

**Warba Insurance and Reinsurance Company  
K.S.C.P. and its Subsidiary**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL INFORMATION  
(UNAUDITED)**

**FOR THE PERIOD ENDED 30 SEPTEMBER 2025**



## **REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF WARBA INSURANCE AND REINSURANCE COMPANY K.S.C.P.**

### ***Introduction***

We have reviewed the accompanying interim condensed consolidated statement of financial position of Warba Insurance and Reinsurance Company K.S.C.P. (the “Parent Company”) and its subsidiary (collectively “the Group”) as at 30 September 2025, and the related interim condensed consolidated statement of income and interim condensed consolidated statement of comprehensive income for the three-month and nine-month periods then ended, and the interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the nine-month period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34: *Interim Financial Reporting* (“IAS 34”). 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 International Standard on Review Engagements 2410, *“Review of Interim Financial Information Performed by the Independent Auditor of the Entity”*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

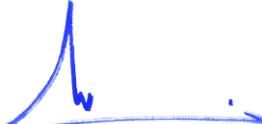
### ***Conclusion***

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

### ***Report on Other Legal and Regulatory Requirements***

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, nor of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the nine-month period ended 30 September 2025 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No. 7 of 2010 concerning establishment of Capital Markets Authority (“CMA”) and organisation of security activity and its executive regulations, as amended, during the nine-month period ended 30 September 2025 that might have had a material effect on the business of the Parent Company or on its financial position.



BADER A. AL-ABDULJADER  
LICENCE NO. 207 A

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AL AIBAN, AL OSAIMI & PARTNERS

Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
(UNAUDITED)

For the period ended 30 September 2025

	Notes	Three months ended 30 September		Nine months ended 30 September	
		2025 KD	2024 KD	2025 KD	2024 KD
<b>Revenue:</b>					
Insurance revenue	3	<b>10,268,974</b>	10,974,793	<b>32,503,891</b>	31,937,245
Insurance service expenses	3	(5,491,470)	(5,155,556)	(18,709,782)	(14,114,605)
<b>Insurance service result before reinsurance contracts held</b>		<b>4,777,504</b>	5,819,237	<b>13,794,109</b>	17,822,640
Amounts recoverable from reinsurers for incurred claims	3	<b>784,263</b>	264,860	<b>3,409,780</b>	14,114
Allocation of reinsurance premiums	3	(4,744,652)	(4,737,250)	(14,502,837)	(13,588,825)
<b>Net expense from reinsurance contracts held</b>		<b>(3,960,389)</b>	(4,472,390)	<b>(11,093,057)</b>	(13,574,711)
<b>Insurance service result</b>		<b>817,115</b>	1,346,847	<b>2,701,052</b>	4,247,929
Finance expenses from insurance contracts issued	3	(146,591)	(299,745)	(610,232)	(685,703)
Finance income from reinsurance contracts held	3	<b>55,554</b>	51,989	<b>249,561</b>	260,267
<b>Net insurance financial result</b>		<b>726,078</b>	1,099,091	<b>2,340,381</b>	3,822,493
Net investment income	4	<b>704,695</b>	643,323	<b>2,824,130</b>	2,385,832
Unallocated general and administrative expenses		(509,988)	(495,230)	(1,594,813)	(1,589,890)
Other income		<b>24,856</b>	146,647	<b>259,293</b>	335,725
<b>PROFIT FOR THE PERIOD BEFORE CONTRIBUTION TO TAX</b>		<b>945,641</b>	1,393,831	<b>3,828,991</b>	4,954,160
Contribution to KFAS		(9,831)	(12,942)	(37,133)	(46,944)
NLST		(27,604)	(34,532)	(103,820)	(138,929)
Zakat		(10,186)	(11,269)	(38,203)	(51,635)
<b>NET PROFIT FOR THE PERIOD</b>		<b>898,020</b>	1,335,088	<b>3,649,835</b>	4,716,652
<b>Attributable to:</b>					
Equity holders of the Parent Company		<b>895,616</b>	1,321,211	<b>3,631,398</b>	4,681,957
Non-controlling interests		<b>2,404</b>	13,877	<b>18,437</b>	34,695
<b>NET PROFIT FOR THE PERIOD</b>		<b>898,020</b>	1,335,088	<b>3,649,835</b>	4,716,652
<b>BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY</b>					
	5	<b>3.68 Fils</b>	5.43 Fils	<b>14.92 Fils</b>	19.45 Fils

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

**tWarba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
(UNAUDITED)**  
For the period ended 30 September 2025

	<i>Three months ended 30 September</i>		<i>Nine months ended 30 September</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
<b>PROFIT FOR THE PERIOD</b>	<b>898,020</b>	1,335,088	<b>3,649,835</b>	4,716,652
<b>Other comprehensive income:</b>				
<i>Other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods:</i>				
Share of other comprehensive income (loss) from associate	14,317	2,145	17,703	(24,447)
<i>Net other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods,</i>	<b>14,317</b>	2,145	<b>17,703</b>	(24,447)
<i>Other comprehensive income (loss) that will not be reclassified to profit or loss in subsequent periods:</i>				
Net gain (loss) on equity investments at FVOCI	<b>1,266,524</b>	(332,336)	<b>8,696,363</b>	1,924,759
<b>Net other comprehensive income (loss) that will not be reclassified to profit or loss in subsequent periods, net of tax</b>	<b>1,266,524</b>	(332,336)	<b>8,696,363</b>	1,924,759
<i>Other comprehensive income (loss) for the period</i>	<b>1,280,841</b>	(330,191)	<b>8,714,066</b>	1,900,312
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>2,178,861</b>	1,004,897	<b>12,363,901</b>	6,616,964
<b>Attributable to:</b>				
Equity holders of the Parent Company	2,176,457	991,020	12,345,464	6,582,269
Non-controlling interests	2,404	13,877	18,437	34,695
	<b>2,178,861</b>	1,004,897	<b>12,363,901</b>	6,616,964

