

Classification: Sharable

Al Wathba National Insurance Company PJSC

**Board of Directors Report on the Company's Business, Review
report and condensed consolidated interim financial information**

For the nine-month period ended 30 September 2025

Principal business address:

Al Wathba National Insurance Company PJSC
P.O. Box: 45154
Abu Dhabi
UAE

Classification: Sharable

Al Wathba National Insurance Company PJSC

Board of Directors Report on the Company's Business, Review report and condensed consolidated interim financial information for the nine-month period ended 30 Septembers 2025

	Pages
Board of Directors Report on the Company's Business	1
Review report of the condensed consolidated interim financial information	2
Condensed consolidated interim statement of financial position	3
Condensed consolidated interim statement of profit or loss	4
Condensed consolidated interim statement of profit or loss and other comprehensive income	5
Condensed consolidated interim statement of changes in shareholders' equity	6
Condensed consolidated interim statement of cash flows	7 - 8
Notes to the condensed consolidated interim financial information	9 - 40

Board of Directors Report on the Company Business For the period ending on (30/09/2025)

The Board of Directors of Al Wathba National Insurance Company is pleased to present its report on the Company's business and performance for the nine-month period ended 30 September 2025, along with the accompanying financial statements.

We are pleased to report that the Company has achieved a record-high insurance revenue of AED 555 million for the nine-month period ended 30 September 2025—more than double the revenue recorded during the same period in 2024. This exceptional performance underscores the successful implementation of our strategic initiatives, enhanced underwriting strength, and the sustained confidence of the market in our insurance offerings.

The nine-month period ended 30 September 2025 marks a significant turnaround in our core insurance operations. The Company reported a net insurance service result of AED 17.4 million, compared to a loss of AED 7 million during the same period in 2024. This notable improvement stems from our enhanced risk selection practices, disciplined pricing strategy, and a robust underwriting portfolio.

The overall financial performance for the nine-month period was equally robust, with the Company reporting a net profit before tax of AED 75 million, marking a strong turnaround from the AED 79 million loss recorded during the same period in the previous year. This improvement was driven primarily by favourable investment market movements, reflecting the effectiveness of our proactive investment strategies and sustained emphasis on operational efficiency.

As we continue to operate in an increasingly competitive and evolving insurance landscape, our focus remains firmly on sustainable growth and long-term value creation. Ongoing strategic initiatives in digital transformation, customer engagement, and reinsurance optimization are already delivering positive outcomes and remain key to reinforcing the Company's financial strength and operational resilience.

Finally, The Board of Directors also would like to extend its highest thanks and gratitude to His Highness Sheikh Mohamed bin Zayed Al Nahyan- President of the United Arab Emirates and Ruler of Abu Dhabi - and His Highness Sheikh Mohammed bin Rashid Al Maktoum - Vice President & Prime Minister of the United Arab Emirates, Ruler of Dubai and to the Crown Prince of Abu Dhabi, His Highness Sheikh Khaled bin Mohamed bin Zayed Al Nahyan, and to all the rulers of the Emirates for their patronage and support for the prosperity of this country and all its economic institutions, including the Al Wathba National Insurance Company.

The Board would also like to express its sincere appreciation and gratitude to all the company's shareholders and customers for their trust and continuous support, and to all the company's employees for their dedication and contribution to the company's performance during the last period.



Sheikh Saif bin Mohammed bin Butti Al Hamed
Chairman of Board of Directors



Review report on the condensed consolidated interim financial information to the Directors of Al Wathba National Insurance Company PJSC

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Al Wathba National Insurance Company PJSC (the "Company") and its subsidiaries (together the "Group") as at 30 September 2025 and the related condensed consolidated interim statements of profit or loss and profit or loss and other comprehensive income for the three-month and nine-month periods then ended, statements of changes in shareholders' equity and cash flows for the nine-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 – "*Interim Financial Reporting*" ("IAS 34"). Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34.

PricewaterhouseCoopers Limited Partnership - Abu Dhabi
13 November 2025

Shireen Sakr
Registered Auditor Number: 5591
Place: Abu Dhabi, United Arab Emirates

Al Wathba National Insurance Company PJSC

Condensed consolidated interim statement of financial position as at

	Note	30 September 2025 (Unaudited) AED'000	31 December 2024 (Audited) AED'000
Assets			
Property and equipment		2,245	2,532
Investment in associates	22	149,906	142,569
Investment properties	21,25	655,203	583,215
Financial assets at amortised cost	6	12,715	12,833
Financial assets at fair value through other comprehensive income	7	160,645	186,548
Financial assets at fair value through profit or loss	8	640,676	633,269
Statutory deposits	9	6,000	6,000
Reinsurance contract assets	19.2	209,740	264,246
Prepayments and other receivables	10	9,829	7,603
Term deposits	9	4,055	3,902
Cash and cash equivalents	9	106,042	78,161
Total assets		1,957,056	1,920,878
Equity and liabilities			
Equity			
Share capital	11	207,000	207,000
Legal reserve		103,500	103,500
Statutory reserve		51,750	51,750
General reserve		88,753	88,753
Capital reserve		9,474	9,474
Reinsurance risk reserve		4,853	3,237
Fair value reserve		(7,982)	14,495
Retained earnings		748,593	719,269
Total equity		1,205,941	1,197,478
Liabilities			
Borrowings	12	122,682	105,695
Employees' end of service benefits		7,582	6,138
Insurance contract liabilities	19.1	595,089	540,357
Reinsurance contract liabilities	19.2	-	18,003
Deferred tax liability	18	3,074	2,687
Accrued expenses and other payables	13	22,688	50,520
Total liabilities		751,115	723,400
Total equity and liabilities		1,957,056	1,920,878

The condensed consolidated interim financial information were approved for issue by the Board of Directors on 13 November 2025 and sign on their behalf by:

 _____ Sheikh Saif Bin Mohamed Bin Butti Al Hamed Chairman of the Board of Directors	 _____ Shukri Salem Almheiri Chief Executive Officer	 _____ Muralikrishnan Raman Pillai Chief Financial Officer
--	--	--

The notes set out on pages 9 to 40 form an integral part of this condensed consolidated interim financial information.

The review report of the condensed consolidated interim financial information is set out on page 2.

Al Wathba National Insurance Company PJSC

Condensed consolidated interim statement of profit or loss for the period ended 30 September (Unaudited)

	Note	Three-month period ended 30 September		Nine-month period ended 30 September	
		2025 AED'000	2024 AED'000	2025 AED'000	2024 AED'000
Insurance revenue	19.1, 20	206,369	98,186	555,055	256,583
Insurance service expenses	19.1, 20	(160,948)	(105,982)	(438,702)	(377,336)
Amounts recoverable from reinsurers for incurred claims	19.2, 20	46,159	45,360	134,105	206,330
Allocation of reinsurance premiums	19.2, 20	(86,674)	(37,359)	(233,032)	(92,444)
Insurance service results		4,906	205	17,426	(6,867)
Interest income from financial assets at amortised cost	25	274	719	793	2,232
Changes in fair value of investment properties, <i>net</i>	21	-	-	13,584	-
Income from investment properties (rental income), <i>net</i>		1,208	1,239	3,625	4,164
Other income / (loss) from investments, <i>net</i>	14, 25	53,389	18,599	64,013	(26,209)
Other investment expenses	25	(308)	(353)	(3,481)	(1,725)
Net investment income / (loss)	25	54,563	20,204	78,534	(21,538)
Finance expenses from insurance contracts issued	19.1, 20	(2,868)	(3,281)	(12,229)	(7,842)
Finance income / (expense) from reinsurance contracts held	19.2, 20	1,923	2,139	7,960	3,840
Net insurance finance expenses		(945)	(1,142)	(4,269)	(4,002)
Net insurance and investment results		58,524	19,267	91,691	(32,407)
Other income		127	952	141	1,132
Other operating expenses		(8,072)	(2,808)	(18,248)	(12,117)
Other finance costs		(1,784)	(2,563)	(5,020)	(6,203)
Share of profit of equity-accounted investees	22, 25	37	405	6,494	3,468
Impairment loss of equity-accounted investees	25	-	-	-	(33,000)
Profit / (loss) for the period before tax		48,832	15,253	75,058	(79,127)
Income tax credit / (expense)	18	(1,595)	487	(2,718)	1,780
Profit / (loss) for the period		47,237	15,740	72,340	(77,347)
Earnings per share:					
Earnings / (loss) per share (AED)	15	0.23	0.08	0.35	(0.37)

The notes set out on pages 9 to 40 form an integral part of this condensed consolidated interim financial information.

