

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

Interim condensed consolidated financial information (Unaudited)
For the three-month period ended 31 March 2025

Review Report of the Independent Auditor

To the Shareholders of Takaful Emarat - Insurance (P.S.C) and its Subsidiary

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Takaful Emarat - Insurance (P.S.C) (the "Company") and its subsidiary (collectively referred to as the "Group") as at 31 March 2025, and the related interim condensed consolidated income statement, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity, interim condensed consolidated statement of cash flows for the three-month period then ended and other related explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 "*Interim Financial Reporting*". Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

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

Conclusion

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

GRANT THORNTON UAE
Farouk Mohamed
Registration No: 86
Dubai, United Arab Emirates
**13 May 2025**

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

Interim condensed consolidated statement of financial position
As at 31 March 2025

		(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
	Notes		
Assets			
Participants' assets			
Investment properties	6	101,608	107,915
Investments carried at fair value through profit or loss ("FVTPL")	7	381,844	389,824
Investment at fair value through other comprehensive income ("FVTOCI")	7	8,400	8,400
Retakaful contract assets	8	62,766	44,240
Other receivables	9	8,224	5,475
Cash and cash equivalents	11	180,103	223,101
Total participants' assets		742,945	778,955
Shareholders' assets			
Property and equipment		1,180	1,210
Intangible assets		250	257
Investments carried at fair value through profit or loss ("FVTPL")	7	4,829	4,829
Other receivables	9	4,740	6,499
Statutory deposit	10	4,000	4,000
Due from participants		17,339	60,603
Cash and cash equivalents	11	136,172	103,491
Total shareholders' assets		168,510	180,889
Total assets		911,455	959,844

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

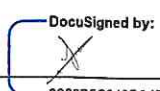
Takaful Emarat - Insurance (P.S.C) and its subsidiary
Interim condensed consolidated financial information (Unaudited)
Interim condensed consolidated statement of financial position (continued)
As at 31 March 2025

		(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
	Notes		
Participants' liabilities and equity			
Participants' liabilities			
Takaful contract liabilities	8	676,419	665,526
Retakaful contract liabilities	8	130	5,133
Other payables	14	12,351	13,566
Due to shareholders		17,339	-
Total participants' liabilities		706,239	684,225
Deficit in participants funds and Qard Hassan from shareholder's			
Deficit in participants funds	15	(36,706)	(34,127)
Qard Hassan from Shareholder's	15	36,706	34,127
Deficit in participants funds and Qard Hassan from shareholder's		-	-
Total participants' liabilities and equity		706,239	684,225
Shareholder's liability and equity			
Shareholder's liabilities			
Employees' end of service benefits		3,505	3,295
Other payables	14	41,032	46,520
Deferred tax liability	27	1,597	1,996
Due to participants		-	60,603
Total shareholder's liabilities		46,134	112,414
Shareholder's equity			
Share capital	12	210,652	210,652
Statutory reserve	13	1,116	1,116
Retakaful reserves	13	3,248	3,248
Cumulative changes in fair value of FVTOCI investments		(8,522)	(8,522)
Accumulated losses		(47,412)	(43,289)
Total shareholders' equity		159,082	163,205
Total shareholders' equity and liabilities		205,216	275,619
Total liabilities, participants' fund and equity		911,455	959,844

This interim condensed consolidated financial information was authorised for issue on 13 May 2025 by the Board of Directors and signed on their behalf by:

Signed by:

 Mr. Nooraldeen Subhi Alattar
 Chairman

DocuSigned by:

 Mr. Adnan Sabaalish
 Acting Chief Executive Officer

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

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

Interim condensed consolidated income statement
For the period ended 31 March 2025

