAKAFUL EMARAT - INSURANCE
(PSC) AND ITS SUBSIDIARY**

Interim condensed consolidated financial information (Unaudited)
For the three-month period ended 31 March 2026

Review report of the Independent Auditor To the Shareholders of Takaful Emarat - Insurance (PSC)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Takaful Emarat - Insurance (PSC) (the “Company”) and its subsidiary (collectively “the Group”) as at 31 March 2026 and the related interim condensed consolidated profit or loss, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity, interim condensed consolidated statement of cash flows for the three-month period then ended, and material accounting policy and other related explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 “*Interim Financial Reporting*”. Our responsibility is to express a conclusion on this interim condensed consolidated 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 condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Emphasis of Matter

We draw attention to note 27 to the interim condensed consolidated financial information which states that the Group did not meet the Minimum Capital Requirement of AED 100 million, Solvency Capital Requirement of AED 94.3 million and Minimum Guarantee Fund of AED 89.9 million as at 31 March 2026, and that the Group’s ability to comply with the solvency requirement depends on implementing an effective business plan subject to the approval of regulatory authorities. Our conclusion is not modified in respect of this matter.

GRANT THORNTON UAE



Haris Saigal
Registration No: 5875
Dubai, United Arab Emirates

15 May 2026

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Interim condensed consolidated statement of financial position
As at 31 March 2026


	Notes	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
Assets			
Participants' assets			
Investment properties	6	94,318	95,074
Investments carried at fair value through profit or loss ("FVTPL")	7	358,926	377,509
Investment at fair value through other comprehensive income ("FVTOCI")	7	14,423	15,196
Investment carried at amortised cost		22,500	22,500
Retakaful contract assets	8	73,476	84,799
Other receivables	9	8,186	9,236
Cash and cash equivalents	11	228,885	213,094
Total participants' assets		800,714	817,408
Shareholders' assets			
Property and equipment		4,964	5,289
Intangible assets		1,564	402
Investments carried at fair value through profit or loss ("FVTPL")	7	36,485	91,273
Other receivables	9	44,630	17,385
Statutory deposit	10	4,000	4,000
Due from participants		70,696	70,458
Cash and cash equivalents	11	81,343	71,320
Total shareholders' assets		243,682	260,127
Total assets		1,044,396	1,077,535


The notes from 1 to 28 form an integral part of this interim condensed consolidated financial information.

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)
Interim condensed consolidated statement of financial position (continued)
As at 31 March 2026

		(Unaudited) 31 March 2026	(Audited) 31 December 2025
	Notes	AED'000	AED'000
Participants' liabilities and equity			
Participants' liabilities			
Takaful contract liabilities	8	717,942	729,959
Other payables	16	11,456	10,441
Due to shareholders		70,696	70,458
Total participants' liabilities		800,094	810,858
Deficit in participants funds and Qard Hassan from shareholders'			
Deficit in participants funds	17	(620)	(6,550)
Qard Hassan from shareholders'	17	620	6,550
Deficit in participants funds and Qard Hassan from shareholders'		-	-
Total participants' liabilities and equity		800,094	810,858
Shareholders' liability and equity			
Shareholders' liabilities			
Employees' end of service benefits		3,661	3,912
Other payables	16	83,670	78,169
Deferred tax liability	28	4,803	7,043
Current tax liability		79	50
Total shareholders' liabilities		92,213	89,174
Shareholders' equity			
Share capital	12	210,652	210,652
Treasury reserve	13	(17,776)	(6,996)
Statutory reserve	14	2,702	2,702
Retakaful reserves	14	4,769	4,769
Cumulative changes in fair value of FVTOCI investments		(3,668)	(2,965)
Accumulated losses		(44,590)	(30,659)
Total shareholders' equity		152,089	177,503
Total shareholders' equity and liabilities		244,302	266,677
Total liabilities, participants' fund and equity		1,044,396	1,077,535

This interim condensed consolidated financial information was authorised for issue on 15 May 2026 by the Board of Directors and signed on their behalf by:

Signed by:

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Mr. Nooraldeen Subhi Atatreh
Board Member

DocuSigned by:

 8083E0C349B0479...
Mr. Adnan Sabaalish
Chief Executive Officer

The notes from 1 to 28 form an integral part of this interim condensed consolidated financial information

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Interim condensed consolidated profit or loss
For the period ended 31 March 2026

	Notes	Three-month period ended 31 March (Unaudited)	
		2026 AED'000	2025 AED'000
Attributable to participants			
Takaful revenue	18	167,223	136,248
Takaful service expense	19	(110,634)	(117,372)
Takaful service result before retakaful contracts held		56,589	18,876
Net (expense)/ income from retakaful contracts held		(11,195)	8,533
Takaful service result		45,394	27,409
Takaful finance income		9,227	7,086
Retakaful finance income / (expense)		152	(20)
Net change in fair value of participants' investment		(9,248)	(7,103)
Net takaful income		45,525	27,372
Investment income – net	20	378	2,714
Wakala fees		(39,973)	(32,665)
Surplus / (deficit) for the period attributable to participants		5,930	(2,579)
Attributable to shareholders			
Investment (loss) / income	20	(16,112)	2,768
Other income		61	39
Wakala fees		39,973	32,665
Policy acquisition cost		(24,552)	(19,415)
General and administrative expenses	21	(21,153)	(18,000)
Loss for the period before Qard Hassan		(21,783)	(1,943)
Reversal of provision / (provision) against Qard Hassan to participants		5,930	(2,579)
Loss before tax attributable to shareholders		(15,853)	(4,522)
Income tax credit for the period		2,141	399
Loss after tax attributable to shareholders		(13,712)	(4,123)
Basic and diluted loss per share	27	(0.067)	(0.020)

The notes from 1 to 28 form an integral part of this interim condensed consolidated financial information.

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Interim condensed consolidated statement of comprehensive income
For the period ended 31 March 2026

	Three-month period ended	
	31 March (Unaudited)	
	2026	2025
	AED'000	AED'000
Attributable to participants		
Profit / (loss) for the period	5,930	(2,579)
Other comprehensive income		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Net change in fair value of equity instruments designated at FVTOCI attributable to participants	(703)	-
Total comprehensive income / (loss) for the period attributable to participants	5,227	(2,579)
Attributable to the shareholders		
Loss for the period	(13,712)	(4,123)
Other comprehensive income	-	-
Total comprehensive loss for the period attributable to the shareholders	(13,712)	(4,123)

The notes from 1 to 28 form an integral part of this interim condensed consolidated financial information.