The review report of the condensed consolidated interim financial information is set out on page 2.

Al Wathba National Insurance Company PJSC

Condensed consolidated interim statement of profit or loss and other comprehensive income

for the period ended 30 September (Unaudited)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025 AED'000	2024 AED'000	2025 AED'000	2024 AED'000
Profit / (loss) for the period after tax	47,237	15,740	72,340	(77,347)
Other comprehensive income				
<i>Items that will not be reclassified subsequently to the statement of profit or loss</i>				
Share of other comprehensive (loss) / gain of associates	(283)	(509)	1,095	(1,658)
Gain on sale of financial assets at fair value through other comprehensive income, <i>net</i>	-	2,773	-	4,538
Changes in fair value of financial assets at fair value through other comprehensive income, <i>net</i>	(2,289)	10,983	(25,903)	(50,464)
Income tax impact	2,331	(336)	2,331	(336)
Other comprehensive loss for the period	(241)	12,911	(22,477)	(47,920)
Total comprehensive (loss) / income for the period	46,996	28,651	49,863	(125,267)

The notes set out on pages 9 to 40 form an integral part of this condensed consolidated interim financial information.

The review report of the condensed consolidated interim financial information is set out on page 2.

Al Wathba National Insurance Company PJSC

Condensed consolidated interim statement of changes in shareholders' equity for the nine-month period ended 30 September (Unaudited)

	Share capital AED'000	Legal reserve AED'000	Statutory reserve AED'000	General reserve AED'000	Capital reserve AED'000	Reinsurance risk reserve AED'000	Fair value reserve AED'000	Retained earnings AED'000	Total AED'000
Balance at 1 January 2024 (Audited)	207,000	103,500	51,750	88,753	9,474	1,991	101,887	705,962	1,270,317
<i>Total comprehensive income</i>									
Loss for the period	-	-	-	-	-	-	-	(77,347)	(77,347)
Other comprehensive (loss) / income for the period	-	-	-	-	-	-	(52,122)	4,202	(47,920)
Total comprehensive loss for the period	-	-	-	-	-	-	(52,122)	(73,145)	(125,267)
Transfer to retained earnings on disposal of financial assets at fair value through other comprehensive income	-	-	-	-	-	-	1,420	(1,420)	-
Dividend paid	-	-	-	-	-	-	-	(51,750)	(51,750)
Transfer from retained earnings to reinsurance risk reserve	-	-	-	-	-	964	-	(964)	-
Balance at 30 September 2024 (Unaudited)	207,000	103,500	51,750	88,753	9,474	2,955	51,185	578,683	1,093,300
Balance at 1 January 2025 (Audited)	207,000	103,500	51,750	88,753	9,474	3,237	14,495	719,269	1,197,478
<i>Total comprehensive income</i>									
Profit for the period	-	-	-	-	-	-	-	72,340	72,340
Other comprehensive loss for the period	-	-	-	-	-	-	(22,477)	-	(22,477)
Total comprehensive income for the period	-	-	-	-	-	-	(22,477)	72,340	49,863
Dividend paid	-	-	-	-	-	-	-	(41,400)	(41,400)
Transfer from retained earnings to reinsurance risk reserve	-	-	-	-	-	1,616	-	(1,616)	-
Balance at 30 September 2025 (Unaudited)	207,000	103,500	51,750	88,753	9,474	4,853	(7,982)	748,593	1,205,941

The notes set out on pages 9 to 40 form an integral part of this condensed consolidated interim financial information.

The review report of the condensed consolidated interim financial information is set out on page 2.

Al Wathba National Insurance Company PJSC

Condensed consolidated interim statement of cash flows for the nine-month period ended 30 September (Unaudited)

	Note	Nine-month period ended 30 September	
		2025 AED'000	2024 AED'000
Cash flow from operating activities			
Profit / (loss) for the period before tax		75,058	(79,127)
<i>Adjustments for:</i>			
Changes in fair value of financial assets at fair value through profit or loss, <i>net</i>	14	(18,245)	71,669
Gain on disposal of financial assets at fair value through profit or loss, <i>net</i>	14	(7,620)	(13,139)
Gain on disposal of property and equipment		-	(86)
Provision for employees' end of service benefits		1,775	596
Depreciation of property and equipment		1,028	1,195
Share of profit of associates	22	(6,494)	(3,468)
Impairment loss of associates		-	33,000
Changes in fair value of investment properties	21	(13,584)	-
Finance costs		5,020	6,203
Dividend income	14	(38,148)	(32,321)
Interest income		(793)	(2,232)
Net cash used in operations		(2,003)	(17,710)
<i>Changes in:</i>			
Reinsurance contract assets		54,506	(143,848)
Prepayments and other receivables		(2,255)	(781)
Insurance contract liabilities		54,732	175,106
Reinsurance contract liabilities		(18,003)	(3,830)
Accrued expenses and other payables		(27,832)	(18,199)
Cash generated from / (used in) operations		59,145	(9,262)
Employees' end of service benefits paid		(331)	(85)
Net cash generated from / (used in) operating activities		58,814	(9,347)
Cash flow from investing activities			
Purchase of property and equipment		(741)	(665)
Additions to investment properties		(58,404)	(62,597)
Purchase of financial assets at fair value through profit or loss	8	(6,534)	(114,252)
Purchase of financial assets at fair value through other comprehensive income		-	(1,818)
Proceeds from sale of property and equipment		-	148
Proceeds from disposal of financial assets at fair value through other comprehensive income		-	5,422
Proceeds from disposal of financial assets at fair value through profit or loss		24,992	106,801
Placement of term deposits		(153)	(3,138)
Interest received		940	1,890
Dividends received from associates		252	231
Dividends received from other investments		38,148	32,322
Net cash used in investing activities		(1,500)	(35,656)

Al Wathba National Insurance Company PJSC

Condensed consolidated interim statement of cash flows (continued) for the nine-month period ended 30 September (Unaudited)

	Note	Nine-month period ended 30 September	
		2025 AED'000	2024 AED'000
Cash flow from financing activities			
Finance cost paid		(5,020)	(6,203)
Repayment of borrowings		(43,013)	(47,943)
Term loan received		60,000	110,000
Dividends paid		(41,400)	(51,750)
Net cash (used in) / generated from financing activities		(29,433)	4,104
Net increase / (decrease) in cash and cash equivalents		27,881	(40,899)
Cash and cash equivalents at 1 January	9	78,161	83,864
Cash and cash equivalents at 30 September	9	106,042	42,965

The notes set out on pages 9 to 40 form an integral part of this condensed consolidated interim financial information.

The review report of the condensed consolidated interim financial information is set out on page 2.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information

1 Legal status and principal activities

Al Wathba National Insurance Company PJSC (the “Company”), incorporated in Abu Dhabi is registered as a public shareholding Company in accordance with the UAE Federal Law No. (8) of 1984 (as amended) and is governed by the provisions of Federal Law No. (48) of 2023 concerning the Establishment of the Central Bank of UAE and Organisation of the Insurance Operations, Federal Decree Law No. (6) of 2025 regarding the Central Bank, Regulation of Financial Institutions and Activities, and Insurance Business was issued and became effective on 15 September 2025 and the insurance companies are given one year to completely comply with the provisions of Federal Decree Law No. (6) of 2025, Federal Decree Law No. (32) of 2021 concerning the Commercial Companies, Central Bank of UAE Board of Directors’ Decision No. (25) of 2014 pertinent to Financial Regulations for insurance companies and Central Bank of UAE Board of Directors’ Decision No. (23) of 2019 concerning Instructions Organising Reinsurance Operations.

The Company’s principal activity is the writing of general insurance business of all classes. The Company operates through its registered head office in Abu Dhabi and branch offices in Dubai, Al Ain, and Sharjah. The Company is domiciled in the United Arab Emirates, P.O. Box 45154, Abu Dhabi, United Arab Emirates. The Company’s shares are listed on Abu Dhabi Securities Exchange (ADX).

