

إشارة رقم :- أ ت / 1078 / 04 / 2025

التاريخ :- 2025/04/28

السادة هيئة الأوراق المالية المحترمين
تحية طيبة ،،،

الموضوع :- البيانات المالية للفترة المنتهية في 31 اذار لعام 2025

بالإشارة الى الموضوع اعلاه ، نرفق لكم البيانات المالية باللغـه الإنجليزیه
للفترة المنتهية في 31 اذار لعام 2025.

علماً بأن البيانات المالية المدققة للسنة المنتهية في 31 كانون الاول لعام 2024 خاضعة لموافقة
البنك المركزي الاردني .

و تفضلوا بقبول فائق الاحترام...


أحمد عادي

نائب الرئيس التنفيذي الشؤون المالية والخدمات المؤسسية

**FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN**

**THE CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025
WITH INDEPENDENT AUDITORS' REVIEW REPORT**

**FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN-JORDAN
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

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Review Report on Condensed Consolidated Interim Financial Statements

To The Shareholders Of,
First Insurance Company
(Public Shareholding Limited Company)
Amman – Jordan
For The Period Ended March 31, 2025

Introduction

We have reviewed the condensed consolidated interim statement of financial position of **First Insurance Company – Public Shareholding Company – (“the Company”) and its subsidiary (“the Group”)** as of March 31, 2025, and the related condensed consolidated interim statements of profit or loss, supplementary condensed consolidated interim statement of profit or loss – policyholders’, supplementary condensed consolidated interim statement of profit or loss – shareholder, condensed consolidated interim statement of other comprehensive income for the three-month period then ended, and the condensed consolidated interim financial statements changes in shareholders’ equity and cash flows for the three-month period then ended, and the notes to the condensed consolidated interim financial statements. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34 ‘Interim Financial Reporting’. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements (2410) “Review of Interim Financial Statements Performed by the Independent Auditor of the Entity”. A review of condensed consolidated interim financial statements 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 consolidated interim financial statements as of March 31, 2025 for First Insurance Company and its subsidiary are not prepared, in all material respects, in accordance with International Accounting Standard number (34) “Interim Financial Reporting”.

Kwasmy and Partners
KPMG

Hatem Kwasmy
License no. (656)



Amman – Jordan
April 28, 2025

FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

<i>In Jordanian Dinar</i>	Note	As of March 31, 2025 (Unaudited)	As of December 31, 2024 (Audited)
Investments			
Bank deposits	5	12,570,097	10,681,095
Financial assets at fair value through other comprehensive income	6	7,339,107	7,047,482
Financial assets at amortized cost – net	7	16,359,874	13,500,843
Investment properties	8	5,225,335	5,238,577
Total Investments		41,494,413	36,467,997
Cash on hand and at banks	9	745,824	4,061,624
Reinsurance contract assets	10	13,914,423	12,834,877
Property and equipment		9,353,222	9,399,653
Intangible assets		634,563	656,232
Right of use assets		459,006	465,237
Deferred tax assets	11.b	2,198,692	2,150,124
Other assets		1,282,310	2,430,489
Total Assets		70,082,453	68,466,233
Liabilities, Policyholder and Shareholder Equities			
Liabilities			
Insurance contract liabilities	10	29,019,771	28,313,834
Total Contract Liabilities		29,019,771	28,313,834
Account payables		114,581	121,469
Accrued expenses		127,851	139,243
Other reserves		220,921	220,921
Income tax provision	11.a	552,371	581,242
Liabilities against lease contracts		493,969	494,725
Deferred tax liabilities	11.b	23,477	12,434
Other liabilities		1,531,746	1,611,214
Total Liabilities		32,084,687	31,495,082
Policyholder Equity			
Deficit reserve (convincingness provision)		-	44,537
Total Policyholder Equity		-	44,537
Shareholder Equity			
Paid-up capital	1	28,000,000	28,000,000
Statutory reserve		4,528,992	4,528,992
Fair value reserve		477,158	49,596
Retained earnings		4,991,616	4,348,026
Total Shareholder Equity		37,997,766	36,926,614
Total Policyholder and Shareholder Equities		37,997,766	36,971,151
Total Liabilities and Policyholder and Shareholder Equities		70,082,453	68,466,233

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

		For The Three-Month Period	
		Ended March 31,	
		2025	2024
<i>In Jordanian Dinar</i>	Note	(Unaudited)	(Unaudited)
Insurance revenue	13	19,842,522	16,183,061
Insurance service expenses	13	(13,136,613)	(10,738,629)
Results of insurance contracts		6,705,909	5,444,432
Reinsurance contracts held	13	(9,080,151)	(7,435,192)
Recoveries from reinsurance contracts held	13	4,778,999	4,216,309
Net expense from reinsurance contracts held		(4,301,152)	(3,218,883)
Insurance Service Result		2,404,757	2,225,549
Net finance expense from insurance contract	14	(184,641)	(206,318)
Net finance income from reinsurance contract held	14	23,662	24,262
Net Insurance Finance Expense		(160,979)	(182,056)
Murabaha income		154,233	180,928
Investment income		259,340	159,738
Other income		39,234	21,657
Policyholders share of results		544,621	553,131
General and administrative expenses		(548,250)	(1,172,206)
Depreciation and amortization		(121,975)	(118,362)
Salaries and benefits		(1,285,764)	(435,401)
Al-Qard Al-Hassan		(500,084)	(519,822)
Profit before tax		785,133	713,156
Income tax for the period	11	(140,038)	(154,097)
Profit for the period after tax		645,095	559,059
Basic and Diluted Earnings per Share			
(JOD/ share)	12	0.023	0.020

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN

**SUPPLEMENTARY CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS –
POLICYHOLDERS'**

<i>In Jordanian Dinar</i>	Note	For The Three-Month Period Ended March 31,	
		2025	2024
		(Unaudited)	(Unaudited)
Insurance revenue	13	19,842,522	16,183,061
Insurance service expenses	13	(13,136,613)	(10,738,629)
Results of insurance contracts		6,705,909	5,444,432
Reinsurance contracts held	13	(9,080,151)	(7,435,192)
Recoveries from reinsurance contracts held	13	4,778,999	4,216,309
Net expense from reinsurance contracts held		(4,301,152)	(3,218,883)
Insurance Service Result		2,404,757	2,225,549
Net finance expense from insurance contract	14	(184,641)	(206,318)
Net finance income from reinsurance contract held	14	23,662	24,262
Net Insurance Finance Expense		(160,979)	(182,056)
Policyholders share of investments income		38,596	39,026
Shareholders' equity shares for managing takaful insurance operations		(2,947,601)	(2,773,366)
General and administrative expenses		(84,184)	(61,892)
Policyholders' (deficit) before tax		(749,411)	(752,739)
Income tax surplus for the period	11	204,790	199,608
Policyholders' surplus from Takaful Insurance Operations		(544,621)	(553,131)

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

**FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN**

**SUPPLEMENTARY CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS-
SHAREHOLDER**

		For The Three-Month Period Ended March 31,	
		2025	2024
<i>In Jordanian Dinar</i>	Note	(Unaudited)	(Unaudited)
Shareholders' equity shares for managing takaful insurance operations		2,947,601	2,773,366
Shareholders' equity shares of murabaha income		145,538	136,802
Shareholders' equity shares of investments income		222,405	145,750
Shareholders' equity shares from managing the investments portfolio		20,783	21,014
Other income		25,485	19,731
Total shareholders' equity revenue from Takaful Insurance Operations		3,361,812	3,096,663
General and administrative expenses		(464,066)	(1,110,314)
Salaries and benefits		(1,285,764)	(435,401)
Depreciation and amortization		(121,975)	(118,362)
Al-Qard Al-Hassan		(500,084)	(519,822)
Total expenses		(2,371,889)	(2,183,899)
Profit for the period before income tax		989,923	912,764
Income tax expense for the period	11	(344,828)	(353,705)
Profit for the period attributable to the shareholders		645,095	559,059

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN

**SUPPLEMENTARY CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS –
POLICYHOLDERS' - LIFE**

		For The Three-Month Period Ended March 31,	
		2025	2024
<i>In Jordanian Dinar</i>	Note	(Unaudited)	(Unaudited)
Insurance revenue	13	1,869,963	1,388,810
Insurance service expenses	13	(665,548)	(1,073,145)
Results of insurance contracts		1,204,415	315,665
Reinsurance contracts held	13	(1,339,749)	(823,611)
Recoveries from reinsurance contracts held	13	461,907	721,202
Net expense from reinsurance contracts held		(877,842)	(102,409)
Insurance Service Result		326,573	213,256
Net finance expense from insurance contract	14	-	-
Net finance income from reinsurance contract held	14	-	-
Net Insurance Finance Expense		-	-
Policyholders share of investments income		3,064	3,154
Shareholders' equity shares for managing takaful insurance operations		(288,532)	(232,209)
General and administrative expenses		(60,148)	(110,349)
Policyholders' (deficit) before tax		(19,043)	(126,148)
Income tax surplus for the period	11	-	-
Policyholders' surplus from Takaful Insurance Operations		(19,043)	(126,148)

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

**FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN**

CONDENSED CONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME

	For The Three-Month Period Ended March 31,	
<i>In Jordanian Dinar</i>	2025	2024
	(Unaudited)	(Unaudited)
Profit for the period	645,095	559,059
Items that will not be reclassified subsequently to profit or loss:		
Shareholders' equity shares from the change in fair value of financial assets at fair value through other comprehensive income	426,057	64,714
Total comprehensive income	426,057	64,714
Total Other Comprehensive Income for the period	1,071,152	623,773

