UNITED COOPERATIVE ASSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT – (UNAUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024

UNITED COOPERATIVE ASSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024

INDEX **PAGE**

Independent auditors' review report on the interim condensed financial statements	2
Interim condensed statement of financial position	3
Interim condensed statement of income	4
Interim condensed statement of comprehensive income	5
Interim condensed statement of changes in equity	6
Interim condensed statement of cash flows	7
Notes to the interim condensed financial statements	8 – 39

PKF Al Bassam
Chartered Accountants

Crowe
Crowe Solutions for Professional Consulting
Member Crowe Global

P.O Box 15651
Jeddah 21454
Kingdom of Saudi Arabia

P.O Box 10504
Riyadh 11443
Kingdom of Saudi Arabia

INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF UNITED COOPERATIVE ASSURANCE COMPANY

INTRODUCTION

We have reviewed the accompanying interim condensed statement of financial position of United Cooperative Assurance Company (the "Company") as at 30 September 2024 and the related interim condensed statements of income and comprehensive income for the three-month and nine-month periods then ended, and the interim condensed statements of changes in equity and cash flows for the nine-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 – "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of interim financial statements performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, as endorsed in the Kingdom of Saudi Arabia, 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 financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

EMPHASIS OF MATTER

We draw attention to Note 1(b) to the accompanying interim condensed financial statements which indicates that the Company accumulated losses stand at SR 175.52 million being 43.88% of its capital (31 December 2023: SR 180.56 million being 45.14% of its capital). Further, the Company's solvency margin is 63% as of 30 September 2024, which is below the minimum solvency requirements as mandated by the Insurance Authority ("IA"). The ability of the Company to improve its financial performance and meet the minimum solvency margin requirements is dependent on the favourable outcome and realisation of the Company's planned measures and actions detailed further in Note 1. These events and conditions, along with other matters as set forth in Note 1 to the accompanying interim condensed financial statements, indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

For PKF Al-Bassam
Chartered Accountants

Ahmed A. Mohandis
Certified Public Accountant
License No. 477

Crowe Solutions for Professional Consulting

Abdullah M. AlAzem
Certified Public Accountant
License No. 335

Jeddah: 11 November 2024
Corresponding to: 9 Jamada Al-Awwal 1446H

شركة بي كي اف البسام محاسبون ومراجعون قانونيون
C. R. 1010385804
PKF Al Bassam chartered accountants

شركة حلول كرو للإستشارات المهنية
C.R. No. 1010466353
سجل تجاري رقم ١٠١٠٤٦٦٣٥٣
Crowe Solutions For Professional Consulting

UNITED COOPERATIVE ASSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024
(All amounts in Saudi Riyals '000 unless otherwise stated)

	Note	30 September 2024 (Unaudited)	31 December 2023 (Audited)
ASSETS			
Cash and cash equivalents	5	**113,104**	122,279
Term deposits	6	**128,652**	101,041
Investments:			
Financial assets at fair value through profit or loss ("FVTPL")	7	**250**	246
Financial assets at fair value through other comprehensive income ("FVOCI")	7	**43,463**	43,463
Financial assets at amortised cost	7	**131,288**	130,113
Prepaid expenses and other assets		**32,005**	58,059
Reinsurance contract assets	8	**26,678**	-
Right-of-use assets		**3,458**	4,161
Property and equipment		**11,525**	7,343
Intangible assets		**29,696**	23,194
Goodwill		**78,400**	78,400
Statutory deposit	9	**59,989**	59,989
Accrued commission income on statutory deposit	9	**5,429**	1,558
TOTAL ASSETS		**663,937**	629,846
LIABILITIES			
Insurance contract liabilities	8	**327,390**	285,885
Reinsurance contract liabilities	8	**-**	27,709
Accrued expenses and other liabilities		**35,981**	20,352
Lease liabilities		**2,140**	3,777
Employees' benefit obligations		**11,378**	11,543
Provision for zakat and income tax	10	**11,429**	13,867
Accrued income payable to Insurance Authority	9	**5,429**	1,558
TOTAL LIABILITIES		**393,747**	364,691
EQUITY			
Share capital	17	**400,000**	400,000
Accumulated losses		**(175,527)**	(180,562)
Fair value reserve for investments	15	**41,540**	41,540
TOTAL SHAREHOLDERS' EQUITY		**266,013**	260,978
Re-measurement reserve of employees' benefit obligations		**4,177**	4,177
TOTAL EQUITY		**270,190**	265,155
TOTAL LIABILITIES AND EQUITY		**663,937**	629,846

Chief Financial Officer | Chief Executive Officer | Director

The accompanying notes from 1 to 24 form an integral part of these interim condensed financial statements.

UNITED COOPERATIVE ASSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF INCOME
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024
(All amounts in Saudi Riyals '000 unless otherwise stated)

	Note	*Three-month period ended 30 September*		*Nine-month period ended 30 September*	
		2024 (Unaudited)	2023 (Unaudited)	**2024 (Unaudited)**	2023 (Unaudited)
Insurance revenue	13	**281,246**	321,945	**747,646**	757,502
Insurance service expenses	13	**(190,778)**	(180,384)	**(562,931)**	(486,980)
Net expenses from reinsurance contracts	13	**(90,363)**	(125,124)	**(163,170)**	(261,524)
Insurance service result from Company's directly written business		**105**	16,437	**21,545**	8,998
Share of surplus / (deficit) from insurance pool	22	**215**	(424)	**(90)**	10,100
Total insurance service result		**320**	16,013	**21,455**	19,098
Net gains on financial assets measured at FVTPL		**-**	3	**4**	735
Commission income on investments		**3,733**	2,550	**10,956**	6,569
Net investment income		**3,733**	2,553	**10,960**	7,304
Net finance (costs) / income from insurance contracts issued		**(1,579)**	156	**(4,306)**	(3,717)
Net finance income from reinsurance contracts held		**938**	421	**1,610**	1,770
Net insurance finance (costs) / income		**(641)**	577	**(2,696)**	(1,947)
Net insurance and investment result		**3,412**	19,143	**29,719**	24,455
Other (loss) / income		**-**	-	**(3,367)**	476
Other operating expenses		**(3,182)**	(16,291)	**(19,817)**	(32,011)
Profit / (loss) for the period attributable to the shareholders before zakat and income tax		**230**	2,852	**6,535**	(7,080)
Zakat	10	**(500)**	(786)	**(1,500)**	(2,358)
Income tax	10	**-**	-	**-**	-
Net (loss) / profit for the period attributable to the shareholders		**(270)**	2,066	**5,035**	(9,438)
Basic and diluted (losses) / earnings per share (expressed in Saudi Riyals per share)	11	**(0.01)**	0.05	**0.13**	(0.24)

Chief Financial Officer | Chief Executive Officer | Director

The accompanying notes from 1 to 24 form an integral part of these interim condensed financial statements.

UNITED COOPERATIVE ASSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024
(All amounts in Saudi Riyals '000 unless otherwise stated)

	Three-month period ended 30 September		*Nine-month period ended 30 September*	
	2024 (Unaudited)	2023 (Unaudited)	**2024 (Unaudited)**	2023 (Unaudited)
Net (loss) / profit for the period attributable to the shareholders	**(270)**	2,066	**5,035**	(9,438)
Items that will not be reclassified to the interim condensed statement of income in subsequent periods:				
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive (loss) / income for the period attributable to the shareholders	**(270)**	2,066	**5,035**	(9,438)

Chief Financial Officer | Chief Executive Officer | Director

UNITED COOPERATIVE ASSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2024
(All amounts in Saudi Riyals '000 unless otherwise stated)

	Share capital	Accumulated losses	Fair value reserve for investments	Re-measurement reserve of employees' benefit obligations	Total
Balance at 31 December 2023 (Audited)	**400,000**	**(180,562)**	**41,540**	**4,177**	**265,155**
Total comprehensive income for the period:					
Net profit for the period attributable to the shareholders	-	5,035	-	-	**5,035**
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period attributable to the shareholders	-	5,035	-	-	**5,035**
Balance at 30 September 2024 (Unaudited)	**400,000**	**(175,527)**	**41,540**	**4,177**	**270,190**

	Share capital	Accumulated losses	Fair value reserve for investments	Re-measurement reserve of employees' benefit obligations	Total
Balance at 31 December 2022 (Audited)	400,000	(185,854)	37,780	4,225	256,151
Total comprehensive income for the period:					
Net loss for the period attributable to the shareholders	-	(9,438)	-	-	(9,438)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period attributable to the shareholders	-	(9,438)	-	-	(9,438)
Balance at 30 September 2023 (Unaudited)	400,000	(195,292)	37,780	4,225	246,713

Chief Financial Officer

Chief Executive Officer

Director

The accompanying notes from 1 to 24 form an integral part of these interim condensed financial statements.

