

HAYAH Insurance Company P.J.S.C.

Condensed interim financial information (Unaudited)

For the six-month period ended 30 June 2025

HAYAH Insurance Company P.J.S.C
Condensed interim financial information (unaudited)

For the period ended 30 June 2025
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HAYAH Insurance Company P.J.S.C

Report of the Board of Directors
For the period ended 30th June 2025

The Board of Directors are pleased to submit the report of the Company's activities accompanied by the condensed interim financial information for the period ended 30th June 2025.

The Company registered a net Loss of AED 3 million for the period ended 30th June 2025, compared to a net profit of AED 2.5 million during same period last year.

Total Insurance Revenue amounted to AED 55 million for the period ended 30th June 2025 compared to AED 43.4 million for the corresponding period of last year, representing retention of clients and securing new business.

During the period, the Company has maintained volumes of life insurance, despite tough competition in the market. For the period ended 30th June 2025, the Company incurred net insurance results of AED (1.46) million, as compared to total net insurance results of AED 0.58 million in the corresponding period of last year.

For the period ended 30th June 2025, the Company achieved investment and other income of AED 4.1 million, as compared to AED 3 million in the corresponding period of last year representing an increase of AED 1.1 million.

Transaction with related Parties

This condensed interim financial information includes related party transactions and balances which are disclosed in the notes and are carried out as part of our normal course of business and in compliance with applicable laws and regulations.

Chairperson

Review report of the Independent Auditor To the Shareholders of Hayah Insurance Company P.J.S.C.

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Hayah Insurance Company P.J.S.C. (the “Company”) as at 30 June 2025, and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income for the three-month and six-month periods then ended, and condensed interim statement of changes in shareholders’ equity, condensed interim cash flows for the six-month period then ended, and other related explanatory notes. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 (“IAS 34”) *Interim Financial Reporting*. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

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

Conclusion

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

GRANT THORNTON UAE

Dr. Osama El-Bakry
Registration No: 935
Abu Dhabi, United Arab Emirates



Date: 13 August 2025

HAYAH Insurance Company P.J.S.C**Condensed interim financial information (unaudited)****Condensed interim statement of financial position
As at 30 June 2025**

		<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
	Notes		
Assets			
Property and equipment		2,447	2,080
Intangible assets		12,062	9,878
Financial assets at fair value through other comprehensive income	4	74,184	74,029
Financial assets at fair value through profit or loss	5	17,127	19,478
Reinsurance contract assets	6	58,599	37,692
Investment contract assets	9	29,982	26,400
Other receivables and prepayments		19,928	10,388
Statutory deposits	7	4,000	4,000
Time deposits	8	32,000	10,000
Cash and cash equivalents	8	12,291	8,448
Total assets		262,620	202,393
Equity and Liabilities			
Equity			
Share capital		200,000	200,000
Legal reserve		1,155	1,155
Other reserve		1,372	1,372
Reinsurance risk reserve		616	455
Accumulated losses		(81,854)	(78,675)
Fair value reserve		676	93
Net equity		121,965	124,400
Liabilities			
Provision for employee's end of service benefits		2,935	2,496
Insurance contract liabilities	6	105,782	47,114
Investment contract liabilities	9	29,982	26,400
Other payables and accruals		1,956	1,983
Total liabilities		140,655	77,993
Total equity and liabilities		262,620	202,393

To the best of our knowledge, the condensed interim financial information present fairly in all material respects the financial position, results of operation and cash flows of the Company as of, and for the six-month period ended 30 June 2025.

Chairperson





Chief Executive Officer

The accompanying notes from 1 to 20 form an integral part of this condensed interim financial information.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Condensed interim statement of profit or loss For the period ended 30 June

		<i>(Unaudited)</i> Three-month period ended 2025 AED'000	<i>(Unaudited)</i> Three-month period ended 2024 AED'000	<i>(Unaudited)</i> Six-month period ended 2025 AED'000	<i>(Unaudited)</i> Six-month period ended 2024 AED'000
	Note				
Insurance revenue	6	25,329	22,384	54,991	43,377
Insurance service expenses	6	(25,828)	(22,527)	(63,780)	(41,444)
Insurance service result before reinsurance contracts held	6	(499)	(143)	(8,789)	1,933
Net income/(expense) for reinsurance contracts held		(2,397)	(567)	7,325	(1,376)
Net insurance service result		(2,896)	(710)	(1,464)	557
Investment and other income – net	10	2,980	642	4,134	3,021
Insurance finance expenses	6	(88)	(315)	(788)	(600)
Reinsurance finance income		125	340	665	717
Net investment and insurance financial result		3,017	667	4,011	3,138
Total income		121	(43)	2,547	3,695
Other operating expenses		(3,674)	(500)	(5,256)	(1,012)
(Loss)/profit for the period before tax		(3,553)	(543)	(2,709)	2,683
Income tax expense	18	-	-	(309)	(150)
(Loss)/profit for the period after tax		(3,553)	(543)	(3,018)	2,533
(Loss)/earnings per share for the period - basic and diluted (AED)		(0.018)	(0.003)	(0.015)	0.013

The accompanying notes from 1 to 20 form an integral part of this condensed interim financial information.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Condensed interim statement of other comprehensive income For the period ended 30 June

	<i>(Unaudited)</i> Three-month period ended 2025 AED'000	<i>(Unaudited)</i> Three-month period ended 2024 AED'000	<i>(Unaudited)</i> Six-month period ended 2025 AED'000	<i>(Unaudited)</i> Six-month period ended 2024 AED'000
(Loss)/profit for the period after tax	(3,553)	(543)	(3,018)	2,533
Other comprehensive income				
<i>Items that will not be reclassified subsequently to statement of profit or loss:</i>				
Equity investment at FVTOCI – net change in fair value	80	(1)	(502)	59
<i>Items that are or may be reclassified subsequently to statement of profit or loss:</i>				
Debt investment at FVTOCI - net change in fair value	166	(481)	1,085	(170)
Other comprehensive income / (loss) for the period	246	(482)	583	(111)
Total comprehensive (loss) / income for the period	(3,307)	(1,025)	(2,435)	2,422

The accompanying notes from 1 to 20 form an integral part of this condensed interim financial information.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Condensed interim statement of changes in shareholders' equity

