

**TAKAFUL EMARAT – INSURANCE (P.S.C)  
AND ITS SUBSIDIARY**

Interim condensed consolidated financial information (Unaudited)  
For the six-month period ended 30 June 2025

## **Review Report of the Independent Auditor To the Shareholders of Takaful Emarat - Insurance (P.S.C) and its subsidiary**

### ***Introduction***

We have reviewed the accompanying interim condensed consolidated statement of financial position of Takaful Emarat - Insurance (P.S.C) (the "Company") and its subsidiary (collectively referred to as the "Group") as at 30 June 2025, and the related interim condensed consolidated income statement, interim condensed consolidated statement of comprehensive income for the three-month and six-month periods then ended, interim condensed consolidated statement of changes in equity, interim condensed consolidated statement of cash flows for the six-month period then ended and other related explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 "*Interim Financial Reporting*". Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

### ***Scope of Review***

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

### ***Conclusion***

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

**GRANT THORNTON UAE**

  
Farouk Mohamed  
Registration No: 86  
Dubai, United Arab Emirates



**6 August 2025**

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Interim condensed consolidated statement of financial position**  
**As at 30 June 2025**

		(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
	Notes		
<b>Assets</b>			
<b>Participants' assets</b>			
Investment properties	6	94,339	107,915
Investments carried at fair value through profit or loss ("FVTPL")	7	398,440	389,824
Investment at fair value through other comprehensive income ("FVTOCI")	7	15,540	8,400
Retakaful contract assets	8	56,177	44,240
Other receivables	9	8,079	5,475
Cash balances	11	182,672	223,101
<b>Total participants' assets</b>		<b>755,247</b>	<b>778,955</b>
<b>Shareholders' assets</b>			
Property and equipment		1,085	1,210
Intangible assets		243	257
Investments carried at FVTPL	7	1,008	4,829
Other receivables	9	7,611	6,499
Statutory deposit	10	4,000	4,000
Due from participants		18,867	60,603
Cash balances	11	159,680	103,491
<b>Total shareholders' assets</b>		<b>192,494</b>	<b>180,889</b>
<b>Total assets</b>		<b>947,741</b>	<b>959,844</b>

The notes from 1 to 27 form an integral part of this interim condensed consolidated financial information.

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**  
**Interim condensed consolidated statement of financial position (continued)**  
**As at 30 June 2025**

		(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
	Notes		
<b>Participants' liabilities and deficit</b>			
<b>Participants' liabilities</b>			
Takaful contract liabilities	8	701,074	665,526
Retakaful contract liabilities	8	-	5,133
Other payables	15	14,319	13,566
Due to shareholders		18,867	60,603
<b>Total participants' liabilities</b>		<b>734,260</b>	<b>744,828</b>
<b>Deficit in participants funds and Qard Hassan from shareholder's</b>			
Deficit in participants funds	16	(20,987)	(34,127)
Qard Hassan from shareholder's	16	20,987	34,127
<b>Deficit in participants funds and Qard Hassan from shareholder's</b>		<b>-</b>	<b>-</b>
<b>Total participants' liabilities and deficit</b>		<b>734,260</b>	<b>744,828</b>
<b>Shareholder's liabilities and equity</b>			
<b>Shareholder's liabilities</b>			
Employees' end of service benefits		3,623	3,295
Other payables	15	36,198	46,520
Deferred tax liability	27	1,185	1,996
Current tax liability		271	-
<b>Total shareholder's liabilities</b>		<b>41,277</b>	<b>51,811</b>
<b>Shareholder's equity</b>			
Share capital	12	210,652	210,652
Treasury shares	14	(7,890)	-
Statutory reserve	13	1,116	1,116
Retakaful reserves	13	3,248	3,248
Cumulative changes in fair value of FVTOCI investments		(1,382)	(8,522)
Accumulated losses		(33,540)	(43,289)
<b>Total shareholders' equity</b>		<b>172,204</b>	<b>163,205</b>
<b>Total shareholders' liabilities and equity</b>		<b>213,481</b>	<b>215,016</b>
<b>Total liabilities, participants' fund and equity</b>		<b>947,741</b>	<b>959,844</b>

This interim condensed consolidated financial information was authorised for issue on 6 August 2025 by the Board of Directors and signed on their behalf by:

Signed by:



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**Mr. Nooraldeen Subhi Atatreh**  
**Chairman**

DocuSigned by:



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**Mr. Adnan Sabaalish**  
**Acting Chief Executive Officer**

The notes from 1 to 27 form an integral part of this interim condensed consolidated financial information.

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Interim condensed consolidated income statement**  
**For the period ended 30 June 2025**

		(Unaudited) Three-month period ended 30 June 2025 AED'000	(Unaudited) Three-month period ended 30 June 2024 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Six-month period ended 30 June 2024 AED'000
	Notes				
<b>Attributable to participants</b>					
Takaful revenue	17	147,494	106,108	283,742	190,162
Takaful service expense	18	(106,109)	(87,792)	(223,481)	(147,654)
<b>Takaful service result before retakaful contracts held</b>		41,385	18,316	60,261	42,508
Net (expenses)/income from retakaful contracts held		(3,739)	(64)	4,794	(4,476)
<b>Takaful service result</b>		37,646	18,252	65,055	38,032
 Takaful finance (expenses)/income	19	(12,877)	38,615	(5,790)	13,949
Retakaful finance expense	19	(35)	(15)	(55)	(40)
Net change in fair value of participants' investment		12,871	(34,538)	5,768	(13,999)
<b>Net takaful income</b>		37,605	22,314	64,978	37,942
 Investment income – net		13,295	520	16,008	1,345
Wakala fees		(35,181)	(27,248)	(67,846)	(43,218)
<b>Surplus/(deficit) for the period attributable to participants</b>		15,719	(4,414)	13,140	(3,931)
 <b>Attributable to shareholders</b>					
Investment (loss)/income		(138)	(108)	2,630	164
Other income		1,374	352	1,413	409
Wakala fees		35,181	27,248	67,846	43,218
Policy acquisition cost		(21,520)	(14,448)	(40,935)	(27,387)
General and administrative expenses		(16,846)	(12,835)	(34,846)	(26,252)
<b>(Loss)/profit for the period before Qard Hassan</b>		(1,949)	209	(3,892)	(9,848)
Reversal of provision/(provision) against Qard Hassan to participants		15,719	(4,414)	13,140	(3,931)
<b>Profit/(loss) before tax attributable to shareholders</b>		13,770	(4,205)	9,248	(13,779)
Income tax credit for the period		141	284	540	930
<b>Profit/(loss) after tax attributable to shareholders</b>		13,911	(3,921)	9,788	(12,849)
 <b>Profit/(loss) per share</b>		0.066	<i>Restated</i> (0.019)	0.046	<i>Restated</i> (0.061)
<b>Basic and diluted profit/(loss) per share</b>	24	0.066	(0.019)	0.046	(0.061)