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 September 2025

	Notes	(Audited)		
		30 September 2025 KD	31 December 2024 KD	30 September 2024 KD
<b>ASSETS</b>				
Cash and cash equivalents	7	<b>10,313,964</b>	5,958,187	8,297,899
Term deposits	6	<b>10,210,000</b>	10,592,237	7,589,051
Other assets		<b>1,345,859</b>	1,055,485	1,300,146
Reinsurance contract assets	3	<b>20,175,800</b>	18,539,292	20,848,318
Financial assets at fair value through profit or loss		<b>21,097,291</b>	27,463,542	25,279,253
Financial assets at fair value through other comprehensive income		<b>37,110,979</b>	29,915,735	28,197,494
Investment in associate		<b>3,840,140</b>	3,827,378	3,709,343
Property and equipment		<b>6,589,966</b>	6,751,549	6,797,500
<b>TOTAL ASSETS</b>		<b>110,683,999</b>	104,103,405	102,019,004
<b>LIABILITIES AND EQUITY</b>				
<b>LIABILITIES</b>				
Insurance contract liabilities	3	<b>39,049,826</b>	36,675,698	39,213,829
Term loans		<b>4,000,000</b>	4,000,000	4,000,000
Other liabilities		<b>14,897,756</b>	20,135,781	18,214,399
<b>Total liabilities</b>		<b>57,947,582</b>	60,811,479	61,428,228
<b>Equity</b>				
Share capital		<b>25,000,000</b>	25,000,000	25,000,000
Statutory reserve		<b>5,145,049</b>	5,145,049	4,552,539
General reserve		<b>132,367</b>	132,367	132,367
Treasury shares	8	<b>(686,385)</b>	(686,385)	(686,385)
Treasury shares reserve		<b>218,607</b>	218,607	218,607
Fair value reserve		<b>14,575,092</b>	7,071,156	5,320,270
Retained earnings		<b>8,329,234</b>	6,407,116	6,061,086
<b>Equity attributable to the equity holders of the Parent Company</b>		<b>52,713,964</b>	43,287,910	40,598,484
Non-controlling interests		<b>22,453</b>	4,016	(7,708)
<b>Total equity</b>		<b>52,736,417</b>	43,291,926	40,590,776
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>110,683,999</b>	104,103,405	102,019,004

Anwar Jawad Bu-Khamseen  
Chairman

Sheikh / Mohammed Jarrah Sabah Al-Sabah  
Vice Chairman



The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 September 2025

	Share capital KD	Statutory reserve KD	General reserve KD	Treasury shares KD	Treasury shares reserve KD	Fair value reserve KD	Retained earnings KD	Sub total KD	Non-controlling interests KD	Total equity KD
As at 1 January 2025	25,000,000	5,145,049	132,367	(686,385)	218,607	7,071,156	6,407,116	43,287,910	4,016	43,291,926
Profit for the period	-	-	-	-	-	-	3,631,398	3,631,398	18,437	3,649,835
Other comprehensive income	-	-	-	-	-	8,714,066	-	8,714,066	-	8,714,066
Total comprehensive income for the period	-	-	-	-	-	8,714,066	3,631,398	12,345,464	18,437	12,363,901
Realised gain on sale of financial asset at fair value through other comprehensive income	-	-	-	-	-	(1,210,130)	1,210,130	-	-	-
Cash dividends (Note 9)	-	-	-	-	-	-	(2,919,410)	(2,919,410)	-	(2,919,410)
<b>As at 30 September 2025</b>	<b>25,000,000</b>	<b>5,145,049</b>	<b>132,367</b>	<b>(686,385)</b>	<b>218,607</b>	<b>14,575,092</b>	<b>8,329,234</b>	<b>52,713,964</b>	<b>22,453</b>	<b>52,736,417</b>
As at 1 January 2024	25,000,000	4,552,539	132,367	(1,210,017)	212,222	3,419,958	4,223,330	36,330,399	(42,403)	36,287,996
Profit for the period	-	-	-	-	-	-	4,681,957	4,681,957	34,695	4,716,652
Other comprehensive income	-	-	-	-	-	1,900,312	-	1,900,312	-	1,900,312
Total comprehensive income for the period	-	-	-	-	-	1,900,312	4,681,957	6,582,269	34,695	6,616,964
Cash dividends (Note 9)	-	-	-	-	-	-	(2,380,118)	(2,380,118)	-	(2,380,118)
In-kind dividends	-	-	-	476,297	(12,214)	-	(464,083)	-	-	-
Net movement in treasury shares	-	-	-	47,335	18,599	-	-	65,934	-	65,934
<b>As at 30 September 2024</b>	<b>25,000,000</b>	<b>4,552,539</b>	<b>132,367</b>	<b>(686,385)</b>	<b>218,607</b>	<b>5,320,270</b>	<b>6,061,086</b>	<b>40,598,484</b>	<b>(7,708)</b>	<b>40,590,776</b>

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(UNAUDITED)

For the period ended 30 September 2025

	Notes	Nine months ended 30 September	
		2025 KD	2024 KD
<b>OPERATING ACTIVITIES</b>			
Profit for the period before contribution to Zakat, KFAS and NLST		<b>3,828,991</b>	4,954,160
<i>Adjustments to reconcile profit before contribution to Zakat, KFAS and NLST to net cash flows:</i>			
Depreciation of property and equipment		<b>182,303</b>	183,564
Investment income	4	(3,463,800)	(2,806,911)
Provision of employees' end of service benefits		<b>140,003</b>	150,543
		<hr/>	<hr/>
		<b>687,497</b>	2,481,356
<i>Working capital changes:</i>			
Other assets		(36,957)	(111,010)
Reinsurance contract assets		(1,636,508)	742,123
Insurance contract liabilities		<b>2,374,128</b>	(133,383)
Other liabilities		(5,355,956)	5,421,673
		<hr/>	<hr/>
Cash flows from operations		(3,967,796)	8,400,759
Employees' end of service benefits paid		(49,609)	(71,634)
Contribution to NLST & Zakat paid		(247,979)	-
		<hr/>	<hr/>
<b>Net cash flows (used in) from operating activities</b>		<b>(4,265,384)</b>	8,329,125
<b>INVESTING ACTIVITIES</b>			
Net movement in time deposits		<b>382,237</b>	(614,051)
Net movement in treasury shares		-	65,934
Purchase of financial assets at fair value through profit or loss		(5,821,699)	(7,290,781)
Purchase of financial assets at fair value through other comprehensive income		-	(200,000)
Proceeds from sale of financial assets at fair value through profit or loss		<b>12,976,479</b>	2,746,043
Proceeds from sale of financial assets at fair value through other comprehensive income		<b>1,501,119</b>	-
Proceed from disposal of property and equipment		-	200,609
Purchase of property and equipment		(20,720)	(11,093)
Investment income received		<b>2,426,795</b>	1,997,840
		<hr/>	<hr/>
<b>Net cash flows from (used in) investing activities</b>		<b>11,444,211</b>	(3,105,499)
<b>FINANCING ACTIVITIES</b>			
Cash dividends paid		<b>(2,823,050)</b>	(2,300,252)
		<hr/>	<hr/>
<b>Net cash flows used in financing activities</b>		<b>(2,823,050)</b>	(2,300,252)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at 1 January		<b>4,355,777</b>	2,923,374
		<b>5,958,187</b>	5,374,525
		<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AS AT 30 SEPTEMBER</b>	7	<b>10,313,964</b>	8,297,899
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The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

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## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 1 CORPORATE INFORMATION

The interim condensed consolidated financial information of Warba Insurance and Reinsurance Company K.S.C.P. (the “Parent Company”) and its subsidiary (collectively, the “Group”) for the nine months ended 30 September 2025 was authorised for issue in accordance with a resolution of the board of directors of the Parent Company on 11 November 2025.