2 Basis of preparation

(a) Basis of consolidation

The condensed consolidated interim financial information comprise the financial results of the Company and its following subsidiaries (together “the Group”):

Subsidiary	Principal activity	Country of incorporation	Ownership
AWNIC Investment Limited	Investment Management	Cayman Islands	100%
Al Wathba Real Estate Development LLC*	Real Estate	United Arab Emirates	100%
Wathba Integrated Business Solutions Limited**	Office administrative service activities	United Arab Emirates	100%
Centurion 11D LLC	Real Estate	United States	100%
Centurion 14B LLC	Real Estate	United States	100%
56 th Street Concepts LLC	Real Estate	United States	100%

* During 2022 the Group formed a Limited Liability Company as its subsidiary named as “Al Wathba Real Estate Development L.L.C.”, registered on 28 October 2022 in accordance with the provisions of the Federal Decree Law No. (32) of 2021 concerning the Commercial Companies with its registered office established in Dubai. Al Wathba Real Estate Development L.L.C. was not operational as at and for the nine-month period ended 30 September 2025.

** During 2025 the Group formed a Private Company as its subsidiary named as “Wathba Integrated Business Solutions Limited”, registered on 27 August 2025 in Abu Dhabi Global Market (ADGM) as an unregulated company.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

2 Basis of preparation (continued)

(b) *Statement of compliance*

This condensed consolidated interim financial information has been prepared in accordance with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting*. Accordingly, this condensed consolidated interim financial information does not include all of the information required for a complete set of condensed consolidated annual financial statements and should be read in conjunction with the financial statements of the Group as at and for the year ended 31 December 2024, which have been prepared in accordance with IFRS Accounting Standards. The results for the nine-month period ending 30 September 2025 are not necessarily indicative of the results for the year ending 31 December 2025. The Group’s condensed consolidated interim statement of financial position is not presented using a current/non-current classification. However, the following balances would generally be classified as current: cash and cash equivalents, term deposits, prepayments and other receivables, accrued expenses and other payables and deferred tax asset / liability. The following balances would generally be classified as non-current: property and equipment, financial assets at amortised cost, investment in associates and investment properties. The following balances include both current and non-current portions: statutory deposits, employees’ end of service benefits, reinsurance contract assets, insurance and reinsurance contract liabilities, financial assets at fair value through other comprehensive income, financial assets at fair value through profit or loss and borrowings.

(b) *Basis of measurement*

The condensed consolidated interim financial information has been prepared under the historical cost convention except for the investment properties, financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income which are carried at fair values.

(c) *Functional and reporting currency*

This condensed consolidated interim financial information is presented in United Arab Emirates Dirhams (“AED”), which is the Group’s functional currency. Except as indicated, financial information presented in AED has been rounded to the nearest thousand.

(d) *Use of judgements and estimates*

In preparing this condensed consolidated interim financial information, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognised in the period in which the estimate is revised and in any future period affected. The significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements for the year ended 31 December 2024.

3 Material accounting policies

The material accounting policies applied in the condensed consolidated interim financial information are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2024.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

4 New and revised IFRS Accounting Standards and interpretations applied on the condensed consolidated interim financial information

The following new and revised IFRS Accounting Standards, which became effective for annual periods beginning on or after 1 January 2025, have been adopted in the preparation of this condensed consolidated interim financial information. The application of these revised IFRS Accounting Standards have not had any material impact on the amounts reported for the current and prior periods.

<i>New standards or amendments</i>	<i>Effective date</i>
Amendments to IAS 21 – Lack of exchangeability sale or contribution of asset between an investor and its Associates or joint venture	1 January 2025

5 New and revised IFRS Accounting Standards issued but not yet effective and not early adopted

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2026 and earlier application is permitted. The Group has not early adopted any of the forthcoming new or amended standards in preparing this condensed consolidated interim financial information.

<i>New standards or amendments</i>	<i>Effective date</i>
Amendments to IFRS 9 and IFRS 7 – Disclosure regarding Classification and Measurement of financial instruments	1 January 2026
IFRS 9 and IFRS 7 – Contracts referencing nature-dependent electricity	1 January 2026
Annual improvements to IFRS Accounting Standards – Volume 11	1 January 2026
IFRS 18 – Presentation and Disclosure in Financial Statement	1 January 2027
IFRS 19 – Subsidiaries without Public Accountability: Disclosure	1 January 2027

The Group's management anticipates that these new standards, interpretations and amendments will be adopted in the Group's condensed consolidated interim financial information as and when they are applicable, and the Group is in the process of assessing the impact on adoption of these new standards, interpretations and amendments on the condensed consolidated interim financial information of the Group in the period of initial application.

There are no other relevant applicable new standards and amendments to published standards or IFRIC interpretations that have been issued but are not effective for the first time for the Group's financial year beginning on or after 1 January 2025 that would be expected to have a material impact on this condensed consolidated interim financial information.

6 Financial assets at amortised cost

Included in financial assets at amortised cost are two perpetual sukuks with a total amount of AED 8,714 thousand (initial investment amount of AED 9,000 thousand) which carry profit of six month EIBOR+495 bps or 6.05%, whichever is higher and one perpetual bond amounting to AED 4,001 thousand (initial investment amount of AED 5,000 thousand) which carries profit of 8.25% (31 December 2024: two perpetual sukuks with a total amount of AED 8,922 thousand which carry profit of six month EIBOR+495 bps or 6.05%, whichever is higher and one perpetual bond amounting to AED 3,911 thousand which carries profit of 8.25%) having an accrued profit of AED 184 thousand for the nine-month period ended 30 September 2025 (31 December 2024: accrued profit of AED 302 thousand).

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

7 Financial assets at fair value through other comprehensive income

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Quoted equity securities	160,206	186,110
Unquoted equity securities	439	438
	<u>160,645</u>	<u>186,548</u>

The movement in the financial assets at fair value through other comprehensive income (FVOCI) is as follows:

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
At beginning of the period / year	186,548	362,182
Additions	-	1,818
Disposals	-	(141,878)
Changes in fair value	(25,903)	(35,574)
Balance at end of the period / year	<u>160,645</u>	<u>186,548</u>

The geographical distribution of financial assets at FVOCI is as follows:

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Within UAE	159,965	186,336
Outside UAE	680	212
	<u>160,645</u>	<u>186,548</u>

8 Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss consist of quoted investments in local securities. The movement in financial assets at fair value through profit or loss is as follows:

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
At beginning of the period / year	633,269	548,941
Additions	6,534	212,405
Disposals	(17,372)	(99,621)
Changes in fair value (note 14)	18,245	(28,456)
Balance at end of the period / year	<u>640,676</u>	<u>633,269</u>

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

9 Cash and cash equivalents

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Bank balances and cash	94,860	73,229
Statutory deposit	6,000	6,000
Term deposits	15,298	8,895
Less: allowances for expected credit loss	(61)	(61)
Total bank balances, deposits and cash	116,097	88,063
Less: deposits with original maturity of three months or more	(4,055)	(3,902)
Less: statutory deposits	(6,000)	(6,000)
Cash and cash equivalents for the purpose of the condensed interim statement of cash flows	106,042	78,161

Geographical concentration of cash and cash equivalents, statutory deposits and deposits with original maturities of three months or more is as follows:

Within UAE	116,097	88,063
------------	----------------	--------

Deposits are held with financial institutions in UAE, with an original maturity period of one to twelve months from the date of placement. Interest is receivable at annual rates ranging from 3.05% to 3.95% per annum (31 December 2024: 3.75% to 3.95% per annum).

In accordance with the requirements of UAE Federal Law No. (48) of 2023, the Group maintains a bank deposit of AED 6,000 thousand which is held against a bank guarantee issued in favor of the CBUAE (note 24) (31 December 2024: AED 6,000 thousand which is held against a bank guarantee issued in favor of the CBUAE) which cannot be utilised without the consent of the Assistant Governor of the Banking and Insurance Supervision Department of the Central Bank of the UAE.

10 Prepayments and other receivables

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Prepayments	6,103	3,070
Accrued income	64	106
Other receivables	3,662	4,427
	9,829	7,603

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

11 Share capital

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
<i>Authorised, issued and fully paid</i>		
207,000,000 (31 December 2024: 207,000,000) ordinary shares of AED 1 each	<u>207,000</u>	<u>207,000</u>

12 Borrowings

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Term loan 1	57,413	70,689
Term loan 2	<u>65,269</u>	<u>35,006</u>
	<u>122,682</u>	<u>105,695</u>

The movement in the borrowing facilities of the Group is as follows:

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
<i>Term loan facilities</i>		
Opening balance	105,695	88,541
Add: received during the period / year	60,000	185,000
Add: finance cost incurred during the period / year	5,020	8,147
Repayments made during the period / year	<u>(48,033)</u>	<u>(175,993)</u>
Ending balance	<u>122,682</u>	<u>105,695</u>

Term loan 1

During 2022, the Group obtained a bank facility amounting to AED 100,000 thousand from an international commercial bank for its investment activities. The loan carries interest rate of 3-month EIBOR plus margin and charged quarterly. The loan is repayable in twenty-four quarterly principal instalments commencing from 12 April 2023 till 12 October 2028. The loan is secured against investment properties comprising head office building and five villas. As at 30 September 2025, the outstanding loan balance was AED 57,413 thousand (31 December 2024: AED 70,689 thousand).