For the period ended 30 June 2025

	Share capital AED'000	Legal reserve AED'000	Other reserve AED'000	Reinsurance risk reserve AED'000	Accumulated losses AED'000	Fair value reserve AED'000	Total AED'000
At 1 January 2024 <i>(Audited)</i>	200,000	690	1,372	340	(82,740)	(345)	119,317
Total comprehensive income:							
Profit for the period after tax	-	-	-	-	2,533	-	2,533
Other comprehensive income for the period	-	-	-	-	-	(111)	(111)
Total comprehensive income for the period	-	-	-	-	2,533	(111)	2,422
Transfer from retained earnings to reinsurance risk reserve	-	-	-	75	(75)	-	-
At 30 June 2024 <i>(Unaudited)</i>	200,000	690	1,372	415	(80,282)	(456)	121,739
 At 1 January 2025 <i>(Audited)</i>	 200,000	 1,155	 1,372	 455	 (78,675)	 93	 124,400
<i>Total comprehensive income:</i>							
Loss for the period after tax	-	-	-	-	(3,018)	-	(3,018)
Other comprehensive income for the period	-	-	-	-	-	583	583
<i>Total comprehensive income for the period</i>	-	-	-	-	(3,018)	583	(2,435)
Transfer from retained earnings to reinsurance risk reserve	-	-	-	161	(161)	-	-
At 30 June 2025 <i>(Unaudited)</i>	200,000	1,155	1,372	616	(81,854)	676	121,965

The accompanying notes from 1 to 20 form an integral part of this condensed interim financial information.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Condensed interim statement of cash flows For the period ended 30 June 2025

		<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Unaudited)</i> 30 June 2024 AED'000
	<i>Note</i>		
Cash flows from operating activities			
Profit for the period before tax		(2,709)	2,683
<i>Adjustments for:</i>			
Depreciation		349	244
Amortisation		374	162
Bonds premium amortisation	10	128	294
Fair value (gain) / loss on financial assets at fair value through profit or loss	10	(1,314)	350
Loss on sale of financial assets	10	155	-
Provision for employees' end of service benefits		722	384
Finance cost on lease liability		-	20
Interest income	10	(2,213)	(2,150)
Dividend income	10	(510)	(804)
Cash used in operations		(5,018)	1,183
<i>Changes in:</i>			
Insurance contract assets		-	(464)
Reinsurance contract assets		(20,907)	8,587
Other receivables and prepayments		(9,562)	(16,643)
Insurance contract liabilities		58,668	10,648
Investment contract assets		(3,582)	169
Investment contract liabilities		3,582	(169)
Other payable and accruals		394	(3,805)
Cash generated from / (used in) operating activities		23,575	(494)
Employees' end of service benefits paid		(283)	(65)
Net cash flow generated from / (used in) operating activities		23,292	(559)

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Condensed interim statement of cash flows (continued) For the period ended 30 June 2025

	<i>(Unaudited)</i> 30 June 2025	<i>(Unaudited)</i> 30 June 2024
<i>Note</i>	AED'000	AED'000
Cash flows from investing activities		
(Additions to)/ proceeds from disposal of property and equipment	(716)	60
Additions to intangible assets	(2,558)	(1,666)
Placement of time deposits	(22,000)	-
Proceeds from sale of financial assets at fair value through other comprehensive income	145	1,850
Disposal of financial assets at fair value through profit or loss	3,665	-
Dividends received	510	804
Interest received	2,235	2,164
Net cash (used in)/ generated from investing activities	(18,719)	3,212
Cash flows from financing activities		
Payment of lease liability	(730)	(180)
Net cash used in financing activities	(730)	(180)
Net increase in cash and cash equivalents	3,843	2,473
Cash and cash equivalents at 1 January	8,448	6,154
Cash and cash equivalents at 30 June	12,291	8,627

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Non-cash transactions

The principal non-cash transaction was as follows:

- (i) Fair value gain on financial assets at fair value through OCI credited to fair value reserve of AED 583 thousand (30 June 2025: fair value loss of AED 111 thousand).

The accompanying notes from 1 to 20 form an integral part of this condensed interim financial information.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

1 (a) Legal status and activities

HAYAH Insurance Company P.J.S.C. (the "Company") is a public joint stock company, registered and incorporated in the Emirate of Abu Dhabi, United Arab Emirates on 26 July 2008. The Company is registered in accordance with UAE Federal Law No. (48) of 2023 concerning Insurance Companies and Agents and is governed by the provisions of the Federal Law No. (32) of 2021 concerning the commercial companies, Central Bank of UAE Board decision No. (25) of 2014 pertinent to Financial Regulations for insurance companies and Insurance Authority's Board of Directors Decision No. (23) of 2019 concerning Instructions Organizing Reinsurance Operations, and is registered in the Insurance Companies Register under registration No. (83). The Company's ordinary shares are listed on Abu Dhabi Securities Exchange (ADX) and its principal activity is providing health and life insurance solutions.

The registered office of the Company is located at Floor 16, Sheikh Sultan Bin Hamdan Building, Corniche Road, P.O. Box 63323, Abu Dhabi, United Arab Emirates.

1 (b) Going concern

The Company incurred a loss during the six-month period ended 30 June 2025 of AED 3,018 thousand (*30 June 2024: profit of 2,533 thousand*) and as of that date it had accumulated losses of AED 81,854 thousand (*31 December 2024: AED 78,675 thousand*). The validity of going concern assumptions is dependent upon future operations and the ability of the Company to generate sufficient cash flows to meet its future obligations. The Company's directors are, therefore, confident that the Company will be able to meet its liabilities as and when they fall due and to carry on its business without a significant curtailment of operations. Accordingly, this condensed interim financial information has been prepared on a going concern basis.

1 (c) Accumulated losses

As at 30 June 2025, the Company's accumulated losses represents 40.9% of the share capital of the Company (*31 December 2024: 39.3%*). The history of these accumulated losses is analysed below:

- Carried-forward accumulated losses as at 31 December 2014 related to Green Crescent Insurance Company amounting to AED 28,438 thousand, which is prior to the formation of AXA Green Crescent Insurance Company P.J.S.C. in 2015;
- Net loss of AED 15,444 thousand incurred during the year ended 31 December 2015, was mainly attributable to a large expense base amounting to AED 20,852 thousand, offset by underwriting surplus and investments income of AED 4,632 thousand and AED 776 thousand respectively. Furthermore, accumulated losses were adjusted with an amount of AED 68 thousand as charges incurred on conversion of bonds into share capital of the Company;
- Net loss of AED 13,910 thousand incurred during the year ended 31 December 2016, was mainly attributable to the large expense base amounting to AED 21,220 thousand, offset by underwriting surplus and investment income of AED 3,613 thousand and AED 3,697 thousand respectively;
- Net loss of AED 18,904 thousand incurred during the year ended 31 December 2017, was mainly attributable to losses on termination of life and savings contract amounting to AED 15,352 thousand;
- Net loss of AED 2,205 thousand incurred during the year ended 31 December 2018, was mainly attributable to the large expense base amounting to AED 15,434 thousand, offset by underwriting surplus and investment income of AED 7,857 thousand and AED 5,372 thousand respectively.
- Furthermore, the balance of the accumulated losses for the year ended 31 December 2018 was restated with a downward adjustment amounting to AED 2,150 thousand related to the adoption of IFRS 9 "Financial Instruments";
- Net profit of AED 162 thousand for the year ended 31 December 2019, was mainly attributable to prudent underwriting measures taken during the year;