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Interim condensed consolidated statement of changes in equity
For the period ended 31 March 2026

	Share capital AED'000	Treasury reserve AED'000	Statutory reserve AED'000	Retakaful reserve AED'000	Cumulative changes in fair value of investments (FVTOCI) AED'000	Accumulated losses AED'000	Total equity AED'000
At 1 January 2025 (Audited)	210,652	-	1,116	3,248	(8,522)	(43,289)	163,205
Total comprehensive loss for the period	-	-	-	-	-	(4,123)	(4,123)
Balance at 31 March 2025 (Unaudited)	210,652	-	1,116	3,248	(8,522)	(47,412)	159,082
At 1 January 2026 (Audited)	210,652	(6,996)	2,702	4,769	(2,965)	(30,659)	177,503
Purchase of treasury shares	-	(10,780)	-	-	-	(219)	(10,999)
Total comprehensive loss for the period	-	-	-	-	(703)	(13,712)	(14,415)
At 31 March 2026 (Unaudited)	210,652	(17,776)	2,702	4,769	(3,668)	(44,590)	152,089

The notes from 1 to 28 form an integral part of this interim condensed consolidated financial information.

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Interim condensed consolidated statement of cash flows
For the period ended 31 March 2026

	Notes	Three-month period ended 31 March (Unaudited)	
		2026 AED'000	2025 AED'000
Cash flows from operating activities			
Loss before tax for the period		(15,853)	(4,522)
Adjustments for:			
Depreciation and amortisation		494	101
Unrealised loss on investments carried at FVTPL		28,369	7,103
Provision for expected credit loss		92	270
Loss on sale of investment properties		-	40
Provision for employees' end of service benefits		(227)	445
Operating cash flows before changes in working capital		12,875	3,437
Changes in working capital:			
Changes in retakaful contract assets		11,323	(18,526)
Changes in takaful contract liabilities		(12,017)	10,893
Changes in retakaful contract liabilities		-	(5,003)
Changes in other receivables		(26,195)	(990)
Change in other payables		6,516	(6,703)
Cash used in operating activities		(7,498)	(16,892)
Employees end of service benefits paid		(25)	(235)
Net cash used in operating activities		(7,523)	(17,127)
Cash flows from investing activities			
Change in term deposits with maturity of more than three months		-	13,000
Net proceeds from disposal of investments at FVTPL		45,002	877
Purchase of property and equipment		(422)	(64)
Proceeds from disposal of property and equipment		254	-
Purchase of intangible assets		(1,162)	-
Addition to investments properties		(84)	(1,528)
Disposal of investment properties		840	7,795
Net cash generated from investing activities		44,428	20,080
Cash flows from financing activity			
Purchase of treasury shares		(10,999)	-
Net cash used in financing activity		(10,999)	-
Net change in cash and cash equivalents		25,906	2,953
Cash and cash equivalents at beginning of the period		284,030	278,250
Cash and cash equivalents at end of the period	11	309,936	281,203

The notes from 1 to 28 form an integral part of this interim condensed consolidated financial information.

Takaful Emarat - Insurance (PSC) and its subsidiary

Interim condensed consolidated financial information (Unaudited)

Notes to the interim condensed consolidated financial information

For the period ended 31 March 2026

1 Legal status and activities

Takaful Emarat - Insurance (PSC) and its subsidiary, Dubai, United Arab Emirates (the “Group”) is a public stock company incorporated in the Emirate of Dubai – United Arab Emirates, subject to the regulations of the UAE Federal Law No. 32 of 2021 (as amended) and the UAE Federal Decree Law No. (6) of 2025, concerning Financial Regulations of Insurance Companies issued by the Central Bank of United Arab Emirates and regulation of its operations. The Company's ordinary shares are listed on the Dubai Financial Market (“DFM”), United Arab Emirates.

This interim condensed consolidated financial information has been prepared in accordance with the requirements of the applicable laws and regulations, including UAE Federal Decree Law No. 32 of 2021 (as amended).

In 2025, Federal Decree Law No. (6) of 2025 (“CBUAE Law”) was issued, effective 16 September 2025, repealing Federal Decree Law No. (48) of 2023. Pursuant to Article 184 of CBUAE Law, the Group has a period of one year from the effective date to align its operations and governance framework with the requirements of the new legislation. The Group is currently evaluating the impact of the CBUAE Law and will implement any necessary changes within the permitted transition period.

The Group carries out takaful activities in Health, Life and Credit and Saving lines of business in accordance with the Islamic Sharia’a and within the provisions of the Articles of Association of the Group. The registered address of the Group is P.O. Box 57589, Dubai, United Arab Emirates.

This interim condensed consolidated financial information incorporates the financial statements of the Company and its subsidiary (collectively referred to as the “Group”).

Subsidiary	Principal activity	Country of incorporation	Ownership	
<i>Directly owned</i>			2026	2025
Modern Tech Investment	Investment	United Arab Emirates	100%	100%

2 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
IFRS 9 & IFRS 7	Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures regarding the classification and measurement of financial instruments	1 January 2026

This standard did not have any impact on this interim condensed consolidated financial information. Further, the Group has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

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

3 Basis of preparation

Statement of compliance

This interim condensed consolidated financial information has been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ and interpretations thereof issued by the International Financial Reporting Interpretation Committee and in compliance with the applicable requirements of the United Arab Emirates (UAE) Federal Decree Law No. (32) of 2021 (as amended) (“Companies Law”), relating to commercial companies and United Arab Emirates (UAE) Federal Decree Law No. (6) of 2025 concerning Financial Regulations for Insurance Companies issued by the Central Bank of the UAE (“CBUAE”) and regulation of its operations.