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

12 Borrowings (continued)

Term loan 2

During 2025, the Group utilised the revolving credit facility of AED 60,000 thousand with maximum limit of AED 75,000 thousand (*during the year ended 31 December 2024, the Group has secured a revolving credit facility of AED 185,000 thousand*) from an international commercial bank to support its operations and meet short-term liabilities. The facility bears interest at a fixed rate equivalent to the 3-month EIBOR plus a margin, with interest charged on a quarterly basis. The loan is structured for repayment through a single bullet payment at the end of its one-year term, maturing in December 2025. As at the reporting date, the outstanding balance under this facility, inclusive of accrued finance costs, amounted to AED 65,269 thousand (*31 December 2024: AED 35,006 thousand*).

13 Accrued expenses and other payables

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Accrued expenses	16,439	24,377
Other payable	6,249	26,143
	<u>22,688</u>	<u>50,520</u>

14 Other income / (loss) from investments, *net (Unaudited)*

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025 AED'000	2024 AED'000	2025 AED'000	2024 AED'000
Changes in fair value of financial assets carried at fair value through profit or loss, <i>net</i>	45,178	14,983	18,245	(71,669)
Gain on disposal of financial assets at fair value through profit or loss, <i>net</i>	7,261	3,606	7,620	13,139
Dividend income	950	10	38,148	32,321
	<u>53,389</u>	<u>18,599</u>	<u>64,013</u>	<u>(26,209)</u>

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

15 Earnings per share (*Unaudited*)

Earnings / (loss) per share are calculated by dividing profit / (loss) for the period / year by the weighted average number of ordinary shares outstanding during the period / year.

The following reflects the income and share data used in the earnings per share computations:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
Profit / (loss) for the period (AED'000)	47,237	15,740	72,340	(77,347)
Ordinary shares outstanding during the period (shares in 000)	207,000	207,000	207,000	207,000
Earnings per share (AED)	0.23	0.08	0.35	(0.37)

There is no dilution effect to the basic earnings / (loss) per share.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

16 Related parties

Identity of related parties

Related parties comprise major shareholders, associated companies, directors and key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by such parties. The Group maintains significant balances with these related parties which arise from commercial transactions in the ordinary course of business at commercial rates.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group, being the directors, chief executive officer and his direct reports.

The Group maintains significant balances with these related parties which arise from commercial transactions in the ordinary course of business at commercial rates as follows.

Related parties as per requirement of local regulations:

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Balances with related parties:		
Due from policy holders (Directors' affiliates) <i>(included in insurance contract liabilities)</i>	<u>24,122</u>	<u>35,046</u>
Due to policy holders (Directors' affiliates) <i>(included in insurance contract liabilities)</i>	<u>(12,115)</u>	<u>(20,103)</u>

During the period, the Group entered the following transactions with related parties:

	(Unaudited) Nine-month period ended 30 September	
	2025	2024
	AED'000	AED'000
Insurance revenue from Directors' affiliates	<u>61,320</u>	<u>64,730</u>
Insurance service expenses to Directors' affiliates	<u>26,077</u>	<u>33,919</u>

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

16 Related parties *(continued)*

Related parties as per requirement of IAS 24:

Balances with related parties:	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Due from equity accounted investee	<u>221</u>	<u>78</u>
Prepaid rent expenses related to Director	<u>303</u>	<u>383</u>

During the period, the Group entered into the following transactions with related parties:

	(Unaudited) Nine-month period ended 30 September 2025 AED'000	2024 AED'000
Insurance revenue from equity accounted investee	<u>554</u>	<u>437</u>
Insurance expenses from Equity accounted investee	<u>923</u>	<u>-</u>
Rent expenses related to Director	<u>716</u>	<u>362</u>
Other expenses related to Director	<u>4,184</u>	<u>2,363</u>

Remuneration of key management personnel:

	(Unaudited) Nine-month period ended 30 September 2025 AED'000	2024 AED'000
Short term benefits	<u>3,871</u>	<u>2,476</u>
Post employment benefits	<u>277</u>	<u>41</u>
	<u>4,148</u>	<u>2,517</u>

The above figures exclude the impact of risk adjustments and discount rate since the Group does not apply these elements at a counterparty level.

17 Fair value of financial instruments and non-financial assets *(Unaudited)*

Financial instruments comprise of financial assets and financial liabilities.

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

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

17 Fair value of financial instruments and non-financial assets (*Unaudited*) (*continued*)

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

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

	Level 1 AED'000	Level 2* AED'000	Level 3 AED'000	Total AED'000
As at 30 September 2025 (Unaudited)				
Financial assets at fair value through profit or loss	602,845	37,831	-	640,676
Financial assets at fair value through other comprehensive income	155,663	4,543	439**	160,645
Investment properties	-	-	655,203	655,203
	<u>758,508</u>	<u>42,374</u>	<u>655,642</u>	<u>1,456,524</u>
	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
As at 31 December 2024 (Audited)				
Financial assets at fair value through profit or loss	600,980	32,289	-	633,269
Financial assets at fair value through other comprehensive income	181,079	5,031	438**	186,548
Investment properties	-	-	583,215	583,215
	<u>782,059</u>	<u>37,320</u>	<u>583,653</u>	<u>1,403,032</u>

There were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurements during the nine-month period ended 30 September 2025 (31 December 2024: Nil). The fair value measurement for investment properties has been categorised as a Level 3 fair value based on the inputs to the valuation technique used.

* These investments are valued using the quoted prices, however, due to in-active market they are classified under Level 2.

** For Investments under level 3, the fair values are based on Net Assets Values (NAV).

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

17 Fair value of financial instruments and non-financial assets *(Unaudited)* *(continued)*

The fair value for the investment properties was determined using the Capitalisation Approach, Discounted Cash Flow Method, Direct Comparable Methodology and Residual method of valuation. In estimating the fair value of the properties, the highest and best use of the properties is considered as their current use.

There has been no change in the valuation techniques used during the period. The inputs used in the valuation are not based on observable market data and thus the valuation techniques are considered as Level 3 fair value measurements.

Reconciliation of level 3 fair value measurement:

Movement in level 3 for financial assets at fair value through other comprehensive income is as follows:

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Balance as at 1 January	438	708
Change in fair value	<u>1</u>	<u>(270)</u>
Balance as at	<u>439</u>	<u>438</u>

The fair value of the financial assets is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fair value of financial instruments that are not measured at fair value (but fair value disclosure is required):

	30 September 2025 <i>(Unaudited)</i>		31 December 2024 <i>(Audited)</i>	
	Carrying amount AED'000	Fair value AED'000	Carrying amount AED'000	Fair value AED'000
Financial assets				
Financial assets at amortised cost	<u>12,715</u>	<u>12,715</u>	<u>12,833</u>	<u>12,833</u>

Financial assets at amortised cost comprises mainly on fixed income bonds and sukuks. The fair value of these bonds and sukuks are determined based on valuation conducted by the independent valuers based on observable price in the market and classified under Level 3. These bonds and sukuks are issued by financial institutions within the UAE and are unrated instruments. Based on management's assessment, the fair values of financial assets at amortised cost have not materially changed since the last valuation as at 31 December 2024.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

18 Corporate tax

On December 9, 2022, the UAE Ministry of Finance released the Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses (the Law) to enact a Federal corporate tax (CT) regime in the UAE. The CT regime is effective for accounting periods beginning on or after 1 June 2023.

The Cabinet of Ministers Decision No. 116/2022 effective from January 2023, has confirmed the threshold of income over which the 9% tax rate would apply, and the Law is considered to be substantively enacted. A rate of 9% applies to taxable income exceeding AED 375,000. A rate of 0% applies to taxable income not exceeding AED 375,000.