The shareholders of the Parent Company at the annual general assembly meeting (“AGM”) held on 16 April 2025 approved the consolidated financial statements for the year ended 31 December 2024. Dividends proposed and paid by the Group for the year then ended are provided in Note 9.

The Parent Company was incorporated as a Public Kuwaiti Shareholding Company in the State of Kuwait in accordance with the Amiri Decree of October 24, 1976.

The primary objectives of the Parent Company are to underwrite life and non-life insurance risks such as fire, general accidents, marine and aviation and others; lend funds which resulted from issuance of insurance policies and to invest in permitted securities.

### 2.1 BASIS OF PREPARATION AND CHANGES TO THE GROUP’S ACCOUNTING POLICIES

The interim condensed consolidated financial information for the nine months ended 30 September 2025 have been prepared in accordance with International Accounting standard 34 “*Interim Financial Reporting*”.

The Group has prepared the consolidated financial statements on the basis that it will continue to operate as a going concern.

The interim condensed consolidated financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2024.

### 2.2 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED BY THE GROUP

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

One amendment applies for the first time in 2025 but does not have an impact on the interim condensed consolidated financial information of the Group.

#### **Lack of exchangeability - *Amendments to IAS 21***

The amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates* specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity’s financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after 1 January 2025. When applying the amendments, an entity cannot restate comparative information.

The amendments did not have a material impact on the Group’s interim condensed consolidated financial information.

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS

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

	Valuation Approach	30 September 2025			30 September 2024		
		Assets KD	Liabilities KD	Net KD	Assets KD	Liabilities KD	Net KD
<b>Insurance contract assets &amp; liabilities</b>							
Medical	PAA	-	(11,479,251)	(11,479,251)	-	(11,716,872)	(11,716,872)
Group life	PAA	-	(4,379,361)	(4,379,361)	-	(5,466,557)	(5,466,557)
Motor	PAA	-	(10,737,251)	(10,737,251)	-	(9,324,385)	(9,324,385)
Marine & aviation	PAA	-	(988,879)	(988,879)	-	(1,013,046)	(1,013,046)
Fire	PAA	-	(3,319,634)	(3,319,634)	-	(3,895,536)	(3,895,536)
General accident	PAA	-	(6,699,654)	(6,699,654)	-	(6,171,923)	(6,171,923)
<b>Total – PAA (Note 3.1)</b>		<b>-</b>	<b>(37,604,030)</b>	<b>(37,604,030)</b>	<b>-</b>	<b>(37,588,319)</b>	<b>(37,588,319)</b>
Individual life	GMM	-	(1,445,796)	(1,445,796)	-	(1,625,510)	(1,625,510)
<b>Total – GMM (Note 3.2)</b>		<b>-</b>	<b>(1,445,796)</b>	<b>(1,445,796)</b>	<b>-</b>	<b>(1,625,510)</b>	<b>(1,625,510)</b>
<b>Total insurance contract assets &amp; liabilities</b>		<b>-</b>	<b>(39,049,826)</b>	<b>(39,049,826)</b>	<b>-</b>	<b>(39,213,829)</b>	<b>(39,213,829)</b>
<b>Reinsurance contract assets &amp; liabilities</b>							
Medical	PAA	5,858,019	-	5,858,019	4,569,165	-	4,569,165
Group life	PAA	4,050,447	-	4,050,447	4,415,020	-	4,415,020
Motor	PAA	1,409,989	-	1,409,989	1,101,915	-	1,101,915
Marine & aviation	PAA	915,428	-	915,428	1,024,226	-	1,024,226
Fire	PAA	2,816,482	-	2,816,482	3,721,922	-	3,721,922
General accident	PAA	5,116,357	-	5,116,357	6,012,579	-	6,012,579
<b>Total – PAA (Note 3.3)</b>		<b>20,166,722</b>	<b>-</b>	<b>20,166,722</b>	<b>20,844,827</b>	<b>-</b>	<b>20,844,827</b>
Individual life	GMM	9,078	-	9,078	3,491	-	3,491
<b>Total – GMM</b>		<b>9,078</b>	<b>-</b>	<b>9,078</b>	<b>3,491</b>	<b>-</b>	<b>3,491</b>
<b>Total reinsurance contract assets &amp; liabilities</b>		<b>20,175,800</b>	<b>-</b>	<b>20,175,800</b>	<b>20,848,318</b>	<b>-</b>	<b>20,848,318</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.1 Analysis of insurance contract assets and liabilities for contracts measured under PAA

	30 September 2025				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		
	Excluding loss component <i>KD</i>	Loss component <i>KD</i>	Estimates of the present value of future cash flows <i>KD</i>	Risk adjustment <i>KD</i>	Total <i>KD</i>
Opening liabilities	(9,172,749)	-	(25,435,679)	(517,044)	(35,125,472)
Opening assets	-	-	-	-	-
<b>Net opening balance</b>	<b>(9,172,749)</b>	<b>-</b>	<b>(25,435,679)</b>	<b>(517,044)</b>	<b>(35,125,472)</b>
<b>Insurance revenue (Note 3.4)</b>	<b>32,228,032</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,228,032</b>
<i>Insurance service expenses</i>					
Incurred benefits and expenses	-	-	(15,791,713)	(196,117)	(15,987,830)
Changes that relate to past service - adjustments to LIC	-	-	(1,279,495)	186,006	(1,093,489)
Amortisation of insurance acquisition cash flows	(1,379,404)	-	-	-	(1,379,404)
<b>Insurance service expenses (Note 3.4)</b>	<b>(1,379,404)</b>	<b>-</b>	<b>(17,071,208)</b>	<b>(10,111)</b>	<b>(18,460,723)</b>
<b>Insurance service result (Note 3.4)</b>	<b>30,848,628</b>	<b>-</b>	<b>(17,071,208)</b>	<b>(10,111)</b>	<b>13,767,309</b>
Net finance expense from insurance contracts	-	-	(537,478)	-	(537,478)
<b>Total changes in profit or loss</b>	<b>30,848,628</b>	<b>-</b>	<b>(17,608,686)</b>	<b>(10,111)</b>	<b>13,229,831</b>
<i>Cash flows</i>					
Premiums received	(33,004,774)	-	-	-	(33,004,774)
Claims paid	-	-	13,160,491	-	13,160,491
Directly attributable non- acquisition expenses paid	-	-	2,739,784	-	2,739,784
Insurance acquisition cash flows	1,396,110	-	-	-	1,396,110
<b>Total net cash flows</b>	<b>(31,608,664)</b>	<b>-</b>	<b>15,900,275</b>	<b>-</b>	<b>(15,708,389)</b>
<b>Net closing balance</b>	<b>(9,932,785)</b>	<b>-</b>	<b>(27,144,090)</b>	<b>(527,155)</b>	<b>(37,604,030)</b>
Closing liabilities	(9,932,785)	-	(27,144,090)	(527,155)	(37,604,030)
Closing assets	-	-	-	-	-
<b>Net closing balance</b>	<b>(9,932,785)</b>	<b>-</b>	<b>(27,144,090)</b>	<b>(527,155)</b>	<b>(37,604,030)</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.1 Analysis of insurance contract assets and liabilities for contracts measured under PAA (continued)