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

<i>In Jordanian Dinar</i>	Paid-up Capital	Statutory Reserve	Fair Value Reserve	Retained Earnings	Total
For the Three-Month Period Ended March 31, 2025					
Balance as of January 1, 2025 (Audited)	28,000,000	4,528,992	49,596	4,348,026	36,926,614
Profit for the period	-	-	-	645,095	645,095
Total other comprehensive income items for the period	-	-	427,562	-	427,562
Total other comprehensive income for the period	-	-	427,562	645,095	1,072,657
Loss from sale of financial assets at fair value through other comprehensive income	-	-	-	(1,505)	(1,505)
Balance as of March 31, 2025 (Unaudited)	28,000,000	4,528,992	477,158	4,991,616	37,997,766
For the Three-Month Period Ended March 31, 2024					
Balance as of January 1, 2024 (Audited)	28,000,000	4,151,837	(551,268)	1,935,840	33,536,409
Profit for the period	-	-	-	559,059	559,059
Total other comprehensive income items for the period	-	-	378,183	-	378,183
Total other comprehensive income for the period	-	-	378,183	559,059	937,242
Loss from sale of financial assets at fair value through other comprehensive income	-	-	-	(313,469)	(313,469)
Balance as of March 31, 2024 (Unaudited)	28,000,000	4,151,837	(173,085)	2,181,430	34,160,182

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

		For the period ended March 31,	
		2025	2024
<i>In Jordanian Dinar</i>	Note	(Unaudited)	(Unaudited)
Cash Flow from Operating Activities			
Gain for the period before income tax		100,474	5,928
Adjustments:			
Depreciation and amortization		121,975	118,362
Murabaha income on deposits	5	(145,538)	(136,802)
Return on financial assets at fair value through other comprehensive income – sukuk	6	(152,448)	(36,069)
Returns from financial assets at amortized cost	7	(348,118)	(109,681)
Expected credit loss		50,000	50,000
Net insurance finance expense		160,979	182,056
Gain on sale of property and equipment		-	23,249
Income tax expenses		140,038	154,097
		(72,638)	251,140
<u>Change in working capital items:</u>			
Other assets		1,148,179	(414,902)
Other liabilities		(79,468)	176,393
Accrued expenses		(11,392)	(11,618)
Account payables		(6,888)	18,723
Reinsurance contracts assets		(1,079,546)	(808,550)
Insurance contract liabilities		655,937	(182,783)
Cash flows from (used in) operating activities before income tax paid	11	554,184	(971,597)
Income tax paid		(218,198)	(181,898)
Net cash flows from (used in) operating activities		335,986	(1,153,495)
Cash Flows from Investing Activities			
Bank deposits held (original maturity more than 3 month)		(2,148,198)	(2,152,377)
Bank deposits matured (original maturity more than 3 month)		4,453,781	4,449,781
Cash received from Murabaha income		145,538	136,802
Returns received from financial assets at other comprehensive		152,448	36,069
Returns received from financial assets at amortized cost		348,118	109,681
Purchases of intangible assets		(16,500)	(15,900)
Proceeds from sale of financial assets at fair value through other comprehensive income		149,488	37,448
Purchases of financial assets at fair value through other comprehensive income		(1,505)	-
Mature of financial assets at amortized cost		996,007	-
Sale of financial assets at fair value through other comprehensive income		-	(313,469)
Purchases of financial assets at amortized cost		(3,851,852)	(425,613)
Issuance Premium		(3,186)	(4,923)
Purchases of property and equipment		(41,507)	(28,679)
Net cash flows from investing activities		182,632	1,828,820
Cash Flows from Financing Activities			
Payment of Lease Liability		(4,167)	(4,167)
Net cash flows (used in) financing activities		(4,167)	(4,167)
Net change in cash and cash equivalents		514,452	671,159
Cash and cash equivalents at the beginning of the period		5,752,611	4,166,503
Cash and cash equivalents at the end of the period	9	6,267,063	4,837,662

The accompanying notes from (1) to (20) form an integral part of these condensed consolidated interim financial statements.

**FIRST INSURANCE COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN**

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE- MONTH PERIOD ENDED MARCH 31, 2025**

1) GENERAL

First Insurance Company (the Company) was established under Companies Law No. (13) for the year 1964 as a Jordanian Public Shareholding Limited Company under No. (424) established on December 28, 2006. The issued, authorized, and paid-up capital of the Group is JOD 28M / share; JOD 1 per share. The Group's Head office located in Amman -The Hashemite Kingdom of Jordan and its address is in Dabouq.

The objectives of the Company are to engage in providing insurance on fire, natural hazards, accidents, medical and marine vehicles, cargo during transportation, and other damage of properties, liability of land-based vehicles, general liability, assistance insurance, ships insurance, ships liability, aircraft insurance, aircraft liability and life insurance in accordance with Islamic Sharia Principles.

The Company's parent is Solidarity Group Holding- Bahrain and the ultimate parent is Al Salam Bank B.S.C. – Bahrain.

The accompanying condensed consolidated interim financial statements were approved by the Board of Directors on April 24, 2025, and is subject to the General Assembly approval.

2) BASIS OF PREPARATION OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(a) Basis of preparation

The condensed consolidated interim financial statements of the Group have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting".

In preparing the Group's condensed consolidated interim financial statements in compliance with IFRS, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Inter-operation balances and unrealized gains and losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for like transactions and events in similar circumstances. The condensed consolidated interim financial statements may not be considered indicative of the expected results for the full year.

These condensed consolidated interim financial statements do not include all the information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with annual financial statements.

BASIS OF CONSOLIDATION OF FINANCIAL STATEMENTS

The condensed consolidated interim financial statements include the financial statements of the Group and the wholly owned subsidiary company controlled by it, together referred to as "the Group". Control exists when the Group has the ability to control the financial and operating policies of the subsidiary Company in order to achieve financial benefits out of their operations, all inter- Company transactions, balances, revenues and expenses between the Company and its subsidiaries are eliminated.

The following are the details of its subsidiary as of March 31, 2025:

<u>Company's Name</u>	<u>Authorised capital</u>	<u>Company's ownership %</u>	<u>Company's activity nature</u>	<u>Registration centre</u>	<u>Date of acquisition</u>
	JOD				
Mulkyat Investment and Trade Company	50,000	100	Investment	Amman	2010

The condensed interim financial statements of the subsidiary for the same fiscal period are prepared using the same accounting policies adopted by the Group, changes are made to the accounting policies of the subsidiary, when necessary, to align them with accounting policies adopted by the Group.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE- MONTH PERIOD ENDED MARCH 31, 2025**

(b) Basis of measurement

The condensed consolidated interim financial statements are prepared under the going concern basis and the historical cost convention, except for the measurement of financial assets at fair value through other comprehensive income, which are measured at its fair value. Moreover, the insurance and reinsurance contracts are measured at the estimated fulfilment cash flows that are expected to arise as the Company fulfils its contractual obligations in accordance with IFRS 17.

(c) Functional and presentation currency

The condensed consolidated interim financial statements are shown in Jordanian dinar, which represents the Group's functional currency.

(d) Seasonality of operations

There are no seasonal changes that may affect the insurance operations of the Group.

3) MATERIAL ACCOUNTING POLICIES

The Company has consistently applied the following accounting policies to all periods presented in these financial statements, except if mentioned otherwise. In addition, The Company also adopted Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) from January 1st, 2024. Although the amendments did not result in any changes to the accounting policies themselves, they impacted on the accounting policy information disclosed in the financial statements.

The amendments require the disclosure of 'material', rather than 'significant', accounting policies. The amendments also provide guidance on the application of materiality to the disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand other information in the financial statements.

The accounting policies applied in these condensed consolidated interim financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024, except for the new and amended standards or Standards amendments that become effective after January 1, 2025, and are as follows:

The following are new currently effective standards:

- Lack of Exchangeability – Amendments to IAS 21 (Effective starting from 1 January 2025).

The following are the material accounting policies applied by the Company:

A. IFRS 17 Insurance Contracts

i. Classification and summary of measurement models

The Group issues insurance contracts that transfer insurance risk. Insurance contracts are those contracts whereby the Group accepts significant insurance risk from another party (the policyholder) by agreeing to compensate the policyholder if there is a specific uncertain future event (the present death of the insured) adversely affects the policyholder.

The Group issues non-life and group life insurance to individuals and businesses. Non-life insurance products offered include medical, energy, property, motor, engineering, and others. These products offer protection of policyholders' assets and indemnification of other parties that have suffered damage as a result of a policyholder's actions. The Group does not issue any contracts with direct participating features. There is a non-material term life portfolio, for which the insurance liabilities were considered insignificant in a way that does not justify the deployment of related complex measurements models. Such contracts will continue to be reported on the basis of their net mathematical reserves. This perspective would change if the portfolio started growing.

In the normal course of business, the Group uses reinsurance to mitigate its risk exposures. A reinsurance contract transfers significant risk if it transfers substantially all of the insurance risk resulting from the insured portion of the underlying insurance contracts, even if it does not expose the reinsurer to the possibility of a significant loss.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE- MONTH PERIOD ENDED MARCH 31, 2025**

None of the insurance contracts issued by the Group contain embedded derivatives, investment components or any other goods and services.

ii. Level of aggregation

The Group identifies portfolios of insurance contracts. Each portfolio comprises contracts that are subject to similar risks and managed together, and is divided into three groups:

- Any contracts that are onerous on initial recognition.
- Any contracts that, on initial recognition, have no significant possibility of becoming onerous subsequently; and
- Any remaining contracts in the portfolio.

The portfolios are further divided by year of issue.

Portfolios of reinsurance contracts held are assessed for aggregation separately from portfolios of insurance contracts issued. Applying the grouping requirements to reinsurance contracts held, the Group aggregates reinsurance contracts held concluded within a calendar year (Quarterly cohorts) into groups of: (a) contracts for which there is a net gain at initial recognition, if any; (b) contracts for which, at initial recognition, there is no significant possibility of a net gain arising subsequently; and (c) remaining contracts in the portfolio, if any.