The notes from 1 to 27 form an integral part of this interim condensed consolidated financial information.

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Interim condensed consolidated statement of comprehensive income**  
**For the period ended 30 June 2025**

	(Unaudited) Three- month period ended 30 June 2025 AED'000	(Unaudited) Three-month period ended 30 June 2024 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Six-month period ended 30 June 2024 AED'000
<b>Profit/(loss) for the period</b>	<b>13,911</b>	<b>(3,921)</b>	<b>9,788</b>	<b>(12,849)</b>
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Net change in fair value of equity instruments designated at FVTOCI attributable to participants	7,140	-	7,140	-
<b>Total comprehensive income/(loss) for the period</b>	<b>21,051</b>	<b>(3,921)</b>	<b>16,928</b>	<b>(12,849)</b>

The notes from 1 to 27 form an integral part of this interim condensed consolidated financial information.



**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

Interim condensed consolidated statement of changes in equity  
For the period ended 30 June 2025

	Share capital AED'000	Treasury shares AED'000	Statutory reserve AED'000	Retakaful reserve AED'000	Cumulative changes in fair value of investments (FVTOCI) AED'000	Accumulated losses AED'000	Total (deficit) /equity AED'000
At 1 January 2024 (Audited)	150,000	-	6,568	1,966	(16,922)	(181,264)	(39,652)
Total comprehensive loss for the period	-	-	-	-	-	(12,849)	(12,849)
Balance at 30 June 2024 (Unaudited)	150,000	-	6,568	1,966	(16,922)	(194,113)	(52,501)
At 1 January 2025 (Audited)	210,652	-	1,116	3,248	(8,522)	(43,289)	163,205
Purchase of treasury shares (note 14)	-	(7,890)	-	-	-	-	(7,890)
Movement in treasury shares	-	-	-	-	-	(39)	(39)
Total comprehensive income for the period	-	-	-	-	7,140	9,788	16,928
At 30 June 2025 (Unaudited)	210,652	(7,890)	1,116	3,248	(1,382)	(33,540)	172,204

The notes from 1 to 27 from an integral part of this interim condensed consolidated financial information.

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Interim condensed consolidated statement of cash flows**

**For the period ended 30 June 2025**

	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Six-month period ended 30 June 2024 AED'000
Notes		
<b>Cash flows from operating activities</b>		
Profit/(loss) before tax for the period	9,248	(13,779)
<b>Adjustments for:</b>		
Depreciation and amortisation	203	273
Unrealised (gain)/loss on investments carried at FVTPL	(11,806)	13,999
Provision for expected credit loss	276	166
Gain on sale of investment properties	(195)	-
Provision for employees' end of service benefits	657	531
<b>Operating cash flows before changes in working capital</b>	(1,617)	1,190
<b>Changes in working capital:</b>		
Changes in retakaful contract assets	(11,937)	(3,128)
Changes in takaful contract liabilities	35,548	98,700
Changes in retakaful contract liabilities	(5,133)	2,259
Changes in other receivables	(3,716)	2,594
Change in other payables	(9,568)	1,655
<b>Cash generated from operating activities</b>	3,577	103,270
Employees end of service benefits paid	(330)	(617)
<b>Net cash generated from operating activities</b>	3,247	102,653
<b>Cash flows from investing activities</b>		
Change in deposits with maturity of more than six months	12,797	(25,000)
Net proceeds from/(purchase of) investments at FVTPL	7,011	(56,616)
Purchase of property and equipment	(64)	(72)
Sale of investment properties	16,790	-
Addition to investments properties	(3,019)	(7,479)
<b>Net cash generated from/(used in) investing activities</b>	33,515	(89,167)
<b>Cash flows used in financing activity</b>		
Purchase of treasury shares	13 (7,929)	-
<b>Net cash used in financing activity</b>	(7,929)	-
<b>Net change in cash and cash equivalents</b>	28,833	13,486
Cash and cash equivalents at the beginning of the period	278,250	62,701
<b>Cash and cash equivalents at the end of the period</b>	11 307,083	76,187

The notes from 1 to 27 form an integral part of this interim condensed consolidated financial information.



**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**1 Legal status and activities**

Takaful Emarat - Insurance (P.S.C) (the “Company”) and its subsidiary (the “Group”) is a public stock company incorporated in the Emirate of Dubai – United Arab Emirates, subject to the regulations of the UAE Federal Decree Law No. 32 of 2021 and the UAE Federal Decree Law No. 48 of 2023, concerning Financial Regulations of Insurance Companies issued by the Central Bank of United Arab Emirates and regulation of its operations. The Company's ordinary shares are listed on the Dubai Financial Market (“DFM”), United Arab Emirates.

The Company carries out takaful activities in Health, Life and Credit and Saving lines of business in accordance with the Islamic Sharia’a and within the provisions of the Articles of Association of the Company.

The registered address of the Group is P.O. Box 57589, Dubai, United Arab Emirates.