Condensed interim financial information (unaudited)

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

1 (c) Accumulated losses (continued)

- Net profit of AED 2,246 thousand for the year ended 31 December 2020, predominantly attributable to favorable underwriting margin and better loss ratios for most of its business;
- Net profit of AED 3,962 thousand for the year ended 31 December 2021, was attributable to better investment returns as compared to the previous year;
- Net profit of AED 7,426 thousand for the year ended 31 December 2022, was attributable to positive underwriting results arising from Group Life business;
- Net loss of AED 5,698 thousand for the year ended 31 December 2023, is mainly attributable to negative underwriting results specifically arising from Medical business;
- Net profit of AED 4,645 thousand for the year ended 31 December 2024, was attributable to positive underwriting results combined with higher investment income; and
- Net loss of AED 3,018 thousand for the six-month period ended 30 June 2025, was attributable to negative underwriting results specifically arising from individual medical business.

2 Basis of preparation

(a) Statement of compliance

The condensed interim financial information has been prepared in accordance with International Accounting Standard (IAS) 34 “*Interim Financial Reporting*” and complies with the applicable requirements of the laws in the UAE.

This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 2024, which were prepared in accordance with International Financial Reporting Standards (“IFRS”). In addition, the results for the six-month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

(b) Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for revaluation of financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and the provision for employees’ end of service indemnity which is calculated in line with UAE labour laws.

(c) Functional and reporting currency

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

Condensed interim financial information (unaudited)

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

2 Basis of preparation (continued)

(d) Use of estimates and judgement

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

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements for the year ended 31 December 2024.

3 Material accounting policies

The accounting policies, critical accounting judgments and key sources of estimation used in the preparation of this condensed interim financial information are consistent with those used in the audited financial statements for the year ended 31 December 2024, except for application of new standards effective as of 1 January 2025 and several amendments and interpretations apply for the first time in 2025.

3.1 Application of new and revised International Financial Reporting Standards ("IFRS")

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

This amendments to the standard have been adopted by the Company and do not have a material impact on the condensed interim financial information.

3.2 Standards, amendments and interpretations to existing Standards that are not yet effective and have not been adopted early by the Company

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

These standards, amendments and interpretations are not expected to have a significant impact on the condensed interim financial information in the period of initial application and therefore no disclosures have been made.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

4 Financial assets at fair value through other comprehensive income

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
<i>Quoted bonds:</i>		
UAE-based corporate	27,894	27,580
UAE-based government	23,907	23,845
	<u>51,801</u>	<u>51,425</u>
<i>Quoted sukuk:</i>		
UAE-based government	11,434	11,151
	<u>11,434</u>	<u>11,151</u>
<i>Quoted equity instruments:</i>		
UAE-based quoted equities	1,427	1,231
Mutual funds	9,119	9,074
	<u>10,546</u>	<u>10,305</u>
<i>Non-UAE private debt fund:</i>	403	1,148
	<u>74,184</u>	<u>74,029</u>

5 Financial assets at fair value through profit or loss

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
UAE-based quoted equities	3,785	12,021
UAE-based quoted corporate debt instruments	13,342	7,457
	<u>17,127</u>	<u>19,478</u>

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

6 Insurance and reinsurance contract assets and liabilities

Breakup of insurance and reinsurance contract balances measured under both PAA and GMM as at:

30 June 2025 (Unaudited)

AED'000

	<i>PAA</i>	<i>GMM</i>	<i>Total (Unaudited)</i>
Insurance contract liabilities	(81,003)	(24,779)	(105,782)
Reinsurance contract assets	47,129	11,470	58,599
	(33,874)	(13,309)	(47,183)

31 December 2024 (Audited)

AED'000

	<i>PAA</i>	<i>GMM</i>	<i>Total (Audited)</i>
Insurance contract liabilities	(28,073)	(19,041)	(47,114)
Reinsurance contract assets	33,394	4,298	37,692
	5,321	(14,743)	(9,422)

The Company's GMM portfolio arises from its Credit life business whereas the PAA portfolio are comprised of Medical and Non-medical portfolios. Breakup for medical and non-medical PAA liabilities and assets are presented below.

30 June 2025 (Unaudited)

AED'000

	<i>Medical</i>	<i>Non-medical</i>	<i>Total (Unaudited)</i>
Insurance contract liabilities	(31,636)	(49,367)	(81,003)
Reinsurance contract assets	24,235	22,894	47,129
	(7,402)	(26,473)	(33,874)

31 December 2024 (Audited)

AED'000

	<i>Medical</i>	<i>Non-medical</i>	<i>Total (Audited)</i>
Insurance contract liabilities	(9,458)	(18,615)	(28,073)
Reinsurance contract assets	2,352	31,042	33,394
	(7,106)	12,427	5,321

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities (continued)

The following reconciliations that are required by IFRS 17 are included below, separately for insurance contracts issued and reinsurance contracts held.

Reconciliation of the liability for remaining coverage and the liability for incurred medical claims – Applicable to contracts measured under the PAA as at:

30 June 2025 (Unaudited)

MEDICAL	LRC		LIC			Total AED'000
	<i>Excluding loss component AED'000</i>	<i>Loss component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	
Insurance contracts issued						
Opening insurance contract liabilities	3,457	1,664	-	4,189	148	9,458
Opening insurance contract assets	-	-	-	-	-	-
Opening balance as at 1 January	3,457	1,664	-	4,189	148	9,458
Insurance revenue	(13,791)	-	-	-	-	(13,791)
Insurance service expenses						
Incurred claims and other directly attributable expenses	-	-	-	5,588	134	5,722
Insurance acquisition cash flows amortisation	955	-	-	-	-	955
Increase in existing incurred claims reserves	-	-	-	9,438	8	9,446
Claims accrual	-	-	-	-	-	-
Losses on onerous contracts and reversals of losses	-	8,051	-	-	-	8,051
Total insurance service expenses	955	8,051	-	15,026	142	24,174
Investment components	-	-	-	-	-	-
Insurance service result	(12,836)	8,051	-	15,026	142	10,383
Insurance finance (income) and expenses	-	-	-	68	-	68
Total amounts recognised in comprehensive income	(12,836)	8,051	-	15,094	142	10,451
Total cash flows	29,860	-	-	(15,297)	-	14,563
Total additional items	(2,836)	-	-	-	-	(2,836)
Closing balance as at 30 June						
Closing insurance contract liabilities	17,645	9,715	-	3,986	290	31,636

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities (continued)

The following reconciliations that are required by IFRS 17 are included below, separately for insurance contracts issued and reinsurance contracts held.

