

1. Corporate information

Falcon Insurance Company SAOC (“the Company”) was incorporated on 29 June 2005 as a closely held Omani Joint Stock Company in the Sultanate of Oman and is primarily engaged in the underwriting of general insurance business within the Sultanate of Oman. The Company commenced the underwriting of group and individual life insurance business with effect from 22 September 2008.

Pursuant to a Business Transfer Agreement dated 22 December 2016 signed by the Company with Arabia Insurance Company SAL and Arabia SAL (Holding Company), effective 27 March 2017, the Company acquired business, assets and liabilities of Oman branches of Arabia Insurance Company S.A.L (“the branches”).

Subsequent to the above acquisition, the name of the Company was changed to “Arabia Falcon Insurance SAOC” which was approved by the Ministry of Commerce and Industry on 16 May 2017.

As required by Royal Decree (RD) 39/2014 dated 17 August 2014, all insurance companies registered under Commercial Companies Law should be a Public Joint Stock Company with a minimum paid up share capital of RO 10 million within 3 years from the date of the RD. In order to comply with the RD, the shareholders of the Company approved the transformation of the company from a closed stock company to (SAOC) to General Omani joint stock company (SAOG) in the year 2018. It was further resolved that transformation would be part of the process, selling a portion of existing shareholders’ interest to the general public through “Initial Public offer” (IPO) in the Muscat Securities Market (the “MSM”). Accordingly, the Company has completed the IPO process and the Company’s shares were listed on the MSM on 16 May 2018.

2. Statement of compliance

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to each of the years presented in these financial statements, unless otherwise stated.

3. Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (IASB), interpretations issued by the International Financial Reporting Interpretation Committee (IFRIC), the relevant requirements of the Commercial Companies Law of the Sultanate of Oman and the relevant Rules and Guidelines on Disclosure requirements applicable for licensed companies as issued by the Financial Services Authority (FSA).

The interim condensed financial statements for the three months ended 31 March 2026 have been prepared under the historical cost convention and going concern assumption, modified by the inclusion of certain assets and liabilities which are stated at their fair values as required by the IFRS. The preparation of financial statements is in conformity with IFRS that requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company's accounting policies.

The interim-condensed financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company’s annual financial statements for the year ended 31 December 2025.

In addition, results for the three-month period ending 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The following are new and revised standards, which became effective for annual periods beginning 01 January 2023, have been adopted in this condensed interim financial information.

3. Basis of preparation (continued)

Standard/ Interpretation	Title	Effective for annual periods beginning on or after
Amendments to IAS 1	Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to IAS 1	Non-current Liabilities with Covenants	1 January 2024
Amendments to IFRS 16	Leases: Liability in a Sale and Leaseback	1 January 2024

3.1 Significant changes in accounting policies

The Company applied IFRS 17 for the first time in the condensed financial information for the third quarter of 2023. The nature and measurement model summarized below:

Classification and measurement changes.

The adoption of IFRS 17 did not change the classification of the Company's insurance contracts.

Under IFRS 17, the Company's insurance contracts issued, and reinsurance contracts held are all eligible to be measured by applying the PAA and GMM.

The measurement principles of the PAA and GMM differ from the 'earned premium approach' used by the Company under IFRS 4 in the following key areas:

Portfolio	Product Classification	Measurement Model
Motor Warranty	Direct Contracts Issued	PAA
Motor	Direct Contracts Issued	PAA
Group Medical	Direct Contracts Issued	PAA
Marine Cargo	Direct Contracts Issued	PAA
Marine Hull	Direct Contracts Issued	PAA
General Accident	Direct Contracts Issued	PAA
Liability	Direct Contracts Issued	PAA
Engineering	Direct Contracts Issued	PAA
Fire	Direct Contracts Issued	PAA
Individual Life	Direct Contracts Issued	GMM
Group Life	Direct Contracts Issued	PAA
Group Credit Life	Direct Contracts Issued	GMM