	30 September 2024				
	Liabilities for remaining coverage (LRC)		Liabilities for incurred claims (LIC)		
	Excluding loss component <i>KD</i>	Loss component <i>KD</i>	Estimates of the present value of future cash flows <i>KD</i>	Risk adjustment <i>KD</i>	Total <i>KD</i>
Opening liabilities	(9,694,705)	-	(27,455,594)	(536,052)	(37,686,351)
Opening assets	-	-	-	-	-
Net opening balance	(9,694,705)	-	(27,455,594)	(536,052)	(37,686,351)
Insurance revenue	31,825,173	-	-	-	31,825,173
<i>Insurance service expenses</i>					
Incurred benefits and expenses	-	-	(10,561,650)	(75,267)	(10,636,917)
Changes that relate to past service - adjustments to LIC	-	-	(2,115,845)	143,588	(1,972,257)
Amortisation of insurance acquisition cash flows	(1,391,993)	-	-	-	(1,391,993)
Insurance service expenses	(1,391,993)	-	(12,677,495)	68,321	(14,001,167)
Insurance service result	30,433,180	-	(12,677,495)	68,321	17,824,006
Net finance expense from insurance contracts	-	-	(634,997)	-	(634,997)
Total changes in profit or loss	30,433,180	-	(13,312,492)	68,321	17,189,009
<i>Cash flows</i>					
Premiums received	(32,699,393)	-	-	-	(32,699,393)
Claims paid	-	-	11,198,162	-	11,198,162
Directly attributable non- acquisition expenses paid	-	-	2,772,482	-	2,772,482
Insurance acquisition cash flows	1,637,772	-	-	-	1,637,772
Total cash flows	(31,061,621)	-	13,970,644	-	(17,090,977)
Net closing balance	(10,323,146)	-	(26,797,442)	(467,731)	(37,588,319)
Closing liabilities	(10,323,146)	-	(26,797,442)	(467,731)	(37,588,319)
Closing assets	-	-	-	-	-
Net closing balance	(10,323,146)	-	(26,797,442)	(467,731)	(37,588,319)

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.2 Analysis of insurance contract assets and liabilities for contracts measured under GMM

	30 September 2025				
	LRC		LIC		
	Excluding loss component <i>KD</i>	Loss component <i>KD</i>	Estimates of the present value of future cash flows <i>KD</i>	<i>Risk adjustment</i> <i>KD</i>	Total <i>KD</i>
Opening liabilities					
Opening assets	(1,486,635)	(530)	(59,994)	(3,067)	(1,550,226)
<b>Net opening balance</b>	<b>(1,486,635)</b>	<b>(530)</b>	<b>(59,994)</b>	<b>(3,067)</b>	<b>(1,550,226)</b>
 <b>Insurance revenue (Note 3.4)</b>	 <b>275,859</b>	 -	 -	 -	 <b>275,859</b>
 <i>Insurance service expenses</i>					
Incurred benefits and expenses	-	-	(248,581)	(8,431)	(257,012)
Changes that relate to past service - adjustments to LIC	-	-	(112)	8,269	8,157
Losses on onerous contracts and reversal of those losses	-	(204)	-	-	(204)
 <b>Insurance service expenses (Note 3.4)</b>	 -	 (204)	 (248,693)	 (162)	 (249,059)
 <b>Insurance service result</b>	 <b>275,859</b>	 <b>(204)</b>	 <b>(248,693)</b>	 <b>(162)</b>	 <b>26,800</b>
 Finance expenses from insurance contracts issued	 (69,949)	 -	 (2,805)	 -	 (72,754)
 <b>Total changes in profit or loss</b>	 <b>205,910</b>	 <b>(204)</b>	 <b>(251,498)</b>	 <b>(162)</b>	 <b>(45,954)</b>
 <i>Cash flows:</i>					
Premiums received	(96,875)	-	-	-	(96,875)
Claims paid	-	-	233,508	-	233,508
Directly attributable non-acquisition expenses paid	-	-	13,751	-	13,751
 <b>Total net cash flows</b>	 <b>(96,875)</b>	 -	 247,259	 -	 150,384
 <b>Net closing balance</b>	 <b>(1,377,600)</b>	 <b>(734)</b>	 <b>(64,233)</b>	 <b>(3,229)</b>	 <b>(1,445,796)</b>
 Closing liabilities	 (1,377,600)	 (734)	 (64,233)	 (3,229)	 (1,445,796)
Closing assets	-	-	-	-	-
 <b>Net closing balance</b>	 <b>(1,377,600)</b>	 <b>(734)</b>	 <b>(64,233)</b>	 <b>(3,229)</b>	 <b>(1,445,796)</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.2 Analysis of insurance contract assets and liabilities for contracts measured under GMM (continued)

	30 September 2024				
	LRC		LIC		
	Excluding loss component KD	Loss component KD	Estimates of the present value of future cash flows KD	Risk adjustment KD	Total KD
Opening liabilities					
Opening assets	(1,541,967)	(80,396)	(36,784)	(1,714)	(1,660,861)
Net opening balance	<u>(1,541,967)</u>	<u>(80,396)</u>	<u>(36,784)</u>	<u>(1,714)</u>	<u>(1,660,861)</u>
Insurance revenue	112,072	-	-	-	112,072
<i>Insurance service expenses</i>					
Incurred benefits and expenses	-	-	(195,952)	(9,275)	(205,227)
Changes that relate to past service - adjustments to LIC	-	-	(686)	8,675	7,989
Losses on onerous contracts and reversal of those losses	-	83,800	-	-	83,800
Insurance service expenses	-	83,800	(196,638)	(600)	(113,438)
Insurance service result	112,072	83,800	(196,638)	(600)	(1,366)
Finance expenses from insurance contracts issued	(45,824)	(3,957)	(925)	-	(50,706)
Total changes in profit or loss	66,248	79,843	(197,563)	(600)	(52,072)
<i>Cash flows:</i>					
Premiums received	(98,559)	-	-	-	(98,559)
Claims paid	-	-	173,506	-	173,506
Directly attributable non-acquisition expenses paid	-	-	12,476	-	12,476
Net Cash flows	(98,559)	-	185,982	-	87,423
Net closing balance	<u>(1,574,278)</u>	<u>(553)</u>	<u>(48,365)</u>	<u>(2,314)</u>	<u>(1,625,510)</u>
Closing liabilities	(1,574,278)	(553)	(48,365)	(2,314)	(1,625,510)
Closing assets	-	-	-	-	-
Net closing balance	<u>(1,574,278)</u>	<u>(553)</u>	<u>(48,365)</u>	<u>(2,314)</u>	<u>(1,625,510)</u>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.2 Analysis of insurance contract assets and liabilities for contracts measured under GMM (continued)