Takaful Emarat - Insurance (PSC) and its subsidiary

Interim condensed consolidated financial information (Unaudited)

Notes to the interim condensed consolidated financial information

For the period ended 31 March 2026

3 Basis of preparation (continued)

Basis of measurement

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

- i. Financial assets at fair value through profit or loss (“FVTPL”);
- ii. Financial assets at fair value through other comprehensive income (“FVTOCI”); and
- iii. Investment properties.

The Group’s interim condensed consolidated 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, other receivables and other payables. The following balances would generally be classified as non-current: property and equipment, investment properties, investments at fair value through other comprehensive income, investments at fair value through profit or loss, statutory deposits, and provision for employees’ end of service indemnity. The following balances are of mixed nature (including both current and non-current portions): investments at amortised cost, retakaful contract assets and liabilities, takaful contract assets and liabilities, bank balances and deferred tax asset and liability.

Functional and presentation currency

The interim condensed consolidated financial information is presented in U.A.E. Dirhams (“AED”) rounded to the nearest thousand, since that is the currency in which the majority of the Group’s transactions are denominated.

Basis of consolidation

The interim condensed consolidated financial information comprises the financial information of the Group and its investee that is considered as a subsidiary as at 31 March 2026. A Subsidiary is an investee that the Group has control over. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

The financial information of the subsidiary is included in the Group’s interim condensed consolidated financial information from the date that control commences until the date that control ceases. The Group maintains control over the subsidiary as it has power over the investee, exposure or rights to its variable returns and the power to affect the investor’s returns.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Group and to the non-controlling interests. Total comprehensive income of subsidiary is attributed to the owners of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transaction between members of the Group are eliminated in full consolidation.

4 Material accounting policy information

The accounting policies applied by the Group in the preparation of the interim condensed consolidated financial information are consistent with those applied by the Group in the annual consolidated financial statements for the year ended 31 December 2025.

5 Critical accounting estimates and judgements in applying accounting policies

The preparation of this interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates. In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the audited consolidated financial statements as at and for the year ended 31 December 2025.

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2026

6 Investment properties

Investment properties include plot of land, rented out apartments, building and apartments that are still under construction. All investment properties are located in the U.A.E and are attributable to participants

The carrying amount of investment properties are the fair value of the properties as determined by two independent valuers having an appropriate recognised professional qualification and recent experience in the region. Investment properties are being valued and reviewed by the Board of Directors on a yearly basis. The most recent valuation for investment properties was performed as at 31 December 2025. However, geopolitical tensions in the Middle East continue to evolve and may impact regional economic conditions; accordingly, management has assessed their potential effect on the valuation of investment properties and believes no material change into the fair value from the last valuation performed. Fair values were determined based on comparable method for rented out apartments and residual method of valuation for under construction properties.

	(Unaudited)	(Audited)
	31 March	31 December
	2026	2025
	AED'000	AED'000
Residential apartments	-	840
Land*	37,143	37,143
Work in progress (WIP)**	57,175	57,091
	94,318	95,074

* Land, on which construction is in progress, together with related work in progress as at 31 March 2026 amounting to AED 94.32 million (31 December 2025: AED 94.23 million) are stated at its fair value.

** Work in progress primarily comprises the construction of residential buildings and all directly attributable costs. Construction is expected to be completed during the year 2026, at which point the property will be reclassified from work in progress to completed investment properties in accordance with the Group's accounting policies.

	Apartments	Land and	Total
	AED'000	building	AED'000
	AED'000	AED'000	AED'000
31 March 2026 (Unaudited)			
As at 1 January	840	94,234	95,074
Sale of investment properties	(840)	-	(840)
Addition to WIP	-	84	84
As at 31 March 2026	-	94,318	94,318
31 December 2025 (Audited)			
As at 1 January	21,815	86,100	107,915
Disposal during the year	(21,015)	-	(21,015)
Change in fair value during the period	40	3,968	4,008
Addition in WIP	-	4,166	4,166
As at 31 December 2025	840	94,234	95,074

The properties have been categorised as Level 3 based on the inputs to the valuation technique used; and in estimating the fair value, the highest and best use of the properties is their current use.

The rental income earned by the Group from its investment properties which are leased under operating leases and the direct operating expenses arising in the management of investments properties were as given on the next page:

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2026

6 Investment properties (continued)

	(Unaudited)	
	For the three-month period ended 31 March	
	2026	2025
	AED'000	AED'000
Rental income	3	152
Direct operating expenses	(23)	(39)
(Loss) / income from investment properties	(20)	113

7 Investment in securities

Financial assets at fair value through profit and loss (FVTPL)

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
Mutual funds – unit linked	304,052	358,302
Equity investments – quoted	56,359	53,532
Equity investments – unquoted	35,000	56,948
	<u>395,411</u>	<u>468,782</u>
Attributable to:		
Participants	358,926	377,509
Shareholders	36,485	91,273
	<u>395,411</u>	<u>468,782</u>
Investments made:		
Within UAE	149,730	175,374
Outside UAE	245,681	293,408
	<u>395,411</u>	<u>468,782</u>

The movement in other financial assets are as follows:

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
As at 1 January	468,782	372,153
Net (sold) / purchased during the period / year	(45,002)	78,506
Change in fair value	(28,369)	18,123
	<u>395,411</u>	<u>468,782</u>

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2026

7 Investment in securities (continued)

Financial assets at fair value through other comprehensive income (FVTOCI)

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
As at 1 January	15,196	8,400
Change in fair value	(773)	6,796
Closing balance	<u>14,423</u>	<u>15,196</u>

The investment carried at fair value through other comprehensive income (FVTOCI) is attributable to participants and are within UAE.