Reconciliation of the liability for remaining coverage and the liability for non-medical incurred claims – Applicable to contracts measured under the PAA as at:

30 June 2025 (Unaudited)

NON-MEDICAL

	<i>LRC</i>		<i>LIC</i>			
	<i>Excluding loss component AED'000</i>	<i>Loss component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	<i>Total AED'000</i>
Insurance contracts issued						
Opening insurance contract liabilities	1,592	149	-	15,535	1,338	18,614
Opening insurance contract assets	-	-	-	-	-	-
Opening balance as at 1 January	1,592	149	-	15,535	1,338	18,614
Insurance revenue	(36,925)	-	-	-	-	(36,925)
Insurance service expenses						
Incurred claims and other directly attributable expenses	-	-	-	16,110	(285)	15,825
Insurance acquisition cash flows amortisation	2,991	-	-	-	-	2,991
Increase in existing incurred claims reserves	-	-	-	9,654	144	9,798
Claims accrual	-	-	-	-	-	-
Losses on onerous contracts and reversals of losses	-	(149)	-	-	-	(149)
Total insurance service expenses	2,991	(149)	-	25,764	(141)	28,465
Investment components	-	-	-	-	-	-
Insurance service result	(33,934)	(149)	-	25,764	(141)	(8,460)
Insurance finance (income) and expenses	-	-	-	270	-	270
Total amounts recognised in comprehensive income	(33,934)	(149)	-	26,034	(141)	(8,190)
Total cash flows	72,356	-	-	(28,167)	-	44,189
Total additional items	(5,246)	-	-	-	-	(5,246)
Closing balance as at 30 June						
Closing insurance contract liabilities	34,768	-	-	13,402	1,197	49,367

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

6 Insurance and reinsurance contract assets and liabilities (*continued*)

Reconciliation of the measurement components of gross insurance contract balances - applicable to contracts measured under the GMM as at:

30 June 2025 (Unaudited)

	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non- financial risk AED'000</i>	<i>CSM AED'000</i>	<i>Total AED'000</i>
Insurance contracts issued				
Opening insurance contract liabilities	1,651	3,083	14,307	19,041
Opening insurance contract assets	-	-	-	-
Net balance as at 01 January	1,651	3,083	14,307	19,041
CSM recognised in profit or loss for the services provided	-	-	(1,174)	(1,174)
Change in the risk adjustment for nonfinancial risk for the risk expired	-	(282)	-	(282)
Experience adjustments	3,090	-	-	3,090
Changes that relate to current service	3,090	(282)	(1,174)	1,634
Contracts initially recognised in the period	(997)	264	862	129
Experience adjustments	(2,134)	315	1,411	(408)
Changes in estimates that adjust the CSM	-	(71)	71	-
Changes in estimates that do not adjust the CSM	-	(22)	-	(22)
Changes that relate to future services	(3,131)	486	2,344	(301)
Adjustment to liabilities for incurred claims	5,531	-	-	5,531
Changes that relate to past service	5,531	-	-	5,531
Insurance service result	5,490	204	1,170	6,864
Total insurance finance expenses	(9)	90	369	450
Total amounts recognised in comprehensive income	5,481	294	1,539	7,314
Total cash flows	(1,576)	-	-	(1,576)
Net balance as at 30 June				
Closing insurance contract liabilities	5,556	3,377	15,846	24,779
Closing insurance contract assets	-	-	-	-

HAYAH Insurance Company P.J.S.C

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Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities *(continued)*

Reconciliation of the medical reinsurance contract liabilities and assets – Applicable to contracts measured under the PAA as at:

30 June 2025 (Unaudited)

MEDICAL	LRC		LIC			Total AED'000
	<i>Excluding loss component AED'000</i>	<i>Loss recovery component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	
Reinsurance contracts held						
Opening reinsurance contract liabilities	-	-	-	-	-	-
Opening reinsurance contract assets	1,294	870	-	173	15	2,352
Opening balance as at 1 January	(1,294)	(870)	-	(173)	(15)	(2,352)
Allocation of reinsurance premiums paid	4,353	870	-	-	-	5,223
Amounts recoverable from reinsurers						
Recoveries of incurred claims and other directly attributable expenses	-	-	-	(3,669)	(174)	(3,843)
Insurance acquisition cash flows amortisation	(799)	-	-	-	-	(799)
Adjustment to asset for incurred claims	-	-	-	(1,635)	(2)	(1,637)
Recoveries and reversal of recoveries of losses on onerous underlying contracts	-	(7,263)	-	-	-	(7,263)
Total	(799)	(7,263)	-	(5,304)	(176)	(13,542)
Investment components						
Net income from reinsurance contracts held	3,554	(6,393)	-	(5,304)	(176)	(8,319)
Reinsurance finance (income) / expenses	-	-	-	(6)	-	(6)
Total amounts recognised in comprehensive income	3,553	(6,393)	-	(5,310)	(176)	(8,325)
Total cash flows	(14,471)	-	-	-	-	(14,471)
Total additional items	913	-	-	-	-	913
Closing balance as at 30 June						
Closing reinsurance contract liabilities	-	-	-	-	-	-
Closing reinsurance contract assets	(11,298)	(7,263)	-	(5,483)	(191)	(24,235)

HAYAH Insurance Company P.J.S.C

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Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities *(continued)*

Reconciliation of the non-medical reinsurance contract liabilities and assets – Applicable to contracts measured under the PAA as at:

30 June 2025 (Unaudited)

NON-MEDICAL	LRC		LIC			Total AED'000
	<i>Excluding loss component AED'000</i>	<i>Loss recovery component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	
Reinsurance contracts held						
Opening reinsurance contract liabilities	-	-	-	-	-	-
Opening reinsurance contract assets	1,961	-	-	28,374	708	31,043
Opening balance as at 1 January	(1,961)	-	-	(28,374)	(708)	(31,043)
Allocation of reinsurance premiums paid	9,146	-	-	-	-	9,146
Amounts recoverable from reinsurers						
Recoveries of incurred claims and other directly attributable expenses	-	-	-	(5,371)	124	(5,247)
Insurance acquisition cash flows amortisation	(422)	-	-	-	-	(422)
Adjustment to asset for incurred claims	-	-	-	2,714	50	2,764
Recoveries and reversal of recoveries of losses on onerous underlying contracts	-	-	-	-	-	-
Total	(422)	-	-	(2,657)	174	(2,905)
Investment components	-	-	-	-	-	-
Net income from reinsurance contracts held	8,724	-	-	(2,657)	174	6,241
Reinsurance finance (income) / expenses	-	-	-	(618)	-	(618)
Total amounts recognised in comprehensive income	8,724	-	-	(3,275)	174	5,623
Total cash flows	(15,842)	-	-	17,844	-	2,002
Total additional items	524	-	-	-	-	524
Closing balance as at 30 June						
Closing reinsurance contract liabilities	-	-	-	-	-	-
Closing reinsurance contract assets	8,555	-	-	13,805	534	22,894