(a) Amount recognised in the condensed consolidated interim statement of financial position:

	(Unaudited) 30 September 2025 AED'000	(Audited) 31 December 2024 AED'000
Deferred tax liability	<u>(3,074)</u>	<u>(2,687)</u>

(b) Amount recognised in the condensed consolidated interim statement of profit or loss

	(Unaudited) Three-month period ended 30 September	(Unaudited) Nine-month period ended 30 September
	2025 AED'000	2024 AED'000
Income tax (expenses) / credit	<u>(1,595)</u>	<u>487</u>
	<u>(2,718)</u>	<u>1,780</u>

(c) Amount recognised in the condensed consolidated interim statement of profit or loss and other comprehensive income

	(Unaudited) Three-month period ended 30 September	(Unaudited) Nine-month period ended 30 September
	2025 AED'000	2024 AED'000
Deferred income tax expense relating to origination and reversal of temporary differences	<u>2,331</u>	<u>(336)</u>
	<u>2,331</u>	<u>(336)</u>

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

18 Corporate tax (continued)

(d) Movement in deferred tax balances

30 September 2025 (Unaudited)	Net balance as at 1 Jan	Recognised in Profit or loss (see (b))	Recognised in OCI (see (c))	Net	Deferred assets	tax	Deferred tax liabilities
Investment properties	(6,925)	(1,223)	-	(8,148)		-	(8,148)
Financial assets at fair value through profit or loss	(63)	(1,642)	-	(1,705)		-	(1,705)
Financial assets at fair value through OCI	(11)	-	2,331	2,320		2,320	-
Tax loss carry forward	4,312	147	-	4,459		4,459	-
Tax (liabilities) / assets	(2,687)	(2,718)	2,331	(3,074)		6,779	(9,853)

31 December 2024 (Audited)	Net balance as at 1 Jan	Recognised in Profit or loss (see (b))	Recognised in OCI (see (c))	Net	Deferred tax assets		Deferred tax liabilities
Investment properties	-	(6,925)	-	(6,925)		-	(6,925)
Financial assets at fair value through profit or loss	-	(63)	-	(63)		-	(63)
Financial assets at fair value through OCI	-	-	(11)	(11)		-	(11)
Tax loss carry forward	-	4,605	(293)	4,312		4,312	-
Tax (liabilities) / assets	-	(2,383)	(304)	(2,687)		4,312	(6,999)

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

19 Insurance and reinsurance contract assets and liabilities

19.1 Insurance contracts issued

	As at 30 September 2025 (Unaudited)				
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)		
	Excluding loss component AED'000	Loss component - onerous contracts AED'000	Estimates of present value of future cashflows AED'000	Risk adjustment for non-financial risk AED'000	Total AED'000
Insurance contract liabilities - opening	122,896	6,603	392,088	18,770	540,357
Insurance contract assets - opening	-	-	-	-	-
Net opening balance (Audited)	122,896	6,603	392,088	18,770	540,357
Insurance revenue	(555,055)	-	-	-	(555,055)
Insurance service expense					
Incurring claims and other directly attributable expenses	-	-	388,416	6,418	394,834
Insurance acquisition cashflow amortisation	90,714	-	-	-	90,714
Losses on onerous contracts	-	19,460	-	-	19,460
Reversal of losses on onerous contracts	-	(15,697)	-	-	(15,697)
Changes that relate to past service - adjustment to the LIC	-	-	(39,058)	(11,551)	(50,609)
Total insurance service expenses	90,714	3,763	349,358	(5,133)	438,702
Insurance service results	(464,341)	3,763	349,358	(5,133)	(116,353)
Finance expenses from insurance contracts issued	-	-	11,665	564	12,229
Total changes in the consolidated statement of comprehensive income	(464,341)	3,763	361,023	(4,569)	(104,124)
Cash flows					
Premiums received	619,963	-	-	-	619,963
Claims and other directly attributable expenses paid	-	-	(344,849)	-	(344,849)
Insurance acquisition cashflows paid	(116,258)	-	-	-	(116,258)
Total cash inflows / (outflows)	503,705	-	(344,849)	-	158,856
Insurance contract liabilities - closing	162,260	10,366	408,262	14,201	595,089
Insurance contract assets - closing	-	-	-	-	-
Closing balance - net	162,260	10,366	408,262	14,201	595,089

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

19 Insurance and reinsurance contract assets and liabilities (continued)

19.1 Insurance contracts issued (continued)

	As at 31 December 2024 (Audited)				
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)		Total AED'000
	Excluding loss component AED'000	Loss component - onerous contracts AED'000	Estimates of present value of future cashflows AED'000	Risk adjustment for non-financial risk AED'000	
Insurance contract liabilities - opening	81,826	12,553	215,893	10,359	320,631
Insurance contract assets - opening	-	-	-	-	-
Net opening balance	81,826	12,553	215,893	10,359	320,631
Insurance revenue	(376,325)	-	-	-	(376,325)
Insurance service expense	-	-	-	-	-
Incurred claims and other directly attributable expenses	-	(61,643)	471,194	7,707	417,258
Insurance acquisition cashflow amortisation	47,149	-	-	-	47,149
Losses on onerous contracts	-	110,971	-	-	110,971
Reversal of losses on onerous contracts	-	(55,278)	-	-	(55,278)
Changes that relate to past service - adjustment to the LIC	-	-	(5,510)	704	(4,806)
Total insurance service expenses	47,149	(5,950)	465,684	8,411	515,294
Insurance service results	(329,176)	(5,950)	465,684	8,411	138,969
Finance expenses from insurance contracts issued	-	-	9,008	-	9,008
Total changes in the consolidated statement of comprehensive income	(329,176)	(5,950)	474,692	8,411	147,977
Cash flows					
Premiums received	419,859	-	-	-	419,859
Claims and other directly attributable expenses paid	-	-	(298,497)	-	(298,497)
Insurance acquisition cashflows paid	(49,613)	-	-	-	(49,613)
Total cash inflows / (outflows)	370,246	-	(298,497)	-	71,749
Insurance contract liabilities - closing	122,896	6,603	392,088	18,770	540,357
Insurance contract assets - closing	-	-	-	-	-
Closing balance - net	122,896	6,603	392,088	18,770	540,357

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

19 Insurance and reinsurance contract assets and liabilities (continued)

19.2 Reinsurance contracts held

	As at 30 September 2025 (Unaudited)				
	Asset for remaining coverage (ARC)		Asset for incurred claims (AIC)		
	Excluding loss recovery component AED'000	Loss recovery component - onerous contracts AED'000	Estimates of present value of future cashflows AED'000	Risk adjustment for non-financial risk AED'000	Total AED'000
Reinsurance contract liabilities - opening	18,003	-	-	-	18,003
Reinsurance contract assets - opening	-	-	(250,066)	(14,180)	(264,246)
Net opening balance (Audited)	18,003	-	(250,066)	(14,180)	(246,243)
Allocation of reinsurance premiums paid	233,032	-	-	-	233,032
Amount recoverable from reinsurers					
Incurred claims and other directly attributable expenses	-	-	(151,971)	(3,798)	(155,769)
Changes that relate to past service - adjustment to the AIC	-	-	19,056	7,879	26,935
Losses on onerous contracts	-	(5,271)	-	-	(5,271)
Total amount recoverable from reinsurers - net	-	(5,271)	(132,915)	4,081	(134,105)
Finance income from reinsurance contracts held	-	-	(7,531)	(429)	(7,960)
Total changes in the consolidated statement of comprehensive income	233,032	(5,271)	(140,446)	3,652	90,967
Cash flows					
Premiums ceded paid	(188,701)	-	-	-	(188,701)
Recoveries from reinsurers	-	-	134,237	-	134,237
Total cash (outflows) / inflows	(188,701)	-	134,237	-	(54,464)
Reinsurance contract liabilities - closing	-	-	-	-	-
Reinsurance contract assets - closing	62,334	(5,271)	(256,275)	(10,528)	(209,740)
Closing balance - net	62,334	(5,271)	(256,275)	(10,528)	(209,740)