8 Takaful and retakaful contracts

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

	(Unaudited) 31 March 2026			(Audited) 31 December 2025		
	Assets AED'000	Liabilities AED'000	Net AED'000	Assets AED'000	Liabilities AED'000	Net AED'000
Takaful contracts issued						
Group life and medical	-	(431,675)	(431,675)	-	(420,986)	(420,986)
Individual life	-	(286,267)	(286,267)	-	(308,973)	(308,973)
Total takaful contracts issued	-	(717,942)	(717,942)	-	(729,959)	(729,959)
Retakaful contracts held						
Group life and medical	70,976	-	70,976	75,384	-	75,384
Individual life	2,500	-	2,500	9,415	-	9,415
Total retakaful contracts held	<u>73,476</u>	-	<u>73,476</u>	<u>84,799</u>	-	<u>84,799</u>

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2026

8 Takaful and retakaful contracts (continued)

Reconciliation of the liability for remaining coverage (LRC) and the liability for incurred claims (LIC) for takaful contracts

31 March 2026 (Unaudited)	Liability for remaining coverage		LIC for contracts not measured under the PAA AED'000	LIC for contracts measured under the PAA		Total AED'000
	Excluding loss component AED'000	Loss component AED'000		Present value of future cash flows AED'000	Risk adjustment AED'000	
Takaful contracts issued						
Opening takaful contract liabilities	(539,007)	(25,005)	(2,934)	(158,832)	(4,181)	(729,959)
Net balance as at 1 January 2026	(539,007)	(25,005)	(2,934)	(158,832)	(4,181)	(729,959)
Takaful revenue	167,223	-	-	-	-	167,223
Takaful service expenses						
Incurred claims and other directly attributable expenses	-	-	(1,528)	(155,401)	(4,023)	(160,952)
Changes that relate to past service – adjustments to the LIC	-	-	307	24,717	3,794	28,818
Reversals of losses on onerous contracts	-	6,661	-	-	-	6,661
Takaful acquisition cash flows amortisation	(24,552)	-	-	-	-	(24,552)
Total takaful service expenses	(24,552)	6,661	(1,221)	(130,684)	(229)	(150,025)
Takaful service result	142,671	6,661	(1,221)	(130,684)	(229)	17,198
Finance expenses from takaful contracts issued	9,243	(7)	(9)	-	-	9,227
Investment components	12,825	-	(12,825)	-	-	-
Total amounts recognised in comprehensive income	164,739	6,654	(14,055)	(130,684)	(229)	26,425
Cash flows						
Premiums received	(172,492)	-	-	-	-	(172,492)
Claims and other directly attributable expenses paid	-	-	12,823	108,644	-	121,467
Directly attributable expenses paid	-	-	1,004	9,548	-	10,552
Takaful acquisition cash flows paid	26,065	-	-	-	-	26,065
Total cash flows	(146,427)	-	13,827	118,192	-	(14,408)
Net takaful contract liabilities at 31 March 2026	(520,695)	(18,351)	(3,162)	(171,324)	(4,410)	(717,942)

Takaful Emarat - Insurance (PSC) and its subsidiary
Interim condensed consolidated financial information (Unaudited)

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2026

8 Takaful and retakaful contracts (continued)

Reconciliation of the liability for remaining coverage (LRC) and the liability for incurred claims (LIC) for takaful contracts (continued)

31 December 2025 (Audited)	Liability for remaining coverage		LIC for contracts not measured under the PAA	LIC for contracts measured under the PAA		Total AED'000
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment	
	AED'000	AED'000	AED'000	AED'000	AED'000	
Takaful contracts issued						
Opening takaful contract liabilities	(540,585)	(8,940)	(2560)	(110,662)	(2,779)	(665,526)
Net balance as at 1 January 2025	(540,585)	(8,940)	(2560)	(110,662)	(2,779)	(665,526)
Takaful revenue	610,979	-	-	-	-	(610,979)
Takaful service expenses						
Incurred claims and other directly attributable expenses	-	-	(5,228)	(505,708)	(13,433)	(524,429)
Changes that relate to past service – adjustments to the LIC	-	-	227	(5,568)	12,031	6,690
Losses on onerous contracts	-	(16,018)	-	-	-	(16,018)
Takaful acquisition cash flows amortisation	(87,450)	-	-	-	-	(87,450)
Total takaful service expenses	(87,450)	(16,018)	(5,061)	(511,276)	(1,402)	(621,207)
Takaful service result	523,529	(16,018)	(5,061)	(511,276)	(1,402)	(10,228)
Finance expenses from takaful contracts issued	17,870	(47)	(12)	-	-	17,811
Investment components	79,004	-	(79,004)	-	-	-
Total amounts recognised in comprehensive income	620,403	(16,065)	(84,077)	(511,276)	(1,402)	7,583
Cash flows						
Premiums received	(722,824)	-	-	-	-	(722,824)
Claims and other directly attributable expenses paid	-	-	80,648	410,456	-	491,104
Directly attributable expenses paid	-	-	3,055	52,650	-	55,705
Takaful acquisition cash flows paid	103,999	-	-	-	-	103,999
Total cash flows	(618,825)	-	83,703	463,106	-	(72,016)
Net takaful contract liabilities at 31 December 2025	(539,007)	(25,005)	(2,934)	(158,832)	(4,181)	(729,959)

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8 Takaful and retakaful contracts (continued)

Reconciliation of the components of takaful contract liabilities – Contracts not measured under the PAA

31 March 2026 (Unaudited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening takaful contract liabilities	(287,613)	(7,820)	(13,540)	(308,973)
Net balance as at 1 January 2026	(287,613)	(7,820)	(13,540)	(308,973)
Changes related to current services				
- CSM recognised in profit and loss	-	-	424	424
- Risk Adjustment recognised in profit and loss	-	208	-	208
- Experience adjustments	310	(304)	-	6
Changes related to future services				
- Contracts initially recognised in the period	(556)	(116)	(14)	(686)
- Changes in estimates that adjust CSM	(833)	61	771	(1)
- Changes in estimates that result in onerous contracts or reversal of losses	7,965	481	-	8,446
Changes that relate to past service – adjustments to LIC	8	299	-	307
Takaful finance expenses through profit and loss	9,237	-	(10)	9,227
Total changes in statement of comprehensive income	16,131	629	1,171	17,931
Premiums received	(11,815)	-	-	(11,815)
Claims and other directly attributable expenses paid	12,825	-	-	12,825
Directly attributable expenses paid	1,004	-	-	1,004
Takaful acquisition cash flows paid	2,761	-	-	2,761
Total cash flows	4,775	-	-	4,775
Net takaful contract liabilities at 31 March 2026	(266,707)	(7,191)	(12,369)	(286,267)

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8 Takaful and retakaful contracts (continued)

Reconciliation of the components of takaful contract liabilities – Contracts not measured under the PAA (continued)