		Three-month period ended	
		31 March (Unaudited)	
	Notes	2025	2024
		AED'000	AED'000
Attributable to participants			
Takaful revenue	16	136,248	84,054
Takaful service expense	17	(117,372)	(59,862)
Takaful service result before retakaful contracts held		18,876	24,192
Net income / (expenses) from retakaful contracts held		8,533	(4,412)
Takaful service result		27,409	19,780
Takaful finance income / (expenses)	18	7,086	(24,666)
Retakaful finance expense	18	(20)	(25)
Net change in fair value of participants' investment		(7,103)	20,539
Net takaful income		27,372	15,628
Investment income – net		2,714	825
Wakala fees		(32,665)	(15,970)
(Deficit) / surplus for the period attributable to participants		(2,579)	483
Attributable to shareholders			
Investment income		2,768	272
Other income		39	57
Wakala fees		32,665	15,970
Policy acquisition cost		(19,415)	(12,939)
General and administrative expenses	19	(18,000)	(13,417)
Loss for the period before Qard Hassan		(1,943)	(10,057)
(Provision) / reversal of provisions against Qard Hassan to participants		(2,579)	483
Loss before tax attributable to shareholders		(4,522)	(9,574)
Income tax credit for the period		399	646
Loss after tax attributable to shareholders		(4,123)	(8,928)
Loss per share		(0.02)	<i>Restated</i> (0.04)
Basic and diluted loss per share	24	(0.02)	(0.04)

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

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

Interim condensed consolidated statement of comprehensive income
For the period ended 31 March 2025

	Three-month period ended	
	31 March (Unaudited)	
	2025	2024
	AED'000	AED'000
Net loss for the period	(4,123)	(8,928)
Other comprehensive income	-	-
Total other comprehensive loss for the period	(4,123)	(8,928)

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

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

Interim condensed consolidated statement of changes in equity
For the period ended 31 March 2025

	Share capital AED'000	Statutory reserve AED'000	Retakaful reserve AED'000	Cumulative changes in fair value of investments (FVTOCI) AED'000	Accumulated losses AED'000	Total (deficit) / equity AED'000
At 1 January 2024 (audited)	150,000	6,568	1,966	(16,922)	(181,264)	(39,652)
Total comprehensive loss for the period	-	-	-	-	(8,928)	(8,928)
Balance at 31 March 2024 (Unaudited)	150,000	6,568	1,966	(16,922)	(190,192)	(48,580)
At 1 January 2025 (audited)	210,652	1,116	3,248	(8,522)	(43,289)	163,205
Total comprehensive loss for the period	-	-	-	-	(4,123)	(4,123)
At 31 March 2025 (Unaudited)	210,652	1,116	3,248	(8,522)	(47,412)	159,082

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

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

Interim condensed consolidated statement of cash flows
For the period ended 31 March 2025

	Notes	Three-month period ended 31 March (Unaudited)	
		2025 AED'000	2024 AED'000
Cash flows from operating activities			
Loss before tax for the period		(4,522)	(9,574)
Adjustments for:			
Depreciation and amortisation	19	101	204
Unrealised loss / (gain) on investments carried at FVTPL		7,103	(20,539)
Provision for expected credit loss		270	63
Loss on sale of investment properties		40	-
Provision for employees' end of service benefits		445	244
Operating cash flows before changes in working capital		3,437	(29,602)
Changes in working capital:			
Changes in retakaful contract assets		(18,526)	(5,077)
Changes in takaful contract liabilities		10,893	48,330
Changes in retakaful contract liabilities		(5,003)	5,341
Changes in other receivables		(990)	(1,066)
Change in other payables		(6,703)	31,429
Cash (used in) / generated from operating activities		(16,892)	49,355
Employees end of service benefits paid		(235)	(270)
Net cash (used in) / generated from operating activities		(17,127)	49,085
Cash flows from investing activities			
Change in deposits with maturity of more than three months		13,000	(15,000)
Net proceeds from /(purchase of) investments at FVTPL		877	(6,768)
Purchase of property and equipment		(64)	(58)
Addition to investments properties		(1,528)	(4,100)
Sale of investment properties		7,795	-
Net cash generated from / (used in) investing activities		20,080	(25,926)
Net change in cash and cash equivalents		2,953	23,159
Cash and cash equivalents at beginning of the period		278,250	62,701
Cash and cash equivalents at end of the period	11	281,203	85,860