UNITED COOPERATIVE ASSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2024
(All amounts in Saudi Riyals '000 unless otherwise stated)

	Note	*Nine-month period ended 30 September*	
		2024 (Unaudited)	2023(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit / (loss) for the period attributable to the shareholders before zakat and income tax		**6,535**	(7,080)
Adjustments for non-cash items:			
Depreciation of property and equipment		**4,473**	2,431
Amortization of intangible assets		**781**	790
Depreciation of right-of-use assets		**1,656**	1,971
Finance costs on lease liabilities		**56**	139
Unrealized gain on financial assets measured at FVTPL		**(4)**	(735)
Unrealized gain on term deposits		**(6,148)**	(577)
Realized gain on term deposits		**(1,231)**	-
Commission income from investment measured at amortised cost		**(3,573)**	(5,992)
Provision for employees' benefit obligations		**1,121**	1,046
		3,666	(8,007)
Changes in operating assets and liabilities:			
Prepaid expenses and other assets		**26,054**	(21,394)
Reinsurance contract assets		**(26,678)**	92,670
Insurance contract liabilities		**41,505**	(52,080)
Reinsurance contract liabilities		**(27,709)**	-
Accrued expenses and other liabilities		**15,629**	10,252
Cash generated from operations		**32,467**	21,441
Zakat and income tax paid	10	**(3,938)**	(3,211)
Employees' benefit obligations paid		**(1,286)**	(551)
Net cash generated from operating activities		**27,243**	17,679
CASH FLOWS FROM INVESTING ACTIVITIES			
Placement of term deposits		**(22,096)**	-
Proceeds from maturity of term deposits		**(1,231)**	-
Proceeds from sale of investments held at FVTPL	7	**-**	23,653
Commission income received from financial assets at amortised cost	7	**5,493**	5,200
Payments for purchases of property and equipment		**(9,608)**	(2,722)
Payments for purchases of intangible assets		**(7,283)**	(5,262)
Net cash (used in) / generated from investing activities		**(34,725)**	20,869
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liabilities		**(1,693)**	(1,739)
Net cash used in financing activities		**(1,693)**	(1,739)
Net change in cash and cash equivalents		**(9,175)**	36,809
Cash and cash equivalents at the beginning of the period	5	**122,279**	83,964
Cash and cash equivalents at the end of the period	5	**113,104**	120,773

Chief Financial Officer | Chief Executive Officer | Director

The accompanying notes from 1 to 24 form an integral part of these interim condensed financial statements.

1. General

(a) Legal status and principal activities

United Cooperative Assurance Company ("the Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration No. 4030179955 dated 6 Jamad-al-Thani 1429H, corresponding to 6 June 2008. On 19 October 2022 corresponding to 23 Rabi Awwal, in an Extraordinary General Assembly's, the shareholders approved the relocating of UCA's head office from Jeddah to Riyadh under Commercial Registration No. 1010269076. The Company announcement of the same on Tadawul and the date of the official relocation was 14 March 2023 corresponding to 22 Sha'baan 1444H. The registered office address of the Company is:

Al-Saedan Building;
King Fahd Road
P.O. Box 2041
Riyadh 12264
Kingdom of Saudi Arabia.

The activities of the Company are to transact cooperative insurance and reinsurance operations and related activities in the Kingdom of Saudi Arabia. On 2 Muharram 1430H (31 December 2008), the Company received a license number (NMT/19/200812) from the Insurance Authority ("IA") which is currently valid up to 29 Dhul Hijja 1448H corresponding to 4 June 2027 to engage in insurance business in Saudi Arabia. The Company started its operations from January 2009.

From 23 November 2023 the Insurance Authority (IA) became the authorized regulator of the insurance industry in Saudi Arabia, however, laws and regulations issued previously by SAMA related to the insurance sector will remain in effect until further instructions are issued by the IA. The Company is fully owned by the general public and Saudi shareholders.

(b) Going concern assessment

The Company has accumulated losses of Saudi Riyals 175.52 million as of 30 September 2024 (31 December 2023: accumulated losses of Saudi Riyals 180.6 million). Further, the Company's solvency margin of 63% as at 30 September 2024 (31 December 2023: 60.6%) remains below the minimum solvency requirements as mandated by Insurance Authority (IA).

Under Article 68 2(b) of the Implementing Regulations of the Cooperative Insurance Companies Control Law (the "Regulations"), when the solvency margin falls between 50% and 75% of the required margin, the Company shall restore its solvency margin to the required level. If the required solvency margin is not restored to its appropriate level for two consecutive quarters, the Company will be required by IA to immediately take all or any of the measures including formulate and provide the Authority with a corrective action plan to be taken and the period necessary to restore its solvency The Company received correspondence from IA requiring the Company to submit its rectification measures according to Article 68 of the Regulations. In response to IA's correspondence, the Company submitted its planned rectification measures which included a rights issue of Saudi Riyals 300 million (30 million new shares).

Management has formulated and implemented various performance improvement measures starting late 2022, as approved by the Company's Board of Directors, which, among others, include better pricing strategies for Motor segments. Such measures have resulted in better results and the Company has earned total profit for the period ended 30 September 2024 of Saudi Riyals 5.03 million (Profit for the year ended 31 December 2023 was Saudi Riyals 5.29 million). Management expects that this will further reflect positively in the operational results and cash flows for 2024 and the years to come. Further, the Company is actively exploring potential merger opportunities within the insurance sector. In the event that a mutually beneficial merger agreement cannot be reached, the Company intends to further increase its share capital by Saudi Riyals 300 million through rights issue which will further boost up its solvency ratio. On 08 September 2024, the Company announced on Tadawul that the Board decided to cancel its previous recommendation to increase the capital, which was aimed to restructuring the Company's capital and writing-off the accumulated losses, as the Board will consider at a later stage aligning the company's capital to achieve its aspirations. Further, the Company revised the existing business plan to incorporate the impact of said announcement and results of the Company during the period. The revised business plan has been presented and approved by the Board of Director. However, management's assessment and realisation of its planned measures and actions outlined in the business plan is dependent on a number of factors, estimates and assumptions including the achievement of the projected improvement in the results of the Motor segment and achieving the desired solvency ratios. Accordingly, these events and conditions including realisation of planned measures and actions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

Notwithstanding the above, the financial statements have been prepared on a going concern basis as management believes that the Company will be both, able to continue its operations and meet its obligations, as they fall due within the next 12 months as reflected in the detailed business plan and projected cash flows for the years from 2024 to 2028. Further, management believes that it will be able to meet the solvency requirements based on the plan outlined above. Management continues to monitor performance indicators of all lines of business and prevailing market conditions and will take the necessary corrective actions and amend its business plan, if necessary.

2. Basis of preparation

(a) Statement of compliance

The interim condensed financial statements of the Company has been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting ("IAS 34") as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

As required by the Saudi Arabian Insurance Regulations "IA Implementation Regulations", the Company maintains separate books of accounts for "Insurance Operations" and "Shareholders' Operations". Insurance Authority (IA) Implementation Regulations require a clear segregation of assets, liabilities, income and expenses of the insurance and shareholders operations. Accordingly, assets, liabilities, revenues and expenses attributable to either operation are recorded in the respective accounts.

In preparing the Company's interim condensed financial statements in compliance with IFRS as endorsed in KSA, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders' operations. Inter-operation balances, transactions and unrealized gains and losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders' operations are uniform for like transactions and events in similar circumstances.

The interim condensed financial statements may not be considered indicative of the expected results for the full year.

(b) Basis of measurement

The interim condensed financial statements is prepared under the going concern basis and the historical cost convention, except for the measurement of investments at their fair value through profit or loss and fair value through other comprehensive income and defined benefits obligations, which are recognised at the present value of future obligation using Projected Unit Credit Method.

(c) Basis of presentation

The interim condensed financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as of and for the year ended 31 December 2023. The Company's interim condensed statement of financial position is not presented using a current/non-current classification and is presented in order of liquidity. However, the following balances would generally be classified as current: cash and cash equivalents, term deposits, financial assets at FVTPL, prepaid expenses and other assets, accrued commission income on statutory deposit, accrued expenses and other liabilities, provision for zakat and accrued commission income payable. The following balances would generally be classified as non-current: financial assets at fair value through other comprehensive income, financial assets at amortised cost, right-of-use assets, property and equipment, intangible assets and statutory deposit. The balances which are of mixed in nature i.e. include both current and non-current portions include insurance contract liabilities, reinsurance contract assets / liabilities, lease liabilities and employees' benefit obligations.

(d) Functional and presentation currency

This interim condensed financial statements is expressed in Saudi Arabian Riyals ("Saudi Riyals") which is the functional and presentation currency of the Company. All financial information presented in Saudi Riyals has been rounded to the nearest thousands, except where otherwise indicated.

(e) Seasonality of operations

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

(f) Changes in products and services

During the nine-month period ended 30 September 2024, there were no significant changes in products or services and their terms of the insurance contracts offered by the Company.

3. Material accounting policies

The material accounting policies used in the preparation of this interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2023, except as explained below.

3.1 New IFRS, International Financial Reporting and Interpretations Committee's interpretations (IFRIC) and amendments thereof, adopted by the Company

A number of other amended standards became applicable for the current reporting period i.e. for reporting periods beginning on or after 1 January 2024. The Company did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amendments which are described below:

Interpretation	Description	Effective date
Amendment to IFRS 16 – Leases on sale and leaseback	These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.	1 January 2024
Amendment to IAS 1 – Non-current liabilities with covenants	These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions.	1 January 2024
Amendments to IAS 7 and IFRS 7 on Supplier finance arrangements	These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a company's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concerns that some companies' supplier finance arrangements are not sufficiently visible, hindering investors' analysis.	1 January 2024
IFRS S1, 'General requirements for disclosure of sustainability-related financial information	This standard includes the core framework for the disclosure of material information about sustainability-related risks and opportunities across an entity's value chain.	1 January 2024 subject to endorsement from SOCPA
IFRS S2, 'Climate-related disclosures'	This is the first thematic standard issued that sets out requirements for entities to disclose information about climate-related risks and opportunities.	1 January 2024 subject to endorsement from SOCPA

3.2 New standards, amendments and interpretations not yet applied by the Company

Certain new standards and interpretations issued but not yet effective up to the date of issuance of the Company's interim condensed financial statements are listed below. The listing is of standards and interpretations issued, which the Company reasonably expects to be applicable at a future date. Management is in the process of assessing the impact of such new standards and interpretations on its interim condensed financial statements, however, no material impact is expected. The Company intends to adopt these interpretations when they are effective.