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

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

Subsidiary	Principal activity	Country of incorporation	Ownership	
<i>Directly owned</i>			2025	2024
Modern Tech Investment	Investment	United Arab Emirates	100%	100%

**2 Application of new and revised international financial reporting standards (“IFRS”)**

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

Standard number	Title	Effective date
IAS 21	Amendments to IAS 21 Lack of exchangeability Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2025

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

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

Standard number	Title	Effective date
IFRS 9 & IFRS 7	Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures regarding the classification and measurement of financial instruments	1 January 2026
IFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027

**3 Basis of preparation**

**Statement of compliance**

This interim condensed consolidated financial information has been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ and interpretations thereof issued by the International Financial Reporting Interpretation Committee and in compliance with the applicable requirements of U.A.E Federal Law No. 32 of 2021, relating to commercial companies, and of UAE Federal Decree Law No. 48 of 2023 concerning Financial Regulations of Insurance Companies issued by the Central Bank of United Arab Emirates and regulation of its operations.

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

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**3 Basis of preparation (continued)**

**Basis of measurement**

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

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

The Group's interim condensed consolidated statement of financial position is not presented using a current/non-current classification. However, the following balances would generally be classified as current: Cash and cash equivalents, other receivables and other payables. The following balances would generally be classified as non-current: property and equipment, investment properties, investments at fair value through other comprehensive income, investments at fair value through profit or loss, statutory deposits, and provision for employees' end of service indemnity. The following balances are of mixed nature (including both current and non-current portions): investments at amortised cost, retakaful contract assets and liabilities, takaful contract assets and liabilities, bank balances and deferred tax asset and liability. This condensed consolidated interim financial information does not include all the information required for full annual consolidated financial statements and should be read in conjunction with the Group's audited annual consolidated financial statements as at and for the year ended 31 December 2024. In addition, results for the six-month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

**Functional and presentation currency**

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

**Basis of consolidation**

The interim condensed consolidated financial information comprises the financial information of the Group and its investee that is considered as a subsidiary as at 30 June 2025. A Subsidiary is an investee that the Group has control over. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. The financial information of the subsidiary is included in the Group's interim condensed consolidated financial information from the date that control commences until the date that control ceases. The Group maintains control over the subsidiary as it has power over the investee, exposure or rights to its variable returns and the power to affect the investor's returns.

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

**4 Material accounting policy information**

The accounting policies applied by the Group in the preparation of the interim condensed consolidated financial information are consistent with those applied by the Group in the annual consolidated financial statements for the year ended 31 December 2024.

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

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**5 Critical accounting estimates and judgements in applying accounting policies**

The preparation of this interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates. In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the audited consolidated financial statements as at and for the year ended 31 December 2024.

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**6 Investment properties**

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

The carrying amount of investment properties represents the fair value of the properties. The fair value is determined based on valuations performed by two independent valuers having appropriate professional qualifications and recent experience in the region. Investment properties are valued on an annual basis and these valuations are reviewed by the Board of Directors annually. Fair values were determined based on the comparable method for rented out apartments and the residual method of valuation for properties under construction.

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Residential apartments	5,220	21,815
Land*	33,175	33,175
Work in progress**	55,944	52,925
	<u>94,339</u>	<u>107,915</u>

\* Land on which construction is under progress, and the work in progress as at 30 June 2025 amounting to AED 89 million (31 December 2024: AED 86.1 million) are stated at its fair value.

\*\* The construction is expected to be completed within the year 2025, at which point the property will be reclassified from work in progress to completed investment properties in accordance with the Group's accounting policies.

	Apartments AED'000	Land AED'000	Total AED'000
<b>30 June 2025 (Unaudited)</b>			
As at 1 January	21,815	86,100	107,915
Sale of investment properties	(16,595)	-	(16,595)
Additions	-	3,019	3,019
<b>As at 30 June 2025</b>	<u>5,220</u>	<u>89,119</u>	<u>94,339</u>

**31 December 2024 (Audited)**

As at 1 January	20,834	63,150	83,984
Sale of investment properties	(2,345)	-	(2,345)
Change in fair value during the year	3,289	9,900	13,189
Additions	37	13,050	13,087
<b>As at 31 December 2024</b>	<u>21,815</u>	<u>86,100</u>	<u>107,915</u>

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

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

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

Notes to the interim condensed consolidated financial information  
For the period ended 30 June 2025

**7 Investment in securities**

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

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Mutual funds	354,524	355,767
Equity investments – quoted	22,500	22,500
Equity investments – unquoted	22,424	16,386
	<u>399,448</u>	<u>394,653</u>
<b>Attributable to:</b>		
Participants	398,440	389,824
Shareholders	1,008	4,829
	<u>399,448</u>	<u>394,653</u>
Within UAE	112,825	115,046
Outside UAE	286,623	279,607
	<u>399,448</u>	<u>394,653</u>

The movement in other financial assets are as follows:

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
As at 1 January	394,653	348,025
Net (sold)/purchased during the period /year	(7,011)	34,430
Change in fair value	11,806	12,198
	<u>399,448</u>	<u>394,653</u>

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

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
As at 1 January	8,400	-
Changes in fair value of equity investments*	7,140	8,400
Closing balance	<u>15,540</u>	<u>8,400</u>

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

\* During the period ended 30 June 2025, changes in fair value of equity investments designated at FVTOCI have been recognised in other comprehensive income. The net movement comprises both fair value gains and decreases across the investment portfolio, reflecting varying market conditions and investment performance during the period..