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

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

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

1 Legal status and activities

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

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

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

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

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

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

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

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

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

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

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

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

3 Basis of preparation

Statement of compliance

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

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

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

3 Basis of preparation (continued)

Basis of measurement

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

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

The Group's interim condensed consolidated statement of financial position is not presented using a current/non-current classification. However, the following balances would generally be classified as current: Cash and cash equivalents, other receivables and other payables. The following balances would generally be classified as non-current: property and equipment, investment properties, investments at fair value through other comprehensive income, investments at fair value through profit or loss, statutory deposits, and provision for employees' end of service indemnity. The following balances are of mixed nature (including both current and non-current portions): investments at amortised cost, retakaful contract assets and liabilities, takaful contract assets and liabilities, bank balances and deferred tax asset and liability.

Functional and presentation currency

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

Basis of consolidation

The interim condensed consolidated financial information comprises the financial information of the Group and its investee that is considered as a subsidiary as at 31 March 2025. A Subsidiary is an investee that the Group has control over. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

The financial information of the subsidiary is included in the Group's interim condensed consolidated financial information from the date that control commences until the date that control ceases. The Group maintains control over the subsidiary as it has power over the investee, exposure or rights to its variable returns and the power to affect the investor's returns.

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

4 Material accounting policy information

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

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

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

5 Critical accounting estimates and judgements in applying accounting policies

The preparation of this interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the audited consolidated financial statements as at and for the year ended 31 December 2024.

Insurance and financial risk management

The Group takaful and financial risk management objectives and policies are consistent with those disclosed in the audited consolidated financial statements as at and for the year ended 31 December 2024. There have been no changes in any risk management policies since the year end.

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

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

6 Investment properties

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

The carrying amount of investment properties are the fair value of the properties as determined by two independent valuers having an appropriate recognised professional qualification and recent experience in the region. Investment properties are being valued and reviewed by the Board of Directors on a yearly basis. Fair values were determined based on comparable method for rented out apartments and residual method of valuation for under construction properties.

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Residential apartments	13,980	21,815
Land*	33,175	33,175
Work in progress**	54,453	52,925
	<u>101,608</u>	<u>107,915</u>

* Land, on which construction is under progress, and the work in progress as at 31 March 2025 amounting to AED 87.6 million (31 December 2024 AED 86.1 million) are stated at its fair value.

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

	Apartments AED'000	Land AED'000	Total AED'000
31 March 2025 (Unaudited)			
As at 1 January	21,815	86,100	107,915
Sale of investment properties	(7,835)	-	(7,835)
Addition in WIP	-	1,528	1,528
As at 31 March 2025	<u>13,980</u>	<u>87,628</u>	<u>101,608</u>

31 December 2024 (Audited)

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

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

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

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

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

6 Investment properties (continued)

	(Unaudited)	
	For the three-month period ended 31 March	
	2025	2024
	AED'000	AED'000
Rental income	152	137
Direct operating expenses	(39)	(34)
Income from investment properties	113	103

7 Investment in securities

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

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Mutual funds	347,787	355,767
Equity investments – quoted	22,500	22,500
Equity investments – unquoted	16,386	16,386
	386,673	394,653
Attributable to:		
Participants	381,844	389,824
Shareholders	4,829	4,829
	386,673	394,653
Within UAE	104,198	115,046
Outside UAE	282,475	279,607
	386,673	394,653

The movement in other financial assets are as follows:

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
As at 1 January	394,653	348,025
Net (sold) /purchased during the period /year	(877)	34,430
Change in fair value	(7,103)	12,198
	386,673	394,653

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

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

7 Investment in securities (continued)

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

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
As at 1 January	8,400	-
Reversal of impairment losses*	-	8,400
Closing balance	<u>8,400</u>	<u>8,400</u>

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

*During the year 2024, an impairment reversal on unquoted equity investment at fair value through profit and loss (FVTPL) and other comprehensive income (FVTOCI) has been recognised as a result of observable market data indicating a recovery in the fair value of previously impaired unquoted investments.