Interpretation	Description	Effective date
Amendment to IAS 21 – Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	1 January 2025

3. Material accounting policies – (continued)

3.2 New standards, amendments and interpretations not yet applied by the Company – (continued)

Interpretation	Description	Effective date
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely.
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences	1 January 2027
IFRS 19 - Reducing subsidiaries` disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027

4. Critical accounting judgments, estimates and assumptions

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

In preparing the interim condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied to the annual financial statements as at and for the year ended 31 December 2023.

5. Cash and cash equivalents

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Bank balances	**93,120**	82,024
Short term deposits	**20,000**	40,271
Less: Expected credit loss	**(16)**	(16)
	113,104	122,279

Cash at banks is placed with counterparties with sound credit ratings. As at 30 September 2024, deposits were placed with the local bank with original maturity of less than three months amounted SR 20M (31 December 2023: SR 40.2M) from the date of placement and earned commission income ranges from 5.75% to 6.15%.

6. Term deposits

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Term deposits	**122,096**	100,000
Accrued commission income	**6,556**	1,041
Expected credit loss	**-**	-
Balance at end of the period / year	**128,652**	101,041

The term deposits represent deposits held with the local commercial banks and earn commission at market rates. These term deposits are denominated in Saudi Arabian Riyals and have an original maturity of more than three-months and less than twelve-months. As of 30 September 2024, the deposit yield commission rate of 6% (31 December 2023: 6%).

The gross carrying amount of term deposits represents the Company's maximum exposure to credit risk on these financial assets which are categorised under investment grade and Stage 1. Investment grade includes those financial assets having credit exposure equivalent to Standard and Poor's rating of AAA to BBB. The Company's exposures to credit risk are not collateralized.

7. Investments

a) Investments are classified as follows:

	Note	**30 September 2024 (Unaudited)**	31 December 2023 (Audited)
Financial assets at fair value through profit or loss ("FVTPL")	7.1	**250**	246
Financial assets at amortised cost	7.2	**131,288**	130,113
Financial assets at fair value through other comprehensive income ("FVOCI")	7.3	**43,463**	43,463
		175,001	173,822

7. Investments – (continued)

7.1 Financial assets at fair value through profit or loss ("FVTPL")

Movement in investment in discretionary portfolio is as follows:

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Balance at beginning of the period / year	**246**	23,890
Disposal during the period / year	**-**	(24,385)
Gain on disposal of investment during the period / year	**-**	727
Changes in fair value of investments	**4**	14
Balance at end of the period / year	**250**	246

FVTPL includes investments managed by a fund manager under the discretionary portfolio of investments where all such investments are carried at fair value as provided by the Fund managers. The fund manager keeps such investments in various equity and real estate funds.

7.2 Financial assets at amortised cost

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Saudi Government Sukuk – (note 7.2.1)	**131,288**	130,113
Expected credit loss	**-**	-
Net amount – total	**131,288**	130,113

7.2.1 This represents the Company's investment in Saudi Government Sukuks. This represent 1 Sukuk at a face value of SAR 100 per Sukuk with a coupon rate of 4.64% per annum. This Sukuk have a maturity duration of 30 years commencing from 2019 to 2049. The Company has earned commission income of SAR 3.57 million during the period (30 September 2023: SAR 5.99 million).

7.3 Financial assets at fair value through other comprehensive income ("FVOCI")

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Balance at beginning of the period / year	**43,463**	39,703
Changes in fair value of investments	**-**	3,760
Balance at end of the period / year	**43,463**	43,463

The above represents the Company's 3.45% (31 December 2023: 3.45%) holding in Najm for Insurance Services Company, a Saudi Closed Joint Stock Company. These shares are un-quoted and are carried at fair value.

8. Insurance and reinsurance contracts

8.1 Composition of the statement of financial position

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

	Medical	**Motor-Comprehensive**	**Motor-TPL**	**Energy**	**Engineering**	**Others**	**Total**
As at 30 September 2024 – (Unaudited)							
Insurance contracts							
Insurance contract assets	**-**	**31,606**	**-**	**-**	**-**	**-**	**31,606**
Insurance contract liabilities	**(65,774)**	**-**	**(206,603)**	**(43,139)**	**(22,992)**	**(20,488)**	**(358,996)**
	(65,774)	**31,606**	**(206,603)**	**(43,139)**	**(22,992)**	**(20,488)**	**(327,390)**
Reinsurance contracts							
Reinsurance contract assets	**-**	**-**	**-**	**49,774**	**-**	**19,461**	**69,235**
Reinsurance contract liability	**(8,111)**	**(20,752)**	**(9,207)**	**-**	**(4,487)**	**-**	**(42,557)**
	(8,111)	**(20,752)**	**(9,207)**	**49,774**	**(4,487)**	**19,461**	**26,678**

	Medical	Motor-Comprehensive	Motor-TPL	Energy	Engineering	Others	Total
As at 31 December 2023 – (Audited)							
Insurance contracts							
Insurance contract assets	-	-	-	-	-	629	629
Insurance contract liabilities	(47,034)	(10,822)	(206,564)	(13,077)	(9,017)	-	(286,514)
	(47,034)	(10,822)	(206,564)	(13,077)	(9,017)	629	(285,885)
Reinsurance contracts							
Reinsurance contract assets	-	-	-	5,959	-	8,386	14,345
Reinsurance contract liability	(496)	(10,286)	(5,340)	-	(25,932)	-	(42,054)
	(496)	(10,286)	(5,340)	5,959	(25,932)	8,386	(27,709)

8. Insurance and reinsurance contracts – (continued)

8.2 Analysis by remaining coverage and incurred claims

8.2.1 Insurance contracts

	As at 30 September 2024 – (Unaudited)				
	Liability for remaining coverage		Liability for incurred claims		
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk Adjustment for non-financial risk	Total
Insurance contracts					
Insurance contract liabilities – opening	**55,629**	**4,510**	**215,888**	**9,858**	**285,885**
Insurance contract assets – opening	**-**	**-**	**-**	**-**	**-**
Opening balance – net	**55,629**	**4,510**	**215,888**	**9,858**	**285,885**
Insurance revenue	**(747,646)**	**-**	**-**	**-**	**(747,646)**
Insurance service expenses					
Incurred claims and other incurred insurance service expenses*	**-**	**-**	**486,604**	**(2,070)**	**484,534**
Reversal on onerous contracts	**-**	**21,095**	**-**	**-**	**21,095**
Changes that relate to past service	**-**	**-**	**(27,051)**	**-**	**(27,051)**
Insurance acquisition cashflows amortization	**84,353**	**-**	**-**	**-**	**84,353**
Insurance service expenses	**84,353**	**21,095**	**459,553**	**(2,070)**	**562,931**
Finance cost from insurance contracts	**-**	**-**	**4,306**	**-**	**4,306**
Total changes in the statement of income	**(663,293)**	**21,095**	**463,859**	**(2,070)**	**(180,409)**
Cashflows					
Premiums received	**811,363**	**-**	**-**	**-**	**811,363**
Claims and other incurred insurance service expenses	**-**	**-**	**(510,067)**	**-**	**(510,067)**
Insurance acquisition cashflows paid	**(79,382)**	**-**	**-**	**-**	**(79,382)**
Total cash inflows / (outflows)	**731,981**	**-**	**(510,067)**	**-**	**221,914**
Insurance contracts					
Insurance contract liabilities – closing	**124,317**	**25,605**	**169,680**	**7,788**	**327,390**
Insurance contract assets – closing	**-**	**-**	**-**	**-**	**-**
Closing balance – net	**124,317**	**25,605**	**169,680**	**7,788**	**327,390**

*This includes surplus distribution of Saudi Riyals Nil for the period ended 30 September 2024 (31 December 2023: Saudi Riyals 0.8 million).