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**8 Takaful and retakaful contracts**

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

	(Unaudited) 30 June 2025			(Audited) 31 December 2024		
	Assets	Liabilities	Net	Assets	Liabilities	Net
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
<b>Takaful contracts issued</b>						
Group life and medical	-	(375,767)	(375,767)	-	(325,972)	(325,972)
Individual life	-	(325,307)	(325,307)	-	(339,554)	(339,554)
<b>Total takaful contracts issued</b>	-	(701,074)	(701,074)	-	(665,526)	(665,526)
<b>Retakaful contracts held</b>						
Group life and medical	53,351	-	53,351	44,240	-	44,240
Individual life	2,826	-	2,826	-	(5,133)	(5,133)
<b>Total retakaful contracts held</b>	56,177	-	56,177	44,240	(5,133)	39,107



**Takaful Emarat - Insurance (P.S.C) and its subsidiary  
Interim condensed consolidated financial information (Unaudited)**

Notes to the interim condensed consolidated financial information  
For the period ended 30 June 2025

**8 Takaful and retakaful contracts (continued)**

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

30 June 2025 (Unaudited)	Liability for remaining coverage		LIC for contracts not measured under the PAA		LIC for contracts measured under the PAA		Total AED'000
	Excluding loss component AED'000	Loss component AED'000	measured under the PAA AED'000	Present value of future cash flows AED'000		Risk adjustment AED'000	
Takaful contracts issued							
Opening takaful contract liabilities	(540,585)	(8,940)	(2,560)	(110,662)	(2,779)	(665,526)	
Net balance as at 1 January 2025	(540,585)	(8,940)	(2,560)	(110,662)	(2,779)	(665,526)	
Takaful revenue	283,742	-	-	-	-	283,742	
Takaful service expenses							
Incurred claims and other directly attributable expenses	-	-	(4,030)	(240,738)	(6,243)	(251,011)	
Changes that relate to past service – adjustments to the LIC	-	-	576	2,615	5,709	8,900	
Losses on onerous contracts	-	(7,141)	-	-	-	(7,141)	
Takaful acquisition cash flows amortisation	(40,935)	-	-	-	-	(40,935)	
Total takaful service expenses	(40,935)	(7,141)	(3,454)	(238,123)	(534)	(290,187)	
Takaful service result	242,807	(7,141)	(3,454)	(238,123)	(534)	(6,445)	
Finance expenses from takaful contracts issued	(5,770)	(12)	(8)	-	-	(5,790)	
Investment components	52,808	-	(52,808)	-	-	-	
Total amounts recognised in comprehensive income	289,845	(7,153)	(56,270)	(238,123)	(534)	(12,235)	
Cash flows							
Premiums received	(348,406)	-	-	-	-	(348,406)	
Claims and other directly attributable expenses paid	-	-	51,590	195,949	-	247,539	
Directly attributable expenses paid	-	-	1,221	24,882	-	26,103	
Takaful acquisition cash flows paid	51,451	-	-	-	-	51,451	
Total cash flows	(296,955)	-	52,811	220,831	-	(23,313)	
Net takaful contract liabilities at 30 June 2025	(547,695)	(16,093)	(6,019)	(127,954)	(3,313)	(701,074)	

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

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For the period ended 30 June 2025

**8 Takaful and retakaful contracts (continued)**

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

31 December 2024 (Audited)

Takaful contracts issued	Liability for remaining coverage		LIC for contracts not measured under the PAA		LIC for contracts measured under the PAA		Total
	Excluding loss component	Loss component	contracts not measured under the PAA	Present value of future cash flows	Risk adjustment		
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Opening takaful contract liabilities							
Net balance as at 1 January 2024	(439,484)	(12,491)	(5,412)	(76,780)	(2,076)	(536,243)	(536,243)
	(439,484)	(12,491)	(5,412)	(76,780)	(2,076)	(536,243)	(536,243)
Takaful revenue	420,288	-	-	-	-	420,288	
Takaful service (expenses)/income	-	-	(4,920)	(351,520)	(8,870)	(365,310)	
Incurred claims and other directly attributable expenses	-	-	-	-	-	-	
Changes that relate to past service – adjustments to the LIC	-	-	1,179	4,236	8,167	13,582	
Reversal of losses on onerous contracts	-	3,561	-	-	-	3,561	
Takaful acquisition cash flows amortisation	(59,269)	-	-	-	-	(59,269)	
Total takaful service (expenses)/income	(59,269)	3,561	(3,741)	(347,284)	(703)	(407,436)	
Takaful service result	361,019	3,561	(3,741)	(347,284)	(703)	12,852	
Finance expenses from takaful contracts issued	(557)	(10)	(20)	-	-	(587)	
Investment components	66,945	-	(66,945)	-	-	-	
Total amounts recognised in comprehensive income	427,407	3,551	(70,706)	(347,284)	(703)	12,265	
Cash flows							
Premiums received	(608,669)	-	-	-	-	(608,669)	
Claims and other directly attributable expenses paid	-	-	70,939	286,819	-	357,758	
Directly attributable expenses paid	-	-	2,619	26,583	-	29,202	
Takaful acquisition cash flows paid	80,161	-	-	-	-	80,161	
Total cash flows	(528,508)	-	73,558	313,402	-	(141,548)	
Net takaful contract liabilities at 31 December 2024	(540,585)	(8,940)	(2,560)	(110,662)	(2,779)	(665,526)	

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

Notes to the interim condensed consolidated financial information  
For the period ended 30 June 2025

**8 Takaful and retakaful contracts (continued)**

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

30 June 2025 (Unaudited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening takaful contract liabilities	(311,697)	(8,562)	(19,295)	(339,554)
Net balance as at 1 January 2025	(311,697)	(8,562)	(19,295)	(339,554)
<b>Changes related to current services</b>				
- CSM recognised in profit and loss	-	-	1,161	1,161
- Risk Adjustment recognised in profit and loss	-	587	-	587
- Experience adjustments	(1,023)	(621)	-	(1,644)
<b>Changes related to future services</b>				
- Contracts initially recognised in the period	(552)	(358)	(124)	(1,034)
- Changes in estimates that adjust CSM	(2,028)	381	1,648	1
- Changes in estimates that result in onerous contracts or reversal of losses	(5,703)	(110)	-	(5,813)
Changes that relate to past service – adjustments to LIC	(52)	629	-	577
Takaful finance expenses through profit and loss	(5,769)	-	(21)	(5,790)
<b>Total changes in statement of comprehensive income</b>	<b>(15,127)</b>	<b>508</b>	<b>2,664</b>	<b>(11,955)</b>
Premiums received	(32,406)	-	-	(32,406)
Claims and other directly attributable expenses paid	51,592	-	-	51,592
Directly attributable expenses paid	1,221	-	-	1,221
Takaful acquisition cash flows paid	5,795	-	-	5,795
<b>Total cash flows</b>	<b>26,202</b>	<b>-</b>	<b>-</b>	<b>26,202</b>
<b>Net takaful contract liabilities at 30 June 2025</b>	<b>(300,622)</b>	<b>(8,054)</b>	<b>(16,631)</b>	<b>(325,307)</b>