Reinsurance contracts held are assessed for aggregation requirements on an individual contract basis. The Group tracks internal management information reflecting historical experiences of such contracts' performance. This information is used for setting pricing of these contracts such that they result in reinsurance contracts held in a net cost position without a significant possibility of a net gain arising subsequently.

The Group assumes that no contracts are onerous at initial recognition, unless facts and circumstances indicate otherwise. If facts and circumstances indicate that some contracts are onerous, an additional assessment is performed to distinguish onerous contracts from non-onerous ones. For non-onerous contracts, the Group assesses the likelihood of changes in the applicable facts and circumstances in the subsequent periods in determining whether contracts have a significant possibility of becoming onerous. This assessment is performed at a policyholder-pricing-groups level.

iii. Recognition

The Group's recognises a group of insurance contracts issued from the earliest of the following:

- The beginning of the coverage period of the group of contracts.
- The date when the first payment from a policyholder in the group becomes due. If there is no contractual due date, then it is considered to be the date when the first payment is received from the policyholder.
- For a group of onerous contracts, the date when facts and circumstances indicate that the group to which an insurance contract will belong is onerous.

The Group's recognises a group of reinsurance contracts held it has entered into from the earlier of the following:

- For reinsurance contracts that provide proportionate coverage, at the later of:
 - (a) the beginning of the coverage period of the group of reinsurance contracts and
 - (b) the initial recognition of any underlying contract.
- All other groups of reinsurance contracts held are recognised from the beginning of the coverage period of the group of reinsurance contracts.

However, if the Group entered into the reinsurance contract held at or before the date when an onerous group of underlying contracts is recognised prior to the beginning of the coverage period of the group of reinsurance contracts held, the reinsurance contract held, in this case, is recognised at the same time as the group of underlying insurance contracts is recognised.

Only contracts that individually meet the recognition criteria by the end of the reporting period are included in the groups. When contracts meet the recognition criteria in the groups after the reporting date, they are added to the groups in the reporting period in which they meet the recognition criteria, subject to the quarter cohort's restriction. Composition of the groups is not reassessed in subsequent periods.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE- MONTH PERIOD ENDED MARCH 31, 2025**

iv. Contract boundaries

The measurement of a group of contracts includes all of the future cash flows within the boundary of each contract in the group.

Insurance Contract

Cash flows are within the boundary of a contract if they arise from substantive rights and obligations that exist during the reporting period under which the Group can compel the policyholder to pay premiums or has a substantive obligation to provide services.

A substantive obligation to provide services ends when:

- a. The Group has the practical ability to reassess the risks of the particular policyholder and can set a price or level of benefits that fully reflects those reassessed risks; or
- b. Both of the following criteria are satisfied:
 - The Group has the practical ability to reassess the risks of the portfolio that contains the contract and can set a price or level of benefits that fully reflects the risks of that portfolio; and
 - the pricing of the premiums for coverage up to the reassessment date does not take into account risks that relate to periods after the reassessment date.

Reinsurance contracts:

Cash flows are within the contract boundary if they arise from substantive rights and obligations that exist during the reporting period in which the Company is compelled to pay amounts to the reinsurer or has a substantive right to receive services from the reinsurer. A substantive right to receive services from the reinsurer ends when the reinsurer:

- has the practical ability to reassess the risks transferred to it and can set a price or level of benefits that fully reflects those reassessed risks; or
- has a substantive right to terminate the coverage.

The contract boundary is reassessed at each reporting date and, therefore, may change over time.

v. Measurement

The general measurement model (GMM), also known as the building block approach, consists of the fulfilment cash flows and the contractual service margin. This is the default model under IFRS 17 to measure insurance contracts. However, the Premium Allocation Approach (PAA), which is a simplified measurement model, is permitted if, and only if, at the inception of the group:

- The entity reasonably expects that such simplification would produce a measurement of the liability for remaining coverage for the group that would not differ materially from the one that would be produced applying the general measurement model requirements; or
- The coverage period of each contract in the group (including insurance contract services arising from all premiums within the contract boundary determined at that date) is one year or less.

The Group uses the PAA to simplify the measurement of groups of contracts on the following bases:

• **Insurance Contracts:**

The coverage period of Marine, Fire, Motor Third Party Liability (TPL), Motor Comprehensive, Medical, General accident, Motor Pools – Borders and Buses, and group life contracts in the group of contracts is one year or less and are therefore eligible to be measured under the PAA.

PAA eligibility testing has been performed for the Engineering group of contracts since the coverage period is more than one year. The Group reasonably expects that the measurement of the liability for remaining coverage for the group containing those contracts under the PAA would not differ materially from the measurement that would be produced applying the general measurement model. In assessing materiality, the Group has also considered qualitative factors such as the nature of the risk and types of its lines of business.

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• **Reinsurance contracts:**

The Group reasonably expects that the resulting measurement under the PAA measurement model would not differ materially from the result of applying the general measurement model.

The Group does not apply the PAA if, at the inception of the group of contracts, it expects significant variability in the fulfilment cash flows that would affect the measurement of the liability for the remaining coverage during the period before a claim is incurred.

Measurement on initial recognition under PAA:

On initial recognition of each group of insurance contracts that are not onerous, the carrying amount of the liability for remaining coverage (“LRC”) is measured at the premiums received on initial recognition less any insurance acquisition cash flows at that date, including any amount arising from the derecognition at that date of any asset recognised for insurance acquisition cash flows paid before that date, plus or minus any other assets or liabilities previously recognised for cash flows related to that group.

For reinsurance contracts held on initial recognition, the Group measures the remaining coverage at the amount of ceding premiums paid.

On initial recognition of each group of insurance contracts except for engineering, the Group expects that the time between providing each part of the coverage and the related premium due date is no more than a year.

The Group tested the differences between the general measurement model and the premium allocation approach and considered the relevance of reflecting the time value of money for these portfolios. The Group determined that measuring the liability for remaining coverage using the premium allocation approach in line with the expected risk profile, and without factoring-in the time value of money would not have a material impact on the fairness of the reporting.

Subsequent measurement under PAA:

The carrying amount of a group of insurance contracts issued at the end of each reporting period is the sum of:

- a. the LRC; and
- b. the Liability Incurred Claims (“LIC”), comprising the fulfilment cash flows (“FCF”) related to past service allocated to the group at the reporting date.

The carrying amount of a group of reinsurance contracts held at the end of each reporting period is the sum of:

- a. the remaining coverage; and
 - b. the incurred claims, comprising the FCF related to past service allocated to the group at the reporting date.
- For insurance contracts issued, at each of the subsequent reporting dates, the LRC is:
- a. increased for premiums received in the period, excluding amounts that relate to premium receivables included in the LIC.
 - b. decreased for insurance acquisition cash flows paid in the period.
 - c. decreased for the amounts of expected premium receipts recognised as insurance revenue for the services provided in the period.
 - d. increased for the amortisation of insurance acquisition cash flows in the period recognised as insurance service expenses; and
 - e. increased for any adjustment to the financing component, where applicable.

For reinsurance contracts held, at each of the subsequent reporting dates, the remaining coverage is:

- a. increased for ceding premiums paid in the period; and
- b. decreased for the expected amounts of ceding premiums recognised as reinsurance expenses for the services received in the period.

The Group estimates the liability for incurred claims as the fulfilment cash flows related to incurred claims. Fulfilment cash flows comprise estimates of future cash flows, an adjustment to reflect the time value of money and the financial risks related to future cash flows, to the extent that the financial risks are not included in the estimates of future cash flows, and a risk adjustment for non-financial risk.

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The Group's objective in estimating future cash flows is to determine the expected value of a range of scenarios that reflects the full range of possible outcomes. The cash flows from each scenario are discounted and weighted by the estimated probability of that outcome to derive an expected present value. The determination of the discount rate that reflects the characteristics of the cash flows and liquidity characteristics of the insurance contracts requires significant judgement and estimation.

The fulfilment cash flows are adjusted for the time value of money and the effect of financial risk (using current estimates) if the liability for incurred claims is also adjusted for the time value of money and the effect of financial risk.

Some insurance contracts permit the Group to sell (usually damaged) assets acquired in settling a claim (for example, salvage). Group may also have the right to pursue third parties for payment of some or all costs (for example, subrogation).

Estimates of salvage recoveries are included as an allowance in the estimates of claims liability. The allowance is the amount that can reasonably be recovered from the disposal of the asset.

Onerous contract assessment:

If at any time during the coverage period, facts and circumstances indicate that a group of contracts is onerous, then the Group recognises a loss in insurance service expense and increases the liability for remaining coverage to the extent that the current estimates of the fulfilment cash flows, determined under the general measurement model (GMM), that relate to remaining coverage (including the risk adjustment for non-financial risk) exceed the estimates of the fulfilment cash flows of future revenues. A loss component will be established for the amount of the loss recognised. Subsequently, the loss component will be remeasured at each reporting date as the difference between the amounts of the fulfilments cash flows determined under the GMM relating to the future service and those relating to the future revenue. The onerous contract assessment is carried out on quarterly basis at cohort level.

Where the Group recognises a loss on initial recognition of an onerous group of underlying insurance contracts or when further onerous underlying insurance contracts are added to a group, the Group establishes a loss-recovery component of the asset for remaining coverage for a group of reinsurance contracts held depicting the recovery of losses. The Group calculates the loss-recovery component by multiplying the loss recognised on the underlying insurance contracts and the percentage of claims on the underlying insurance contracts the Group expects to recover from the group of reinsurance contracts held. The loss-recovery component adjusts the carrying amount of the asset for remaining coverage.