##### 3.2.1 Reconciliation of insurance contract assets and liabilities by components for contracts measured under GMM

	30 September 2025			
	Estimates of the present value of future cash flows <i>KD</i>	Risk Adjustment for non-financial risk <i>KD</i>	Contractual Service Margin (CSM) <i>KD</i>	Total <i>KD</i>
Opening liabilities				
Opening assets	(898,131)	(36,243)	(615,852)	(1,550,226)
<b>Net opening balance</b>	<b>(898,131)</b>	<b>(36,243)</b>	<b>(615,852)</b>	<b>(1,550,226)</b>
<i>Changes that relate to current services:</i>				
CSM recognized in the interim condensed consolidated statement of profit or loss provided	-	-	70,968	70,968
Changes in risk adjustment for risks expired	-	4,230	-	4,230
Experience adjustment-arising from premium received in the period that related to past service	(47,389)	(8,431)	-	(55,820)
<i>Changes that relate to future services:</i>				
- Changes in estimates that adjust CSM	(47,857)	(4,737)	52,594	-
- Changes in estimates that result in onerous contracts or reversal of losses	(26)	(709)	-	(735)
<i>Changes that relate to past services:</i>				
Changes relating to liabilities for incurred claims	(112)	8,269	-	8,157
<b>Insurance service result</b>	<b>(95,384)</b>	<b>(1,378)</b>	<b>123,562</b>	<b>26,800</b>
Net finance expense from insurance contracts	(54,734)	-	(18,020)	(72,754)
<b>Total changes in profit or loss</b>	<b>(150,118)</b>	<b>(1,378)</b>	<b>105,542</b>	<b>(45,954)</b>
<i>Cash flows:</i>				
Premiums received	(96,875)	-	-	(96,875)
Claims paid	233,508	-	-	233,508
Directly attributable non- acquisition expenses paid	13,751	-	-	13,751
<b>Total net cash flows</b>	<b>150,384</b>	<b>-</b>	<b>-</b>	<b>150,384</b>
<b>Net closing balance</b>	<b>(897,865)</b>	<b>(37,621)</b>	<b>(510,310)</b>	<b>(1,445,796)</b>
Closing liabilities	(897,865)	(37,621)	(510,310)	(1,445,796)
Closing assets	-	-	-	-
<b>Net closing balance</b>	<b>(897,865)</b>	<b>(37,621)</b>	<b>(510,310)</b>	<b>(1,445,796)</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.2 Analysis of insurance contract assets and liabilities for contracts measured under GMM (continued)

##### 3.2.1 Reconciliation of insurance contract assets and liabilities by components for contracts measured under GMM (continued)

	30 September 2024			
	Estimates of the present value of future cash flows <i>KD</i>	Risk Adjustment for non-financial risk <i>KD</i>	Contractual Service Margin (CSM) <i>KD</i>	Total <i>KD</i>
Opening liabilities	(996,023)	(35,920)	(628,918)	(1,660,861)
Opening assets	-	-	-	-
Net opening balance	(996,023)	(35,920)	(628,918)	(1,660,861)
<i>Changes that relate to current services:</i>				
CSM recognized in the interim condensed consolidated statement of profit or loss provided	-	-	-	-
Changes in risk adjustment for risks expired	-	-	-	-
Experience adjustment-arising from premium received in the period that related to past service	(78,601)	(9,275)	-	(87,876)
<i>Changes that relate to future services:</i>				
- Changes in estimates that adjust CSM	25,812	(5,474)	(20,338)	-
- Changes in estimates that result in onerous contracts or reversal of losses	73,056	5,465	-	78,521
<i>Changes that relate to past services:</i>				
Changes relating to liabilities for incurred claims	(686)	8,675	-	7,989
Insurance service result	19,581	(609)	(20,338)	(1,366)
Net finance expense from insurance contracts	(32,406)	-	(18,300)	(50,706)
Total changes in the interim condensed consolidated statement of income	(12,825)	(609)	(38,638)	(52,072)
<i>Cash flows:</i>				
Premiums received	(98,559)	-	-	(98,559)
Claims paid	173,506	-	-	173,506
Directly attributable non- acquisition expenses paid	12,476	-	-	12,476
Total cash flows	87,423	-	-	87,423
Net closing balance	(921,425)	(36,529)	(667,556)	(1,625,510)
Closing liabilities	(921,425)	(36,529)	(667,556)	(1,625,510)
Closing assets	-	-	-	-
Net closing balance	(921,425)	(36,529)	(667,556)	(1,625,510)

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.3 Analysis of reinsurance contract assets and liabilities for contracts measured under PAA

	30 September 2025				
	Assets for remaining coverage (ARC)		Assets for amounts recoverable on incurred claims (AIC)		
	Excluding loss component <i>KD</i>	Loss component <i>KD</i>	Estimates of the present value of future cash flows <i>KD</i>	Risk adjustment <i>KD</i>	Total <i>KD</i>
Opening liabilities					
Opening assets	2,120,586	-	16,177,413	208,587	18,506,586
<b>Net opening balance</b>	<b>2,120,586</b>	<b>-</b>	<b>16,177,413</b>	<b>208,587</b>	<b>18,506,586</b>
Allocation of reinsurance premiums (Note 3.4)	(14,475,422)	-	-	-	(14,475,422)
<i>Amounts recoverable from reinsurers</i>					
- Amounts recoverable for claims and other expenses	-	-	5,509,904	94,656	5,604,560
- Changes that relate to past service – adjustments to AIC	-	-	(2,021,510)	(38,957)	(2,060,467)
- Expenses directly attributable to reinsurance	-	-	(134,313)	-	(134,313)
<b>Total reinsurance recoverable for incurred claims (Note 3.4)</b>	<b>-</b>	<b>-</b>	<b>3,354,081</b>	<b>55,699</b>	<b>3,409,780</b>
Net income or expense from reinsurance contract held	(14,475,422)	-	3,354,081	55,699	(11,065,642)
Reinsurance finance income through profit or loss	-	-	248,935	-	248,935
<b>Total changes in the interim condensed consolidated statement of profit or loss</b>	<b>(14,475,422)</b>	<b>-</b>	<b>3,603,016</b>	<b>55,699</b>	<b>(10,816,707)</b>
<i>Cash flows</i>					
Premiums paid	15,046,217	-	-	-	15,046,217
Directly attributable expenses paid	-	-	134,313	-	134,313
Recoveries from reinsurance	-	-	(2,703,687)	-	(2,703,687)
<b>Total net cash flows</b>	<b>15,046,217</b>	<b>-</b>	<b>(2,569,374)</b>	<b>-</b>	<b>12,476,843</b>
<b>Net closing balance</b>	<b>2,691,381</b>	<b>-</b>	<b>17,211,055</b>	<b>264,286</b>	<b>20,166,722</b>
Closing liabilities	-	-	-	-	-
Closing assets	2,691,381	-	17,211,055	264,286	20,166,722
<b>Net closing balance</b>	<b>2,691,381</b>	<b>-</b>	<b>17,211,055</b>	<b>264,286</b>	<b>20,166,722</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 3 INSURANCE AND REINSURANCE CONTRACTS (continued)