8 Takaful and retakaful contracts

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

	(Unaudited) 31 March 2025			(Audited) 31 December 2024		
	Assets	Liabilities	Net	Assets	Liabilities	Net
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Takaful contracts issued						
Group life and medical	-	(357,880)	(357,880)	-	(325,972)	(325,972)
Individual life	-	(318,539)	(318,539)	-	(339,554)	(339,554)
Total takaful contracts issued	<u>-</u>	<u>(676,419)</u>	<u>(676,419)</u>	<u>-</u>	<u>(665,526)</u>	<u>(665,526)</u>
Retakaful contracts held						
Group life and medical	62,766	-	62,766	44,240	-	44,240
Individual life	-	(130)	(130)	-	(5,133)	(5,133)
Total retakaful contracts held	<u>62,766</u>	<u>(130)</u>	<u>62,636</u>	<u>44,240</u>	<u>(5,133)</u>	<u>39,107</u>

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

Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

8 Takaful and retakaful contracts (continued)

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

31 March 2025 (Unaudited)	Liability for remaining coverage		LIC for contracts not measured under the PAA		LIC for contracts measured under the PAA	
	Excluding loss component AED'000	Loss component AED'000	measured under the PAA AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	Total AED'000
Takaful contracts issued						
Opening takaful contract liabilities						
Net balance as at 1 January 2025	(540,585)	(8,940)	(2,560)	(110,662)	(2,779)	(665,526)
Takaful revenue	(540,585)	(8,940)	(2,560)	(110,662)	(2,779)	(665,526)
Takaful service expenses	136,248	-	-	-	-	136,248
Incurred claims and other directly attributable expenses	-	-	(3,334)	(130,401)	(3,390)	(137,125)
Changes that relate to past service – adjustments to the LIC	-	-	471	4,687	3,042	8,200
Reversals of losses on onerous contracts	-	(1,059)	-	-	-	(1,059)
Takaful acquisition cash flows amortisation	(19,415)	-	-	-	-	(19,415)
Total takaful service expenses	(19,415)	(1,059)	(2,863)	(125,714)	(348)	(149,399)
Takaful service result	116,833	(1,059)	(2,863)	(125,714)	(348)	(13,151)
Finance expenses from takaful contracts issued	7,102	(6)	(10)	-	-	7,086
Investment components	26,699	-	(26,699)	-	-	-
Total amounts recognised in comprehensive income	150,634	(1,065)	(29,572)	(125,714)	(348)	(6,065)
Cash flows						
Premiums received	(174,735)	-	-	-	-	(174,735)
Claims and other directly attributable expenses paid	-	-	26,864	102,198	-	129,062
Directly attributable expenses paid	-	-	582	13,862	-	14,444
Takaful acquisition cash flows paid	26,401	-	-	-	-	26,401
Total cash flows	(148,334)	-	27,446	116,060	-	(4,828)
Net takaful contract liabilities at 31 March 2025	(538,285)	(10,005)	(4,686)	(120,316)	(3,127)	(676,419)

Takaful Emarat - Insurance (P.S.C) and its subsidiary
Interim condensed consolidated financial information (Unaudited)
Notes to the interim condensed consolidated financial information
For the period ended 31 March 2025

8 Takaful and retakaful contracts (continued)

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

31 December 2024 (Audited)

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

Takaful Emarat - Insurance (P.S.C) and its subsidiary
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8 Takaful and retakaful contracts (continued)