When underlying insurance contracts are included in the same group with insurance contracts issued that are not reinsured, the Group applies a systematic and rational method of allocation to determine the portion of losses that relates to underlying insurance contracts.

vi. De-recognition and contract modification

The Group derecognises a contract when it is extinguished i.e., when the specified obligations in the contract expire or are discharged or cancelled. The Group also derecognises a contract if its terms are modified in a way that would have changed the accounting for the contract significantly had the new terms always existed, in which case a new contract based on the modified terms is recognised. If a contract modification does not result in derecognition, then the Group treats the changes in cash flows caused by the modification as changes in the estimates of fulfilment cash flows. There were no instances of modification or derecognition identified during the three-month period ended March 31, 2024.

vii. Acquisition & Attributable Cost

Insurance acquisition cash flows are the costs that directly associated with selling and handling acquired businesses. The Group considers underwriting, sales, and regulatory levies as acquisition costs. Acquisition costs are expensed when incurred and. While attributable costs are the costs that can fully or partially attributed to the insurance operations. The Group has in place allocation technique to allocate the costs based on direct to indirect costs ratio.

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Both acquisition and attributable costs fall under the insurance service expense while the non-attributable costs are reported under other operating expenses and are not allocated to the portfolios or groups of contracts.

viii. Presentation

Groups of insurance contracts that are assets and those that are liabilities, and groups of reinsurance contracts that are assets and those that are liabilities, are presented separately in the statement of financial position. The Group recognised in the statement of profit or loss (a) an insurance service result, comprising insurance revenue and insurance service expenses, and (b) insurance finance income or expenses.

The Group does not disaggregate changes in the risk adjustment for non-financial risk between insurance service results and insurance finance income and expenses. All changes in the risk adjustment for non-financial risk are included in the insurance service result.

Insurance revenue:

Insurance revenue for the specified period represents the amount of expected insurance premium revenue distributed over the period. The expected premium revenue for each period of insurance contract services is based on the time period.

Insurance service expenses:

Insurance service expenses include the following:

- a. Incurred claims for the period.
- b. other incurred directly attributable expenses.
- c. insurance acquisition cash flows.
- d. changes that relate to past service – changes in the FCF relating to the LIC.
- e. changes that relate to future service – changes in the FCF that result in onerous contract losses or reversals of those losses.

Net expenses from reinsurance contracts:

Net expenses from reinsurance contracts comprise reinsurance expenses less amounts recovered from reinsurers. The Group recognises reinsurance expenses as it receives coverage or other services under groups of reinsurance contracts. For contracts measured under the PAA, the Group recognises reinsurance expenses based on the passage of time over the coverage period of a group of contracts.

Income and expenses from reinsurance contracts are presented separately from income and expenses from insurance contracts. Income and expenses from reinsurance contracts, other than insurance finance income or expenses, are presented on a net basis as 'net expenses from reinsurance contracts' in the insurance service result.

Ceding commissions that are not contingent on claims of the underlying contracts issued reduce ceding premiums and are accounted for as part of reinsurance expenses. Ceding commissions that are contingent on claims of the underlying contracts issued reduce incurred claims recovery.

Insurance finance income and expenses:

Insurance finance income and expenses comprise changes in the carrying amounts of groups of insurance and reinsurance contracts arising from the effects of the time value of money, financial risk, and changes therein.

The Group includes all insurance finance income or expenses for the period in profit or loss.

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Changes to classification, recognition, and measurement

The measurement principles of the PAA differ from the ‘earned premium approach’ used by the Group under IFRS 4 in the following key areas:

- **Discount rate** – Under IFRS 17, the liability for incurred claims is discounted at a rate that reflects the characteristics of the liabilities and the duration of each portfolio. The Group has established discount yield curves using risk-free rates adjusted to reflect the appropriate illiquidity characteristics of the applicable insurance contracts. The changes in discounting methodology did not have a significant impact on transition. Measurement of the liability for remaining coverage includes an adjustment for the time value of money and the effect of financial risk where the premium due date and the related period of services are more than 12 months apart.
- **Risk Adjustment** -Under IFRS 17, the liability for incurred claims includes an explicit risk adjustment for non-financial risk (“risk adjustment”) which replaces the risk margin under IFRS 4. The IFRS 4 risk margin reflected the inherent uncertainty in the net discounted claim liabilities estimates, whereas the IFRS 17 risk adjustment is the compensation required for bearing the uncertainty that arises from non-financial risk. Similar to the risk margin, the risk adjustment includes the benefit of diversification, therefore the two methodologies are fairly aligned. As a result, the changes in methodology did not have a significant impact on transition.
- **Onerous contracts** – IFRS 17 requires the identification of groups of onerous contracts at a more granular level than the liability adequacy test performed under IFRS 4. For onerous contracts, the loss component based on projected profitability is recognized immediately in Net income, resulting in earlier recognition compared to IFRS 4. Onerous contracts did not have a significant impact on transition to IFRS 17.

The following are the material accounting judgments, estimates and assumptions applied by the company:

The preparation of the condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses, and the associated disclosures and disclosure of contingent liabilities. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and key sources of estimation uncertainty including risk management policies are the same as those applied to the annual consolidated financial statements as at and for the year ended December 31, 2024.

The significant accounting judgments and estimates in preparing these condensed consolidated interim financial statements are set out below:

a) Estimates of future cash flows to fulfill insurance contracts

When estimating future cash flows, the Group incorporates, in an unbiased manner, all reasonable and supportable information that is available without undue cost or effort at the reporting date. This information includes both internal and external historical data about claims and other experiences, which is updated to reflect current expectations of future events. Estimates of future cash flows reflect the Group's view of conditions current at the reporting date, as long as estimates of any relevant market variables are consistent with observable market prices.

Estimates of these future cash flows are based on probability-weighted expected future cash flows. The Group estimates the expected cash flows and the possibility of their occurrence as at the measurement date. In making these forecasts, the Group uses information about past events, current conditions, and projections of future conditions. The Group's estimate of future cash flows is an average of a set of expected events that reflects the full range of possible outcomes. Each expected event determines the amount, timing, and probability of cash flows. The weighted average of future cash flows is calculated using a specific expected event that represents the weighted average probability of a set of expected events.

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When estimating future cash flows, the Group takes into account current expectations of future events that may affect those cash flows. However, expectations of future changes in legislation that would alter or fulfill an existing obligation or create new obligations under existing contracts are not taken into account until a substantial change in legislation has occurred.

When projections of cash flows related to expenditures are determined at the portfolio level or above, they are allocated to groups of contracts on a regular basis. The Group determined that this method leads to an orderly and logical distribution. Similar methods are continually applied for allocating expenditures of similar nature. Expenses of the nature of maintenance of the administrative policy are allocated to groups of contracts based on the number of contracts in force within the groups. The Group performs regular expense studies to determine the extent to which fixed and variable overheads can be directly attributable to the fulfillment of insurance contracts.

The cash flows for the acquisition of insurance arise from the activities of selling, underwriting, and commencing a portfolio of contracts that are directly attributable to the portfolio of contracts to which the Group belongs. Other costs incurred to fulfill contracts include claims handling, maintenance and administration costs and recurring commissions payable in installments receivable within contract limits. The cash flows for acquiring insurance and other costs incurred in executing contracts include both direct costs and an allocation of fixed and variable overheads. Attribute cash flows to acquisition activities, other implementation activities, and other activities at the local entity level using activity-based costing techniques. The cash flows attributable to acquisition and other implementation activities are allocated to groups of contracts using systematic and logical methods and are applied consistently to all costs that have similar characteristics. Other costs are recognized in profit or loss as incurred.

b) Discounting Methodology

Discount rates are used primarily to adjust estimates of future cash flows to reflect the time value of money and other financial risks of accruing interest on the liability for claims incurred.

The bottom-up approach was used to derive the discount rate. Under this approach, risk-free discount rates based on US dollars were used by the European Insurance and Occupational Pensions Authority (EIOPA) as a starting point for preparing the yield curve. An adjustment percentage is added to the base risk-free rate, and it calls "country risk premium". This rate is provided by country from New York University Website An illiquidity rate is estimated to be equal to 5% and for all countries. This is applied multiplicatively.

c) Risk Adjustment for Non-Financial Risks

The Group shall adjust the estimate of the present value of future cash flows to reflect the compensation required by the entity for bearing the uncertainty about the amount and timing of cash flows that arise from non-financial risks. Therefore, the purpose of risk adjustment for non-financial risks is to measure the impact of uncertainty in cash flows that arise from insurance contracts, other than the uncertainty arising from financial risks. The risks covered by the risk adjustment for non-financial risks are insurance risks and other non-financial risks such as outage risk and expense risk.

The Group does not consider the effect of reinsurance in the risk adjustment for non-financial risks of the underlying insurance contracts. The Group has adopted the PAA simplification to calculate liability for remaining coverage. Therefore, the liability risk adjustment for residual coverage will only be estimated if a group of contracts is recognized as risky.

Applying the confidence level method, the Group estimates the probability distribution of the expected present value of future cash flows from insurance contracts at each reporting date and calculates the risk adjustment for non-financial risk as an increase in the value at risk on the 75th. The percentage (target confidence level) on the expected present value of future cash flows.

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d) Onerosity Determination

Under the premium allocation approach (PAA), the Group does not assume any contracts in the portfolio that carry a loss on initial recognition unless “the facts and circumstances” indicate otherwise. The Group evaluates loss-bearing contracts on a quarterly and underwriting quarter basis, in conjunction with updated information on product profitability. Furthermore, the evaluation should be repeated if the “facts and circumstances” indicate that there are significant changes in product pricing, product design, plans, and forecasts. This level of detail defines groups of contracts. The Group uses significant judgment to determine the level of detail to which the Group has sufficient reasonable and supportable information to conclude that all contracts within a group are sufficiently homogeneous and will be allocated to the same group without an individual contract evaluation.