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

6 Insurance and reinsurance contract assets and liabilities (*continued*)

Reconciliation of the measurement components of gross reinsurance contract balances - applicable to contracts measured under the GMM as at:

30 June 2025 (Unaudited)

	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non- financial risk AED'000</i>	<i>CSM AED'000</i>	<i>Total AED'000</i>
Reinsurance contracts held				
Opening reinsurance contract liabilities	-	-	-	-
Opening reinsurance contract assets	(1,087)	1,519	3,866	4,298
Net balance as at 1 January	1,087	(1,519)	(3,866)	(4,298)
CSM recognised in profit or loss for the services provided	-	-	151	151
Change in the risk adjustment for nonfinancial risk for the risk expired	-	108	-	108
Experience adjustments	1,067	-	-	1,067
Changes that relate to current service	1,067	108	151	1,326
Contracts initially recognised in the period	489	(155)	(432)	(98)
Experience adjustments	(699)	(187)	1,291	405
Changes in estimates that adjust the CSM	-	176	(176)	-
Changes in estimates that do not adjust the CSM	-	(81)	-	(81)
Changes that relate to future services	(210)	(247)	683	226
Adjustment to assets for incurred claims	(6,800)	-	-	(6,800)
Changes that relate to past service	(6,800)	-	-	(6,800)
Reinsurance service result	(5,943)	(139)	834	(5,248)
Total reinsurance finance income	108	(45)	(105)	(42)
Total amounts recognised in comprehensive income	(5,835)	(184)	729	(5,290)
Total cash flows	(1,882)	-	-	(1,882)
Net balance as at 30 June				
Closing reinsurance contract liabilities	-	-	-	-
Closing reinsurance contract assets	(6,630)	(1,703)	(3,137)	(11,470)

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities *(continued)*

The following reconciliations that are required by IFRS 17 are included below, separately for contracts issued and reinsurance contracts held.

Reconciliation of the liability for remaining coverage and the liability for incurred medical claims – Applicable to contracts measured under the PAA as at:

31 December 2024 (Audited)

MEDICAL	LRC		LIC			Total AED'000
	<i>Excluding loss component AED'000</i>	<i>Loss component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	
Insurance contracts issued						
Opening insurance contract liabilities	394	1,889	-	3,713	122	6,118
Opening insurance contract assets	-	-	-	-	-	-
Opening balance as at 1 January	394	1,889	-	3,713	122	6,118
Insurance revenue	(20,319)	-	-	-	-	(20,319)
Insurance service expenses						
Incurred claims and other directly attributable expenses	-	-	-	18,887	78	18,894
Insurance acquisition cash flows amortisation	120	-	-	-	-	120
Increase in existing incurred claims reserves	-	-	-	1,955	19	1,974
Claims accrual	-	-	-	-	-	-
Losses on onerous contracts and reversals of losses	-	(225)	-	-	-	(225)
Total insurance service expenses	120	(225)	-	20,842	27	20,763
Investment components	-	-	-	-	-	-
Insurance service result	(20,199)	(225)	-	20,842	27	444
Insurance finance (income) and expenses	-	-	-	62	-	62
Total amounts recognised in comprehensive income	(20,199)	(225)	-	20,904	27	506
Total cash flows	23,791	-	-	(20,428)	-	3,363
Total additional items	(529)	-	-	-	-	(529)
Closing balance as at 31 December						
Closing insurance contract liabilities	3,457	1,664	-	4,189	148	9,458
Closing insurance contract assets	-	-	-	-	-	-

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities *(continued)*

The following reconciliations that are required by IFRS 17 are included below, separately for contracts issued and reinsurance contracts held.

Reconciliation of the liability for remaining coverage and the liability for incurred claims – Applicable to contracts measured under the PAA as at:

31 December 2024 (Audited)

NON-MEDICAL	LRC		LIC			Total AED'000
	<i>Excluding loss component AED'000</i>	<i>Loss component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	
Insurance contracts issued						
Opening insurance contract liabilities	1,631	2,391	-	12,257	1,054	17,332
Opening insurance contract assets	1,706	-	-	(920)	(80)	706
Opening balance as at 1 January	(75)	2,391	-	13,177	1,134	16,627
Insurance revenue	(64,690)	-	-	-	-	(64,690)
Insurance service expenses						
Incurred claims and other directly attributable expenses	-	-	-	52,289	(95)	52,194
Insurance acquisition cash flows amortisation	5,803	-	-	-	-	5,803
Increase in existing incurred claims reserves	-	-	-	6,493	299	6,793
Claims accrual	-	-	-	-	-	-
Losses on onerous contracts and reversals of losses	-	(2,241)	-	-	-	(2,241)
Total insurance service expenses	5,803	(2,241)	-	58,782	204	62,548
Investment components	-	-	-	-	-	-
Insurance service result	(58,887)	(2,241)	-	58,782	204	(2,142)
Insurance finance (income) and expenses	-	-	-	292	-	292
Total amounts recognised in comprehensive income	(58,887)	(2,241)	-	59,074	204	(1,850)
Total cash flows	67,931	-	-	(56,716)	-	11,215
Total additional items	(7,377)	-	-	-	-	(7,377)
Closing balance as at 31 December						
Closing insurance contract liabilities	1,592	150	-	15,535	1,338	18,615
Closing insurance contract assets	-	-	-	-	-	-

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

6 Insurance and reinsurance contract assets and liabilities *(continued)*

Reconciliation of the measurement components of insurance contract balances - applicable to contracts measured under the GMM as at:

31 December 2024 (Audited)

	<i>Present value of future cash flows</i>	<i>Risk adjustment for non-financial risk</i>	<i>CSM</i>	<i>Total</i>
	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>
Insurance contracts issued				
Opening insurance contract liabilities	6,649	2,018	13,387	22,054
Opening insurance contract assets	-	-	-	-
Net balance as at 1 January	6,649	2,018	13,387	22,054
CSM recognised in profit or loss for the services provided	-	-	(2,703)	(2,703)
Change in the risk adjustment for nonfinancial risk for the risk expired	-	(471)	-	(471)
Experience adjustments	(2,038)	-	-	(2,038)
Changes that relate to current service	(2,038)	(471)	(2,703)	(5,212)
Contracts initially recognised in the period	(4,715)	927	4,492	704
Experience adjustments	1,724	(476)	(1,141)	107
Changes in estimates that adjust the CSM	(158)	616	(458)	-
Changes in estimates that do not adjust the CSM	(33)	289	-	256
Changes that relate to future services	(3,182)	1,356	2,893	1,067
Adjustment to liabilities for incurred claims	(972)	-	-	(972)
Changes that relate to past service	(972)	-	-	(972)
Insurance service result	(6,192)	885	190	(5,117)
Total insurance finance expenses	(46)	180	730	864
Total amounts recognised in comprehensive income	(6,238)	1,065	920	(4,253)
Total cash flows	1,240	-	-	1,240
Net balance as at 31 December				
Closing insurance contract liabilities	1,651	3,083	14,307	19,041
Closing insurance contract assets	-	-	-	-