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

19 Insurance and reinsurance contract assets and liabilities (continued)

19.2 Reinsurance contracts held (continued)

	As at 31 December 2024 (Audited)				
	Asset for remaining coverage (ARC)		Asset for incurred claims (AIC)		Total
	Excluding loss recovery component AED'000	Loss recovery component – onerous contracts AED'000	Estimates of present value of future cashflows AED'000	Risk adjustment for non-financial risk AED'000	AED'000
Reinsurance contract liabilities - opening	35,442	-	-	-	35,442
Reinsurance contract assets - opening	-	-	(128,710)	(7,175)	(135,885)
Net opening balance	35,442	-	(128,710)	(7,175)	(100,443)
Allocation of reinsurance premiums paid	138,431	-	-	-	138,431
Recoverable amount from reinsurers	-	-	-	-	-
Incurred claims and other directly attributable expenses	-	-	(272,794)	(5,739)	(278,533)
Changes that relate to past service - adjustment to the AIC	-	-	26,126	(1,266)	24,860
Effect of changes in the risk of reinsurers non-performance	-	-	385	-	385
Total amount recoverable from reinsurers - net	-	-	(246,283)	(7,005)	(253,288)
Finance income from reinsurance contracts held	-	-	(4,981)	-	(4,981)
Total changes in the consolidated statement of comprehensive income	138,431	-	(251,264)	(7,005)	(119,838)
Cash flows	-	-	-	-	-
Premiums ceded paid	(155,870)	-	-	-	(155,870)
Recoveries from reinsurers	-	-	129,908	-	129,908
Total cash (outflows) / inflows	(155,870)	-	129,908	-	(25,962)
Reinsurance contract liabilities - closing	18,003	-	-	-	18,003
Reinsurance contract assets - closing	-	-	(250,066)	(14,180)	(264,246)
Closing balance - net	18,003	-	(250,066)	(14,180)	(246,243)

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

20 Segment information (Unaudited)

	Nine-month period ended 30 September 2025				
	Motor AED'000	Health AED'000	General Insurance AED'000	Investments AED'000	Total AED'000
Insurance revenue					
Insurance revenue from contracts measured under PAA	288,252	113,803	153,000	-	555,055
Total insurance revenue	288,252	113,803	153,000	-	555,055
Insurance service expenses					
Incurred claim and other directly attributable expenses	(231,993)	(120,167)	(42,674)	-	(394,834)
Changes that relate to past service - adjustments to the LIC	24,988	(116)	25,737	-	50,609
Reversal of losses / (losses) on onerous contracts	1,998	(5,761)	-	-	(3,763)
Insurance acquisition cash flows' amortisation	(50,346)	(16,142)	(24,226)	-	(90,714)
Total insurance service expenses	(255,353)	(142,186)	(41,163)	-	(438,702)
Amounts recoverable from reinsurers for incurred claims					
Incurred claims recovered	35,082	91,422	29,265	-	155,769
Changes that relate to past service - adjustments to AIC	(1,830)	(2,183)	(22,922)	-	(26,935)
Losses on onerous contracts	612	4,659	-	-	5,271
Total amounts recoverable from reinsurers for incurred claims	33,864	93,898	6,343	-	134,105
Reinsurance expenses					
Allocation of reinsurance premiums	(49,921)	(76,417)	(106,694)	-	(233,032)
Total net (expense) / income from reinsurance contracts held	(16,057)	17,481	(100,351)	-	(98,927)
Total insurance service results	16,842	(10,902)	11,486	-	17,426
Net insurance and reinsurance finance expenses	-	-	-	(4,269)	(4,269)
Net investment income	-	-	-	78,534	78,534
Other income	-	-	-	141	141
Other operating expenses	-	-	-	(18,248)	(18,248)
Other finance costs	-	-	-	(5,020)	(5,020)
Share of profit of equity-accounted investees	-	-	-	6,494	6,494
Profit / (loss) for the period	16,842	(10,902)	11,486	57,632	75,058

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

20 Segment information (*Unaudited*) (*continued*)

	Three-month period ended 30 September 2025				
	Motor AED'000	Health AED'000	General Insurance AED'000	Investments AED'000	Total AED'000
Insurance revenue					
Insurance revenue from contracts measured under PAA	107,103	47,452	51,814	-	206,369
	107,103	47,452	51,814	-	206,369
Insurance service expenses					
Incurred claim and other directly attributable expenses	(74,150)	(52,763)	(11,808)	-	(138,721)
Changes that relate to past service - adjustments to the LIC	339	2,384	4,217	-	6,940
(Losses) on onerous contracts and reversal of the losses	(1,422)	7,677	-	-	6,255
Insurance acquisition cash flows amortisation	(11,439)	(15,363)	(8,620)	-	(35,422)
Total Insurance service expenses	(86,672)	(58,065)	(16,211)	-	(160,948)
Amounts recoverable from reinsurers for incurred claims					
Incurred claims recovered	(13,148)	31,427	(31,290)	-	(13,011)
Changes that relate to past service - adjustments to AIC	26,218	3,278	34,743	-	64,239
Losses on onerous contracts and (reversal) of the losses	336	(5,405)	-	-	(5,069)
Total amounts recoverable from reinsurers for incurred claims	13,406	29,300	3,453	-	46,159
Reinsurance expenses					
Allocation of reinsurance premiums	(17,321)	(31,845)	(37,508)	-	(86,674)
Total net income from reinsurance contracts held	(3,915)	(2,545)	(34,055)	-	(40,515)
Total insurance service result	16,516	(13,158)	1,548	-	4,906
Net insurance and reinsurance finance expenses	-	-	-	(945)	(945)
Net investment income	-	-	-	54,563	54,563
Other income	-	-	-	127	127
Other operating expenses	-	-	-	(8,072)	(8,072)
Other finance costs	-	-	-	(1,784)	(1,784)
Share of profit of equity-accounted investees	-	-	-	37	37
Profit / (loss) for the period	16,516	(13,158)	1,548	43,926	48,832

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

20 Segment information (*Unaudited*) (continued)

	Nine-month period ended 30 September 2024				
	Motor AED'000	Health AED'000	General Insurance AED'000	Investments AED'000	Total AED'000
<i>Insurance revenue</i>					
Insurance revenue from contracts measured under PAA	151,174	4,107	101,302	-	256,583
<i>Total insurance revenue</i>	151,174	4,107	101,302	-	256,583
<i>Insurance service expenses</i>					
Incurred claim and other directly attributable expenses	(89,477)	(4,695)	(156,187)	-	(250,359)
Changes that relate to past service - adjustments to the LIC	(83,282)	(2,831)	8,562	-	(77,551)
(Losses) on onerous contracts and reversal of the losses	(18,422)	-	-	-	(18,422)
Insurance acquisition cash flows' amortisation	(16,663)	(191)	(14,150)	-	(31,004)
<i>Total insurance service expenses</i>	(207,844)	(7,717)	(161,775)	-	(377,336)
<i>Amounts recoverable from reinsurers for incurred claims</i>					
Incurred claims recovered	54,655	4,217	141,993	-	200,865
Changes that relate to past service - adjustments to AIC	15,565	26	(9,712)	-	5,879
Losses on onerous contracts	(21)	-	(393)	-	(414)
<i>Total amounts recoverable from reinsurers for incurred claims</i>	70,199	4,243	131,888	-	206,330
<i>Reinsurance expenses</i>					
Allocation of reinsurance premiums	(30,068)	(4,195)	(58,181)	-	(92,444)
<i>Total net income from reinsurance contracts held</i>	40,131	48	73,707	-	113,886
<i>Total insurance service results</i>	(16,539)	(3,562)	13,234	-	(6,867)
Net insurance and reinsurance finance expenses	-	-	-	(4,002)	(4,002)
Net investment income	-	-	-	(21,538)	(21,538)
Other income	-	-	-	1,132	1,132
Other operating expenses	-	-	-	(12,117)	(12,117)
Other finance costs	-	-	-	(6,203)	(6,203)
Share of profit of equity-accounted investees	-	-	-	3,468	3,468
Impairment loss of equity-accounted investees	-	-	-	(33,000)	(33,000)
(Loss) / profit for the period	(16,539)	(3,562)	13,234	(72,260)	(79,127)