The Group has established a process for the underwriting team to obtain loss-laden contracts that may be loss-laden and profitable by evaluating the profitability of different portfolios at the beginning of the subscription year, and the profitability of each portfolio must be evaluated separately.

e) Fair Value of Financial Instruments

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Group uses its judgement to select a variety of methods and to make assumptions that are mainly based on market conditions existing at the end of each reporting period.

4) NEW STANDARDS, AMMENDMENTS AND INTERPRETATIONS NOT YET APPLIED BY THE GROUP

A number of new standards, amendments to standards and interpretations that were issued but not yet effective, and have not been applied when preparing these consolidated financial statements:

The following are the amended standards and interpretations with their related effective date:

- Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7 (Effective starting from 1 January 2026).
- Annual Improvements to IFRS Accounting Standards – Volume 11 (Effective starting from 1 January 2026)
- IFRS 18 Presentation and Disclosure in Financial Statements. (Effective starting from 1 January 2027).
- IFRS 19 Subsidiaries without Public Accountability. (Effective starting from 1 January 2027).
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures. (To be determined - Early adoption is permitted).

The management does not expect that there will be a material impact from the above standards upon implementation.

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5) BANK DEPOSITS

<i>In Jordanian Dinar</i>	As of March 31, 2025 (Unaudited)			As of December 31, 2024 (Audited)		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Inside Jordan	16,621	7,629,209	7,645,830	516,621	7,580,555	8,097,176
Outside Jordan	-	4,962,760	4,962,760	-	2,622,412	2,622,412
(Less): ECL	(3,647)	(34,846)	(38,493)	(3,647)	(34,846)	(38,493)
	12,974	12,557,123	12,570,097	512,974	10,168,121	10,681,095

- Deposits subject to the order of the Central Bank amounted to JOD 800,000 as of March 31, 2025 (December 31, 2024: JOD 800,000).
- The rates of return on deposits with banks in Jordanian dinars range from 4.0% to 5.75 % as on March 31, 2025 (2024: from 2.0% to 4.0%), and the return on deposit balances outside Jordan in US dollars ranges from 4.8% to 5.7% as on March 31, 2025 (2024: from 3.5% to 4.0%).
- The Company has a deposit outside Jordan from Al Salam Bank as of March 31, 2025, amounting to JOD 2,866,894 (2024: JOD 1,801,569).
- Balances with banks are evaluated as having a low credit risk of default because these banks are subject to high supervision by the Central Bank of Jordan and the central banks of each country that has accounts with the Group.
- The Group deals with banks rated (A1 - Ba3) with no significant change in the credit rating during the period. Bank deposits are classified as level one.

6) FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

<i>In Jordanian Dinar</i>	As of March 31, 2025 (Unaudited)			As of December 31, 2024 (Audited)		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Inside Jordan						
Quoted shares	-	3,068,273	3,068,273	-	2,667,996	2,667,996
Unquoted Shares *	-	29,400	29,400	-	29,400	29,400
Outside Jordan:						
Quoted shares	-	230,450	230,450	-	218,350	218,350
Unquoted shares *	-	-	-	-	-	-
Sukuk**	-	4,010,984	4,010,984	-	4,131,736	4,131,736
	-	7,339,107	7,339,107	-	7,047,482	7,047,482

* This item represents financial assets for which market prices are not available. The fair value was estimated by the Group's management.

** This represents the Group's investment outside Jordan in perpetual (Islamic) Sukuks at a face value of JOD 2,890,096 as of March 31, 2025 (JOD 3,102,796 as of December 31, 2024) with coupon rates ranging from 3.9% to 6.5% (March 31, 2024: 3.9% to 6.5%) per annum with no specific maturity date, the repayment of principal and commission is under the discretion of the issuer. The Group has earned a commission income of JOD 30,133 during the period (March 31, 2024: JOD 35,782).

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7) FINANCIAL ASSETS AT AMORTIZED COST - NET

<i>In Jordanian Dinar</i>	As of March 31, 2025			As of December 31, 2024		
	(Unaudited)			(Audited)		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Sukuk	2,984,181	13,412,047	16,396,228	3,980,188	9,557,009	13,537,197
(Less): ECL	(790)	(35,564)	(36,354)	(790)	(35,564)	(36,354)
	2,983,391	13,376,483	16,359,874	3,979,398	9,521,445	13,500,843

- This represents the Group investment outside Jordan in (Islamic) Sukuks with coupon rates ranging from 4.5% to 6.5% (March 31, 2024: 4.5% to 6.5%) per annum. These Sukuks have a maturity duration of 6 months commencing from issued date. The Group has earned commission income of JOD 229,309 during the period (March 31, 2024: JOD 109,681).
- The Group deals with financial institutions rated (A1 - Baa3) with no significant change in the credit rating during the period. Sukuk are classified as level one.

8) INVESTMENT PROPERTIES

<i>In Jordanian Dinar</i>	As of March 31, 2025			As of December 31, 2024		
	(Unaudited)			(Audited)		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Land	-	3,674,900	3,674,900	-	3,674,900	3,674,900
Building & Offices	709,589	840,846	1,550,435	714,183	849,494	1,563,677
	709,589	4,515,746	5,225,335	714,183	4,524,394	5,238,577

- The fair value of the investment properties as of December 31, 2024 was estimated by three independent real estate valuers with an average amount of JOD 5,649,231 (2024: 5,649,231).
- The valuations of the investment properties as of December 31, 2024 were carried out by multiple valuers. The valuers are independent and not related to the Group. All valuers are Accredited valuers and hold appropriate qualifications and relevant experience in assessing the valuation for the relevant land and properties. The fair value has been determined primarily on the basis of market practice, which reflects recent transaction prices for similar properties.
- The Group uses the following hierarchy for determining and disclosing the fair values of its investment properties by valuation techniques:

<i>In Jordanian Dinar</i>	Level 1	Level 2	Level 3	Total
March 31, 2025	-	5,628,535	-	5,628,535
December 31, 2024	-	5,628,535	-	5,628,535

- Buildings include an amount of JOD 718,879 owned by policyholders and intended for investment in rental activities.
- Depreciation on investments properties amounted to JOD 13,295 for the period ended March 31, 2025 (JOD 13,295 for the period ended March 31, 2024).

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9) CASH ON HAND AND AT BANKS

<i>In Jordanian Dinar</i>	As of March 31, 2025 (Unaudited)			As of December 31, 2024 (Audited)		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Cash on hand	164,535	2,462	166,997	144,759	1,836	146,595
Cash at banks	442,905	135,922	578,827	3,712,850	202,179	3,915,029
	607,440	138,384	745,824	3,857,609	204,015	4,061,624

- The Group deals with banks rated (A1 - Ba3) with no significant change in the credit rating during the period. Cash at banks are classified as level one.

The cash and cash equivalent for cash flow purposes consist of the following:

<i>In Jordanian Dinar</i>	As of March 31, 2025 (Unaudited)	As of December 31, 2024 (Audited)
Cash on hand and at bank	745,824	4,061,624
Bank deposits mature within three months	6,321,239	2,430,273
Less: Deposits to the order of Central Bank of Jordan	(800,000)	(800,000)
	6,267,063	5,691,897

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10) INSURANCE CONTRACT ASSETS AND LIABILITIES

An analysis of the amounts presented on the condensed consolidated interim statement of financial position for insurance contracts and reinsurance contracts has been included in the table below:

<i>In Jordanian Dinar</i>	Motor Comprehensive	Motor Pools- Borders &Buses	Motor Third Party	Medical Group	Medical Individual	Marine	Engineering	Fire	G & A	Life	Total
As of March 31, 2025 (Unaudited)											
Insurance contracts											
Insurance contract liabilities	3,290,531	140,457	10,702,236	5,751,977	222,621	43,947	78,221	3,136,723	3,013,947	2,639,111	29,019,771
Net insurance contract liabilities	3,290,531	140,457	10,702,236	5,751,977	222,621	43,947	78,221	3,136,723	3,013,947	2,639,111	29,019,771
Reinsurance contracts											
Reinsurance contract assets	1,722,148	965,053	404,665	3,168,573	63,306	710,040	546,442	2,442,570	2,409,722	1,481,904	13,914,423
Net reinsurance contract assets	1,722,148	965,053	404,665	3,168,573	63,306	710,040	546,442	2,442,570	2,409,722	1,481,904	13,914,423
As of December 31, 2024 (Audited)											
Insurance contracts											
Insurance contract liabilities	2,610,148	218,005	10,698,344	4,932,397	565,861	79,196	175,458	3,639,532	1,447,152	3,947,741	28,313,834
Net insurance contract liabilities	2,610,148	218,005	10,698,344	4,932,397	565,861	79,196	175,458	3,639,532	1,447,152	3,947,741	28,313,834
Reinsurance contracts											
Reinsurance contract assets	1,542,072	722,883	377,702	2,654,054	387,359	847,116	255,908	1,615,116	2,544,239	1,888,428	12,834,877
Net reinsurance contract assets	1,542,072	722,883	377,702	2,654,054	387,359	847,116	255,908	1,615,116	2,544,239	1,888,428	12,834,877

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10.1 Analysis by remaining coverage and incurred claims Insurance contracts:

Insurance contracts:

As of March 31, 2025
(Unaudited)