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

31 March 2025 (Unaudited)

	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening takaful contract liabilities	(311,697)	(8,562)	(19,295)	(339,554)
Net balance as at 1 January 2025	(311,697)	(8,562)	(19,295)	(339,554)
Changes related to current services				
- CSM recognised in profit and loss	-	-	546	546
- Risk Adjustment recognised in profit and loss	-	301	-	301
- Experience adjustments	(1,655)	(572)	-	(2,227)
Changes related to future services				
- Contracts initially recognised in the period	(331)	(137)	(83)	(551)
- Changes in estimates that adjust CSM	(3,507)	353	3,154	-
- Changes in estimates that result in onerous contracts or reversal of losses	(239)	14	-	(225)
Changes that relate to past service – adjustments to LIC	(54)	525	-	471
Takaful finance expenses through profit and loss	7,096	-	(10)	7,086
Total changes in statement of comprehensive income	1,310	484	3,607	5,401
Premiums received	(14,688)	-	-	(14,688)
Claims and other directly attributable expenses paid	26,864	-	-	26,864
Directly attributable expenses paid	582	-	-	582
Takaful acquisition cash flows paid	2,856	-	-	2,856
Total cash flows	15,614	-	-	15,614
Net takaful contract liabilities at 31 March 2025	(294,773)	(8,078)	(15,688)	(318,539)

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8 Takaful and retakaful contracts (continued)

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

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

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8 Takaful and retakaful contracts (continued)

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

31 March 2025 (Unaudited)	Asset for remaining coverage					AIC for contracts not measured under the PAA		AIC for contracts measured under the PAA			Total AED'000
	Excluding loss component AED'000	Loss component AED'000	measured under the PAA AED'000	Present value of future cash flows AED'000	Risk adjustment AED'000	cash flows AED'000	adjustment AED'000	AED'000			
Retakaful contracts issued											
Opening retakaful contract assets											
Opening retakaful contract liabilities											
Net balance as at 1 January 2025											
Allocation of retakaful premium											
Amounts recoverable for claims and other expenses											
Changes that relate to past service – adjustments to LIC											
Changes in fulfilment cash flows that do not adjust underlying CSM											
Expenses directly attributable to retakaful											
Net (expenses)/income from retakaful contracts held											
Finance income from retakaful contracts issued											
Total amounts recognised in comprehensive income											
Cash flows											
Premiums paid to retakaful net of commission											
Recoveries from retakaful											
Directly attributable expenses paid											
Total cash flows											
Net retakaful contract liabilities at 31 March 2025											
Closing retakaful contract assets											
Closing retakaful contract liabilities											
Net retakaful contract liabilities at 31 March 2025											

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8 Takaful and retakaful contracts (continued)

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

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

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8 Takaful and retakaful contracts (continued)

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

31 March 2025 (Unaudited)	Best estimate liability AED'000	Risk adjustment AED'000	Contractual service margin AED'000	Total AED'000
Opening retakaful contract liabilities as at 1 January 2025	(5,019)	530	(644)	(5,133)
Changes related to current services				
- CSM recognised in profit and loss	-	-	187	187
- Risk adjustment recognised in profit and loss	-	(17)	-	(17)
- Experience adjustments	1,587	49	-	1,636
Changes related to future services				
- Contracts initially recognised in the period	(10)	2	9	1
- Changes in estimates that adjust CSM	(390)	8	381	(1)
- Changes in estimates that result in onerous contracts or reversal of losses	-	-	443	443
- Changes that relate to past service – adjustments to LIC	34	32	-	66
- Retakaful finance expenses through profit and loss	(14)	-	(6)	(20)
Total changes in statement of comprehensive income	1,207	74	1,014	2,295
Premiums paid to reinsurer net of commission	2,751	-	-	2,751
Recoveries from retakaful	112	-	-	112
Directly attributable expenses paid	(155)	-	-	(155)
Total cash flows	2,708	-	-	2,708
Closing retakaful contract liabilities as at 31 March 2025	(1,104)	604	370	(130)

Takaful Emarat - Insurance (P.S.C) and its subsidiary
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8 Takaful and retakaful contracts (continued)