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**  
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**8 Takaful and retakaful contracts (continued)**

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

31 December 2024 (Audited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening takaful contract liabilities	(306,761)	(8,706)	(14,125)	(329,592)
Net balance as at 1 January 2024	(306,761)	(8,706)	(14,125)	(329,592)
Changes related to current services	-	-	2,979	2,979
- CSM recognised in profit and loss	-	1,474	-	1,474
- Risk Adjustment recognised in profit and loss	1,467	(1,184)	-	283
- Experience adjustments				
Changes related to future services				
- Contracts initially recognised in the period	(809)	(1,199)	(191)	(2,199)
- Changes in estimates that adjust CSM	8,255	(333)	(7,923)	(1)
- Changes in estimates that result in onerous contracts or reversal of losses	904	214	-	1,118
Changes that relate to past service – adjustments to LIC	8	1,172	-	1,180
Takaful finance expenses through profit and loss	(551)	-	(35)	(586)
Total changes in statement of comprehensive income/(loss)	9,274	144	(5,170)	4,248
Premiums received	(102,743)	-	-	(102,743)
Claims and other directly attributable expenses paid	70,941	-	-	70,941
Directly attributable expenses paid	2,619	-	-	2,619
Takaful acquisition cash flows paid	14,973	-	-	14,973
Total cash flows	(14,210)	-	-	(14,210)
Net takaful contract liabilities at 31 December 2024	(311,697)	(8,562)	(19,295)	(339,554)

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

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For the period ended 30 June 2025

**8 Takaful and retakaful contracts (continued)**

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

30 June 2025 (Unaudited)

**Retakaful contracts issued**

Opening retakaful contract assets	(148,321)	2,501	-	188,498	1,562	44,240
Opening retakaful contract liabilities	(12,250)	3,130	3,987	-	-	(5,133)
Net balance as at 1 January 2025	(160,571)	5,631	3,987	188,498	1,562	39,107
Allocation of retakaful premium	(137,037)	-	-	-	-	(137,037)
Amounts recoverable for claims and other expenses	-	-	2,118	125,296	832	128,246
Changes that relate to past service – adjustments to LIC	-	-	(1)	8,674	(541)	8,132
Changes in fulfilment cash flows that do not adjust underlying CSM	-	5,452	-	-	-	5,452
Expenses directly attributable to retakaful	-	-	(198)	(730)	-	(928)
Net (expenses)/income from retakaful contracts held	(137,037)	5,452	1,919	133,240	291	3,865
Finance (expense)/income from retakaful contracts issued	(69)	-	15	-	-	(54)
Total amounts recognised in comprehensive income	(137,106)	5,452	1,934	133,240	291	3,811
Cash flows						
Premiums paid to retakaful net of commission	47,325	-	-	-	-	47,325
Recoveries from retakaful	-	-	(155)	(34,839)	-	(34,994)
Directly attributable expenses paid	-	-	198	730	-	928
Total cash flows	47,325	-	43	(34,109)	-	13,259
Net retakaful contract liabilities at 30 June 2025	(250,352)	11,083	5,964	287,629	1,853	56,177
Closing retakaful contract assets	(250,352)	11,083	5,964	287,629	1,853	56,177
Closing retakaful contract liabilities	-	-	-	-	-	-
Net retakaful contract liabilities at 30 June 2025	(250,352)	11,083	5,964	287,629	1,853	56,177

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**  
**Notes to the interim condensed consolidated financial information**  
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**8 Takaful and retakaful contracts (continued)**

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

31 December 2024 (Audited)	Asset for remaining coverage		AIC for contracts measured under the PAA		AIC for contracts measured under the PAA	
	Excluding loss component AED'000	Loss component AED'000	contracts not measured under the PAA AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Retakaful contracts issued						
Opening retakaful contract assets	(27,762)	1,813	-	58,620	1,029	33,700
Opening retakaful contract liabilities	(13,908)	7,368	3,087	-	-	(3,453)
Net balance as at 1 January 2024	(41,670)	9,181	3,087	58,620	1,029	30,247
Allocation of retakaful premium	(200,708)	-	-	-	-	(200,708)
Amounts recoverable for claims and other expenses	-	-	921	182,204	1,535	184,660
Changes that relate to past service – adjustments to LIC	-	-	(10)	11,574	(1,002)	10,562
Changes in fulfilment cash flows that do not adjust underlying CSM	-	(3,550)	-	-	-	(3,550)
Expenses directly attributable to retakaful	-	-	(233)	(1,398)	-	(1,631)
Net (expenses)/income from retakaful contracts held	(200,708)	(3,550)	678	192,380	533	(10,667)
Finance income from retakaful contracts issued	180	-	10	-	-	190
Total amounts recognised in comprehensive income	(200,528)	(3,550)	688	192,380	533	(10,477)
Cash flows						
Premiums paid to retakaful net of commission	81,627	-	-	-	-	81,627
Recoveries from retakaful	-	-	269	1,427	-	1,696
Directly attributable expenses paid	-	-	(57)	(63,929)	-	(63,986)
Total cash flows	81,627	-	212	(62,502)	-	19,337
Net retakaful contract liabilities at 31 December 2024	(160,571)	5,631	3,987	188,498	1,562	39,107
Closing retakaful contract assets	(148,321)	2,501	-	188,498	1,562	44,240
Closing retakaful contract liabilities	(12,250)	3,130	3,987	-	-	(5,133)
Net retakaful contract liabilities at 31 December 2024	(160,571)	5,631	3,987	188,498	1,562	39,107