31 December 2025 (Audited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening takaful contract liabilities	(311,697)	(8,562)	(19,295)	(339,554)
Net balance as at 1 January 2025	(311,697)	(8,562)	(19,295)	(339,554)
Changes related to current services				
- CSM recognised in profit and loss	-	-	1,879	1,879
- Risk Adjustment recognised in profit and loss	-	655	-	655
- Experience adjustments	2,030	(1,783)	-	247
Changes related to future services				
- Contracts initially recognised in the period	(1,968)	(662)	(322)	(2,952)
- Changes in estimates that adjust CSM	(5,082)	834	4,247	(1)
- Changes in estimates that result in onerous contracts or reversal of losses	(16,076)	(65)	-	(16,141)
Changes that relate to past service – adjustments to LIC	(1,536)	1,763	-	227
Takaful finance expenses through profit and loss	17,859	-	(49)	17,810
Total changes in statement of comprehensive (loss) /income	(4,773)	742	5,755	1,724
Premiums received	(66,540)	-	-	(66,540)
Claims and other directly attributable expenses paid	80,650	-	-	80,650
Directly attributable expenses paid	3,054	-	-	3,054
Takaful acquisition cash flows paid	11,693	-	-	11,693
Total cash flows	28,857	-	-	28,857
Net takaful contract liabilities at 31 December 2025	(287,613)	(7,820)	(13,540)	(308,973)

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8 Takaful and retakaful contracts (continued)

Reconciliation of the assets for remaining coverage (ARC) and the assets for incurred claims (AIC) for retakaful contracts

31 March 2026 (Unaudited)	Asset for remaining coverage		AIC for contracts	AIC for contracts measured under the PAA		
	Excluding loss component AED'000	Loss component AED'000	not measured under the PAA AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Retakaful contracts issued						
Opening retakaful contract assets	(321,704)	18,544	5,335	380,304	2,320	84,799
Net balance as at 1 January 2026	(321,704)	18,544	5,335	380,304	2,320	84,799
Allocation of retakaful premium	(75,303)	-	-	-	-	(75,303)
Amounts recoverable for claims and other expenses	-	-	164	84,034	459	84,657
Changes that relate to past service – adjustments to LIC	-	-	(11)	(14,062)	(334)	(14,407)
Changes in fulfilment cash flows that do not adjust underlying CSM	-	(6,142)	-	-	-	(6,142)
Expenses directly attributable to retakaful	-	-	(229)	(341)	-	(570)
Net (expenses)/income from retakaful contracts held	(75,303)	(6,142)	(76)	69,631	125	(11,765)
Finance income from retakaful contracts issued	137	-	16	-	-	153
Total amounts recognised in comprehensive income	(75,166)	(6,142)	(60)	69,631	125	(11,612)
Cash flows						
Premiums paid to retakaful net of commission	(281)	-	-	-	-	(281)
Recoveries from retakaful	-	-	-	-	-	-
Directly attributable expenses paid	-	-	229	341	-	570
Total cash flows	(281)	-	229	341	-	289
Net retakaful contract assets at 31 March 2026	(397,151)	12,402	5,504	450,276	2,445	73,476

Takaful Emarat - Insurance (PSC) and its subsidiary
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8 Takaful and retakaful contracts (continued)

Reconciliation of the assets for remaining coverage (ARC) and the assets for incurred claims (LIC) for retakaful contracts (continued)

31 December 2025 (Audited)	Asset for remaining coverage		AIC for contracts not measured under the PAA	AIC for contracts measured under the PAA		Total AED'000
	Excluding loss component AED'000	Loss component AED'000		Present value of future cash flows AED'000	Risk adjustment AED'000	
Retakaful contracts issued						
Opening retakaful contract assets	(148,321)	2,501	-	188,498	1,562	44,240
Opening retakaful contract liabilities	(12,250)	3,130	3,987	-	-	(5,133)
Net balance as at 1 January 2025	(160,571)	5,631	3,987	188,498	1,562	39,107
Allocation of retakaful premium	(283,340)	-	-	-	-	(283,340)
Amounts recoverable for claims and other expenses	-	-	2,302	268,606	1,665	272,573
Changes that relate to past service – adjustments to LIC	-	-	(41)	12,061	(907)	11,113
Changes in fulfilment cash flows that do not adjust underlying CSM	-	12,913	-	-	-	12,913
Expenses directly attributable to retakaful	-	-	(404)	(1,685)	-	(2,089)
Net (expenses)/income from retakaful contracts held	(283,340)	12,913	1,857	278,982	758	11,170
Finance income from retakaful contracts issued	(252)	-	20	-	-	(232)
Total amounts recognised in comprehensive income	(283,592)	12,913	1,877	278,982	758	10,938
Cash flows						
Premiums paid to retakaful net of commission	122,459	-	-	-	-	122,459
Recoveries from retakaful	-	-	404	1,685	-	2,089
Directly attributable expenses paid	-	-	(933)	(88,861)	-	(89,794)
Total cash flows	122,459	-	(529)	(87,176)	-	34,754
Net retakaful contract assets at 31 December 2025	(321,704)	18,544	5,335	380,304	2,320	84,799

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8 Takaful and retakaful contracts (continued)

Reconciliation of the components of retakaful contract assets – Contracts not measured under the PAA

31 March 2026 (Unaudited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening retakaful contract assets as at 1 January 2026	(6,007)	348	15,074	9,415
Changes related to current services				
- CSM recognised in profit and loss	-	-	14	14
- Risk adjustment recognised in profit and loss	-	(11)	-	(11)
- Experience adjustments	(108)	(1)	-	(109)
Changes related to future services				
- Contracts initially recognised in the period	(11)	1	10	-
- Changes in estimates that adjust CSM	(453)	(2)	455	-
- Changes in estimates that result in onerous contracts or reversal of losses	-	-	(7,062)	(7,062)
- Changes that relate to past service – adjustments to LIC	(16)	5	-	(11)
- Retakaful finance expenses through profit and loss	(17)	-	169	152
Total changes in statement of comprehensive income	(605)	(8)	(6,414)	(7,027)
Premiums paid to reinsurer net of commission	(118)	-	-	(118)
Recoveries from retakaful	-	-	-	-
Directly attributable expenses paid	230	-	-	230
Total cash flows	112	-	-	112
Closing retakaful contract assets as at 31 March 2026	(6,500)	340	8,660	2,500