	Liability for remaining coverage		Liability for incurred claims		Total
	Excluding Loss Component	Loss Component	Estimates of present value of FCF	Risk adjustment for non- financial risk	
<i>In Jordanian Dinar</i>					
Insurance contracts					
Insurance contract liabilities – opening	9,323,572	550,919	17,388,749	1,050,594	28,313,834
Insurance contract assets – opening	-	-	-	-	-
Opening balance – net (Audited)	9,323,572	550,919	17,388,749	1,050,594	28,313,834
Insurance revenue	(19,842,522)	-	-	-	(19,842,522)
Insurance service expenses:					
Incurred claims and other directly attributable expenses	580,407	-	12,263,012	-	12,843,419
Onerous contracts recognized	-	(155,619)	-	-	(155,619)
Changes that relate to past service - adjustments to the LIC	-	-	439,059	-	439,059
Reversal of losses on onerous contracts	-	-	-	9,754	9,754
Insurance service expenses	580,407	(155,619)	12,702,071	9,754	13,136,613
Finance expense from insurance contracts	-	-	179,310	5,331	184,641
Total changes in the statement of profit and loss	(19,262,115)	(155,619)	12,881,381	15,085	(6,521,269)
Cashflows					
Premiums received	19,738,280	-	-	-	19,738,280
Claims and other directly attributable expenses paid	(580,407)	-	(11,930,668)	-	(12,511,075)
Total cash inflows / (outflows)	19,157,873	-	(11,930,668)	-	7,227,205
Insurance contracts					
Insurance contract liabilities – closing	9,219,330	395,300	18,339,461	1,065,679	29,019,771
Insurance contract assets – closing	-	-	-	-	-
Closing balance – net (Unaudited)	9,219,330	395,300	18,339,461	1,065,679	29,019,771

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As of December 31, 2024
(Audited)

	Liability for remaining coverage		Liability for incurred claims		
	Excluding Loss Component	Loss Component	Estimates of present value of FCF	Risk adjustment for non- financial risk	Total
<i>In Jordanian Dinar</i>					
Insurance contracts					
Insurance contract liabilities – opening	9,602,031	304,239	16,069,679	957,532	26,933,481
Insurance contract assets – opening	-	-	-	-	-
Opening balance – net (Audited)	9,602,031	304,239	16,069,679	957,532	26,933,481
Insurance revenue	(69,143,459)	-	-	-	(69,143,459)
Insurance service expenses:					
Incurred claims and other directly attributable expenses	1,696,687	-	41,938,266	-	43,634,953
Onerous contracts recognized	-	246,580	-	-	246,580
Changes that relate to past service - adjustments to the LIC	-	-	639,340	-	639,340
Reversal of losses on onerous contracts	-	-	-	60,122	60,122
Insurance service expenses	1,696,687	246,580	42,577,606	60,122	44,580,995
Finance expense from insurance contracts	-	-	872,959	32,940	905,899
Total changes in the statement of profit and loss	(67,446,772)	246,580	43,450,565	93,062	(23,656,565)
Cashflows					
Premiums received	68,865,000	-	-	-	68,865,000
Claims and other directly attributable expenses paid	(1,696,687)	-	(42,131,495)	-	(43,828,182)
Total cash inflows / (outflows)	67,168,313	-	(42,131,495)	-	25,036,818
Insurance contracts					
Insurance contract liabilities – closing	9,323,572	550,919	17,388,749	1,050,594	28,313,834
Insurance contract assets – closing	-	-	-	-	-
Closing balance – net (Audited)	9,323,572	550,919	17,388,749	1,050,594	28,313,834

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10.2 Analysis by remaining coverage and incurred claims reinsurance contracts:

Reinsurance contracts held:

	As of March 31, 2025 (Unaudited)				
	Asset For Remaining Coverage		Asset For Incurred Claims		Total
	Excluding Loss-Recovery Component	Loss- Recovery Component	Estimates Of Present Value of FCF	Risk Adjustmen t for Non- Financial Risk	
<i>In Jordanian Dinar</i>					
Reinsurance contracts					
Reinsurance contract assets – opening	4,853,151	-	7,377,924	603,802	12,834,877
Reinsurance contract liabilities – opening	-	-	-	-	-
Opening balance – net (Unaudited)	4,853,151	-	7,377,924	603,802	12,834,877
Allocation of reinsurance premium paid	(9,080,151)	-	-	-	(9,080,151)
Amounts recoverable from reinsurers					
Claims recovered and other directly attributable expenses	-	(977,310)	4,783,713	217,824	4,024,227
Changes that relate to past service – adjustments to the LIC	-	980,759	(8,559)	(217,428)	754,772
Amounts recoverable from reinsurers –net	-	3,449	4,775,154	396	4,778,999
Finance income from reinsurance contracts	-	-	22,690	972	23,662
Total changes in the statement of profit and loss	(9,080,151)	3,449	4,797,844	1,368	(4,277,490)
Cashflows					
Premiums ceded and acquisition cashflows paid	10,110,188	-	-	-	10,110,188
Recoveries from reinsurance	-	-	(4,753,152)	-	(4,753,152)
Total cash (outflows) / inflows	10,110,188	-	(4,753,152)	-	5,357,036
Reinsurance contracts					
Reinsurance contract assets – closing	5,883,188	3,449	7,422,616	605,170	13,914,423
Reinsurance contract liabilities – closing	-	-	-	-	-
Closing balance – net (Unaudited)	5,883,188	3,449	7,422,616	605,170	13,914,423

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As of December 31, 2024					
(Audited)					
	Asset		Asset		Total
	For Remaining Coverage		For Incurred Claims		
	Excluding Loss-Recovery Component	Loss-Recovery Component	Estimates Of Present Value of FCF	Risk Adjustment for Non-Financial Risk	
<i>In Jordanian Dinar</i>					
Reinsurance contracts					
Reinsurance contract assets – opening	5,727,377	1,080	5,910,685	495,655	12,134,797
Reinsurance contract liabilities – opening	-	-	-	-	-
Opening balance – net (Audited)	5,727,377	1,080	5,910,685	495,655	12,134,797
Allocation of reinsurance premium paid	(33,348,507)	-	-	-	(33,348,507)
Amounts recoverable from reinsurers:					
Claims recovered and other directly attributable expenses	-	(739,684)	17,173,715	776,594	17,210,625
Changes that relate to past service – adjustments to the LIC	-	738,604	1,383,685	(673,299)	1,448,990
Amounts recoverable from reinsurers	-	(1,080)	18,557,400	103,295	18,659,615
Reinsurance income from reinsurance contracts	-	-	80,588	4,852	85,440
Total changes in the statement of profit and loss	(33,348,507)	-	18,637,988	108,147	(14,602,372)
Cashflows					
Premiums ceded and acquisition cashflows paid	32,474,281	-	-	-	32,474,281
Recoveries from reinsurance	-		(17,170,749)		(17,170,749)
Total cash (outflows) / inflows	32,474,281	-	(17,170,749)	-	15,303,532
Reinsurance contracts					
Reinsurance contract assets – closing	4,853,151	-	7,377,924	603,802	12,834,877
Reinsurance contract liabilities – closing	-	-	-	-	-
Closing balance – net (Audited)	4,853,151	-	7,377,924	603,802	12,834,877

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11) INCOME TAX

a- Income Tax Provision:

The following is the movement on income tax provision:

<i>In Jordanian Dinar</i>	As of March 31, 2025 (Unaudited)			As of December 31, 2024 (Audited)		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Balances beginning of the period	54,728	526,514	581,242	228,899	372,436	601,335
Income tax expense for the period	(155,507)	344,828	189,321	876	833,055	833,931
Payments during the period	(84)	(218,108)	(218,192)	(175,047)	(678,977)	(854,024)
Balance Ending of the period	(100,863)	653,234	552,371	54,728	526,514	581,242

The income tax expense for the period as presented in condensed consolidated interim statement of profit or loss is as follows:

<i>In Jordanian Dinar</i>	For the Three-Month Period Ended March 30,			
	2025		2024	
	(Unaudited)		(Unaudited)	
	Policyholder	Shareholder	Policyholder	Shareholder
Current tax expense for the period	(155,507)	344,828	(148,288)	353,705
Deferred tax expenses				
Insurance contract liabilities	(49,283)	-	(51,320)	-
Income tax expense for the period	(204,790)	344,828	(199,608)	353,705

- The Company has reached to a final settlement with the Income and Sales Tax Department until the end of 2018. Moreover, the Company has submitted its tax returns for the years 2021, 2022 and 2023 and it has not been reviewed by the Income and Sales Tax Department yet. According to the opinion of the management and the tax consultant, the income tax provision is sufficient as of March 31, 2025.
- The income tax provision for the period ending on March 31, 2025 and 2024 for the Company was calculated according to the income tax law at a rate of 26% for balances inside the Kingdom and a rate of 10% for balances outside the Kingdom, according to the amended income tax law (38/2018).
- Income tax provision for the subsidiary was calculated in accordance with the Income Tax Law (38/2018) at 20%.
- The subsidiary has reached to a final settlement for the subsidiary with the Income and Sales Tax Department until the end of 2018. Moreover, the subsidiary has submitted its tax returns for the years 2021, 2022 and 2023 and it has not been reviewed by the Income and Sales Tax Department yet. According to the opinion of the management and the tax consultant, the income tax provision is sufficient as of March 31, 2025.

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b- Deferred Tax Assets:

<i>In Jordanian Dinar</i>	As of March 31, 2025 (Unaudited)					As of December 31, 2024 (Audited)
	Beginning Balance	Amounts added	Amounts released	Balance at the End of the period	Deferred Tax	Deferred Tax
Deferred Tax Assets:						
Expected Credit Losses – Receivables	2,818,001	50,000	-	2,868,001	745,680	732,680
Expected Credit Losses – Reinsurance	559,090	-	-	559,090	145,363	145,363
Expected Credit Losses – Banks deposits	38,493	-	-	38,493	10,008	10,008
Expected Credit Losses – Sukuk	36,354	-	-	36,354	9,452	9,452
Expected Credit Losses – Checks under collection	22,500	-	-	22,500	5,850	5,850
Cumulative change in fair value of financial assets through other comprehensive income	125,296	-	33,146	92,150	9,216	12,531
Insurance contract liabilities	4,747,075	149,550	-	4,896,625	1,273,123	1,234,240
	8,346,809	199,550	33,146	8,513,213	2,198,692	2,150,124
Deferred Tax Liabilities:						
Cumulative change in fair value of financial assets through comprehensive income	47,824	-	42,474	90,298	23,477	12,434
	47,824	-	42,474	90,298	23,477	12,434

12) BASIC AND DILUTED EARNINGS PER SHARE

<i>In Jordanian Dinar</i>	For the Three-Month Period Ended March 31,	
	2025 (Unaudited)	2024 (Unaudited)
Profit for the period	645,095	559,059
Weighted average of number of shares	28,000,000	28,000,000
Basic earnings per share of current period profit	0.023	0.020
Diluted earnings per share of current period profit		

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13) INSURANCE REVENUE AND EXPENSES

An analysis of insurance revenue, insurance expenses and net expenses from reinsurance contracts held by product line for March 31, 2025 and March 31, 2024 is included in following tables. Additional information on amounts recognized in condensed consolidated interim statement of profit or loss is included in the insurance contract balances reconciliation.