#### 3.3 Analysis of reinsurance contract assets and liabilities for contracts measured under PAA (continued)

	30 September 2024				
	Assets for remaining coverage (ARC)		Assets for amounts recoverable on incurred claims (AIC)		
	Excluding loss component KD	Loss component KD	Estimates of the present value of future cash flows KD	Risk adjustment KD	Total KD
Opening liabilities					
Opening assets	1,981,394	-	19,297,422	298,145	21,576,961
Net opening balance	1,981,394	-	19,297,422	298,145	21,576,961
Allocation of reinsurance premiums	(13,574,954)	-	-	-	(13,574,954)
<i>Amounts recoverable from reinsurers</i>					
- Amounts recoverable for claims and other expenses	-	-	1,121,209	21,988	1,143,197
- Changes that relate to past service – adjustments to AIC	-	-	(993,629)	830	(992,799)
- Expenses directly attributable to reinsurance	-	-	(136,284)	-	(136,284)
Total reinsurance recoverable for incurred claims	-	-	(8,704)	22,818	14,114
Net income or expense from reinsurance contract held	(13,574,954)	-	(8,704)	22,818	(13,560,840)
Reinsurance finance income through profit or loss	-	-	260,267	-	260,267
Total changes in the interim condensed consolidated statement of profit or loss	(13,574,954)	-	251,563	22,818	(13,300,573)
<i>Cash flows</i>					
Premiums paid	14,260,716	-	-	-	14,260,716
Directly attributable expenses paid	-	-	136,284	-	136,284
Recoveries from reinsurance	-	-	(1,828,561)	-	(1,828,561)
Total cash flows	14,260,716	-	(1,692,277)	-	12,568,439
Net closing balance	2,667,156	-	17,856,708	320,963	20,844,827
Closing liabilities	-	-	-	-	-
Closing assets	2,667,156	-	17,856,708	320,963	20,844,827
Net closing balance	2,667,156	-	17,856,708	320,963	20,844,827

Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

**3 INSURANCE AND REINSURANCE CONTRACTS (continued)**

**3.4 Net Insurance service results:**

The breakdown of insurance service income and reinsurance contracts held by valuation approach is set out in the table below:

Valuation Approach	PAA		GMM		Total	
	2025 <i>KD</i>	2024 <i>KD</i>	2025 <i>KD</i>	2024 <i>KD</i>	2025 <i>KD</i>	2024 <i>KD</i>
Insurance Service Revenue	32,228,032	31,825,173	275,859	112,072	32,503,891	31,937,245
Insurance service expenses	(18,460,723)	(14,001,167)	(249,059)	(113,438)	(18,709,782)	(14,114,605)
<b>Insurance service result before reinsurance contracts held</b>	<b>13,767,309</b>	<b>17,824,006</b>	<b>26,800</b>	<b>(1,366)</b>	<b>13,794,109</b>	<b>17,822,640</b>
Amounts recoverable from reinsurers for incurred claims	3,409,612	14,114	168	-	3,409,780	14,114
Allocation of reinsurance premiums	(14,475,422)	(13,574,954)	(27,415)	(13,871)	(14,502,837)	(13,588,825)
<b>Net expense from reinsurance contracts held</b>	<b>(11,065,810)</b>	<b>(13,560,840)</b>	<b>(27,247)</b>	<b>(13,871)</b>	<b>(11,093,057)</b>	<b>(13,574,711)</b>
<b>Insurance service result</b>	<b>2,701,499</b>	<b>4,263,166</b>	<b>(447)</b>	<b>(15,237)</b>	<b>2,701,052</b>	<b>4,247,929</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 4 NET INVESTMENT INCOME

	Three months ended 30 September		Nine months ended 30 September	
	2025 KD	2024 KD	2025 KD	2024 KD
Dividend income	12,000	95,327	1,234,098	1,464,590
Interest income	356,378	241,268	1,266,214	618,515
Unrealized gain of financial assets at fair value through profit or loss	486,209	327,190	800,189	471,098
Realized (loss) gain from sale of financial assets at fair value through profit or loss	(1,505)	6,480	(11,660)	26,332
Share of results of associate	34,768	87,073	174,959	226,376
	<b>887,850</b>	<b>757,338</b>	<b>3,463,800</b>	<b>2,806,911</b>
Investment expense	(183,155)	(114,015)	(639,670)	(421,079)
	<b>704,695</b>	<b>643,323</b>	<b>2,824,130</b>	<b>2,385,832</b>

### 5 BASIC AND DILUTED EARNINGS PER SHARE (EPS)

Basic EPS amounts are calculated by dividing the profit for the period attributable to equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares). Diluted EPS is calculated by dividing the profit attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares) plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. As there are no dilutive instruments outstanding, basic and diluted earning per shares are identical.

	Three months ended 30 September		Nine months ended 30 September	
	2025 KD	2024 KD	2025 KD	2024 KD
Profit for the period attributable to the equity holders of the Parent Company (KD)	895,616	1,321,211	3,631,398	4,681,957
Weighted average number of ordinary shares outstanding during the period (excluding treasury shares) (shares)	243,429,756	243,192,725	243,429,756	240,677,927
<b>Earnings per share</b>	<b>3.68 Fils</b>	<b>5.43 fils</b>	<b>14.92 Fils</b>	<b>19.45 fils</b>

There have been no other significant transactions involving ordinary shares or potential ordinary shares between the reporting date and the authorisation date of this interim condensed consolidated financial information.

### 6 TERM DEPOSITS

Term deposits represent deposits with banks whose original maturity period exceeds three months from date of deposit.

Term deposits include an amount of KD 1,800,000 held in State of Kuwait under lien to the Insurance Regulatory Unit (IRU) in accordance with insurance regulations of State of Kuwait (31 December 2024: KD 1,800,000 and 30 September 2024: KD 1,800,000).

The effective interest rate on term deposits was 3.63% to 4.90% per annum (31 December 2024: 3.875% to 5.10% and 30 September 2024: 4.60 % to 5.10%).

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 7 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the interim condensed consolidated statement of cash flows include the following balances:

	<i>(Audited)</i>		
	<i>30 September 2025</i>	<i>31 December 2024</i>	<i>30 September 2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Cash on hand	4,792	4,901	5,228
Cash in portfolio	3,477,247	1,588,914	1,910,207
Bank balances	6,831,925	4,364,372	6,382,464
	<b>10,313,964</b>	<b>5,958,187</b>	<b>8,297,899</b>

### 8 TREASURY SHARES

	<i>(Audited)</i>		
	<i>30 September 2025</i>	<i>31 December 2024</i>	<i>30 September 2024</i>
Number of shares	6,570,244	6,570,244	6,570,244
Percentage to issued shares (%)	2.63%	2.63%	2.63%
Market value (KD)	1,169,503	1,077,520	913,264

An amount of KD 686,385 (31 December 2024: KD 686,385 and 30 September 2024: KD 686,385) equivalent to the cost of purchase of the treasury shares have been earmarked as non-distributable from reserves and retained earnings throughout the holding period of treasury shares.