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

20 Segment information (*Unaudited*) (continued)

	Three-month period ended 30 September 2024				
	Motor AED'000	Health AED'000	General Insurance AED'000	Investments AED'000	Total AED'000
<i>Insurance revenue</i>					
Insurance revenue from contracts measured under PAA	60,591	4,107	33,488	-	98,186
<i>Total insurance revenue</i>	60,591	4,107	33,488	-	98,186
<i>Insurance service expenses</i>					
Incurred claim and other directly attributable expenses	(25,306)	(4,695)	(26,502)	-	(56,503)
Changes that relate to past service - adjustments to the LIC	(23,101)	(2,831)	(6,659)	-	(32,591)
(Losses) on onerous contracts and reversal of the losses	(5,510)	-	-	-	(5,510)
Insurance acquisition cash flows' amortisation	(6,423)	(191)	(4,764)	-	(11,378)
<i>Total insurance service expenses</i>	(60,340)	(7,717)	(37,925)	-	(105,982)
<i>Amounts recoverable from reinsurers for incurred claims</i>					
Incurred claims recovered	24,295	4,217	23,113	-	51,625
Changes that relate to past service - adjustments to AIC	(10,108)	26	3,803	-	(6,279)
Losses on onerous contracts	(2)	-	16	-	14
<i>Total amounts recoverable from reinsurers for incurred claims</i>	14,185	4,243	26,932	-	45,360
<i>Reinsurance expenses</i>					
Allocation of reinsurance premiums	(11,487)	(4,195)	(21,677)	-	(37,359)
<i>Total net income from reinsurance contracts held</i>	2,698	48	5,255	-	8,001
<i>Total insurance service results</i>	2,949	(3,562)	818	-	205
Net insurance and reinsurance finance expenses	-	-	-	(1,142)	(1,142)
Net investment income	-	-	-	20,204	20,204
Other income	-	-	-	952	952
Other operating expenses	-	-	-	(2,808)	(2,808)
Other finance costs	-	-	-	(2,563)	(2,563)
Share of profit of equity-accounted investees	-	-	-	405	405
Impairment loss of equity-accounted investees	-	-	-	-	-
Profit / (loss) for the period	2,949	(3,562)	818	15,048	15,253

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

20 Segment information *(Unaudited)* (continued)

Balances for segment assets and liabilities are as follows:

	As at 30 September 2024 (Unaudited)				
	Motor AED'000	Health AED'000	General Insurance AED'000	Investments AED'000	Total AED'000
Reinsurance contract assets	12,123	52,893	144,724	-	209,740
Segment assets	-	-	-	1,619,145	1,619,145
Unallocated assets	-	-	-	-	128,171
Total assets	12,123	52,893	144,724	1,619,145	1,957,056
Insurance contract liabilities	294,297	81,398	219,394	-	595,089
Segment liabilities	-	-	-	122,682	122,682
Unallocated liabilities	-	-	-	-	33,344
Total liabilities	294,297	81,398	219,394	122,682	751,115

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

20 Segment information (*Unaudited*) (*continued*)

Balances for segment assets and liabilities as follows:

	<i>As at 31 December 2024 (Audited)</i>				
	Motor AED'000	Health AED'000	General Insurance AED'000	Investments AED'000	Total AED'000
Insurance contract assets	-	-	-	-	-
Reinsurance contract assets	37,302	10,252	216,692	-	264,246
Segment assets	-	-	-	1,558,434	1,558,434
Unallocated assets	-	-	-	-	98,198
Total assets	<u>37,302</u>	<u>10,252</u>	<u>216,692</u>	<u>1,558,434</u>	<u>1,920,878</u>
Insurance contract liabilities	262,497	18,398	259,462	-	540,357
Reinsurance contract liabilities	(7,137)	(3,938)	29,078	-	18,003
Segment liabilities	-	-	-	105,695	105,695
Unallocated liabilities	-	-	-	-	59,345
Total liabilities	<u>255,360</u>	<u>14,460</u>	<u>288,540</u>	<u>105,695</u>	<u>723,400</u>

For management purposes, the Group is organised into departments based on the classes of insured risks. The reportable operating segments of the Group are motor, health, general insurance (which mainly comprise of property, fire, engineering, energy, liability, marine cargo and hull) and investments.

Management monitors the underwriting results of the operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on underwriting profit. The tables above present disclosure of segment revenues, measurement of segment profit for the period and their reconciliation to the Group's income and profit for the period.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

21 Investment properties

	Investment property under development AED'000	Buildings AED'000	Total AED'000
At 1 January 2025 (<i>Audited</i>)	283,900	299,315	583,215
Additions during the period	58,404	-	58,404
Changes in fair value	13,584	-	13,584
30 September 2025 (Unaudited)	355,888	299,315	655,203
At 1 January 2024 (<i>Audited</i>)	121,630	299,559	421,189
Additions during the year	85,080	-	85,080
Changes in fair value	77,190	(244)	76,946
31 December 2024 (<i>Audited</i>)	283,900	299,315	583,215

Based on management's assessment, the fair values of above investment properties have not materially changed since the last valuation as at 31 December 2024 for the buildings, details of these investment properties are as below:

- (a) Buildings include: Abu Dhabi Head Office building (held as collateral against borrowing, Note 12), Al Jumeirah Island commercial villas (held as collateral against borrowing, Note 12), Al Nakheel flat, New York residential condominium units, Marina Sunset Bay Villa and Two tower flats, Dubai.
- (b) Investment property under development in Barsha Heights, Dubai

The investment property under development includes land and building under construction located in Barsha Heights, Dubai. Additions during the nine-month period ended 30 September 2025 include the construction cost incurred for the building. The freehold land in Dubai was purchased in 2004. As at 30 June 2025, the fair value of the property was estimated by an external RICS certified appraiser at AED 333,100 thousand (31 December 2024: AED 283,900 thousand).

22 Investment in associates

Details of the Group's associates are as follows:

Name of the associate	Principal activities	Place of incorporation	30 September 2025 (Unaudited) Ownership interest %	31 December 2024 (Audited) Ownership interest %
UR International Insurance	Insurance	Iraq	40.00%	40.00%
Hily Holding PJSC	Import and distribution of food stuff	United Arab Emirates	22.82%	22.82%

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

22 Investment in associates (continued)

The movement in investment in associates during the period / year is as follows:

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
At 1 January	142,569	145,005
Share of profit for the period / year	6,494	6,112
Share of other comprehensive income / (loss) of associates	1,095	(317)
Less: impairment charge for the period / year	-	(8,000)
Less: cash dividend received	(252)	(231)
As at period / year end	149,906	142,569

23 Risk management

The Group's insurance and financial risk management policies with regards to financial instruments and insurance risk are the same as those disclosed in note 26 to the annual consolidated financial statements for the year ended 31 December 2024.

Capital risk management *(Unaudited)*

The Group's objectives when managing capital is to ensure ongoing and future compliance with the insurance capital requirements set by the Federal Law No. (48) of 2023 concerning the Organisation of Insurance Operations.

In UAE, the local insurance regulator specifies the minimum amount and type of capital that must be held by the Group. The minimum required capital (presented in the table below) must be maintained at all times throughout the year.

As per the Federal Law No. (48) of 2023 concerning the Organisation of Insurance Operations, the minimum capital requirement remains at AED 100 million for insurance companies. The table below summarises the Minimum Capital Requirement of the Group and the total capital held by the Group.

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Unaudited)</i> 31 December 2024 AED'000
Total capital held by the Group	207,000	207,000
Minimum capital requirement (MCR)	100,000	100,000
Solvency capital requirement (SCR)	373,975	334,021
Minimum guarantee fund (MGF)	124,658	111,340

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

23 Risk management (continued)

Capital risk management (*Unaudited*) (continued)

	<i>(Unaudited)</i> 30 September 2025 AED'000	<i>(Unaudited)</i> 31 December 2024 AED'000
<i>Own funds</i>		
Basic own funds	702,703	679,981
MCR solvency margin - (surplus)	602,703	579,981
SCR solvency margin - (surplus)	328,728	345,960
MGF solvency margin - (surplus)	578,045	568,641

The solvency margins and related disclosures included above are based on the figures prepared in accordance with the regulatory reporting requirements of the CBUAE and not in accordance with IFRS Accounting Standards.

Sensitivity of underwriting profit and losses

The underlying risk of any agreed insurance contract is the possibility that the insured event occurs and the level of certainty the insurer can project on any resulting claim. By the nature of an insurance contract, this risk is often random and the amount of payable claims is even more unpredictable. Therefore, the Group applies the principle of probability across all pricing and provisioning. Despite this principle the risk that actual claims payments exceed the estimated amount of the insurance liabilities is still ever present due to the uncertainty of the frequency or severity of claims being greater than estimated.