8. Insurance and reinsurance contracts – (continued)

8.2 Analysis by remaining coverage and incurred claims – (continued)

8.2.1 Insurance contracts – (continued)

	As at 31 December 2023 – (Audited)				
	Liability for remaining coverage		Liability for incurred claims		
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk Adjustment for non-financial risk	Total
Insurance contracts					
Insurance contract liabilities – opening	166,833	50,517	203,520	18,945	439,815
Insurance contract assets – opening	-	-	-	-	-
Opening balance – net	166,833	50,517	203,520	18,945	439,815
Insurance revenue	(1,061,771)	-	-	-	(1,061,771)
Insurance service expenses					
Incurred claims and other incurred insurance service expenses	-	-	538,597	(9,086)	529,511
Reversal of onerous contracts	-	(46,007)	-	-	(46,007)
Changes that relate to past service	-	-	28,707	-	28,707
Insurance acquisition cashflows amortisation	113,111	-	-	-	113,111
Insurance service expenses	113,111	(46,007)	567,304	(9,086)	625,322
Finance cost from insurance contracts	-	-	4,709	-	4,709
Total changes in the statement of income	(948,660)	(46,007)	572,013	(9,086)	(431,740)
Cashflows					
Premiums received	941,489	-	-	-	941,489
Claims and other incurred insurance service expenses	-	-	(559,645)	(1)	(559,646)
Insurance acquisition cashflows paid	(104,033)	-	-	-	(104,033)
Total cash inflows	837,456	-	(559,645)	(1)	277,810
Insurance contracts					
Insurance contract liabilities – closing	55,629	4,510	215,888	9,858	285,885
Insurance contract assets – closing	-	-	-	-	-
Closing balance – net	55,629	4,510	215,888	9,858	285,885

8 Insurance and reinsurance contracts – (continued)

8.2 Analysis by remaining coverage and incurred claims – (continued)

8.2.2 Reinsurance contracts held

	As at 30 September 2024 – (Unaudited)				
	Asset for remaining coverage		Asset for incurred claims		
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	Total
Reinsurance contracts					
Reinsurance contract assets – opening	-	-	(35,682)	(2,870)	(38,552)
Reinsurance contract liabilities – opening	66,261	-	-	-	66,261
Opening balance – net	66,261	-	(35,682)	(2,870)	27,709
Allocation of reinsurance premium	201,200	-	-	-	201,200
Amounts recoverable from reinsurers					
Claims recovered and other directly attributable expenses	-	-	(22,530)	(1,073)	(23,603)
Loss-recovery on onerous underlying contracts	-	(843)	-	-	(843)
Changes that relate to past service	-	-	(13,584)	-	(13,584)
Amounts recoverable from reinsurers – net	-	(843)	(36,114)	(1,073)	(38,030)
Finance income from reinsurance contracts	-	-	(1,610)	-	(1,610)
Total changes in the statement of income	201,200	(843)	(37,724)	(1,073)	161,560
Cashflows					
Premiums ceded and acquisition cashflows paid	(295,794)	-	-	-	(295,794)
Fixed commission received	-	-	-	-	-
Recoveries from reinsurance	45,746	-	34,101	-	79,847
Total cash outflows	(250,048)	-	34,101	-	(215,947)
Reinsurance contracts					
Reinsurance contract assets – closing	-	(843)	(39,305)	(3,943)	(44,091)
Reinsurance contract liabilities – closing	17,413	-	-	-	17,413
Closing balance – net	17,413	(843)	(39,305)	(3,943)	(26,678)

8 Insurance and reinsurance contracts – (continued)

8.2 Analysis by remaining coverage and incurred claims – (continued)

8.2.2 Reinsurance contracts held – (continued)

	As at 31 December 2023 – (Audited)				
	Asset for remaining coverage		Asset for incurred claims		
	Excluding Loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	Total
Reinsurance contracts					
Reinsurance contract assets – opening	(76,119)	(12,472)	(48,952)	(9,843)	(147,386)
Reinsurance contract liabilities – opening	-	-	-	-	-
Opening balance – net	(76,119)	(12,472)	(48,952)	(9,843)	(147,386)
Allocation of reinsurance premium	426,585	-	-	-	426,585
Amounts recoverable from reinsurers					
Claims recovered and other directly attributable expenses	-	-	(63,681)	6,973	(56,708)
Loss-recovery on onerous underlying contracts	-	12,472	-	-	12,472
Changes that relate to past service	-	-	26,983	-	26,983
Amounts recoverable from reinsurers – net	-	12,472	(36,698)	6,973	(17,253)
Finance expense from reinsurance contracts	-	-	(2,016)	-	(2,016)
Total changes in the statement of income	426,585	12,472	(38,714)	6,973	407,316
Cashflows					
Premiums ceded and acquisition cashflows paid	(316,325)	-	2	-	(316,323)
Fixed commission received	-	-	-	-	-
Recoveries from reinsurance	32,120	-	51,982	-	84,102
Total cash (outflows) / inflows	(284,205)	-	51,984	-	(232,221)
Reinsurance contracts					
Reinsurance contract assets – closing	-	-	(35,682)	(2,870)	(38,552)
Reinsurance contract liabilities – closing	66,261	-	-	-	66,261
Closing balance – net	66,261	-	(35,682)	(2,870)	27,709

9. Statutory deposit

	30 September 2024	31 December 2023
	(Unaudited)	(Audited)
Statutory deposit – (note 9.1)	**60,000**	60,000
Less: Expected credit loss	**(11)**	(11)
Balance at the end of the period / year	**59,989**	59,989

9.1 In compliance with Article 58 of the Implementing Regulations of Insurance Authority (IA), the Company has deposited 10% of its share capital amounting to SR 60 million as at 30 September 2024 (31 December 2023: SR 60 million) in a bank designated by SAMA. The Company cannot withdraw this deposit without IA approval. Commission accruing on this deposit is payable to IA. In accordance with instructions received from IA vide their circular dated 1 March 2016, the Company has disclosed the commission due on the statutory deposit as an asset and a liability in these interim condensed financial statements.

Accrued income on this deposit is payable to Insurance Authority (IA) amounting to Saudi Riyals 5.42 million (31 December 2023: Saudi Riyals 1.55 million) and this deposit cannot be withdrawn without approval from IA.

10. Zakat and income tax

Significant components of zakat base of the Company attributable to the Saudi shareholders, which are subject to adjustment under zakat and income tax regulations, are shareholders' equity at the beginning of the year, adjusted net income and certain other items. Zakat base has been computed based on the Company's understanding of the zakat regulations enforced in the Kingdom of Saudi Arabia. The zakat regulations in Saudi Arabia are subject to different interpretations, and the assessments to be raised by the Zakat, Tax and Customs Authority ("ZATCA") could be different from the declaration filed by the Company.

a. Movements in provision during the period / year

	30 September 2024	31 December 2023
Zakat	**(Unaudited)**	(Audited)
Balance at the beginning of the period / year	**12,567**	11,508
Charge for the period / year	**1,500**	4,270
Paid during the period / year	**(3,938)**	(3,211)
Balance at the end of the period / year	**10,129**	12,567

	30 September 2024	31 December 2023
Income Tax	**(Unaudited)**	(Audited)
Balance at the beginning of the period / year	**1,300**	1,300
Charge for the period / year	**-**	-
Paid during the period / year	**-**	-
Balance at the end of the period / year	**1,300**	1,300
Total	**11,429**	13,867

Zakat is payable at 2.578% of the approximate zakat base (excluding adjusted net profit for the period / year) and 2.5% of adjusted net profit for the period / year attributable to Saudi shareholders.

10. Zakat and income tax – (continued)

b. Status of zakat assessments

The Company submitted the Zakat declaration for the year ended 31 December 2023 and obtained the necessary Zakat certificate.

The Zakat is applicable on 99.89% (2023: 99%) of the shareholders while income tax on 0.11% (2023: 1%) of the shareholders. The Company has filed its zakat and income tax declarations for the periods ended 31 December 2009 to 2022 and obtained restricted zakat and tax certificates. The following are the detailed outstanding assessments as of the date of the financial statements:

Assessment years 2005, 2006, 2007 and 2008
During 2017, the Company received the zakat assessments for the years 2005 to 2008 from the ZATCA with regards to the insurance operations transferred from UCA Insurance Bahrain BSC claiming zakat liability amounting to SAR 6.01 million and withholding tax liability amounting to SAR 16.09 million. Management has filed an objection against the above assessments and is confident of receiving a favorable outcome. Further, the Company has issued a bank guarantee in favor of ZATCA amounting to SAR 22.09 million (2023: SAR 22.09 million) against such assessments (see note 12). Management is of the view that any additional liability as a result of these assessments will eventually be charged to the shareholders of the UCA Insurance Bahrain BSC.

Assessment years 2009 – 2011
The Company has filed its Zakat and Tax declarations for the years ended 31 December 2009 to 2011 and obtained the necessary Zakat/tax certificates.

The ZATCA issued the amended assessment based on the decision of the Preliminary Objection Committee and claimed additional Zakat and tax and withholding tax for a total of SAR 27.1 million. The Company had finalized its Zakat, tax and withholding tax status for the said years.

Assessment years 2012 and 2013
The Company has filed its Zakat and Tax returns for the years ended 31 December 2012 and 2013 and obtained the necessary Zakat/tax certificates.

During the year 2018, ZATCA had issued assessments for the years 2012 and 2013 claiming additional zakat and income tax liability amounting to SAR 15.84 million. The Company is actively pursuing a final settlement with the Dispute Resolution Committee (DRC) and expect to settling the amount at SAR 10.95 million. The Company is waiting for the DRC resolution to finalize the matter.

Assessment years 2014 to 2020
The Company has filed its Zakat and Tax declarations for the years ended 31 December 2014 to 2020 and obtained the necessary Zakat/tax certificates.

ZATCA finalized studying the Zakat and Tax returns for the said year's and they are considered finalized.

Assessment years 2021 and 2022
The Company has filed the Zakat and Tax returns up to the years 2021 and 2022 and obtained the necessary certificates.

The Zakat, Tax, and Customs Authority (ZATCA) has issued an assessment for the fiscal years 2021 and 2022 which shows a total credit balance of SR 394,839 for both years resulting from the deduction of Governmental Sukuk. The Company agreed with ZATCA, and the case is considered finalized.