The weighted average market price of the Parent Company's shares for the period ended 30 September 2025 was 178 Fils per share (31 December 2024: 164 Fils per share and 30 September 2024: 139 Fils per share).

During the current period ended 30 September 2025, to the Group purchased treasury shares of Nil (30 September 2024: 83,765 shares) for total consideration amounting to Nil (30 September 2024: KD 9,058) and sold treasury shares of Nil (30 September 2024: 540,000 share) with total consideration amounting to Nil (30 September 2024: KD 56,393).

### 9 ANNUAL GENERAL ASSEMBLY

The Annual General Assembly of the shareholders of the Parent Company was held on 16 April 2025 approved the consolidated financial statements for the year ended 31 December 2024 and the distribution of cash dividends of 12% for the year ended 31 December 2024 (31 December 2023: 10%) and the distribution date was on 21 May 2025.

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 10 SEGMENT INFORMATION

The Group operates in three segments: general risk insurance, life and medical insurance and investment. Within general risk insurance are Marine and Aviation, General Accidents and Fire and Motor.

The Executive Management Committee monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with interim condensed consolidated statement of profit or loss.

The following are the details of these segments:

	<i>Total general risk insurance KD</i>	<i>Life and medical insurance KD</i>	<i>Investment KD</i>	<i>Unallocated KD</i>	<i>Total KD</i>
<b><i>30 September 2025</i></b>					
Insurance service result before reinsurance contracts held	<b>11,738,481</b>	<b>2,055,628</b>	-	-	<b>13,794,109</b>
Reinsurance contracts held	<b>(10,115,110)</b>	<b>(977,947)</b>	-	-	<b>(11,093,057)</b>
Finance expenses from insurance contracts issued	<b>(311,636)</b>	<b>(298,596)</b>	-	-	<b>(610,232)</b>
Finance income from reinsurance contracts held	<b>171,575</b>	<b>77,986</b>	-	-	<b>249,561</b>
Net investment income	-	-	<b>2,824,130</b>	-	<b>2,824,130</b>
Non-attributable general and administrative expenses	-	-	-	<b>(1,594,813)</b>	<b>(1,594,813)</b>
Other income	-	-	-	<b>259,293</b>	<b>259,293</b>
KFAS, ZAKAT, NLST	-	-	-	<b>(179,156)</b>	<b>(179,156)</b>
Net profit for the period	<b>1,483,310</b>	<b>857,071</b>	<b>2,824,130</b>	<b>(1,514,676)</b>	<b>3,649,835</b>
Assets	<b>14,311,250</b>	<b>5,864,550</b>	<b>83,918,233</b>	<b>6,589,966</b>	<b>110,683,999</b>
Liabilities	<b>28,025,688</b>	<b>14,072,369</b>	<b>11,360,993</b>	<b>4,488,532</b>	<b>57,947,582</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 10 SEGMENT INFORMATION (continued)

	Total general risk insurance KD	Life and medical insurance KD	Investment KD	Unallocated KD	Total KD
<i>31 December 2024 (Audited)</i>					
Assets	14,070,038	4,469,254	85,564,113	-	104,103,405
Liabilities	22,876,397	15,839,915	15,936,498	6,158,669	60,811,479
<i>30 September 2024</i>					
Insurance service result before reinsurance contracts held	13,766,622	4,056,018	-	-	17,822,640
Reinsurance contracts held	(11,773,288)	(1,801,423)	-	-	(13,574,711)
Finance expenses from insurance contracts issued	(387,912)	(297,791)	-	-	(685,703)
Finance income from reinsurance contracts held	188,440	71,827	-	-	260,267
Net investment income	-	-	2,385,832	-	2,385,832
Non-attributable general and administrative expenses	-	-	-	(1,589,890)	(1,589,890)
Other income	-	-	-	335,725	335,725
KFAS, ZAKAT, NLST	-	-	-	(237,508)	(237,508)
Net profit for the period	1,793,862	2,028,631	2,385,832	(1,491,673)	4,716,652
Assets	10,836,790	10,011,528	74,373,186	6,797,500	102,019,004
Liabilities	24,164,859	17,286,969	14,606,764	5,369,636	61,428,228

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 11 RELATED PARTY DISCLOSURES

The Group has entered into various transactions with related parties, i.e. shareholders, Board of directors, key management personnel, associate and other related parties in the normal course of its business concerning financing and other related services. Prices and terms of payment are approved by the Group's management. Significant related party transactions and balances are as follows:

Balances included in the interim condensed consolidated statement of financial position:

	<i>Parent company's shareholders</i>	<i>Entities under common control</i>	<i>30 September 2025</i>	<i>(Audited)</i>	
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>31 December 2024</i>	<i>30 September 2024</i>
<b>Insurance activities</b>					
Premiums receivable	35,201	4,693,454	4,728,655	1,655,652	4,510,131
Claims payable	-	639,482	639,482	604,780	537,899
<b>Investment activities</b>					
Financial assets at fair value through profit or loss	-	11,519,769	11,519,769	16,837,243	13,866,885
Financial assets at fair value through other comprehensive income*	-	30,630,980	30,630,980	22,899,656	12,903,634
Investment in associate	-	3,840,140	3,840,140	3,827,379	3,709,343
Term deposits	-	9,860,000	9,860,000	10,100,000	7,100,000
Cash and cash equivalents	-	7,901,152	7,901,152	3,789,502	4,733,435
Other liabilities**	-	7,360,993	7,360,993	11,936,498	10,564,169

\* Subsequent to the reported period the Parent Company signed an agreement to sell financial asset classified at fair value through other comprehensive income to a related party with a total consideration of KD 11,172,498.

\*\* Other liabilities represent borrowings from third party through related party with an average interest rate of 4.57% (31 December 2024: 4.85%, and 30 September 2024: 5.49%) per annum.