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

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

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9 Other receivables

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Investment receivables	6,909	3,335
Other receivables	4,466	6,570
Prepayments	1,511	2,031
Advances	78	38
	<u>12,964</u>	<u>11,974</u>
Attributable to:		
Participants	8,224	5,475
Shareholders	4,740	6,499
	<u>12,964</u>	<u>11,974</u>

10 Statutory deposit

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

11 Cash and cash equivalents

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000	(Unaudited) 31 March 2024 AED'000
Cash on hand	877	271	43
Cash at banks	280,326	277,979	85,817
Term deposit having maturity more than 3 months	35,610	48,610	28,610
Less: Expected credit losses	(538)	(268)	(118)
Cash and bank balances	<u>316,275</u>	<u>326,592</u>	<u>114,352</u>

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

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000	(Unaudited) 31 March 2024 AED'000
Cash and bank balances	316,275	326,592	114,352
Add: Expected credit losses	538	268	118
Less: Term deposit having maturity more than 3 months	(35,610)	(48,610)	(28,610)
Cash and cash equivalents	<u>281,203</u>	<u>278,250</u>	<u>85,860</u>

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11 Cash and cash equivalents (continued)

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Attributable to:		
Participants	180,103	223,101
Shareholders	136,172	103,491
	<u>316,275</u>	<u>326,592</u>

12 Share capital

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

13 Statutory reserves

Statutory reserve

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

No transfer to the statutory reserve has been made during the three-month period ended 31 March 2025 (three-month period ended 31 March 2024: Nil), as this will be based on the results for the year-end.

Regulatory reserve

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

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

14 Other payables

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Payable to DHA	18,227	18,041
Account payables	15,528	20,516
Accrued expenses	3,781	3,959
Employee related accruals	2,658	2,569
Other payables	13,189	15,001
	<u>53,383</u>	<u>60,086</u>

Takaful Emarat - Insurance (P.S.C) and its subsidiary
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14 Other payables (continued)

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Attributable to:		
Participants	12,351	13,566
Shareholders	41,032	46,520
	<u>53,383</u>	<u>60,086</u>

15 Qard Hasan

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
(i) Deficit in participants' fund:		
As at 1 January	(34,127)	(65,724)
(Deficit) /surplus during the period /year	(2,579)	31,597
Closing balances	<u>(36,706)</u>	<u>(34,127)</u>

(ii) Qard Hasan from shareholders

As at 1 January	34,127	65,724
Recoveries /(provision) during the period /year	2,579	(31,597)
Closing balance	<u>36,706</u>	<u>34,127</u>

16 Takaful revenue

For the three-month period ended 31 March 2025 (Unaudited)	Group life and medical AED'000	Individual life AED'000	Total AED'000
CSM recognised for services provided	-	546	546
Change in risk adjustment for non-financial risk for risk expired	-	176	176
Expected incurred claims and other takaful service expenses	-	827	827
Experience adjustments	-	53	53
Recovery of takaful acquisition cash flows	-	1,838	1,838
Contracts not measured under the PAA	-	3,440	3,440
Contracts measured under the PAA	132,808	-	132,808
Total takaful revenue	<u>132,808</u>	<u>3,440</u>	<u>136,248</u>

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16 Takaful revenue (continued)

	Group life and medical AED'000	Individual life AED'000	Total AED'000
For the three-month period ended 31 March 2024 (Unaudited)			
CSM recognised for services provided	-	701	701
Change in risk adjustment for non-financial risk for risk expired	-	356	356
Expected incurred claims and other takaful service expenses	-	1,425	1,425
Experience adjustments	-	1,606	1,606
Recovery of takaful acquisition statements	-	1,940	1,940
Contracts not measured under the PAA	-	6,028	6,028
Contracts measured under the PAA	78,026	-	78,026
Total takaful revenue	78,026	6,028	84,054