10. Zakat and income tax – (continued)

c. VAT assessment

On 25 August 2020, the Company received an assessment from ZATCA to pay additional principal VAT of SAR 12.28 million for the years 2018 and 2019 as well as additional fines of SAR 20.25 million for those years. In order to avoid incurring additional fines based on ZATCA's initiative the Company paid the principal VAT on 28 October 2020 without prejudice to its position and objected to the items issued for the evaluation. On 20 February 2021, the Company filed an appeal with the General Secretariat of Tax Committees (GSTC) against the decision of the ZATCA for which management is confident of a favorable outcome. The objected items are zero rated supplies, self-invoicing, and reinsurance commission.

The fines imposed on the assessments amounting to SAR 20.25 million for the years 2018 and 2019 were subsequently canceled as the Company has taken advantage of ZATCA's initiative to stabilize the economy and boost the private sector.

The Company has booked a provision against VAT on zero rated supplies. On other objected items, the Company is confident that these will be recovered through input claim in the VAT return and from reinsurer.

On 23 April 2024, UCA submitted seven appeals to the Lower Court of the GSZTCC regarding VAT assessments made by ZATCA on certain commission incomes received by UCA from non-resident reinsurers. The total VAT amount in dispute is SAR 2.8 million. The cases are currently in the memo-exchange phase, and the first hearing is anticipated to occur by the end of Q3 2024.

At this juncture, while it is challenging to predict the outcomes of these cases with absolute certainty, recent developments and the strength of the technical arguments presented suggest that a favorable resolution is more likely than not, particularly at the stages involving the Higher Court and TVDAC.

11. Basic and diluted earnings / (losses) per share

Earnings / (losses) per share for the nine-month period ended 30 September 2024 and 2023 has been calculated by dividing the net profit / (loss) for the respective periods attributable to the shareholders by the weighted average number of ordinary shares at the reporting date. Diluted earnings / (losses) per share is not applicable to the Company.

The basic and diluted earnings / (losses) per share is calculated as follows:

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Net profit / (loss) for the period attributable to the shareholders	**5,035**	(9,438)
Weighted average number of ordinary shares	**40,000**	40,000
Basic and diluted earnings / (losses) per share	**0.13**	(0.24)

12. Commitments and contingencies

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Letters of guarantee issued in favour of ZATCA	**22,096**	22,096
Letters of guarantee issued in favour of non-government customers	**300**	300
	22,396	22,396

a) The Company has capital commitments outstanding as at 30 September 2024 amounting to SAR 15.27 million (31 December 2023: SAR 16.61 million) in respect of software development project.

b) As at 30 September 2024, the Company's bankers have given guarantees to non-government customers amounting to SAR 0.3 million (2023: SAR 0.30 million) in respect of motor insurance and to ZATCA amounting to SAR 22.09 (2023: SAR 22.09 million) in respect of a disputed assessment order (also refer note 10) which is deposited with a bank and is included in term deposits. The Company cannot withdraw this deposit without ZATCA approval.

c) Refer Note 10 for contingencies pertaining to zakat and income tax assessments.

d) The Company is subject to legal proceedings in the ordinary course of business. There was no material change in the status of legal proceedings as at 30 September 2024.

13. Insurance revenue and expenses

An analysis of insurance revenue, insurance expenses and net income / (expenses) from reinsurance contracts held by portfolio of contracts for the periods ended 30 September 2024 and 30 September 2023 are included in following tables respectively. Additional information on amounts recognized in statement of income is included in the insurance and reinsurance contract balances reconciliation.

For the three-month period ended 30 September 2024 – (Unaudited)

	Medical	Motor-Comprehensive	Motor-TPL	Energy	Engineering	Others	Total
Insurance revenue from contracts measured under PAA	**27,064**	**23,870**	**132,806**	**40,441**	**49,348**	**7,717**	**281,246**
Insurance revenue – total	**27,064**	**23,870**	**132,806**	**40,441**	**49,348**	**7,717**	**281,246**
Incurred claims and other incurred insurance service expenses*	**(27,441)**	**(23,049)**	**(112,362)**	**(4,678)**	**327**	**(392)**	**(167,595)**
(Losses) / reversal of losses on onerous contracts	**2,006**	**101**	**(6,504)**	**-**	**-**	**-**	**(4,397)**
Changes that relate to past service	**(3,170)**	**12,314**	**2,354**	**(504)**	**2,613**	**(209)**	**13,398**
Insurance acquisition cash flows amortization	**(3,986)**	**(6,406)**	**(10,326)**	**(2,537)**	**(8,314)**	**(615)**	**(32,184)**
Insurance service expenses – total	**(32,591)**	**(17,040)**	**(126,838)**	**(7,719)**	**(5,374)**	**(1,216)**	**(190,778)**
Allocation of reinsurance premium paid – contracts measured under the PAA	**(546)**	**18,199**	**(20,646)**	**(39,139)**	**(37,812)**	**(7,038)**	**(86,982)**
Amounts recoverable from reinsurers							
Claims recovered and other directly attributable expenses	**(66)**	**739**	**(235)**	**63**	**(127)**	**341**	**715**
Loss-recovery on onerous underlying contracts	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Changes to amounts recoverable for incurred claims	**375**	**(1,109)**	**(1,537)**	**473**	**(2,471)**	**173**	**(4,096)**
Amounts recoverable from reinsurers – net	**309**	**(370)**	**(1,772)**	**536**	**(2,598)**	**514**	**(3,381)**
Net (expenses) / income from reinsurance contracts – total	**(237)**	**17,829**	**(22,418)**	**(38,603)**	**(40,410)**	**(6,524)**	**(90,363)**
Insurance service result from Company's directly written business	**(5,764)**	**24,659**	**(16,450)**	**(5,881)**	**3,564**	**(23)**	**105**
Share of surplus from insurance pools	**192**	**-**	**-**	**-**	**-**	**23**	**215**
Total insurance service result	**(5,572)**	**24,659**	**(16,450)**	**(5,881)**	**3,564**	**-**	**320**

*This includes surplus distribution of Saudi Riyals Nil for the period ended 30 September 2024.

13. Insurance revenue and expenses – (continued)

For the nine-month period ended 30 September 2024 – (Unaudited)

	Medical	Motor-Comprehensive	Motor-TPL	Energy	Engineering	Others	Total
Insurance revenue from contracts measured under PAA	**77,787**	**83,490**	**368,398**	**83,973**	**113,646**	**20,352**	**747,646**
Insurance revenue – total	**77,787**	**83,490**	**368,398**	**83,973**	**113,646**	**20,352**	**747,646**
Incurred claims and other incurred insurance service expenses*	**(89,559)**	**(79,475)**	**(298,233)**	**(8,997)**	**(1,842)**	**(6,428)**	**(484,534)**
(Losses) / reversal of losses on onerous contracts	**(5,395)**	**1,124**	**(16,824)**	**-**	**-**	**-**	**(21,095)**
Changes that relate to past service	**(1,863)**	**22,371**	**28,544**	**(2,181)**	**5,881**	**(25,701)**	**27,051**
Insurance acquisition cash flows amortization	**(11,731)**	**(15,495)**	**(31,695)**	**(4,679)**	**(19,168)**	**(1,585)**	**(84,353)**
Insurance service expenses – total	**(108,548)**	**(71,475)**	**(318,208)**	**(15,857)**	**(15,129)**	**(33,714)**	**(562,931)**
Allocation of reinsurance premium paid – contracts measured under the PAA	**(13,178)**	**1,937**	**(18,898)**	**(81,371)**	**(76,145)**	**(13,545)**	**(201,200)**
Amounts recoverable from reinsurers							
Claims recovered and other directly attributable expenses	**11,523**	**1,266**	**(37)**	**6,554**	**(17)**	**5,157**	**24,446**
Loss-recovery on onerous underlying contracts	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Changes to amounts recoverable for incurred claims	**795**	**(299)**	**(5,014)**	**2,042**	**(5,537)**	**21,597**	**13,584**
Amounts recoverable from reinsurers – net	**12,318**	**967**	**(5,051)**	**8,596**	**(5,554)**	**26,754**	**38,030**
Net (expenses) / income from reinsurance contracts – total	**(860)**	**2,904**	**(23,949)**	**(72,775)**	**(81,699)**	**13,209**	**(163,170)**
Insurance service result from Company's directly written business	**(31,621)**	**14,919**	**26,241**	**(4,659)**	**16,818**	**(153)**	**21,545**
Share of (deficit) / surplus from insurance pools	**(892)**	**-**	**-**	**-**	**-**	**802**	**(90)**
Total insurance service result	**(32,513)**	**14,919**	**26,241**	**(4,659)**	**16,818**	**649**	**21,455**

*This includes surplus distribution of Saudi Riyals Nil for the period ended 30 September 2024.