Transactions included in the interim condensed consolidated statement of profit or loss:

	<i>Three months ended 30 September</i>		<i>Nine months ended 30 September</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Premiums written	256,445	324,604	1,456,652	1,444,027
Dividend income - entities under common control	316,880	268,954	1,059,946	1,166,377
Claims paid - entities under common control	75,317	290,119	785,428	1,110,629
Share of results of associate - entities under common control	34,768	87,073	174,959	226,376
Investment expense - entities under common control	133,417	60,840	479,136	254,577

### Compensation to key management personnel:

	<i>Three months ended 30 September</i>		<i>Nine months ended 30 September</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Short term employees' benefits	179,827	177,341	788,202	754,589
Employees' end of service benefit	8,261	7,344	24,061	20,103
	<b>188,088</b>	<b>184,685</b>	<b>812,263</b>	<b>774,692</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 12 CAPITAL COMMITMENTS AND CONTINGENCIES

	<i>(Audited)</i>	<i>30 September 2025</i>	<i>31 December 2024</i>	<i>30 September 2024</i>
		<i>KD</i>	<i>KD</i>	<i>KD</i>
Letters of guarantee	<b>108,734</b>	473,150	435,041	
Capital commitments	-	-	6,480	

#### *Legal contingencies*

The Group has outstanding legal case, where the customer is claiming an amount of KD 1.8 million. A preliminary verdict has been issued in the Group's favour rejecting the customer's claim. The customer appealed on 15 July 2019 and the appeal verdict issued on 13 January 2021 was in favour of the Group as well. The customer filed an appeal before the Court of Cassation who then transferred the case to the Court of First Instance.

On 24 July 2024, a preliminary verdict was issued in favour of the customer. The Group appealed the verdict and a hearing was scheduled on 13 November 2024 which was then transferred to the Department of Experts in the Ministry of Justice on 13 May 2025, then scheduled for a hearing on 16 September 2025 then it was rescheduled to 26 October 2025 for hearing the expert committee conclusion. On 26 October the expert committee concluded that the total amount due from Parent Company is KD 106,214. After settling the accounts, the committee confirmed that the Parent Company remains liable for the same amount: KD 106,214, and the Court of Appeal session was scheduled for hearing on 18 November 2025.

During prior years, the Group has provided an amount of KD 500,000 as a provision against this legal case. The Group believes the current provision taken is adequate based on the current legal status of the legal case.

The Group 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 legal cases will have a material impact on the Group's interim condensed consolidated financial information.

### 13 FAIR VALUE MEASUREMENT

Financial instruments comprise of financial assets and financial liabilities.

Financial assets consist of investments assets, insurance contract assets and reinsurance contract assets, term deposits and cash and cash equivalent. Financial liabilities consist of insurance contract assets, reinsurance contract assets, term loans and other liabilities.

The fair values of financial instruments are not materially different from their carrying values. The Group uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

- ▶ Level 1: quoted (unadjusted) prices in an active market for identical assets and liabilities.
- ▶ Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and
- ▶ Level 3: other techniques which use inputs which have a significant effect on the recorded fair value are not based on observable market data.

The following table provides the fair value measurement hierarchy of the Group's assets carried at fair value.

<i>30 September 2025</i>	<i>Fair value measurement using</i>			
	<i>Level 1 KD</i>	<i>Level 2 KD</i>	<i>Level 3 KD</i>	<i>Total KD</i>
<i>Financial assets at fair value through profit or loss</i>	<b>14,064,983</b>	<b>1,732,804</b>	<b>5,299,504</b>	<b>21,097,291</b>
<i>Financial assets at fair value through other comprehensive income</i>	<b>24,758,306</b>	-	<b>12,352,673</b>	<b>37,110,979</b>
<b>Total</b>	<b>38,823,289</b>	<b>1,732,804</b>	<b>17,652,177</b>	<b>58,208,270</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 13 FAIR VALUE MEASUREMENT (continued)

	Fair value measurement using			
	Level 1 KD	Level 2 KD	Level 3 KD	Total KD
<i>31 December 2024</i>				
<i>Financial assets at fair value through profit or loss</i>	20,816,063	1,347,975	5,299,504	27,463,542
<i>Financial assets at fair value through other comprehensive income</i>	17,969,120	-	11,946,615	29,915,735
<b>Total</b>	<b>38,785,183</b>	<b>1,347,975</b>	<b>17,246,119</b>	<b>57,379,277</b>
<i>30 September 2024</i>				
<i>Financial assets at fair value through profit or loss</i>	18,711,868	1,267,881	5,299,504	25,279,253
<i>Financial assets at fair value through other comprehensive income</i>	17,686,698	-	10,510,796	28,197,494
<b>Total</b>	<b>36,398,566</b>	<b>1,267,881</b>	<b>15,810,300</b>	<b>53,476,747</b>

During the period ended 30 September 2025, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

The following table shows a reconciliation of the opening and closing amount of level 3 financial assets which are recorded at fair value.

	As at 1 January 2025 KD	Remeasurement			As at 30 September 2025 KD
		recognised in OCI KD	recognised in consolidated profit or loss KD	Net purchases and disposals KD	
<i>30 September 2025</i>					
<b>Investments at FVOCI:</b>					
Unquoted equity securities	<b>11,946,615</b>	<b>406,058</b>	-	-	<b>12,352,673</b>
<b>Investments at FVPL:</b>					
Unquoted bonds	<b>5,299,504</b>	-	-	-	<b>5,299,504</b>
	<b>17,246,119</b>	<b>406,058</b>	-	-	<b>17,652,177</b>

# Warba Insurance and Reinsurance Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2025

### 13 FAIR VALUE MEASUREMENT (continued)

	<i>As at 1 January 2024 KD</i>	<i>Remeasurement recognised in OCI KD</i>	<i>Remeasurement recognised in consolidated profit or loss KD</i>	<i>Net purchases and disposals KD</i>	<i>As at 31 December 2024 KD</i>
<i>31 December 2024</i>					
<i>Investments at FVOCI:</i>					
Unquoted equity securities	10,323,036	1,423,579	-	200,000	11,946,615
<i>Investments at FVPL:</i>					
Unquoted bonds	5,300,000	-	(496)	-	5,299,504
	<u>15,623,036</u>	<u>1,423,579</u>	<u>(496)</u>	<u>200,000</u>	<u>17,246,119</u>
<i>30 September 2024</i>					
<i>Investments at FVOCI:</i>					
Unquoted equity securities	10,323,036	(12,240)	-	200,000	10,510,796
<i>Investments at FVPL:</i>					
Unquoted bonds	5,300,000	-	(496)	-	5,299,504
	<u>15,623,036</u>	<u>(12,240)</u>	<u>(496)</u>	<u>200,000</u>	<u>15,810,300</u>

**Reconciliation of recurring fair value measurement categorized within level three of the fair value hierarchy:**  
Set out below are the significant unobservable inputs to valuation as at 30 September 2025:

	<i>Valuation technique</i>	<i>Significant unobservable inputs</i>	<i>Range</i>	<i>Sensitivity of the input to fair value</i>
Unquoted equity securities	Price to book value	Discount for lack of marketability (DLOM)	10%	An increase or (decrease) by 10% in the discount for lack of marketability & lack of control would result in (decrease) or increase in fair value by KD 196 thousand.
Unquoted equity securities	Price to book value	"Represents amounts used when the Group has determined that market participants would use such multiples when pricing the investments"	10%	An increase or (decrease) by 10% in the price to book multiple would result in increase or (decrease) in fair value by KD 196 thousand.

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