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities *(continued)*

Reconciliation of the medical reinsurance contract liabilities and assets – Applicable to contracts measured under the PAA as at:

31 December 2024 (Audited)

MEDICAL	LRC		LIC			Total AED'000
	<i>Excluding loss component AED'000</i>	<i>Loss component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	
Reinsurance contracts held						
Opening reinsurance contract liabilities	-	-	-	-	-	-
Opening reinsurance contract assets	-	-	-	-	-	-
Opening balance as at 1 January	-	-	-	-	-	-
Allocation of reinsurance premiums paid	646	-	-	-	-	646
Amounts recoverable from reinsurers						
Recoveries of incurred claims and other directly attributable expenses	-	-	-	(173)	(15)	(188)
Insurance acquisition cash flows amortisation	(254)	-	-	-	-	(254)
Adjustment to asset for incurred claims	-	-	-	-	-	-
Claims accrual	-	-	-	-	-	-
Recoveries and reversal of recoveries of losses on onerous underlying contracts	-	(870)	-	-	-	(870)
Total	(254)	(870)	-	(173)	(15)	(1,312)
Investment components	-	-	-	-	-	-
Net income from reinsurance contracts held	392	(870)	-	(173)	(15)	(666)
Reinsurance finance (income) and expenses	-	-	-	-	-	-
Total amounts recognised in comprehensive income	392	(870)	-	(173)	(15)	(666)
Total cash flows	(2,777)	-	-	-	-	(2,777)
Total additional items	1,091	-	-	-	-	1,091
Closing balance as at 31 December						
Closing reinsurance contract liabilities	-	-	-	-	-	-
Closing reinsurance contract assets	(1,294)	(870)	-	(173)	(15)	(2,352)

HAYAH Insurance Company P.J.S.C

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Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities *(continued)*

Reconciliation of the non-medical reinsurance contract liabilities and assets – Applicable to contracts measured under the PAA as at:

31 December 2024 (Audited)

NON-MEDICAL

	LRC		LIC			
	<i>Excluding loss component AED'000</i>	<i>Loss component AED'000</i>	<i>BBA AED'000</i>	<i>Present value of future cash flows AED'000</i>	<i>Risk adjustment for non-financial risk AED'000</i>	<i>Total AED'000</i>
Reinsurance contracts held						
Opening reinsurance contract liabilities	-	-	-	-	-	-
Opening reinsurance contract assets	2,164	736	-	27,829	544	31,274
Opening balance as at 1 January	(2,164)	(736)	-	(27,829)	(544)	(31,274)
Allocation of reinsurance premiums paid	17,871	736	-	-	-	18,607
Amounts recoverable from reinsurers						
Recoveries of incurred claims and other directly attributable expenses	-	-	-	(16,197)	64	(16,133)
Insurance acquisition cash flows amortisation	(657)	-	-	-	-	(657)
Adjustment to asset for incurred claims	-	-	-	(1,850)	(228)	(2,078)
Claims accrual	-	-	-	-	-	-
Recoveries and reversal of recoveries of losses on onerous underlying contracts	-	-	-	-	-	-
Total	(657)	-	-	(18,047)	(163)	(18,868)
Investment components	-	-	-	-	-	-
Net income from reinsurance contracts held	17,214	736	-	(18,047)	(163)	(260)
Reinsurance finance (income) and expenses	-	-	-	(908)	-	(908)
Total amounts recognised in comprehensive income	17,214	736	-	(18,955)	(163)	(1,168)
Total cash flows	(17,740)	-	-	18,410	-	670
Total additional items	729	-	-	-	-	729
Closing balance as at 31 December						
Closing reinsurance contract liabilities	-	-	-	-	-	-
Closing reinsurance contract assets	(1,961)	-	-	(28,374)	(707)	(31,042)

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

6 Insurance and reinsurance contract assets and liabilities (*continued*)

Reconciliation of the measurement components of reinsurance contract balances - applicable to contracts measured under the GMM as at:

31 December 2024 (Audited)

	<i>Present value of future cash flows</i>	<i>Risk adjustment for non-financial risk</i>	<i>CSM</i>	<i>Total</i>
	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>
Reinsurance contracts held				
Opening reinsurance contract liabilities	(399)	860	3,099	3,560
Opening reinsurance contract assets	-	-	-	-
Net balance as at 1 January	(399)	860	3,099	3,560
CSM recognised in profit or loss for the services provided	-	-	668	668
Change in the risk adjustment for nonfinancial risk for the risk expired	-	157	-	157
Experience adjustments	1,898	-	-	1,898
Changes that relate to current service	1,898	157	668	2,722
Contracts initially recognised in the period	2,284	(604)	(2,247)	(567)
Experience adjustments	(1,094)	296	423	(375)
Changes in estimates that adjust the CSM	-	(654)	654	-
Changes in estimates that do not adjust the CSM	-	235	-	235
Changes that relate to future services	1,190	(727)	(1,170)	(708)
Adjustment to assets for incurred claims	-	-	-	-
Changes that relate to past service	-	-	-	-
Reinsurance service result	3,088	(570)	(502)	2,014
Total reinsurance finance income	(1)	(89)	(265)	(356)
Total amounts recognised in comprehensive income	3,087	(659)	(767)	1,659
Total cash flows	(2,399)	-	-	(2,399)
Net balance as at 31 December				
Closing reinsurance contract liabilities	-	-	-	-
Closing reinsurance contract assets	(1,087)	1,519	3,866	4,298

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

Notes to the condensed interim financial information

For the period ended 30 June 2025

6 Insurance and reinsurance contract assets and liabilities *(continued)*

Expected recognition of the contractual service margin - An analysis of the expected recognition of the CSM remaining at the end of the reporting period in profit or loss is provided in the following table (number of years until expected to be recognised)

Years	1 AED'000	2 AED'000	3 AED'000	4 AED'000	5 AED'000	>6 AED'000
30 June 2025 <i>(Unaudited)</i>						
Total CSM	1,007	1,694	1,412	1,191	1,013	6,393
31 December 2024 <i>(Audited)</i>						
Total CSM	1,651	1,354	1,123	937	785	4,591

Discount rates

The yield curves that were used to discount the estimates of future cash flows are as follows:

Financial year	1 year AED'000	5 year AED'000	10 year AED'000	20 year AED'000	30 year AED'000
30 June 2025	5.03%	4.84%	5.01%	5.38%	5.60%
31 December 2024	5.29%	5.41%	5.54%	5.74%	5.83%

HAYAH Insurance Company P.J.S.C

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

7 Statutory deposits

In accordance with the requirements of Federal Law No. (48) of 2023 (previously, Federal Law No (6) of 2007, as amended), concerning Insurance Companies and Agencies, the Company maintains bank deposits of AED 4,000 thousand (*31 December 2024: AED 4,000 thousand*), as a guarantee against its Insurance of Persons and Fund Accumulation Operations License (medical and life). These deposits cannot be utilised without the consent of Central Bank of UAE.