17 Takaful service expense

	Group life and medical AED'000	Individual life AED'000	Total AED'000
For the three-month period ended 31 March 2025 (Unaudited)			
Incurred claims and other expenses	121,803	2,710	124,513
Losses on onerous contracts and reversals of those losses	635	424	1,059
Changes to liabilities for incurred claims	(7,729)	(471)	(8,200)
Total takaful service expenses charged to participants' fund	114,709	2,663	117,372

Other expenses allocated to shareholders' fund

Amortisation of takaful acquisition cash flows	17,577	1,838	19,415
Takaful maintenance expenses	11,988	624	12,612
Total other expenses charged to shareholders' fund	29,565	2,462	32,027
Total takaful service expenses	144,274	5,125	149,399

	AED'000	AED'000	AED'000
For the three-month period ended 31 March 2024 (Unaudited)			
Incurred claims and other expenses	71,716	911	72,627
Losses on onerous contracts and reversals of those losses	513	(6,634)	(6,121)
Changes to liabilities for incurred claims	(6,496)	(148)	(6,644)
Total takaful service expenses charged to participants' fund	65,733	(5,871)	59,862
Amortisation of takaful acquisition cash flows	11,041	1,898	12,939
Takaful maintenance expenses	6,909	677	7,586
Total other expenses charged to shareholders' fund	17,950	2,575	20,525
Total takaful service expenses	83,683	(3,296)	80,387

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18 Takaful and retakaful finance income and expense

	(Unaudited)	
	Three-month period ended	
	2025	2024
	AED'000	AED'000
Takaful finance income /(expenses)	7,086	(24,666)
Retakaful finance expense	(20)	(25)
	<u>7,066</u>	<u>(24,691)</u>

19 General and administrative expenses

	(Unaudited)	
	Three-month period ended	
	2025	2024
	AED'000	AED'000
TPA expenses	8,175	3,766
Salaries and other benefits	4,545	4,523
Authority fees	1,428	1,155
IT expenses	963	593
Legal and professional fees	796	602
Rent and related	349	241
Depreciation and amortisation	101	203
Utilities, maintenance and communication	115	105
Miscellaneous expenses	1,528	2,229
	<u>18,000</u>	<u>13,417</u>

20 Contingent liabilities

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

Legal claims

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

Capital commitments

Capital commitments for under construction properties as at 31 March 2025 amounted to AED 5 million (31 December 2024: AED 6.5 million).

Other commitments

The Group has lease agreements which are payable as follows:

	(Unaudited)	(Audited)
	31 March	31 December
	2025	2024
	AED'000	AED'000
Less than one period	<u>122</u>	<u>544</u>

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21 Related party transactions

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

Compensation of the key management personnel is given below:

	(Unaudited) Three-month period ended 31 March 2025 AED'000	(Unaudited) Three-month period ended 31 March 2024 AED'000
Short/long term employee benefits	1,149	1,761

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

22 Financial instruments

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

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

Fair value of financial instruments carried at amortised cost

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

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

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

Fair value measurements recognised in the consolidated statement of financial position

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

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

Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

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

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22 Financial instruments (continued)

Valuation techniques and assumptions applied for the purposes of measuring fair value (continued)

	Level 1	Level 2	Level 3	Total
31 March 2025 (Unaudited)	AED'000	AED'000	AED'000	AED'000
<i>Investments at fair value through profit or loss</i>				
Mutual funds	-	347,787	-	347,787
Equity investments – quoted	22,500	-	-	22,500
Equity investments – Unquoted	-	-	16,386	16,386
	<u>22,500</u>	<u>347,787</u>	<u>16,386</u>	<u>386,673</u>
 31 December 2024 (Audited)				
<i>Investments at fair value through profit or loss</i>				
Mutual funds	-	355,767	-	355,767
Equity investments – quoted	22,500	-	-	22,500
Equity investments – Unquoted	-	-	16,386	16,386
	<u>22,500</u>	<u>355,767</u>	<u>16,386</u>	<u>394,653</u>
			31 March 2025	31 December 2024
			AED'000	AED'000
Investments at fair value through other comprehensive income (FVTOCI)				
Equity investments – unquoted - Level 3			<u>8,400</u>	<u>8,400</u>