The following tables present information on how reasonably possible changes in assumptions made by the Group with regard to underwriting risk variables impact product line insurance liabilities and profit or loss and equity before and after risk mitigation by reinsurance contracts held. The analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions might be correlated.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

23 Risk management (continued)

Sensitivity of underwriting profit and losses (continued)

Sensitivity analysis for contracts measured under PAA

	LIC/AIC as at 30 September 2025	30 September 2025 (Unaudited)		
		Impact on LIC/AIC	Impact on profit	Impact on equity
Insurance contract liabilities	422,463	-	-	-
Reinsurance contract assets, <i>net</i>	(266,803)	-	-	-
Net insurance contract liabilities	155,660	-	-	-
<u>Discount rate + 0.5%</u>				
Insurance contract liabilities	420,804	(1,659)	1,659	1,659
Reinsurance contract asset	(265,730)	1,073	(1,073)	(1,073)
Net insurance contract liabilities	155,074	(586)	586	586
<u>Discount rate - 0.5%</u>				
Insurance contract liabilities	424,124	1,661	(1,661)	(1,661)
Reinsurance contract asset	(267,875)	(1,072)	1,072	1,072
Net insurance contract liabilities	156,249	589	(589)	(589)
<u>Risk adjustment + 5%</u>				
Insurance contract liabilities	426,251	3,788	(3,788)	(3,788)
Reinsurance contract asset	(269,728)	(2,925)	2,925	2,925
Net insurance contract liabilities	156,523	863	(863)	(863)
<u>Risk adjustment - 5%</u>				
Insurance contract liabilities	419,104	(3,359)	3,359	3,359
Reinsurance contract asset	(264,345)	2,458	(2,458)	(2,458)
Net insurance contract liabilities	154,759	(901)	901	901

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

23 Risk management (continued)

Sensitivity of underwriting profit and losses (continued)

Sensitivity analysis for contracts measured under PAA (continued)

	LIC/AIC as at 31 December	31 December 2024 (<i>Audited</i>)		
		Impact in LIC/AIC	Impact on profit	Impact on equity
Insurance contract liabilities	410,858	-	-	-
Reinsurance contract assets	(264,246)	-	-	-
Net insurance contract liabilities	<u>146,612</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i><u>Discount rate + 0.5%</u></i>				
Insurance contract liabilities	409,222	(1,636)	1,636	1,636
Reinsurance contract asset	(263,190)	1,056	(1,056)	(1,056)
Net insurance contract liabilities	<u>146,032</u>	<u>(580)</u>	<u>580</u>	<u>580</u>
<i><u>Discount rate - 0.5%</u></i>				
Insurance contract liabilities	412,494	1,636	(1,636)	(1,636)
Reinsurance contract asset	(265,302)	(1,056)	1,056	1,056
Net insurance contract liabilities	<u>147,192</u>	<u>580</u>	<u>(580)</u>	<u>(580)</u>
<i><u>Risk adjustment + 5%</u></i>				
Insurance contract liabilities	415,918	5,060	(5,060)	(5,060)
Reinsurance contract asset	(268,137)	(3,891)	3,891	3,891
Net insurance contract liabilities	<u>147,781</u>	<u>1,169</u>	<u>(1,169)</u>	<u>(1,169)</u>
<i><u>Risk adjustment - 5%</u></i>				
Insurance contract liabilities	406,366	(4,492)	4,492	4,492
Reinsurance contract asset	(260,800)	3,446	(3,446)	(3,446)
Net insurance contract liabilities	<u>145,566</u>	<u>(1,046)</u>	<u>1,046</u>	<u>1,046</u>

24 Commitments and contingencies

Contingent liabilities

At 30 September 2025, the Group had contingent liabilities in respect of outstanding letters of guarantee issued in the normal course of business, amounting to AED 6,505 thousand (*31 December 2024: AED 6,505 thousand*). Out of these outstanding letters of guarantee, AED 6,000 thousand is held against a bank guarantee issued in favor of the CBUAE (note 9) (*31 December 2024: AED 6,000 thousand is held against a bank guarantee issued in favor of the CBUAE*).

Legal claims

The Group, commonly with the significant majority of insurers, is subject to litigation in the normal course of the business. Management, based on advice from independent loss adjusters and internal legal counsel, has made a provision of AED 7,191 thousand (*31 December 2024: AED 4,028 thousand*) representing amounts expected to result in a probable outflow of economic resources.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

25 Comparative financial information

a) Reclassification of line items previously included within “Income from investments, net”

In the prior year, the line items interest income from financial assets at amortised cost, changes in fair value of investment properties, net and other investment expenses were presented within “Income from investments, net” on the face of the condensed consolidated interim statement of profit or loss.

During the current reporting period, management disaggregated “Interest income from financial assets at amortised cost”, “Other income / (loss) from investments, net” and “Other investment expenses” on the face of the condensed consolidated interim statement of profit or loss instead of presenting them as one line item. This disaggregation provides more relevant and reliable information to the users, by presenting the related income or expense by nature as separate line items. The breakdown of “Other income / (loss) from investments, net” is provided in Note 14.

Financial Statement Line Items	For the nine-month period ended 30 September 2024 As previously presented AED’000	Adjustment AED’000	For the nine-month period ended 30 September 2024 As represented AED’000
Interest income from financial assets at amortised cost	-	2,232	2,232
Other income / (loss) from investments, net	(25,702)	(507)	(26,209)
Other investment expenses	-	(1,725)	(1,725)
Net investment income / (loss)	(51,070)	29,532	(21,538)

Financial Statement Line Items	For the three-month period ended 30 September 2024 As previously presented AED’000	Adjustment AED’000	For the three-month period ended 30 September 2024 As represented AED’000
Interest income from financial assets at amortised cost	-	719	719
Other income / (loss) from investments, net	18,965	(366)	18,599
Other investment expenses	-	(353)	(353)
Net investment income / (loss)	20,609	(405)	20,204

There is no effect on the condensed consolidated interim statements of financial position, changes in shareholders’ equity and cashflows. Further, the above disaggregation does not have any effect on the total assets and net assets of the Group as at 31 December 2024.

Accordingly, the above adjustment is merely a disaggregation of one line item within the net investment (loss) / income and does not have a material qualitative impact on the condensed consolidated interim statement of profit or loss as a whole.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

25 Comparative financial information (continued)

b) Re-presentation of “Share of profit of equity-accounted investees” and “Impairment loss of equity-accounted investees” after the line item of finance cost

In the prior year, the line items “Share of profit of equity-accounted investees” and “Impairment loss of equity-accounted investees” were presented within the “Net investment income / (loss)” section on the face of the condensed consolidated interim statement of profit or loss.

During the current reporting period, management re-presented these line items on the face of the condensed consolidated interim statement of profit or loss after the finance cost line item. This is because these items do not form part of the investment results, and the new presentation contributes to a clearer understanding of the Group’s financial performance to its users in respect of its equity-accounted investees. This re-presentation was done in accordance with IAS 1 requirements. Investment in associate is provided in Note 22.

There is no effect on the condensed consolidated interim statements of financial position, changes in shareholders’ equity and cashflows. Further, the above re-presentation, does not have any effect on the total assets and net assets of the Group as at 31 December 2024.

c) Aggregation of “Investment properties” and “Investment properties under development”

In the prior year, the line items “Investment properties” and “Investment properties under development” were presented separately on the face of the consolidated statement of financial position.

During the current reporting period, management aggregated “Investment properties under development” with “Investment properties” on the face of the condensed consolidated interim statement of financial position instead of presenting them as separate line items. This aggregation provides more relevant and reliable information, as the property under development is aggregated with the related land and presented in the same financial statement line item. The breakdown of “Investment properties” is provided in the Note 21.

Financial Statements Line Item	As at 31 December 2024 As previously presented AED’000	Adjustment AED’000	As at 31 December 2024 As represented AED’000
Investment properties	457,857	125,358	583,215
Investment property under development	125,358	(125,358)	-

There is no effect on the condensed consolidated interim statements of profit or loss, profit or loss and other comprehensive income, changes in shareholders’ equity and cashflows. Further, the above aggregation, does not have any effect on the total assets and net assets of the Group as at 31 December 2024.

Accordingly, considering the above adjustment is an aggregation of two lines items within total assets, and does not have a material qualitative impact on the condensed consolidated interim financial statements as a whole, a third balance sheet is not presented.

Al Wathba National Insurance Company PJSC

Notes to the condensed consolidated interim financial information (continued)

26 General

The condensed consolidated interim financial information of the Group was approved for issuance by the Board of Directors on 13 November 2025.

27 Subsequent events

There have been no events subsequent to the condensed consolidated interim financial information date that would significantly affect the amounts, and the disclosures reported in the condensed consolidated interim financial information as at and for the nine-month period ended 30 September 2025.