<i>In Jordanian Dinar</i>	Motor Comprehensive	Motor Pools - Borders & Buses	Motor Third Party	Medical Group	Medical Individual	Marine	Fire	Engineering	G & A	Life	Total
For the three-month period ended March 31, 2025 (Unaudited)											
Insurance revenue from contracts measured under PAA	2,745,451	900,617	2,770,370	5,937,707	492,814	521,516	2,401,080	194,854	2,008,150	1,869,963	19,842,522
Insurance revenue – total	2,745,451	900,617	2,770,370	5,937,707	492,814	521,516	2,401,080	194,854	2,008,150	1,869,963	19,842,522
Incurred claims and other directly attributable expenses – net	(3,912,790)	(168,260)	(3,457,267)	(5,288,115)	(409,907)	33,765	(35,141)	21,883	8,085	364,328	(12,843,419)
Changes that relate to past service - adjustments to the LIC	1,116,340	27,005	(93,335)	23,884	(16,975)	(73,272)	(206,198)	(31,985)	(117,566)	(1,066,957)	(439,059)
(Losses) reversal of losses on onerous contracts – net	(11,014)	(25)	166,731	-	-	-	-	-	(73)	-	155,619
Risk adjustment	(9,144)	-	(4,525)	(8,523)	(658)	(2,529)	(18,346)	226	(3,336)	37,081	(9,754)
Insurance service expenses	(2,816,608)	(141,280)	(3,388,396)	(5,272,754)	(427,540)	(42,036)	(259,685)	(9,876)	(112,890)	(665,548)	(13,136,613)
Net income from insurance contracts	(71,157)	759,337	(618,026)	664,953	65,274	479,480	2,141,395	184,978	1,895,260	1,204,415	6,705,909
Allocation of reinsurance premium paid - contracts measured under the PAA	(210,837)	(472,194)	(3,688)	(2,945,286)	(309,390)	(264,158)	(1,685,365)	(86,902)	(1,762,582)	(1,339,749)	(9,080,151)
Amounts recoverable from reinsurers – net	209,904	116,583	19,536	3,486,461	278,785	14,593	128,186	2,428	60,616	461,907	4,778,999
Net (expenses) from reinsurance contracts held	(933)	(355,611)	15,848	541,175	(30,605)	(249,565)	(1,557,179)	(84,474)	(1,701,966)	(877,842)	(4,301,152)
Insurance service result *	(72,090)	403,726	(602,178)	1,206,128	34,669	229,915	584,216	100,504	193,294	326,573	2,404,757

* This amount does not include the expenses related to shareholders' equity share for managing takaful insurance operations with an amount of JOD 2,947,601.

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<i>In Jordanian Dinar</i>	Motor Comprehensive	Motor Pools - Borders & Buses	Motor Third Party	Medical Group	Medical Individual	Marine	Engineering	Fire	G & A	Life	Total
For the period ended March 31, 2024 (Unaudited)											
Insurance revenue from contracts measured under PAA	2,608,004	636,900	2,262,339	4,665,971	443,566	405,574	267,269	2,100,270	1,404,359	1,388,810	16,183,061
Insurance revenue – total	2,608,004	636,900	2,262,339	4,665,971	443,566	405,574	267,269	2,100,270	1,404,359	1,388,810	16,183,061
Incurred claims and other directly attributable expenses – net	(1,649,159)	(165,054)	(2,531,643)	(3,707,878)	(231,687)	(30,065)	(49,740)	(215,168)	(80,358)	(944,101)	(9,604,853)
Changes that relate to past service - adjustments to the LIC (Losses) reversal of losses on onerous contracts – net	(274,379)	(5,379)	(40,045)	(278,715)	(24,749)	(13,101)	(8,049)	(62,363)	(30,472)	(107,218)	(844,470)
Risk adjustment	21,547	-	(198,891)	5,486	-	-	-	-	-	-	(171,858)
Insurance service expenses	(1,950,475)	(174,602)	(2,773,039)	(3,984,244)	(251,824)	(47,378)	(67,509)	(300,793)	(115,620)	(1,073,145)	(10,738,629)
Net income/(expense) from insurance contracts	657,529	462,298	(510,700)	681,727	191,741	358,196	199,760	1,799,477	1,288,739	315,665	5,444,432
Allocation of reinsurance premium paid - contracts measured under the PAA	(193,730)	(326,257)	(14,750)	(2,702,063)	(275,646)	(213,543)	(227,477)	(1,470,201)	(1,187,914)	(823,611)	(7,435,192)
Amounts recoverable from reinsurers – net	92,783	81,973	24,065	2,755,973	163,249	40,118	53,495	222,577	60,874	721,201	4,216,309
Net income/(expenses) from reinsurance contracts held	(100,947)	(244,284)	9,315	53,910	(112,397)	(173,425)	(173,982)	(1,247,624)	(1,127,040)	(102,410)	(3,218,883)
Insurance service result *	556,582	218,014	(501,385)	735,637	79,344	184,771	25,778	551,853	161,699	213,255	2,225,549

** This amount does not include the expenses related to shareholders' equity share for managing takaful insurance operations with an amount of JOD2,773,366.

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14) NET FINANCE REVENUE (EXPENSE) FROM INSURANCE CONTRACTS & REINSURANCE CONTRACTS HELD

An analysis of the net insurance finance (expense) / income by product line is presented below:

In Jordanian Dinar

For the three-month period ended March 31, 2025 (Unaudited)

Finance expense from insurance contracts issued

Accretion of interest on LIC claims best estimate insurance share

Accretion of interest on LIC attributable expenses best estimate

Net finance expense from insurance contracts

Finance expense from reinsurance contracts held

Accretion of interest on LIC claims best estimate, reinsurance share

Net finance expense from reinsurance contracts held

Net Insurance Finance expense

For the three-month period ended March 31, 2024 (Unaudited)

Finance expense from insurance contracts issued

Accretion of interest on LIC claims best estimate insurance share

Accretion of interest on LIC attributable expenses best estimate

Net finance expense from insurance contracts

Finance expense from reinsurance contracts held

Accretion of interest on LIC claims best estimate, reinsurance share

Net finance expense from reinsurance contracts held

Net Insurance Finance expense

	Motor Comprehensive	Motor Pools - Borders & Buses	Motor Third Party	Total
	(39,402)	(1,266)	(138,752)	(179,420)
	(1,095)	(38)	(4,088)	(5,221)
	(40,497)	(1,304)	(142,840)	(184,641)
	14,977	1,257	7,428	23,662
	14,977	1,257	7,428	23,662
	(25,520)	(47)	(135,412)	(160,980)
	(50,841)	(2,247)	(140,044)	(193,132)
	(5,714)	(530)	(6,942)	(13,186)
	(56,555)	(2,777)	(146,986)	(206,318)
	16,635	2,607	5,020	24,262
	16,635	2,607	5,020	24,262
	(39,920)	(170)	(141,966)	(182,056)

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15) FINANCIAL RISK MANAGEMENT

The Group generally has exposure to financial risks, credit risk, liquidity risk, market risk and capital management. Generally, the Group's objectives, policies, and processes for managing risk are the same as those disclosed in its consolidated financial statements for the year ended December 31, 2024.

16) FAIR VALUE LEVELS

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. The fair value measurement is based on the presumption that the transaction takes place either:

- in the accessible principal market for the asset or liability, or
- in the absence of a principal market, in the most advantages accessible market for the asset or liability.

The fair values of on-balance sheet financial instruments are not significantly different from their carrying amounts included in these condensed consolidated interim financial statements.

Determination of fair value and fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1: quoted prices in active markets for the same or identical instrument that an entity can access at the measurement date.

Level 2: quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data; and

Level 3: valuation techniques for which any significant input is not based on observable market data. The Group ascertains the Level 3 fair values based on a valuation technique which is primarily derived by net assets value of the respective investee at the period end.

The following table shows the carrying amount and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value, as these are either short-term in nature or carry interest rates which are based on prevalent market interest rates.

		Fair value		
	Fair value through other comprehensive income (FVOCI)	Level 1	Level 2	Level 3
<i>In Jordanian Dinar</i>				
As of March 31, 2025 (Unaudited)				
Shares with quoted prices	3,298,723	3,298,723	-	-
Shares with un-quoted prices	29,400	-	-	29,400
Sukuk	4,010,984	4,010,984	-	-
	7,339,107	7,309,707	-	29,400
		Fair value		
	Fair value through other comprehensive income (FVOCI)	Level 1	Level 2	Level 3
<i>In Jordanian Dinar</i>				
As of December 31, 2024 (Audited)				
Shares with quoted prices	2,886,346	2,886,346	-	-
Shares with un-quoted prices	29,400	-	-	29,400
Sukuk	4,131,736	4,131,736	-	-
	7,047,482	7,018,082	-	29,400

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The fair value of investments in sukuk at level 2 is based on the value of similar quoted sukuks communicated by the investment manager. The fair value of investments in equity securities at level 1 is based on quoted prices available in the market. There were no transfers between levels of the fair value hierarchy during the period ended March 31, 2025 and the year ended December 31, 2024. Additionally, there were no changes in the valuation techniques. Investments measured at amortised cost include corporate sukuks.