Statutory deposits are held with local commercial banks and carry interest at the rate of 0.25% to 4.19% per annum (*31 December 2024: 0.25% to 4.37% per annum*).

8 Cash and cash equivalents

For the purpose of the condensed interim statement of cash flows, cash and cash equivalents comprise the following:

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Statutory deposits (<i>Note 7</i>)	4,000	4,000
Time deposits	32,000	10,000
Demand deposits and cash	12,291	8,448
Bank balances and cash	48,291	22,448
Less: statutory deposits	(4,000)	(4,000)
Less: deposits with original maturities of three months or more	(32,000)	(10,000)
Cash and cash equivalents	12,291	8,448

At 30 June 2025, time deposits carry an effective interest rate of 4% to 3.8% per annum (*31 December 2024: 5.1% per annum*). All bank balances and deposits are held with local banks in the United Arab Emirates.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

9 Investment contract assets and liabilities

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Investment contract asset and liability for employee saver product*	29,982	26,400

*During 2022, the Company initiated a new savings product "Employee Secure Saver", whereby the Company receives contributions from third party companies ("policyholders") relating to the end of service benefits of their employees ("participants"). The product ensures a guaranteed fund to its participants and does not transfer significant insurance risk to the Company. Therefore, this product has been classified as an investment contract and accordingly, a financial liability has been created against the contributions received from its participants. This liability does not have a contractual maturity, and these funds can be withdrawn anytime upon the participant's death, retirement or resignation from the policyholder companies. Further, the Company has a contract with its reinsurer who is the ultimate guarantor of this fund and therefore all the contributions received are transferred to its reinsurer. Accordingly, an equivalent amount has been booked as a financial asset representing the funds transferred and receivable from its reinsurer with respect to this product.

A summary of contributions and redemptions from the above product is given below:

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Balance at the beginning of the period / year	26,400	18,900
Contributions during the period / year	7,367	17,500
Redemptions during the period / year	(3,785)	(10,000)
Balance at the end of the period / year	29,982	26,400

HAYAH Insurance Company P.J.S.C

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

10 Investment and other income

	<i>(Unaudited)</i> Three-month period ended 2025 AED'000	<i>(Unaudited)</i> Three-month period ended 2024 AED'000	<i>(Unaudited)</i> Six-month period ended 2025 AED'000	<i>(Unaudited)</i> Six-month period ended 2024 AED'000
<i>Financial assets carried at fair value</i>				
Dividend income	25	60	510	804
Interest income	890	1,458	1,828	1,917
Bonds premium amortisation	32	(728)	(128)	(294)
Loss on sale of investment	-	-	(155)	-
Fair value gain on financial assets at fair value through profit or loss	1,517	(571)	1,314	(350)
Charge for impairment loss on debt instrument at fair value through other comprehensive income (FVTOCI)	-	19	-	-
<i>Term deposits</i>				
Interest income	257	148	385	233
Other income	259	256	380	711
	2,980	642	4,134	3,021

11 (Loss) / earnings per share

Basic (loss) / earnings per share is calculated by dividing the (loss) / profit for the period after tax attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the earning for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares used to calculate basic earnings per share, plus the weighted average number of ordinary shares that would be issued on the conversion of all dilutive potential ordinary shares into ordinary shares.

The following table reflects the (loss) / earnings and shares data used in the (loss) / earnings per share computations:

	<i>(Unaudited)</i> Three-month period ended 2025	<i>(Unaudited)</i> Three-month period ended 2024	<i>(Unaudited)</i> Six-month period ended 2025	<i>(Unaudited)</i> Six-month period ended 2024
(Loss) for the period after tax (AED'000)	(3,553)	(543)	(3,018)	2,533
Weighted average number of ordinary shares (shares in '000)	200,000	200,000	200,000	200,000
(Loss) per share for the period – basic and diluted (AED)	(0.018)	(0.003)	(0.015)	0.013

HAYAH Insurance Company P.J.S.C

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

12 Related party transactions and balances

Related parties represent associated companies, major shareholders, directors and key management personnel of the Company, and companies of which they are principal owners. Pricing policies and the terms of these transactions are approved by the Company's management.

Balances with related parties included in the condensed interim statement of financial position are as follows:

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Due from KANOO Group LLC <i>(major shareholder)</i>		
Medical premiums <i>(Included in insurance contract liabilities)</i>	-	20,229
Total due from related parties	-	20,229

Transactions with related parties during the period are as follows:

	<i>(Unaudited)</i> Six-month period ended 30 June 2025 AED'000	<i>(Unaudited)</i> Six-month Period ended 30 June 2025 AED'000
Medical business with KANOO Group LLC <i>(major shareholder)</i>		
- Insurance contracts issued	-	19,274
- Claims paid	(6,521)	(3,977)

Compensation of key management personnel:

The remuneration of key management personnel during the period is as follows:

	<i>(Unaudited)</i> Six-month period ended 30 June 2025 AED'000	<i>(Unaudited)</i> Six-month Period ended 30 June 2025 AED'000
Short term benefits	833	1,031
Employees' end of service benefits	35	67

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For the period ended 30 June 2025

13 Contingencies and commitments

Contingencies

As at 30 June 2025, the Company had contingent liabilities in respect of bank, other guarantees and other matters arising in the ordinary course of business from which it is anticipated that no material liabilities will arise, amounting to AED 2,000 thousand (*31 December 2024: AED 2,000 thousand*).

Commitments

No estimated capital call commitments contracted for at the statement of financial position date (*31 December 2024: AED 99 thousand*).

14 Fair value of financial instruments

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

Management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of IFRS, including the level in the fair value hierarchy in which such valuations should be classified.