**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

Notes to the interim condensed consolidated financial information  
For the period ended 30 June 2025

**8 Takaful and retakaful contracts (continued)**

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

30 June 2025 (Unaudited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening retakaful contract liabilities as at 1 January 2025	(5,019)	530	(644)	(5,133)
<b>Changes related to current services</b>				
- CSM recognised in profit and loss	-	-	438	438
- Risk adjustment recognised in profit and loss	-	(33)	-	(33)
- Experience adjustments	1,409	35	-	1,444
<b>Changes related to future services</b>				
- Contracts initially recognised in the period	(34)	5	28	(1)
- Changes in estimates that adjust CSM	(871)	12	860	1
- Changes in estimates that result in onerous contracts or reversal of losses	-	-	4,681	4,681
- Changes that relate to past service – adjustments to LIC	(6)	6	-	-
- Retakaful finance expenses through profit and loss	(42)	-	(12)	(54)
<b>Total changes in statement of comprehensive income</b>	456	25	5,995	6,476
Premiums paid to reinsurer net of commission	1,440	-	-	1,440
Recoveries from retakaful	199	-	-	199
Directly attributable expenses paid	(155)	-	-	(155)
<b>Total cash flows</b>	1,484	-	-	1,484
Closing retakaful contract liabilities as at 30 June 2025	(3,079)	555	5,351	2,827

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**  
**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**8 Takaful and retakaful contracts (continued)**

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

31 December 2024 (Audited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening retakaful contract liabilities as at 1 January 2024	(7,098)	573	3,072	(3,453)
Changes related to current services				
- CSM recognised in profit and loss	-	-	929	929
- Risk adjustment recognised in profit and loss	-	(126)	-	(126)
- Experience adjustments	(244)	12	-	(232)
Changes related to future services				
- Contracts initially recognised in the period	(45)	7	38	-
- Changes in estimates that adjust CSM	516	60	(576)	-
- Changes in estimates that result in onerous contracts or reversal of losses	-	-	(4,238)	(4,238)
- Changes that relate to past service – adjustments to LIC	(13)	4	-	(9)
- Retakaful finance expenses through profit and loss	59	-	131	190
Total changes in statement of comprehensive income	273	(43)	(3,716)	(3,486)
Premiums paid to reinsurer net of commission	1,595	-	-	1,595
Recoveries from retakaful	268	-	-	268
Directly attributable expenses paid	(57)	-	-	(57)
Total cash flows	1,806	-	-	1,806
Closing retakaful contract liabilities as at 31 December 2024	(5,019)	530	(644)	(5,133)

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**9 Other receivables**

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Investment receivables	7,448	3,335
Other receivables	4,507	6,570
Advances	2,158	38
Prepayments	1,577	2,031
	<b>15,690</b>	<b>11,974</b>
Attributable to:		
Participants	8,079	5,475
Shareholders	7,611	6,499
	<b>15,690</b>	<b>11,974</b>

**10 Statutory deposit**

Statutory deposit of amounting AED 4 million is maintained in accordance with the requirements of UAE Federal Decree Law No. (48) of 2023 (previously UAE Federal Law No. (6) of 2007, as amended) for the purpose of carrying on takaful operations in the United Arab Emirates and is not available to finance the day-to-day operations of the Group.

**11 Cash balances**

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000	(Unaudited) 30 June 2024 AED'000
Cash on hand	113	271	145
Cash at banks	306,970	277,979	76,042
Term deposit having maturity more than 3 months	35,813	48,610	38,610
Less: Expected credit losses	(544)	(268)	(221)
Cash and bank balances	<b>342,352</b>	<b>326,592</b>	<b>114,576</b>

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

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000	(Unaudited) 30 June 2024 AED'000
Cash and bank balances	342,352	326,592	114,576
Add: Expected credit losses	544	268	221
Less: Term deposit having original maturity more than 3 months	(35,813)	(48,610)	(38,610)
	<b>307,083</b>	<b>278,250</b>	<b>76,187</b>

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**11 Cash balances (continued)**

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Attributable to:		
Participants	182,672	223,101
Shareholders	159,680	103,491
Cash and bank balances	<u>342,352</u>	<u>326,592</u>

**12 Share capital**

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
<i>Authorised issued and fully paid</i>		
210,652,000 ordinary shares of AED 1 each	<u>210,652</u>	<u>210,652</u>

**13 Reserves**

**Statutory reserve**

In accordance with the Group's Articles of Association and Federal Decree Law No. (32) of 2021, a minimum of 10% of profit for each year should be transferred to a non-distributable statutory reserve until the reserve equals 50% of the paid-up share capital. This reserve is not available for distribution except as stipulated by the Law.

No transfer to the statutory reserve has been made during the six-month period ended 30 June 2025 (six-month period ended 30 June 2024: Nil), as this will be based on the year-end audited results.

**Regulatory reserve**

In accordance with Article 34 of Central Bank of UAE's Board of Directors Decision No. (23) of 2019, the Group has allocated an amount equals to 0.5% of the total retakaful contributions ceded in all classes to retakaful reserve from the effective date of the said decision.

This reserve is accumulated year after year and may not be disposed of without the written approval of the Central Bank of United Arab Emirates.

**14 Treasury shares**

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

As of 30 June 2025, the Market Maker held 6,204,006 shares of Takaful Emarat - Insurance (P.S.C) on behalf of the Company. These shares are classified under equity as treasury shares, recorded at cost. During the reporting period, the Company recognised AED 7.9 million (31 December 2024: Nil) in treasury shares.