Takaful Emarat - Insurance (PSC) and its subsidiary
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8 Takaful and retakaful contracts (continued)

Reconciliation of the components of retakaful contract assets – Contracts not measured under the PAA (continued)

31 December 2025 (Audited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening retakaful contract assets as at 1 January 2025	(5,019)	530	(644)	(5,133)
Changes related to current services				
- CSM recognised in profit and loss	-	-	220	220
- Risk adjustment recognised in profit and loss	-	(183)	-	(183)
- Experience adjustments	24	1,214	-	1,238
Changes related to future services				
- Contracts initially recognised in the period	(90)	7	83	-
- Changes in estimates that adjust CSM	(2,617)	(6)	2,624	1
- Changes in estimates that result in onerous contracts or reversal of losses	-	-	12,816	12,816
- Changes that relate to past service – adjustments to LIC	(17)	(24)	-	(41)
- Retakaful finance expenses through profit and loss	(210)	-	(25)	(235)
Total changes in statement of comprehensive income	(1,720)	(182)	15,718	13,816
Premiums paid to reinsurer net of commission	1,258	-	-	1,258
Recoveries from retakaful	(931)	-	-	(931)
Directly attributable expenses paid	405	-	-	405
Total cash flows	732	-	-	732
Closing retakaful contract assets as at 31 December 2025	(6,007)	348	15,074	9,415

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9 Other receivables

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
Investment receivables	43,702	6,847
Other receivables	6,200	9,130
Prepayments	2,177	2,279
Advances	737	8,365
	52,816	26,621
Attributable to:		
Participants	8,186	9,236
Shareholders	44,630	17,385
	52,816	26,621

10 Statutory deposit

Statutory deposit of amounting AED 4 million is maintained, in accordance with Article (92) of the Federal Decree Law No. (6) of 2025 for the purpose of carrying on takaful operations in the United Arab Emirates and is not available to finance the day-to-day operations of the Group. The statutory deposit bears a profit rate of 4% per annum (2025: 4.6% per annum).

11 Cash and cash equivalents

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000	(Unaudited) 31 March 2025 AED'000
Cash on hand	836	245	877
Cash at banks	309,100	283,785	280,326
Term deposit having original maturity more than 3 months	513	513	35,610
Less: Expected credit losses	(221)	(129)	(538)
Cash and bank balances	310,228	284,414	316,275

For the purpose of cash flow, the cash and cash equivalents at each period end is as follows:

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000	(Unaudited) 31 March 2025 AED'000
Cash and bank balances	310,228	284,414	316,275
Add: Expected credit losses	221	129	538
Less: Term deposit having maturity more than 3 months	(513)	(513)	(35,610)
Cash and cash equivalents	309,936	284,030	281,203

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11 Cash and cash equivalents (continued)

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
Attributable to:		
Participants	228,885	213,094
Shareholders	81,343	71,320
Cash and bank balances	<u>310,228</u>	<u>284,414</u>

12 Share capital

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
<i>Authorised issued and fully paid</i>		
210,652,000 ordinary shares of AED 1 each	<u>210,652</u>	<u>210,652</u>

13 Treasury reserve

The Company has engaged a licensed Market Maker on the Dubai Financial Market to provide liquidity services by placing buy and sell orders for the Company's shares. This initiative is to improve the liquidity of securities.

As of 31 March 2026, the Market Maker held 10.9 million shares (31 December 2025: 3.9 million) of Takaful Emarat - Insurance (PSC) on behalf of the Company. These shares are classified under equity as treasury shares, recorded at cost. During the period, the Company recognised AED 17.8 million (31 December 2025: 6.9 million) in treasury shares.

	31 March 2026		31 December 2025	
	Number of shares '000	Cost AED'000	Number of shares '000	Cost AED'000
Opening	3,931	6,816	-	-
Purchases during the period / year	22,241	37,634	36,122	57,188
Sales during the period / year	(15,266)	(26,637)	(32,191)	(50,552)
Realised (loss) / gain on treasury shares	-	(37)	-	180
Closing	<u>10,906</u>	<u>17,776</u>	<u>3,931</u>	<u>6,816</u>

14 Statutory reserves

Statutory reserve

In accordance with U.A.E. Law No. (32) of 2021 (as amended), the Company has established a statutory reserve by appropriation of 10% of profit for each year until the reserve equals 50% of the paid-up share capital. This reserve is not available for distribution except as stipulated by the Law.

No transfer to the statutory reserve has been made during the three-month period ended 31 March 2026 (three-month period ended 31 March 2025: Nil), as this will be based on the results for the year-end.

Retakaful reserve

In accordance with Article 34 issued by the Central Bank of the United Arab Emirates ("CBUAE"), Board of Directors Decision No. (23) of 2019 the Group has created a retakaful reserve.

The Group shall accumulate such reserve year on year and not dispose-off the reserve without the written approval of the Central Bank of the United Arab Emirates ("CBUAE").

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15 Gross Written Contribution

Details relating to gross written contributions are disclosed below to comply with the requirements of CBUAE and are not calculated as per the requirements of IFRS 17.