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

HAYAH Insurance Company P.J.S.C

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

14 Fair value of financial instruments (continued)

Financial assets measured at fair value

<i>At 30 June 2025 (Unaudited)</i>	<i>Level 1 AED'000</i>	<i>Level 2 AED'000</i>	<i>Level 3 AED'000</i>	<i>Total AED'000</i>
<i>At fair value through profit or loss</i>				
Quoted equities	13,342	-	-	13,342
Quoted debt instruments	-	3,785	-	3,785
	13,342	3,785	-	17,127
<i>At fair value through other comprehensive income</i>				
Quoted equities	1,427	-	-	1,427
Mutual funds	-	9,119	-	9,119
Quoted debt instruments	46,185	17,050	-	63,235
Private debt fund	-	-	403	403
	47,612	26,169	403	74,184
	60,954	29,954	403	91,311
<i>At 31 December 2024 (Audited)</i>				
<i>At fair value through profit or loss</i>				
Quoted equities	12,021	-	-	12,021
Quoted debt instruments	3,668	3,789	-	7,457
	15,689	3,789	-	19,478
<i>At fair value through other comprehensive income</i>				
Quoted equities	1,231	-	-	1,231
Mutual funds	-	9,074	-	9,074
Quoted debt instruments	45,883	16,693	-	62,576
Private debt fund	-	-	1,148	1,148
	47,114	25,767	1,148	74,029
	62,803	29,556	1,148	93,507

For investment in private debt fund, the fair values are based on Net Asset Values (NAV) calculated by the respective fund managers. The valuation of this debt fund qualifies as Level 3 fair value measurement. There were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurements during the period. Except for the above, management considers that the carrying amounts of financial assets recognised in the financial statements approximate their fair values.

HAYAH Insurance Company P.J.S.C

Condensed interim financial information (unaudited)

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

15 Segment information

For management purposes, the Company is organised into business units based on their products and services and has three reportable operating segments as follows:

- The medical insurance segment that provides medical cover to policyholders;
- The life insurance segment offers term life assurance products; and
- Investments in equities and debt securities.

No inter-segment transactions occurred in 2025 and 2024.

Segment condensed interim statement of profit or loss is presented below:

<i>30 June 2025 (Unaudited)</i>	<i>Medical</i>	<i>Life</i>	<i>Investments</i>	<i>Total</i>
<i>AED'000</i>				
Insurance revenue	13,791	41,200	-	54,991
Insurance service expenses	(24,175)	(39,605)	-	(63,780)
Insurance service result before reinsurance contracts held	(10,384)	1,595	-	(8,789)
Net expense from reinsurance contracts held	8,319	(994)	-	7,325
Total insurance service result	(2,065)	601	-	(1,464)
Insurance finance expenses	(68)	(720)	-	(788)
Reinsurance finance income	5	660	-	665
Net insurance service result	(62)	(61)	-	(123)
Investment and other income – net			4,134	4,134
Other expenses				(5,256)
Total profit for the period before tax				(2,709)
Income tax expense				(309)
Total profit for the period after tax				(3,018)
<i>30 June 2025 (Unaudited)</i>	<i>Medical</i>	<i>Life</i>	<i>Investments</i>	<i>Total</i>
<i>AED'000</i>				
Insurance revenue	8,688	34,689	-	43,377
Insurance service expenses	(10,094)	(31,350)	-	(41,444)
Insurance service result before reinsurance contracts held	(1,406)	3,339	-	1,933
Net income from reinsurance contracts held	-	(1,376)	-	(1,376)
Total insurance service result	(1,406)	1,963	-	557
Insurance finance expenses	(60)	(540)	-	(600)
Reinsurance finance income	-	717	-	717
Net insurance service result	-	-	-	674
Investment and other income – net			3,021	3,021
Other expenses				(1,012)
Total loss for the period before tax				2,683
Income tax expense				(150)
Total profit for the period after tax				2,533

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

15 Segment information (*continued*)

Below is the breakup of insurance revenue as per PAA and GMM:

(Unaudited)	30 June 2025	30 June 2024
	AED'000	AED'000
Expected claims and expenses excluding investment component over the period excluding loss comp	2,673	2,685
Expected release of risk adjustment over the period excluding loss comp	264	218
CSM Release	1,174	1,251
Acquisition Expenses recovered from premiums	164	159
Insurance revenue from contracts not measured under the PAA	4,275	4,313
Insurance revenue from contracts measured under the PAA	50,716	39,064
Total insurance revenue	54,991	43,377

Segments assets and liabilities as at:

30 June 2025 (Unaudited)

AED'000	Medical	Life	Investments	Total
Total assets				
Segment assets	24,235	34,364	121,293	179,892
Unallocated	-	-	-	82,728
Total				262,620
Total liabilities				
Segment liabilities	31,636	74,146	29,982	135,764
Unallocated	-	-	-	4,891
Total				140,655

Segments assets and liabilities as at

31 December 2024 (Audited)

AED'000	Medical	Life	Investments	Total
Total assets				
Segment assets	2,352	35,340	119,907	157,599
Unallocated	-	-	-	44,794
Total				202,393
Total liabilities				
Segment liabilities	9,458	37,656	26,400	73,514
Unallocated	-	-	-	4,479
Total				77,993

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16 Credit risk

The Company attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counterparties, and continually assessing the creditworthiness of counterparties. The Company has robust governance in place to ensure the appropriateness of the IFRS 9 framework and resultant ECL estimates are being reviewed continuously by the Company's regional investments team.

17 Capital risk management

The solvency regulations identify the required solvency margins to be held in addition to insurance liabilities. The solvency margins (presented in the table below) must be maintained at all times throughout the year. The Company is subject to solvency regulations which it has complied with during the period. The Company has incorporated in its policies and procedures, the necessary tests to ensure continuous and full compliance with such regulations.

The table below summaries the Minimum Capital Requirement, Minimum Guarantee Fund and Solvency Capital Requirement of the Company and the total capital held to meet these required Solvency Margins as defined in the regulations.

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Audited)</i> 31 December 2024 AED'000
Minimum Capital Requirement (MCR)	100,000	100,000
Solvency Capital Requirement (SCR)	12,973	25,016
Minimum Guarantee Fund (MGF)	13,869	13,022
Basic Own Funds	107,049	111,266
MCR Solvency Margin – Surplus	7,049	11,266
SCR Solvency Margin – Surplus	94,076	86,249
MGF Solvency Margin – Surplus	93,180	98,243

18 Income tax

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance (“MoF”) released Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax (“CT”) to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023.

The tables below show the details of the provision for current income tax expense:

	<i>(Unaudited)</i> 30 June 2025 AED'000	<i>(Unaudited)</i> 30 June 2024 AED'000
Condensed interim statement of comprehensive income		
Current tax	309	150
Deferred tax	-	-
	309	150

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

19 Subsequent events

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

20 General

This condensed interim financial information of the Company was approved for issuance by the Board of Directors on 13 August 2025.