	Number of shares '000	Cost AED'000
As at 1 January 2025	-	-
Purchases during the period	6,773	8,636
Sales during the period	(569)	(707)
Movement in treasury shares	-	(39)
As at 30 June 2025	<u>6,204</u>	<u>7,890</u>

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**15 Other payables**

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Account payables	18,612	20,516
Payable to DHA	18,308	18,041
Accrued expenses	3,311	3,959
Employee related accruals	1,738	2,569
Other payables	8,548	15,001
	<u>50,517</u>	<u>60,086</u>
Attributable to:		
Participants	14,319	13,566
Shareholders	36,198	46,520
	<u>50,517</u>	<u>60,086</u>

**16 Qard Hassan**

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
(i) Deficit in participants' fund:		
As at 1 January	(34,127)	(65,724)
Surplus during the period/year	13,140	31,597
Closing balance	<u>(20,987)</u>	<u>(34,127)</u>
(ii) Qard Hassan from shareholders		
As at 1 January	34,127	65,724
Reversal during the period/year	(13,140)	(31,597)
Closing balance	<u>20,987</u>	<u>34,127</u>

**17 Takaful revenue**

For the six-month period ended 30 June 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	1,161	1,161
Change in risk adjustment for non-financial risk for risk expired	-	8	8
Expected incurred claims and other takaful service expenses	-	1,229	1,229
Experience adjustments	-	250	250
Recovery of takaful acquisition cash flows	-	3,655	3,655
Contracts not measured under the PAA	-	6,303	6,303
Contracts measured under the PAA	277,439	-	277,439
Total takaful revenue	<u>277,439</u>	<u>6,303</u>	<u>283,742</u>

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**17 Takaful revenue (continued)**

For the six-month period ended 30 June 2024 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	2,223	2,223
Change in risk adjustment for non-financial risk for risk expired	-	602	602
Expected incurred claims and other takaful service expenses	-	2,301	2,301
Experience adjustments	-	8,377	8,377
Recovery of takaful acquisition statements	-	3,794	3,794
Contracts not measured under the PAA	-	17,297	17,297
Contracts measured under the PAA	172,865	-	172,865
Total takaful revenue	172,865	17,297	190,162

  

For the three-month period ended 30 June 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	615	615
Change in risk adjustment for non-financial risk for risk expired	-	(168)	(168)
Expected incurred claims and other takaful service expenses	-	402	402
Experience adjustments	-	197	197
Recovery of takaful acquisition statements	-	1,817	1,817
Contracts not measured under the PAA	-	2,863	2,863
Contracts measured under the PAA	144,631	-	144,631
Total takaful revenue	144,631	2,863	147,494

  

For the three-month period ended 30 June 2024 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	1,522	1,522
Change in risk adjustment for non-financial risk for risk expired	-	247	247
Expected incurred claims and other takaful service expenses	-	875	875
Experience adjustments	-	6,771	6,771
Recovery of takaful acquisition statements	-	1,854	1,854
Contracts not measured under the PAA	-	11,269	11,269
Contracts measured under the PAA	94,839	-	94,839
Total takaful revenue	94,839	11,269	106,108



**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
**Interim condensed consolidated financial information (Unaudited)**

**Notes to the interim condensed consolidated financial information**  
**For the period ended 30 June 2025**

**18 Takaful service expense**

For the six-month period ended 30 June 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurring claims and other expenses	222,473	2,767	225,240
Losses on onerous contracts	1,781	5,360	7,141
Changes to liabilities for incurred claims	(8,323)	(577)	(8,900)
Total takaful service expenses charged to participants' fund	215,931	7,550	223,481
<b>Other expenses allocated to shareholders' fund</b>			
Amortisation of takaful acquisition cash flows	37,280	3,655	40,935
Takaful maintenance expenses	24,508	1,263	25,771
Total other expenses charged to shareholders' fund	61,788	4,918	66,706
Total takaful service expenses	277,719	12,468	290,187
For the six-month period ended 30 June 2024 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurring claims and other expenses	138,932	28,890	167,822
Losses on onerous contracts	2,131	11,561	13,692
Changes to liabilities for incurred claims	(5,498)	(28,362)	(33,860)
Total takaful service expenses charged to participants' fund	135,565	12,089	147,654
Amortisation of takaful acquisition cash flows	23,634	3,753	27,387
Takaful maintenance expenses	15,432	1,248	16,680
Total other expenses charged to shareholders' fund	39,066	5,001	44,067
Total takaful service expenses	174,631	17,090	191,721
For the three-month period ended 30 June 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurring claims and other expenses	100,670	57	100,727
Losses on onerous contracts	1,146	4,936	6,082
Changes to liabilities for incurred claims	(594)	(106)	(700)
Total takaful service expenses charged to participants' fund	101,222	4,887	106,109
<b>Other expenses allocated to shareholders' fund</b>			
Amortisation of takaful acquisition cash flows	19,703	1,817	21,520
Takaful maintenance expenses	12,520	639	13,159
Total other expenses charged to shareholders' fund	32,223	2,456	34,679
Total takaful service expenses	133,445	7,343	140,788

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**18 Takaful service expense (continued)**

For the three-month period ended 30 June 2024 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
Incurring claims and other expenses	67,177	27,979	95,156
Losses on onerous contracts	1,618	18,195	19,813
Changes to liabilities for incurred claims	1,037	(28,214)	(27,177)
Total takaful service expenses charged to participants' fund	69,832	17,960	87,792
Other expenses allocated to shareholders' fund			
Amortisation of takaful acquisition cash flows	12,552	1,855	14,407
Takaful maintenance expenses	8,564	571	9,135
Total other expenses charged to shareholders' fund	21,116	2,426	23,542
Total takaful service expenses	90,948	20,386	111,334

**19 Takaful and retakaful finance income and expense**

	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Six-month period ended 30 June 2024 AED'000
Takaful (expenses)/income	(5,790)	13,949
Retakaful finance expense	(55)	(40)
	(5,845)	13,909

**20 Contingent liabilities**

On 30 June 2025, the Group had contingent liabilities in respect of medical claims and other matters arising in the ordinary course of business from which it is anticipated that no material liabilities will arise, amounting to AED 1.3 million (31 December 2024: AED 1.6 million).