13. Insurance revenue and expenses – (continued)

For the three-month period ended 30 September 2023 – (Unaudited)

	Medical	Motor-Comprehensive	Motor-TPL	Energy	Engineering	Others	Total
Insurance revenue from contracts measured under PAA	25,544	37,708	104,788	30,153	117,833	5,919	321,945
Insurance revenue – total	25,544	37,708	104,788	30,153	117,833	5,919	321,945
Incurred claims and other incurred insurance service expenses*	(40,019)	(43,599)	(57,416)	(2,117)	(2,335)	(3,538)	(149,024)
(Losses) / reversal of losses on onerous contracts	(637)	4,622	3,707	(11)	-	-	7,681
Changes that relate to past service	8,825	3,278	(13,314)	(182)	(2,362)	1,867	(1,888)
Insurance acquisition cash flows amortisation	(6,870)	(6,166)	(12,572)	(673)	(13,570)	2,698	(37,153)
Insurance service expenses – total	(38,701)	(41,865)	(79,595)	(2,983)	(18,267)	1,027	(180,384)
Allocation of reinsurance premium paid – contracts measured under the PAA	(757)	7,660	(24,046)	(30,028)	(87,097)	(7,468)	(141,736)
Amounts recoverable from reinsurers							
Claims recovered and other directly attributable expenses	(1,007)	676	4,171	102	1,427	6,318	11,687
Loss-recovery on onerous underlying contracts	-	-	-	-	-	-	-
Changes to amounts recoverable for incurred claims	(931)	(2,292)	5,993	188	10,848	(8,881)	4,925
Amounts recoverable from reinsurers – net	(1,938)	(1,616)	10,164	290	12,275	(2,563)	16,612
Net (expenses) / income from reinsurance contracts – total	(2,695)	6,044	(13,882)	(29,738)	(74,822)	(10,031)	(125,124)
Insurance service result from Company's directly written business	(15,852)	1,887	11,311	(2,568)	24,744	(3,085)	16,437
Share of (deficit) / surplus from insurance pools	(1,213)	-	-	-	-	789	(424)
Total insurance service result	(17,065)	1,887	11,311	(2,568)	24,744	(2,296)	16,013

*This includes surplus distribution of Saudi Riyals Nil for the period ended 30 September 2023.

13. Insurance revenue and expenses – (continued)

For the nine-month period ended 30 September 2023 – (Unaudited)

	Medical	Motor-Comprehensive	Motor-TPL	Energy	Engineering	Others	Total
Insurance revenue from contracts measured under PAA	76,023	116,688	250,618	44,732	248,992	20,449	757,502
Insurance revenue – total	76,023	116,688	250,618	44,732	248,992	20,449	757,502
Incurred claims and other incurred insurance service expenses*	(89,356)	(107,894)	(188,313)	(2,378)	(2,825)	(324)	(391,090)
(Losses) / reversal of losses on onerous contracts	(3,178)	6,503	15,257	-	-	-	18,582
Changes that relate to past service	9,775	(2,559)	(40,648)	111	(4,641)	5,191	(32,771)
Insurance acquisition cash flows amortisation	(12,797)	(20,422)	(22,931)	(2,486)	(24,844)	1,779	(81,701)
Insurance service expenses – total	(95,556)	(124,372)	(236,635)	(4,753)	(32,310)	6,646	(486,980)
Allocation of reinsurance premium paid – contracts measured under the PAA	(2,316)	(5,432)	(43,297)	(43,138)	(189,565)	(19,974)	(303,722)
Amounts recoverable from reinsurers							
Claims recovered and other directly attributable expenses	(1,318)	12,203	27,078	505	893	2,122	41,483
Loss-recovery on onerous underlying contracts	-	-	-	-	-	-	-
Changes to amounts recoverable for incurred claims	(1,142)	(4,809)	4,623	(133)	13,481	(11,305)	715
Amounts recoverable from reinsurers – net	(2,460)	7,394	31,701	372	14,374	(9,183)	42,198
Net (expenses) / income from reinsurance contracts – total	(4,776)	1,962	(11,596)	(42,766)	(175,191)	(29,157)	(261,524)
Insurance service result from Company's directly written business	(24,309)	(5,722)	2,387	(2,787)	41,491	(2,062)	8,998
Share of surplus from insurance pools	3,872	-	-	-	-	6,228	10,100
Total insurance service result	(20,437)	(5,722)	2,387	(2,787)	41,491	4,166	19,098

*This includes surplus distribution of Saudi Riyals Nil for the period ended 30 September 2023.

14. Related party transactions and balances

Related parties represent major shareholders, directors and key management personnel of the Company, and companies of which they are principal owners and any other entities controlled, jointly controlled or significantly influenced by them (affiliated entities). Pricing policies and terms of these transactions are approved by the Company's management and Board of Directors. The following are the details of the major related party transactions during the period / year and the related balances:

	Nature of transactions	Three-month period ended 30 September		Nine-month period ended 30 September	
		2024 (Unaudited)	2023 (Unaudited)	**2024 (Unaudited)**	2023 (Unaudited)
Major shareholders					
Haji Hussien Ali Reza	Premium written	**2,573**	1,455	**7,437**	5,994
	Payments received and claims paid	**(2,661)**	(29)	**(6,574)**	(6,426)
Saudi Bin Laden – Group	Premium written	**(258)**	82,043	**143,046**	145,949
	Payments received and claims paid	**14**	(40,609)	**(138,361)**	(94,409)
Construction Product Co.	Premium written	**(407)**	1,429	**1,328**	1,566
	Payments received and claims paid	**(142)**	(135)	**(334)**	(146)
Entities controlled, jointly controlled or significantly influenced by related parties					
United Commercial Agencies	*Payment made on behalf of company*	-	-	-	-

Related party balances	Balance receivable / (payable) as at	
	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Premium receivable		
Haji Hussein Ali Reza	**3,504**	2,641
Saudi Bin Laden – Group	**48,830**	44,145
Construction Product Company	**7,277**	6,283
	59,611	53,069
Other balances		
United Commercial Agencies	**4**	4
	4	4

Key management personnel are persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly and comprise directors, top management executives including the Chief Executive Officer and the Chief Financial Officer of the Company. The due from and due to balances of related parties are unsecured, interest free and repayable in cash on demand. Compensation to key management personnel is based on employment terms. The following table shows the compensation of the key management personnel for the period:

	30 September 2024	30 September 2023
	(Unaudited)	(Unaudited)
Salaries and other allowances	**5,504**	4,760
End of service indemnities	**372**	237
	5,876	4,997
Remuneration to those charged with governance	**1,486**	1,018

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

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

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

a) Determination of fair value and fair value hierarchy

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

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

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

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

b) Carrying amounts and fair value

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

30 September 2024 – (Unaudited)	**Level 1**	**Level 2**	**Level 3**	**Total**
Investment measured at fair value through other comprehensive income (FVOCI)				
Equity	**-**	**-**	**43,463**	**43,463**
Investment measured at fair value through profit or loss (FVTPL)				
Discretionary portfolio	**250**		**-**	**250**
	250	**-**	**43,463**	**43,713**

31 December 2023 – (Audited)	Level 1	Level 2	Level 3	Total
Investment measured at fair value through other comprehensive income (FVOCI)				
Equity	-	-	43,463	43,463
Investment measured at fair value through profit or loss (FVTPL)				
Discretionary portfolio	246	-	-	246
	246	-	43,463	43,709

15. Fair values of financial instruments – (continued)

b) Carrying amounts and fair value – (continued)

Specific valuation techniques used by management's independent experts to value financial instruments in Level 3 i.e. Najm investments, are as follows:

- **Discounted cashflows ("DCF") method:** The DCF valuation to discount the future operating cash flows of the Company to their present value using a weighted average cost of capital as the discount rate ("WACC"). The value derived from such an analysis results into a value for the enterprise (the "Enterprise Value"). This value includes the equity value of the Company in addition to its net debt position. In order to arrive to an equity value of a Company (the "Equity Value"), all outstanding financial debt and debt-like items, adjusted for excess cash and other liquid financial assets such as Murabahas and other investments, are subtracted from the Enterprise Value; and

- **Market multiples method:** The acquisition multiples of comparable private precedent transactions were assessed to indicate the value of the Company based on similar private transactions that have occurred during the previous period and covering full economic cycle. The Company has relied on local multiples valuation consisting of companies operating with a similar business model.

A weight of 60% and 40% are then applied to the fair values determined under both methods, to arrive at the total equity valuation of Najm and the Company then accounts for its share in equity of Najm i.e. 3.45%.

Cash and cash equivalents, term deposits, statutory deposit, accrued income on statutory deposits, corporate sukuks and the financial labilities except employees' benefit obligations are measured at amortized cost.

There were no transfers between levels of the fair value hierarchy for the period ended 30 September 2024 and year ended 31 December 2023. Additionally, there were no changes in the valuation techniques. Furthermore, there were no transfers into and out of level 3 measurements.

c) Reconciliation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Balance at the beginning of the period / year	**43,463**	39,703
Fair value gain	**-**	3,760
Balance at the end of the period / year	**43,463**	43,463

15. Fair values of financial instruments – (continued)

d) The below table shows significant unobservable inputs used in the valuation of level 3 investments and their respective sensitivities.