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

23 Segment information

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

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

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

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23 Segment information (continued)

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

	2025			2024		
	Attributable to participants AED'000	Attributable to shareholders AED'000	Total AED'000	Attributable to participants AED'000	Attributable to shareholders AED'000	Total AED'000
For the three-month period ended 31 March (Unaudited)						
<i>Takaful</i>						
Takaful revenue	136,248	-	136,248	84,054	-	84,054
Takaful service expenses	(117,372)	-	(117,372)	(59,862)	-	(59,862)
Takaful service result before retakaful contracts held	18,876	-	18,876	24,192	-	24,192
Net expenses from retakaful contracts held	8,533	-	8,533	(4,412)	-	(4,412)
Takaful service results	27,409	-	27,409	19,780	-	19,780
Takaful finance income / (expenses)	7,086	-	7,086	(24,666)	-	(24,666)
Retakaful finance (expenses)/income	(20)	-	(20)	(25)	-	(25)
Net change in fair value of participants' investments	(7,103)	-	(7,103)	20,539	-	20,539
Net takaful income	27,372	-	27,372	15,628	-	15,628
Investment income- net	2,714	2,768	5,482	825	272	1,097
Other income	-	39	39	-	57	57
Wakala fees	(32,665)	32,665	-	(15,970)	15,970	-
Policy acquisition cost	-	(19,415)	(19,415)	-	(12,939)	(12,939)
General and administrative expenses	-	(18,000)	(18,000)	-	(13,417)	(13,417)
(Loss)/profit before tax for the period	(2,579)	(1,943)	(4,522)	483	(10,057)	(9,574)
	31 March 2025	31 December 2024	31 March 2025	31 December 2024	31 March 2025	31 December 2024
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Segment assets	742,945	778,955	168,510	180,889	911,455	959,844
Segment liabilities	706,239	684,225	46,134	112,414	752,772	796,639

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

Notes to the interim condensed consolidated financial information
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24 Basic and diluted loss per share

	(Unaudited) Three-month period ended 31 March 2025 AED'000	<i>Restated</i> (Unaudited) Three-month period ended 31 March 2024 AED'000
Loss for the period attributable to shareholders	(4,123)	(8,928)
Weighted average number of shares outstanding during the period	210,652	210,652
Basic and diluted loss per share	(0.02)	(0.04)

Accordingly, in line with IAS 33 - Earnings Per Share, the weighted average number of shares outstanding for the comparative period has been retrospectively adjusted to reflect the impact of the capital injection and the resulting changes in share capital.

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

25 Capital risk management and going concern

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

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

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Minimum Capital Requirement (MCR)	100,000	100,000
Solvency Capital Requirement (SCR)	100,746	107,539
Minimum Guarantee Fund (MGF)	63,003	56,342
Basic Own Funds	110,919	110,699
MCR Solvency Margin - Minimum Capital Requirement (Surplus)	10,919	10,699
SCR Solvency Margin - Solvency Capital Requirement (Surplus)	10,172	3,159
MGF Solvency Margin - Minimum Guarantee Fund (Surplus)	47,916	54,357

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

26 Subsequent events

There have been no events subsequent to the interim condensed consolidated statement of financial position date that would significantly affect the amounts reported in the interim condensed consolidated financial information as at and for the three-month period ended 31 March 2025.

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

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

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

	(Unaudited) Three-month period ended 31 March 2025 AED'000	(Unaudited) Three-month period ended 31 March 2024 AED'000
Statement of comprehensive income		
Current tax	-	-
Deferred tax	399	646
Income tax credit	399	646

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

	(Unaudited) 31 March 2025 AED'000	(Audited) 31 December 2024 AED'000
Deferred tax assets	399	991
Deferred tax liabilities	(1,996)	(2,987)
Net deferred tax liabilities	(1,597)	(1,996)