**Legal claims**

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

**Capital commitments**

Capital commitments for under construction properties as at 30 June 2025 amounted to AED 6.5 million (31 December 2024: AED 6.5 million).

**Other commitments**

The Group has lease agreements which are payable as follows:

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Less than one year	117	544

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**21 Related party transactions**

Related parties represent major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled, or significantly influenced by such parties. The pricing policies and terms of these transactions are approved by the Group's management.

Compensation of the key management personnel is given below:

	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Six-month period ended 30 June 2024 AED'000
Short/long term employee benefits	2,615	3,670

The Group has no balance receivable and payable from its related parties.

**22 Financial instruments**

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

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

**Fair value of financial instruments carried at amortised cost**

Management considers that the carrying amounts of financial assets and financial liabilities recognised at amortised cost in the consolidated financial statement approximate their fair values.

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

The fair values of assets and liabilities are determined using similar valuation techniques and assumptions as used in the annual consolidated financial statements audited for the year ended 31 December 2024.

**Fair value measurements recognised in the consolidated statement of financial position**

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

Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 fair value measurements are those derived from inputs other than quoted prices included within

Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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**22 Financial instruments (continued)**

**Fair value measurements recognised in the consolidated statement of financial (continued)**

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

	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
<b>30 June 2025 (Unaudited)</b>				
<i>Investments at fair value through profit or loss</i>				
Mutual funds	-	354,524	-	354,524
Equity investments – quoted	22,500	-	-	22,500
Equity investments – Unquoted	-	-	22,424	22,424
	<u>22,500</u>	<u>354,524</u>	<u>22,424</u>	<u>399,448</u>
 <b>31 December 2024 (Audited)</b>				
<i>Investments at fair value through profit or loss</i>				
Mutual funds	-	355,767	-	355,767
Equity investments – quoted	22,500	-	-	22,500
Equity investments – Unquoted	-	-	16,386	16,386
	<u>22,500</u>	<u>355,767</u>	<u>16,386</u>	<u>394,653</u>
			(Unaudited)	(Audited)
			30 June 2025	31 December
			AED'000	AED'000
<b>Investments at fair value through other comprehensive income (FVTOCI)</b>				
Equity investments – unquoted - Level 3			<u>15,540</u>	<u>8,400</u>

During the period ended 30 June 2025, there were no transfers made between fair value levels. (31 December 2024: No transfer).

**23 Segment information**

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

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

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

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**

## Interim condensed consolidated financial information

Notes to the interim condensed consolidated financial information  
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## 23 Segment information (continued)

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

[illegible]

**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
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**24 Basic and diluted loss per share**

	(Unaudited) Three-month period ended 30 June 2025 AED'000	Restated (Unaudited) Three-month period ended 30 June 2024 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000	Restated (Unaudited) Six-month period ended 30 June 2024 AED'000
Profit/(loss) for the period attributable to shareholders	13,911	(3,921)	9,788	(12,849)
Weighted average number of shares outstanding during the period	210,652	210,652	210,652	210,652
<b>Basic and diluted profit/(loss) per share</b>	<b>0.066</b>	<b>(0.019)</b>	<b>0.046</b>	<b>(0.061)</b>

Basic profit/(loss) per share are calculated by dividing the profit/(loss) for the period by the number of weighted average shares outstanding during the reporting period. Diluted profit/(loss) per share is equivalent to basic profit/(loss) per share as the Group did not issue any new instrument that would impact profit/(loss) per share when executed.

During the year ended 31 December 2024, the Group issued 185 million shares through a rights issue. In accordance with IAS 33, the weighted average number of shares outstanding for the comparative period has been retrospectively adjusted to reflect this rights issue, ensuring comparability between periods.

**25 Capital risk management**

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

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

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Minimum Capital Requirement (MCR)	100,000	100,000
Solvency Capital Requirement (SCR)	101,897	107,539
Minimum Guarantee Fund (MGF)	69,521	56,342
Basic Own Funds	111,453	110,699
MCR Solvency Margin - Minimum Capital Requirement (Surplus)	11,453	10,699
SCR Solvency Margin - Solvency Capital Requirement (Surplus)	9,557	3,159
MGF Solvency Margin - Minimum Guarantee Fund (Surplus)	41,932	54,357

As per Article (8) of Section 2 of the financial regulations issued for takaful companies in the UAE, the Group shall always comply with the requirements of Solvency Margin.

**26 Subsequent events**

There have been no events subsequent to the interim condensed consolidated statement of financial position date that would significantly affect the amounts reported in the interim condensed consolidated financial information as at and for the six-month period ended 30 June 2025.



**Takaful Emarat - Insurance (P.S.C) and its subsidiary**  
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**27 Corporate tax**

On December 9, 2022, the United Arab Emirates (UAE) Ministry of Finance (MoF) released Federal Decree Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law (CT Law) to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. As the Group's accounting year ends on 31 December, the first tax period is from 1 January 2024 to 31 December 2024, with the respective tax return to be filed on or before 30 September 2025.

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

	(Unaudited) Three-month period ended 30 June 2025 AED'000	(Unaudited) Three-month period ended 30 June 2024 AED'000	(Unaudited) Six-month period ended 30 June 2025 AED'000	(Unaudited) Six-month period ended 30 June 2024 AED'000
Statement of comprehensive income				
Current tax	(271)	-	(271)	-
Deferred tax	412	284	811	930
<b>Income tax credit</b>	<b>141</b>	<b>284</b>	<b>540</b>	<b>930</b>

The following is the analysis of deferred tax asset/(liabilities) presented in the consolidated financial statement of financial position.

	(Unaudited) 30 June 2025 AED'000	(Audited) 31 December 2024 AED'000
Deferred tax assets	-	991
Deferred tax liabilities	(1,185)	(2,987)
<b>Net deferred tax liabilities</b>	<b>(1,185)</b>	<b>(1,996)</b>