	Life takaful AED'000	Medical takaful AED'000	All types of business combined AED'000
For the three-month period ended 31 March 2026			
Total direct written contributions	12,228	184,213	196,441
For the three-month period ended 31 March 2025			
Total direct written contributions	15,588	178,667	194,255

16 Other payables

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
Sundry and VAT payable	45,079	40,419
Payable to DHA	18,401	18,214
Accrued expenses	10,394	9,889
Employee related accruals	4,511	3,473
Lease liability	3,302	3,269
Other payables	13,439	13,346
	95,126	88,610
Attributable to:		
Participants	11,456	10,441
Shareholders	83,670	78,169
	95,126	88,610

17 Qard Hassan

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
(i) Deficit in participants' fund		
As at 1 January	(6,550)	(34,127)
Surplus during the period / year	5,930	27,577
Closing balances	(620)	(6,550)
(ii) Qard Hassan from shareholders		
As at 1 January	6,550	34,127
Provision during the period / year	(5,930)	(27,577)
Closing balance	620	6,550

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18 Takaful revenue

For the three-month period ended 31 March 2026 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	424	424
Change in risk adjustment for non-financial risk for risk expired	-	86	86
Expected incurred claims and other takaful service expenses	-	695	695
Experience adjustments	-	96	96
Recovery of takaful acquisition cash flows	-	1,910	1,910
Contracts not measured under the PAA	-	3,211	3,211
Contracts measured under the PAA	164,012	-	164,012
Total takaful revenue	164,012	3,211	167,223
For the three-month period ended 31 March 2025 (Unaudited)			
CSM recognised for services provided	-	546	546
Change in risk adjustment for non-financial risk for risk expired	-	176	176
Expected incurred claims and other takaful service expenses	-	827	827
Experience adjustments	-	53	53
Recovery of takaful acquisition statements	-	1,838	1,838
Contracts not measured under the PAA	-	3,440	3,440
Contracts measured under the PAA	132,808	-	132,808
Total takaful revenue	132,808	3,440	136,248

19 Takaful service expense

For the three-month period ended 31 March 2026 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurring claims and other expenses	145,589	524	146,113
Losses on onerous contracts and reversals of those losses	1,964	(8,625)	(6,661)
Changes to liabilities for incurred claims	(28,511)	(307)	(28,818)
Total takaful service expenses charged to participants' fund	119,042	(8,408)	110,634
Other expenses allocated to shareholders' fund			
Amortisation of takaful acquisition cash flows	22,642	1,910	24,552
Takaful maintenance expenses	13,835	1,004	14,839
Total other expenses charged to shareholders' fund	36,477	2,914	39,391
Total takaful service expenses	155,519	(5,494)	150,025

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19 Takaful service expense (continued)

For the three-month period ended 31 March 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurring claims and other expenses	121,803	2,710	124,513
Losses on onerous contracts and reversals of those losses	635	424	1,059
Changes to liabilities for incurred claims	(7,729)	(471)	(8,200)
Total takaful service expenses charged to participants' fund	<u>114,709</u>	<u>2,663</u>	<u>117,372</u>
Amortisation of takaful acquisition cash flows	17,577	1,838	19,415
Takaful maintenance expenses	11,988	624	12,612
Total other expenses charged to shareholders' fund	<u>29,565</u>	<u>2,462</u>	<u>32,027</u>
Total takaful service expenses	<u>144,274</u>	<u>5,125</u>	<u>149,399</u>

20 Investment Income

(Unaudited)	Three-month period ended	
	2026	2025
	AED'000	AED'000
Unrealised gain on financial assets held at FVTPL	(18,013)	2,232
Profit from wakala deposits	2,073	1,753
Return on financial assets	339	2,056
Other investment income	(133)	(559)
	<u>(15,734)</u>	<u>5,482</u>
Attributable to:		
Participants	378	2,714
Shareholders	(16,112)	2,768
	<u>(15,734)</u>	<u>5,482</u>

21 General and administrative expenses

(Unaudited)	Three-month period ended	
	2026	2025
	AED'000	AED'000
TPA expenses	9,246	8,175
Salaries and other benefits	6,390	4,545
Authority fees	1,762	1,428
IT expenses	1,025	963
Legal and professional fees	1,509	796
Rent and related	75	349
Depreciation and amortisation	494	101
Utilities, maintenance and communication	111	115
Miscellaneous expenses	541	1,528
	<u>21,153</u>	<u>18,000</u>

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22 Contingent liabilities

On 31 March 2026, the Group had contingent liabilities in respect of medical claims and other matters arising in the ordinary course of business from which it is anticipated that no material liabilities will arise, amounting to 0.67 million (31 December 2025: AED 0.67 million).

Legal claims

The Group, in common with most insurers, is subject to litigation in the normal course of its business. The Group, based on independent legal advice, does not believe that the outcome of these court cases will have a material impact on the Group's income or financial condition.

Capital commitments

Capital commitments for under construction properties as at 31 March 2026 amounted to AED 3 million (31 December 2025: AED 2.9 million).

Other commitments

The Group has lease agreements which are payable as follows:

	(Unaudited)	(Audited)
	31 March	31 December
	2026	2025
	AED'000	AED'000
Less than one period	404	1,277

23 Related party transactions

The Group in the normal course of business carries on business with other entities and shareholders' that fall within the definition of a related party in accordance with IFRS.

Related parties represent the Group's major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled, or significantly influenced by such parties. The pricing policies and terms of these transactions are approved by the Group's management. At the end of the reporting period, amounts due from/to related parties were as given below:

	(Unaudited)	(Audited)
	31 March	31 December
	2026	2025
	AED'000	AED'000
Shareholder		
Due to B H M Capital Financial Services P.S.C	3,223	-
Due from B H M Capital Financial Services P.S.C	-	7,928
Balances		
Deposit under share buyback placed with other related party	22,500	22,500

Compensation of the key management personnel is as follows:

	(Unaudited)	
	Three-month period ended	
	AED'000	AED'000
Short/long term employee benefits	1,755	1,149

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24 Financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As such, differences can arise between book values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to materially curtail the scale of its operations or to undertake a transaction on adverse terms.

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 interim condensed consolidated financial position approximate their fair values.