	Fair value		Unobservable inputs		Range of inputs		Relationship of Unobservable input to Fair value
	30 September 2024 (Unaudited)	31 December 2023 (Audited)	**30 September 2024 (Unaudited)**	31 December 2023 (Audited)	**30 September 2024 (Unaudited)**	31 December 2023 (Audited)	
Unquoted equity investment in Najm	**43,463**	43,463	Earnings growth factor	Earnings growth factor	6.9%	6.9%	Reducing the Earnings growth factor to 5%, would decrease the fair value by SAR 0.8 million. (2023: Reducing the Earnings growth factor to 5%, would decrease the fair value by SAR 0.8 million)
			WACC	WACC	16.5%	16.5%	Increasing the WACC by 100 basis points, would decrease the fair value by SAR 1.2 million. (2023: SAR 1.2 million)
			Terminal value growth rate	Terminal value growth rate	1.5%	1.5%	Reducing the terminal value growth rate to 0.5%, would decrease the fair value by SAR 0.7 million. (2023: SAR 0.7 million)

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

e) Valuation process

The Company uses the services of a third-party valuation expert to perform the valuation of investment in Najm required for financial reporting purposes. This team reports directly to the Chief Financial Officer (CFO), Investment Committee and the Audit Committee. Discussions of valuation processes and results are held between the CFO, AC, Investment Committee and the Finance team regularly. The main level 3 inputs used by the Company are derived and evaluated as follows:

- Discount rates are determined using a capital asset pricing model to calculate a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.
- Terminal value growth rate is derived from publicly available databases.
- Earnings growth factors for unlisted equity securities are estimated based on such Company's own historical results.

16. Risk management

Risk governance
The Company's risk governance is manifested in a set of established policies, procedures and controls which uses the existing organizational structure to meet strategic targets. The Company's philosophy revolves on willing and knowledgeable risk acceptance commensurate with the risk appetite and strategic plan approved by the Board of Directors of the Company. The Company is exposed to insurance, reinsurance, regulatory framework, credit, liquidity, foreign currency, commission rate, and market risk.

Risk management structure:
A cohesive organizational structure is established within the Company in order to identify, assess, monitor, and control risks.

Board of directors:
The apex of risk governance is the centralized oversight of Board of Directors providing direction and the necessary approvals of strategies and policies in order to achieve defined corporate goals.

Audit committee and internal audit department:
The internal audit department performs risk assessments with senior management annually. The internal audit department examines both adequacy of procedures and the Company's compliance with the procedures through regular audits. Audit findings and recommendations are reported directly to the Audit Committee.

Senior management:
Senior management is responsible for the day to day operations towards achieving the strategic goals within the Company's pre-defined risk appetite.

Risk management committee:
The Board of Directors of the Company has constituted a Risk Management Committee, which oversees the risk management function of the Company and report to Board on a periodic basis. This committee operates under framework established by the Board of Directors.

The primary objective of the Company's risk and financial management framework is to protect the Company from events that hinder the sustainable achievement of financial performance objectives, including failing to exploit opportunities.

The risks under all insurance contracts issued, reinsurance contracts held by the Company and the risk management policies are consistent with those as disclosed in the annual financial statements for the year ended 31 December 2023.

17. Capital management

Objectives are set by the Board of Directors Company to maintain healthy capital ratios in order to support its business objectives and maximize shareholders' value.

The Company manages its capital requirements by assessing shortfalls between reported and required capital levels on a regular basis. Adjustments to current capital levels are made in light of changes in market conditions and risk characteristics of the Company's activities. In order to maintain or adjust the capital structure, the Company may adjust the amounts of dividends paid to shareholders or issue shares.

17. Capital management – (continued)

The Company manages its capital to ensure that it is able to continue as going concern and comply with the regulators' capital requirements of the markets in which the Company operates while maximizing the return to stakeholders through the optimization of the debt and equity balance. The capital structure of the Company consists of equity attributable to equity holders comprising paid share capital, reserves and retained earnings.

As per guidelines laid out by Insurance Authority (IA) previously known as SAMA in Article 66 of the Insurance Implementing Regulations detailing the solvency margin required to be maintained, the Company shall maintain solvency margin equivalent to the highest of the following three methods as per Insurance Implementing Regulations:

- Minimum Capital Requirement
- Premium Solvency Margin
- Claims Solvency Margin

The equity as at 30 September 2024 consists of paid-up share capital of SAR 400 million, accumulated losses of SAR 175.52 million, fair value revaluation reserve of SAR 41.54 million and remeasurement reserve of employees' benefit obligations of 4.17 million (31 December 2023: paid-up share capital of SAR 400 million, accumulated losses of SAR 180.56 million, fair value revaluation reserve of SAR 41.54 million and remeasurement reserve of employees' benefit obligations of 4.17 million), in the statement of financial position.

The amendment made to the Co-operative Insurance Companies Law in accordance with the Royal Decree (M/12) dated 23/1/1443H (corresponding to 01/09/2021) requires the minimum capital of insurance companies to be Saudi Riyals 300 million by 15 December 2024.

In the opinion of the Board of Directors, the Company has fully complied with the externally imposed capital requirements as at 30 September 2024.

18. Operating segments

A segment is a distinguishable component of the Company that is engaged in providing products or services (a business segment), which is subject to risk and rewards that are different from those of other segments. The Company has the following reportable segments.

- Medical - coverage for health insurance.
- Motor - coverage for motor insurance and for Manafeth third party liability insurance for foreign vehicles.
- Energy - coverage for energy insurance.
- Engineering - coverage for engineering insurance.
- Others - coverage for property, marine, aviation, third party liability and general accidents insurance.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Chief Executive Officer that makes strategic decisions. Information disclosed in the note is based on current reporting to the Chief Operating decision maker. No inter-segment transactions occurred during the period.

Assets not allocated to segments include cash and cash equivalents, term deposits, investments including accrued investment income, receivable from brokers / agents, prepaid expenses and other assets, investments in equity accounted investments, intangible assets, property, equipment, and right-of-use assets, accrued income on statutory deposit and statutory deposit. Liabilities not allocated to segments include accrued expenses and other liabilities, zakat payable, accrued income payable on statutory deposit and defined benefits obligation.

These unallocated assets and liabilities are not reported to chief operating decision maker under related segments and are monitored on a centralized basis.

18. Operating segments – (continued)

For the three-month period ended 30 September 2024 – (Unaudited)	**Medical**	**Motor**	**Energy**	**Engineering**	**Others**	**Total**
Insurance revenue	**27,064**	**156,676**	**40,441**	**49,348**	**7,717**	**281,246**
Insurance service expenses	**(32,591)**	**(143,878)**	**(7,719)**	**(5,374)**	**(1,216)**	**(190,778)**
Net expenses from reinsurance contracts	**(237)**	**(4,589)**	**(38,603)**	**(40,410)**	**(6,524)**	**(90,363)**
Insurance service result from Company's directly written business	**(5,764)**	**8,209**	**(5,881)**	**3,564**	**(23)**	**105**
Share of surplus from insurance pools	**192**	**-**	**-**	**-**	**23**	**215**
Total insurance service result	**(5,572)**	**8,209**	**(5,881)**	**3,564**	**-**	**320**
Net gains on investments measured at FVTPL						**-**
Commission income on investments						**3,733**
Net investment income						**3,733**
Net finance (cost) / income from insurance contracts issued	**(206)**	**(500)**	**1**	**(532)**	**(342)**	**(1,579)**
Net finance income / (cost) from reinsurance contracts held	**24**	**362**	**(1)**	**474**	**79**	**938**
Net insurance finance cost	**(182)**	**(138)**	**-**	**(58)**	**(263)**	**(641)**
Net insurance and investment result						**3,412**
Other operating expenses						**(3,182)**
Profit for the period attributable to the shareholders before zakat and income tax						**230**
Zakat and income tax						**(500)**
Net loss for the period attributable to the shareholders						**(270)**

18. Operating segments – (continued)

For the nine-month period ended 30 September 2024 – (Unaudited)	**Medical**	**Motor**	**Energy**	**Engineering**	**Others**	**Total**
Insurance revenue	**77,787**	**451,888**	**83,973**	**113,646**	**20,352**	**747,646**
Insurance service expenses	**(108,548)**	**(389,683)**	**(15,857)**	**(15,129)**	**(33,714)**	**(562,931)**
Net (expenses) / income from reinsurance contracts	**(860)**	**(21,045)**	**(72,775)**	**(81,699)**	**13,209**	**(163,170)**
Insurance service result from Company's directly written business	**(31,621)**	**41,160**	**(4,659)**	**16,818**	**(153)**	**21,545**
Share of (deficit) / surplus from insurance pools	**(892)**	**-**	**-**	**-**	**802**	**(90)**
Total insurance service result	**(32,513)**	**41,160**	**(4,659)**	**16,818**	**649**	**21,455**
Net gains on investments measured at FVTPL						**4**
Commission income on investments						**10,956**
Net investment income						**10,960**
Net finance cost from insurance contracts issued	**(704)**	**(2,137)**	**(75)**	**(682)**	**(708)**	**(4,306)**
Net finance income from reinsurance contracts held	**51**	**620**	**70**	**589**	**280**	**1,610**
Net insurance finance cost	**(653)**	**(1,517)**	**(5)**	**(93)**	**(428)**	**(2,696)**
Net insurance and investment result						**29,719**
Other loss						**(3,367)**
Other operating expenses						**(19,817)**
Profit for the period attributable to the shareholders before zakat and income tax						**6,535**
Zakat and income tax						**(1,500)**
Net profit for the period attributable to the shareholders						**5,035**