Reinsurance contracts held

Reinsurance contracts held	Type of reinsurance	Portfolio	Measurement Model
Reinsurance contracts held	Proportional	Treaty - Motor	PAA
	Non-Proportional	XOL Motor	
Engineering	Proportional	Quota - Engineering (incl FAC)	PAA
	Non-Proportional	XOL - Engineering	
Fire	Proportional	Quota - Fire (incl FAC)	PAA
	Non-proportional	XOL - Fire	
Group Life	Proportional	Treaty - Group Life	PAA
Group Medical	Proportional	Treaty - Group Medical	PAA
Individual Life	Proportional	Treaty - Individual Life	GMM
General Accident	Proportional	Quota - General Accident (incl FAC)	PAA
	Non-Proportional	XOL - General Accident	
Liability	Proportional	Quota - Liability (incl FAC)	GMM
	Non-Proportional	XOL - Liability	
Marine	Proportional	Quota - Marine (incl FAC)	PAA
	Non-Proportional	XOL - Marine	

3. Basis of preparation (continued)

The key principles of IFRS 17 under the different measurement models, where applicable, are that the Company:

- Identifies insurance contracts as those under which the Company accepts significant insurance risk from another party (the policyholder) by agreeing to compensate the policyholder if a specified uncertain future event (the insured event) adversely affects the policyholder.
- Separates specified embedded derivatives, distinct investment components and distinct goods or services other than insurance contract services from insurance contracts and accounts for them in accordance with other standards.
- Divides the insurance and reinsurance contracts into groups it will recognize and measure.
- Recognizes profit from a group of insurance contracts over each period the Company provides insurance contract services, as the Company is released from risk. If a group of contracts is expected to be onerous (i.e., loss-making) over the remaining coverage period, the Company recognizes the loss immediately.
- Recognizes an asset for insurance acquisition cash flows in respect of acquisition cash flows paid, or incurred, before the related group of insurance contracts is recognized. Such an asset is derecognized when the insurance acquisition cash flows are included in the measurement of the related group of insurance contracts.

The premium allocation approach (PAA) simplifies the measurement of insurance contracts in comparison with the general measurement model (GMM) in IFRS 17. The measurement principles of the PAA differ from the 'earned premium approach' used by the Company under IFRS 4 in the following key areas:

- The liability for remaining coverage reflects premiums received less deferred insurance acquisition cash flows and less amounts recognized in revenue for insurance services provided (insurance revenue for each period is the amount of expected premium receipts for providing services in the period).
- Measurement of the liability for remaining coverage involves an explicit evaluation of risk adjustment for nonfinancial risk when a group of contracts is onerous in order to calculate a loss component (previously these may have formed part of the unexpired risk reserve provision).
- Measurement of the liability for incurred claims (previously claims outstanding and incurred-but-not-reported (IBNR) claims) is determined on a discounted probability-weighted expected value basis and includes an explicit risk adjustment for non-financial risk. The liability includes the Company's obligation to pay other incurred insurance expenses.

Measurement of the asset for remaining coverage (reflecting reinsurance premiums paid for reinsurance held) is adjusted to include a loss-recovery component to reflect the expected recovery of onerous contract losses where such contracts reinsure onerous direct contracts.

Under the GMM, recognizes and measures groups of insurance contracts at:

- i) A risk-adjusted present value of the future cash flows (the fulfilment cash flows) that incorporates all available information about the fulfilment cash flows in a way that is consistent with observable market information; and
- ii) An amount representing the unearned profit in the group of contracts (the contractual service margin or CSM)

The VFA is a mandatory modification of the GMM regarding the treatment of the CSM in order to accommodate direct participating contracts.

The Company capitalizes insurance acquisition cash flows for all insurance group of contracts. The Company allocates the acquisition cash flows to groups of insurance contracts issued using a systematic and rational basis. Insurance acquisition cash flows include those that are directly attributable to a group.

3.2 Changes to presentation and disclosure

For presentation in the statement of financial position, the Company aggregates portfolios of insurance and reinsurance contracts issued, and reinsurance contracts held and present separately, the carrying amount of:

- Portfolios of insurance and reinsurance contracts issued are assets.
- Portfolios of reinsurance contracts held that are assets.
- Portfolios of insurance contracts and reinsurance contracts issued are liabilities.
- Portfolios of reinsurance contracts are held that are liabilities.