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

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

Fair value measurements recognised in the consolidated statement of financial position

The following table provides an analysis of assets and liabilities 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 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 fair value measurements are those derived from 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 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The table below gives information about how the fair values of these financial assets are determined:

	Level 1	Level 2	Level 3	Total
31 March 2026 (Unaudited)	AED'000	AED'000	AED'000	AED'000
<i>Investments at fair value through profit or loss</i>				
Mutual funds	-	304,052	-	304,052
Equity investments – quoted	56,359	-	-	56,359
Equity investments – unquoted	-	-	35,000	35,000
	<u>56,359</u>	<u>304,052</u>	<u>35,000</u>	<u>395,411</u>

31 December 2025 (Audited)

<i>Investments at fair value through profit or loss</i>				
Mutual funds	-	358,302	-	358,302
Equity investments – quoted	53,352	-	-	53,352
Equity investments – unquoted	-	-	56,948	56,948
	<u>53,352</u>	<u>358,302</u>	<u>56,948</u>	<u>468,782</u>

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24 Financial instruments (continued)

Fair value measurements recognised in the interim condensed consolidated statement of financial position (continued)

	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
31 March 2026 (Unaudited)				
<i>Investments at fair value through other comprehensive income (FVTOCI)</i>				
Equity investments – quoted	<u>14,423</u>	-	-	<u>14,423</u>
31 December 2025 (Audited)				
<i>Investments at fair value through other comprehensive income (FVTOCI)</i>				
Equity investments – quoted	<u>-</u>	-	15,196	<u>15,196</u>
Non-financial assets				
31 March 2026 (Unaudited)				
Investment properties	<u>-</u>	-	<u>94,318</u>	<u>94,318</u>
31 December 2025 (Audited)				
Investment properties	<u>-</u>	-	<u>95,074</u>	<u>95,074</u>

During the period ended 31 March 2026, one of equity investment transfer from fair value level 3 to level 1. (31 December 2025: No transfer).

25 Segment information

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

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

Except for wakala fees, allocation charges and Qard Hassan, no other inter-segment transactions occurred during the period.

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25 Segment information (continued)

These segments are the basis on which the Group reports its primary segment information. Segmental information is presented below:

For the three-month period ended 31 March (Unaudited)	2026			2025		
	Attributable to participants AED'000	Attributable to shareholders AED'000	Total AED'000	Attributable to participants AED'000	Attributable to shareholders AED'000	Total AED'000
<i>Takaful</i>						
Takaful revenue	167,223	-	167,223	136,248	-	136,248
Takaful service expenses	(110,634)	-	(110,634)	(117,372)	-	(117,372)
Takaful service result before retakaful contracts held	56,589	-	56,589	18,876	-	18,876
Net expenses from retakaful contracts held	(11,195)	-	(11,195)	8,533	-	8,533
Takaful service results	45,394	-	45,394	27,409	-	27,409
Takaful finance income	9,227	-	9,227	7,086	-	7,086
Retakaful finance income / (expenses)	152	-	152	(20)	-	(20)
Net change in fair value of participants' investments	(9,248)	-	(9,248)	(7,103)	-	(7,103)
Net takaful income	45,525	-	45,525	27,372	-	27,372
Investment (loss) / income- net	378	(16,112)	(15,734)	2,714	2,768	5,482
Other income	-	61	61	-	39	39
Wakala fees	(39,973)	39,973	-	(32,665)	32,665	-
Policy acquisition cost	-	(24,552)	(24,552)	-	(19,415)	(19,415)
General and administrative expenses	-	(21,153)	(21,153)	-	(18,000)	(18,000)
Profit / (loss) before tax for the period	5,930	(21,783)	(15,853)	(2,579)	(1,943)	(4,522)
	Takaful		Investment		Total	
	31 March	31 December	31 March	31 December	31 March	31 December
	2026	2025	2026	2025	2026	2025
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Segment assets	800,714	817,408	243,682	260,127	1,044,396	1,077,535
Segment liabilities	800,094	810,858	92,213	89,174	892,307	900,032

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26 Basic and diluted loss per share

	(Unaudited) Three-month period ended 31 March 2026 AED'000	<i>Restated</i> (Unaudited) Three-month period ended 31 March 2025 AED'000
Loss for the period attributable to shareholders	<u>(13,712)</u>	(4,123)
Total number of shares	210,652	210,652
Less: weighted average treasury shares	(7,419)	-
Weighted average number of shares outstanding during the period	<u>203,233</u>	210,652
Basic and diluted loss per share	<u>(0.067)</u>	(0.020)

Basic loss per share are calculated by dividing the loss for the period by the number of weighted average shares outstanding during the reporting period. Diluted loss per share is equivalent to basic loss per share.

27 Capital risk management

Section 2 of the Financial Regulations for Insurance Companies (the “Regulations”) issued by Central Bank of UAE identifies the required solvency margins to be held in addition to insurance liabilities. The solvency margins must be maintained at all times throughout the period.

The table below summarises the consolidated Minimum Capital Requirement (MCR), Minimum Guarantee Fund (MGF) and Solvency Capital Requirement (SCR) of the Group and the total capital held at the Group level to meet the required Solvency Margins in line with the requirements of the financial regulations issued for takaful companies in UAE.

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
Minimum Capital Requirement (MCR)	100,000	100,000
Solvency Capital Requirement (SCR)	94,339	94,445
Minimum Guarantee Fund (MGF)	89,882	84,093
Basic Own Funds	59,339	49,865
MCR Solvency Margin - Minimum Capital Requirement (Surplus)	(40,661)	(50,135)
SCR Solvency Margin - Solvency Capital Requirement (Surplus)	(35,000)	(44,850)
MGF Solvency Margin – Minimum Guarantee Fund (Surplus)	<u>(30,544)</u>	(34,227)

The Group did not meet the Minimum Capital Requirements of AED 100 million, Solvency Capital Requirements of AED 94.3 million and Minimum Guarantee Fund of AED 89.9 million as at 31 March 2026. In compliance with the Central Bank of UAE regulations, the Group prepared a solvency plan and submitted it to the regulator in April 2026, which remains under review by the regulator.

28 Corporate tax

On December 9, 2022, the United Arab Emirates (UAE) Ministry of Finance (MoF) released Federal Decree Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law (CT Law) to enact a new CT regime in the UAE.

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28 Corporate tax (continued)

The taxable income of the entities that are in scope for UAE CT purposes will be subject to the rate of 9% on taxable profits above AED 375,000.

	(Unaudited) Three-month period ended 31 March 2026 AED'000	(Unaudited) Three-month period ended 31 March 2025 AED'000
Statement of comprehensive income		
Current tax credit	(30)	-
Deferred tax	2,171	399
Income tax credit	2,141	399

The following is the analysis of deferred tax liabilities presented in the interim condensed consolidated financial statement of financial position.

	(Unaudited) 31 March 2026 AED'000	(Audited) 31 December 2025 AED'000
Deferred tax asset	-	-
Deferred tax liability	(4,803)	(7,043)
Net deferred tax liability	(4,803)	(7,043)