18. Operating segments – (continued)

For the three-month period ended 30 September 2023 – (Unaudited)	Medical	Motor	Energy	Engineering	Others	Total
Insurance revenue	25,544	142,496	30,153	117,833	5,919	321,945
Insurance service expenses	(38,701)	(121,460)	(2,983)	(18,267)	1,027	(180,384)
Net expenses from reinsurance contracts	(2,695)	(7,838)	(29,738)	(74,822)	(10,031)	(125,124)
Insurance service result from Company's directly written business	(15,852)	13,198	(2,568)	24,744	(3,085)	16,437
Share of (deficit) / surplus from insurance pools	(1,213)	-	-	-	789	(424)
Total insurance service result	(17,065)	13,198	(2,568)	24,744	(2,296)	16,013
Net gains on investments measured at FVTPL						3
Commission income on investments						2,550
Net investment income						2,553
Net finance income from insurance contracts issued	-	-	-	-	-	156
Net finance income from reinsurance contracts held	-	-	-	-	-	421
Net insurance finance income	-	-	-	-	-	577
Net insurance and investment result						19,143
Other operating expenses						(16,291)
Profit for the period attributable to the shareholders before zakat and income tax						2,852
Zakat and income tax						(786)
Net profit for the period attributable to the shareholders						2,066

18. Operating segments – (continued)

For the nine-month period ended 30 September 2023 – (Unaudited)	Medical	Motor	Energy	Engineering	Others	Total
Insurance revenue	76,023	367,306	44,732	248,992	20,449	757,502
Insurance service (expenses) / income	(95,556)	(361,007)	(4,753)	(32,310)	6,646	(486,980)
Net expenses from reinsurance contracts	(4,776)	(9,634)	(42,766)	(175,191)	(29,157)	(261,524)
Insurance service result from Company's directly written business	(24,309)	(3,335)	(2,787)	41,491	(2,062)	8,998
Share of surplus from insurance pools	3,872	-	-	-	6,228	10,100
Total insurance service result	(20,437)	(3,335)	(2,787)	41,491	4,166	19,098
Net gains on investments measured at FVTPL						735
Commission income on investments						6,569
Net investment income						7,304
Net finance cost from insurance contracts issued	(1,276)	(1,327)	(123)	(349)	(642)	(3,717)
Net finance income / (cost) from reinsurance contracts held	595	(171)	50	300	996	1,770
Net insurance finance (cost) / income	(681)	(1,498)	(73)	(49)	354	(1,947)
Net insurance and investment result						24,455
Other income						476
Other operating expenses						(32,011)
Loss for the period attributable to the shareholders before zakat and income tax						(7,080)
Zakat and income tax						(2,358)
Net loss for the period attributable to the shareholders						(9,438)

18. Operating segments – (continued)

As at 30 September 2024 – (Unaudited)

	Medical	Motor	Energy	Engineering	Others	Total
Assets						
Reinsurance contract assets	**(8,111)**	**(29,959)**	**49,774**	**(4,487)**	**19,461**	**26,678**
Unallocated assets	-	-	-	-	**637,259**	**637,259**
Total assets						**663,937**
Liabilities						
Insurance contract liabilities	**65,774**	**174,997**	**43,139**	**22,992**	**20,488**	**327,390**
Reinsurance contract liabilities	-	-	-	-	-	-
Unallocated liabilities	-	-	-	-	**66,357**	**66,357**
Total liabilities						**393,747**

As at 31 December 2023 (Audited)

	Medical	Motor	Energy	Engineering	Others	Total
Assets						
Reinsurance contract assets	-	-	-	-	-	-
Unallocated assets	-	-	-	-	629,846	629,846
Total assets						629,846
Liabilities						
Insurance contract liabilities	47,034	217,386	13,077	9,017	(629)	285,885
Reinsurance contract liabilities	496	15,626	(5,959)	25,932	(8,386)	27,709
Unallocated liabilities	-	-	-	-	51,097	51,097
Total liabilities						364,691

19. Surplus distribution

As required by the Implementing Regulations and the by-laws of the Company, surplus arising from the Insurance Operations is distributed as follows:

Transfer to Shareholders' operations	90%
Transfer to Policyholders payable	10%
	100%

In case of deficit arising from insurance operations, the entire deficit is allocated and transferred to shareholders' operations.

20. Gross written premium

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

	For the three-month period ended 30 September 2024			
	(Unaudited)			
Breakdown of GWP	**Medical**	**Motor**	**Others**	**Total**
Retail	**-**	**149,420**	**-**	**149,420**
Very small	**1,168**	**317**	**372**	**1,857**
Small	**4,471**	**229**	**615**	**5,315**
Medium	**3,311**	**313**	**667**	**4,291**
Corporate	**5,770**	**1,101**	**77,845**	**84,716**
Total	**14,720**	**151,380**	**79,499**	**245,599**

	For the nine-month period ended 30 September 2024			
	(Unaudited)			
Breakdown of GWP	**Medical**	**Motor**	**Others**	**Total**
Retail	**3,552**	**416,053**	**11**	**419,616**
Very small	**7,428**	**1,024**	**2,709**	**11,161**
Small	**10,368**	**1,731**	**6,281**	**18,380**
Medium	**19,785**	**820**	**2,559**	**23,164**
Corporate	**45,336**	**58,195**	**295,949**	**399,480**
Total	**86,469**	**477,823**	**307,509**	**871,801**

	For the three-month period ended 30 September 2023			
	(Unaudited)			
Breakdown of GWP	Medical	Motor	Others	Total
Retail	(663)	137,182	61	136,580
Very small	1,469	144	406	2,019
Small	4,461	1,039	1,901	7,401
Medium	5,486	613	529	6,628
Corporate	4,441	6,230	80,926	91,597
Total	15,194	145,208	83,823	244,225

	For the nine-month period ended 30 September 2023			
	(Unaudited)			
Breakdown of GWP	Medical	Motor	Others	Total
Retail	14,938	363,333	92	378,363
Very small	4,968	2,723	2,200	9,891
Small	18,929	4,922	7,643	31,494
Medium	21,378	1,218	2,065	24,661
Corporate	24,574	158,310	213,028	395,912
Total	84,787	530,506	225,028	840,321

21. Net written premium

Details relating to net written premium are disclosed below to comply with the requirements of IA and are not calculated as per the requirements of IFRS 17.

	For the three-month period ended 30 September 2024			
	(Unaudited)			
Item	**Medical**	**Motor**	**Others**	**Total**
Gross written premium	**14,721**	**151,382**	**79,496**	**245,599**
Reinsurance premium ceded – globally (including excess of loss)	**(952)**	**(2,841)**	**(77,170)**	**(80,963)**
Reinsurance premium ceded – locally (including excess of loss)	**(317)**	**(947)**	**(1,278)**	**(2,542)**
Net written premium - total	**13,452**	**147,594**	**1,048**	**162,094**

	For the nine-month period ended 30 September 2024			
	(Unaudited)			
Item	**Medical**	**Motor**	**Others**	**Total**
Gross written premium	**86,470**	**477,825**	**307,506**	**871,801**
Reinsurance premium ceded – globally (including excess of loss)	**(10,627)**	**(15,332)**	**(284,259)**	**(310,218)**
Reinsurance premium ceded – locally (including excess of loss)	**(3,288)**	**(3,396)**	**(19,904)**	**(26,588)**
Net written premium - total	**72,555**	**459,097**	**3,343**	**534,995**

	For the three-month period ended 30 September 2023			
	(Unaudited)			
Item	Medical	Motor	Others	Total
Gross written premium	15,194	145,208	83,823	244,225
Reinsurance premium ceded – globally (including excess of loss)	(715)	(2,090)	(75,318)	(78,123)
Reinsurance premium ceded – locally (including excess of loss)	(170)	(845)	(8,366)	(9,381)
Net written premium - total	14,309	142,273	139	156,721

	For the nine-month period ended 30 September 2023			
	(Unaudited)			
Item	Medical	Motor	Others	Total
Gross written premium	84,787	530,506	225,028	840,321
Reinsurance premium ceded – globally (including excess of loss)	(1,896)	(6,338)	(206,061)	(214,295)
Reinsurance premium ceded – locally (including excess of loss)	(420)	(1,261)	(17,306)	(18,987)
Net written premium - total	82,471	522,907	1,661	607,039

22. Change in presentation of comparative information

During the year ended 31 December 2023, the Company changed the presentation of share of surplus from insurance pools in the financial statements. The co-insurance arrangements, in which the Company is a participant, are insurance contracts as defined in IFRS 17. Given that the rights and obligations from the arrangement are managed and settled on a net basis, the Company has accordingly presented the results from the arrangement on a net basis in insurance service results as a separate line item on the condensed statement of income. Previously, share of surplus from insurance pools were presented as part of "other income" in the condensed statement of income.

Accordingly, the Company has reclassified the comparative information for the period ended 30 September 2023 to conform to the current period presentation and the share of surplus from insurance pools amounting to SAR 10.1 million for the nine-month period ended 30 September 2023, has been presented separately in the interim condensed statement of income.

The above change has had no impact on the interim condensed statement of financial position as at 30 September 2024 and the related interim condensed statements of changes in equity and cash flows for the nine-month period then ended, or any financial performance indicators including basic and diluted earnings per share.

23. Subsequent events

In this interim condensed financial statements, there are no significant subsequent events that occurred between 30 September 2024 and the date of approval of these interim condensed financial statements, which may have material impact on these interim condensed financial statements.

24. Approval of the interim condensed financial statements

The interim condensed financial statements has been approved by the Board of Directors on 03 November 2024, corresponding to 01 Jamada Al-Awwal 1446H.