The Group believes that the fair values of the Group's financial assets and liabilities that are not measured at fair value are not materially different from their carrying values.

17) OPERATING SEGMENTS

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the Group's Board of Directors in their function as chief operating decision maker in order to allocate resources to the segments and to assess its performance.

Transactions between the operating segments are on normal commercial terms and conditions. The revenue from external parties reported to the Board of Directors is measured in a manner consistent with that in the condensed consolidated interim statement of profit or loss. Segment assets and liabilities comprise operating assets and liabilities.

Information about the Group's operating sectors

The Group was organized to include the general takaful sector (general insurance) according to the reports used by the CEO and the main decision maker, which include (Comprehensive, Pools - Borders & Buses, Third Party, Medical, Marine, Fire & Eng., G&A, and life). This sector is the base used by the Group to disclose information related to the main sectors, and the above-mentioned sector also includes the Group's investments and cash above. Transactions between business segments are based on market prices estimated in the same terms as those used with other segments.

The following table show information about operating segment for the company. distributed by portfolio on statement of profit or loss:

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<i>In Jordanian Dinar</i>	Motor Comprehensive	Motor Pools - Borders & Buses	Motor Third Party	Medical Group	Medical Individual	Marine	Fire	Engineering	G & A	Life	Total
For the Three-month period ended March 31, 2025 (Unaudited)											
Insurance revenue	2,745,451	900,617	2,770,370	5,937,707	492,814	521,516	2,401,080	194,854	2,008,150	1,869,963	19,842,522
Insurance service expenses	(2,816,608)	(141,280)	(3,388,396)	(5,272,754)	(427,540)	(42,036)	(259,685)	(9,876)	(112,890)	(665,548)	(13,136,613)
Results of insurance contracts	(71,157)	759,337	(618,026)	664,953	65,274	479,480	2,141,395	184,978	1,895,260	1,204,415	6,705,909
Reinsurance contracts held	(210,837)	(472,194)	(3,688)	(2,945,286)	(309,390)	(264,158)	(1,685,365)	(86,902)	(1,762,582)	(1,339,749)	(9,080,151)
Recoveries from reinsurance contracts held	209,904	116,583	19,536	3,486,461	278,785	14,593	128,186	2,428	60,616	461,907	4,778,999
Net expense from reinsurance contracts held	(933)	(355,611)	15,848	541,175	(30,605)	(249,565)	(1,557,179)	(84,474)	(1,701,966)	(877,842)	(4,301,152)
Insurance service results	(72,090)	403,726	(602,178)	1,206,128	34,669	229,915	584,216	100,504	193,294	326,573	2,404,757
Net finance expense from insurance contracts	(40,497)	(1,304)	(142,840)	-	-	-	-	-	-	-	(184,641)
Net finance expense from reinsurance contracts held	14,977	1,257	7,428	-	-	-	-	-	-	-	23,662
Net Insurance Finance Expense	(25,520)	(47)	(135,412)	-	-	-	-	-	-	-	(160,979)
Murabaha income											154,233
Investment income											259,340
Other income											39,234
Policyholders share of results											544,621
General and administrative											(548,250)
Depreciation and amortization											(121,975)
Salaries and benefits											(1,285,764)
Al-Qard Al-Hassan											(500,084)
Profit before tax											785,133
Income tax for the period											(140,038)
Profit for the period attributable to the shareholders											645,095

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<i>In Jordanian Dinar</i>	Motor	Motor	Motor	Medical	Medical						
	Comprehensive	Pools -	Third	Group	Individual	Marine	Fire	Engineering	G & A	Life	Total
For the three-month period ended		Borders &	Party								
March 31, 2024		Buses									
(Unaudited)											
Insurance revenue	2,608,004	636,900	2,262,339	4,665,971	443,566	405,574	267,269	2,100,270	1,404,359	1,388,810	16,183,061
Insurance service expenses	(1,950,475)	(174,602)	(2,773,039)	(3,984,244)	(251,824)	(47,378)	(67,509)	(300,793)	(115,620)	(1,073,145)	(10,738,629)
Results of insurance contracts	657,529	462,298	(510,700)	681,727	191,741	358,196	199,760	1,799,477	1,288,739	315,665	5,444,432
Reinsurance contracts held	(193,730)	(326,257)	(14,750)	(2,702,063)	(275,646)	(213,543)	(227,477)	(1,470,201)	(1,187,914)	(823,611)	(7,435,192)
Recoveries from reinsurance contracts held	92,783	81,973	24,065	2,755,973	163,249	40,118	53,495	222,577	60,874	721,201	4,216,309
Net expense from reinsurance contracts held	(100,947)	(244,284)	9,315	53,910	(112,397)	(173,425)	(173,982)	(1,247,624)	(1,127,040)	(102,410)	(3,218,883)
Insurance service results	556,582	218,014	(501,385)	735,637	79,344	184,771	25,778	551,853	161,699	213,255	2,225,549
Net finance expense from insurance contracts	(56,555)	(2,777)	(146,986)	-	-	-	-	-	-	-	(206,318)
Net finance expense from reinsurance contracts held	16,635	2,607	5,020	-	-	-	-	-	-	-	24,262
Net Insurance Finance Expense	(39,920)	(170)	(141,966)	-	-	-	-	-	-	-	(182,056)
Murabaha income											180,928
Investment income											159,738
Other income											21,657
Policyholders share of results											553,131
General and administrative expenses											(1,172,206)
Depreciation and amortization											(118,362)
Salaries and benefits											(435,401)
Al-Qard Al-Hassan											(519,822)
Profit before tax											713,156
Income tax for the period											(154,097)
Profit for the period attributable to the shareholders											559,059

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The following table show information about operating segment for the company. distributed by portfolio on statement of financial position:

<i>In Jordanian Dinar</i>	Motor Comprehensive	Motor Pools- Borders &Buses	Motor Third Party	Medical Group	Medical Individual	Marine	Engineering	Fire	G & A	Life	Total
As of March 31, 2025 (Unaudited)											
Assets											
Reinsurance contract assets	1,722,148	965,053	404,665	3,168,573	63,306	710,040	546,442	2,442,570	2,409,722	1,481,904	13,914,423
Unallocated assets	-	-	-	-	-	-	-	-	-	-	<u>56,168,030</u>
Total Assets											<u>70,082,453</u>
Liabilities											
Insurance contract liabilities	3,290,531	140,457	10,702,236	5,751,977	222,621	43,947	78,221	3,136,723	3,013,947	2,639,111	29,019,771
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	<u>3,064,916</u>
Total Liabilities											<u>32,084,687</u>
As of December 31, 2024 (Audited)											
Assets											
Reinsurance contract assets	1,542,072	722,883	377,702	2,654,054	387,359	847,116	255,908	1,615,116	2,544,239	1,888,428	12,834,877
Unallocated assets	-	-	-	-	-	-	-	-	-	-	<u>55,631,356</u>
Total Assets											<u>68,466,233</u>
Liabilities											
Insurance contract liabilities	2,610,148	218,005	10,698,344	4,932,397	565,861	79,196	175,458	3,639,532	1,447,152	3,947,741	28,313,834
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	<u>3,181,248</u>
Total Liabilities											<u>31,495,082</u>

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18) RELATED PARTY BALANCES AND TRANSACTION

The Group in the normal course of business, enters into transactions with other entities that fall within the definition of a related party contained in IAS-24. Transaction with related parties mainly relate to expenses incurred by the related parties on behalf of the Group and revenue through under common control companies (parties related to the Group or shareholders of the Company). Transactions with related parties are undertaken at mutually agreed prices. Significant related party balances arising from transactions are described as under:

The significant balances and transactions with related parties and the related amounts are as follows:

<i>In Jordanian Dinar</i>	Related Party			Total	
	Major Owners' Equity and Board of Directors	Top Management	Under Common Control Company	As of March 31, 2025 (Unaudited)	As of December 31, 2024 (Audited)
<u>Condensed consolidated Interim Statement of Financial Position Items</u>					
Accounts receivable	9	36,970	-	36,979	20,187
Accounts payable	-	-	51,642	51,642	31,111
Deposit at banks outside Jordan	-	-	4,062,330	4,062,330	2,622,412
Current account (Bank)	-	-	7,362	7,362	73,119

			For the Three- Month period Ended March 31,		
			2025	2024	
<i>In Jordanian Dinar</i>			(Unaudited)	(Unaudited)	
<u>Condensed consolidated Interim</u>					
<u>Statement of Comprehensive Income Items</u>					
Investments revenue	-	796	56,266	57,062	29,504
Insurance contract	158	-	-	158	4,820

Key management personnel are persons having authority and responsibility for planning, directing, and controlling the activities of the Group, directly or indirectly and comprise top management executives including the Chief Executive Officer and the Chief Financial Officer of the Group

The following table shows the annual salaries, remuneration and allowances of the key management personnel for the period ended March 31, 2025 and March 31, 2024:

<i>In Jordanian Dinar</i>	For the Three- Months Ended March 31,	
	2025	2024
	(Unaudited)	(Unaudited)
Salaries and bonuses	390,280	385,733

19) LAWSUITS AGAINST THE GROUP

There are lawsuits held against the Group for various types of claims, the determined lawsuit at courts is about JOD 3,257,507 as of March 31, 2025 (JOD 3,171,132 as of December 31, 2024). In the management and the legal advisors' opinion, the Group will not have claims that exceed the outstanding claims provision amount.

20) AUDIT FEES

The total audit fees for the group in 2024 including first quarter of 2025 were JOD 83,800, including non-audit services totalling JOD 4,000.