3. Basis of preparation (continued)

The line items in profit and loss and other comprehensive income have been changed significantly compared to IFRS 4 presentation. The presentation of IFRS 4 and IFRS17 as follows: -

IFR4	IFRS17
Gross insurance premium	Insurance revenue
Net retained premium	Insurance service expense
Net changes in premium reserves	Income or expenses from reinsurance contracts held
Net earned insurance premium	Insurance finance income or expenses
Gross claims settled	Reinsurance finance income or expenses
Net claims settled	Net insurance finance income or expenses
Change in incurred insurance contract liabilities	
Net claims incurred	
Net commission and other underwriting income	

4. IFRS 9 recognition

Financial assets – Classification

IFRS 9 contains a new classification and measurement approach for financial assets that reflects the business model in which financial assets are managed and the underlying cash flow characteristics. IFRS 9 contains three principal classification categories for financial assets: (a) measured at Amortised Cost (AC), Fair Value through Other Comprehensive Income (FVOCI) and Fair Value Profit or Loss (FVTPL). Under IFRS 9, derivatives embedded in contracts where the host is a financial asset are never bifurcated. Instead, the hybrid financial instrument as a whole is assessed for classification.

Financial assets – Impairment

Financial assets will be categorized into the following three stages in accordance with the IFRS 9 methodology:

Stage 1 – Performing assets: Financial assets that are not significantly deteriorated in credit quality since origination. The impairment allowance will be recorded based on 12 months Probability of Default (PD).

Stage 2 – Underperforming assets: Financial assets that have significantly deteriorated in credit quality since origination. The impairment allowance will be recorded based on lifetime PD.

Stage 3 – Impaired assets: For Financial assets that are impaired, the Company will recognize the impairment allowance based on lifetime PD.

The Company has created an ECL model that complies with IFRS 9 and assessed the impact for 01 January 2022.

The Company will apply a provisions matrix, which is a permitted practical expedient, and will result in the recognition of lifetime credit losses.

Financial Liabilities

As per the requirements in IAS 39 for classification and measurement of financial liabilities, they will be carried forward unchanged under IFRS 9. There is no impact for the Company in respect of its financial liabilities.

5. Investments fair value through other comprehensive income

	31 March 2026	31 March 2026	31 March 2025	31 March 2025	31 Dec 2025	31 Dec 2025
	Cost	Fair value	Cost	Fair value	Cost	Fair value
Quoted investments -bonds (RO)	8,531,244	8,854,897	2,103,175	2,273,411	8,008,233	8,216,338
Quoted investments -bonds (USD)	15,013,796	15,154,726	11,890,133	12,045,375	13,114,610	13,618,795
Unquoted investments- equity (RO)	72,910	363,282	72,910	302,640	72,910	350,353
	23,617,950	24,372,905	14,066,218	14,621,426	21,195,753	22,185,486

a) The movement investments at fair value through other comprehensive income is as follows:

	31 March 2026	31 March 2025	31 December 2025
At the beginning of the period	22,185,486	12,674,920	12,674,920
Purchases during the period	2,606,225	2,546,738	9,676,273
Disposals during the period	(192,501)	(693,000)	(693,000)
Realized profit /(loss) on sale of investments	(234,775)	15,593	15,593
Unrealized gain – net	8,470	77,175	532,775
Loss allowance (charge/ release)	-	-	(21,075)
At the end of the period	24,372,905	14,621,426	22,185,486

6. Investments at fair value through profit or loss

	31 March 2026	31 March 2025	31 December 2025
At the beginning of the period	5,533,143	4,978,672	4,978,672
Purchases	5,311,719	3,579,418	13,182,773
Disposals	(4,138,741)	(611,452)	(13,099,167)
Realized profit	46,164	(3,240)	356,905
Unrealized income/loss) (note 17)	(53,493)	68,686	113,960
At the end of the period	6,698,792	8,012,084	5,533,143

- (a) At 31 March 2026, financial assets carried at fair value through profit or loss amounting to RO 6,698,792 (2025 –RO 8,012,084) are measured using level 1 fair value hierarchy.
- (b) At 31 March 2026 none (2025 - none) of the Company's investment in fair value through profit or loss represents 10% or more of the company's share capital.
- (c) At 31 March 2026, financial assets carried at fair value through profit or loss includes bonds, equity and hedge funds held in overseas market amounting to RO 3,326,228 (2025 - RO 1,228,723).

7. Term deposits

The term deposits are placed with commercial banks and approved non-banking financial institutions in the Sultanate of Oman and carry effective interest rates ranging between 3% and 6.85% per annum (2025 – between 3% and 6.85% per annum).

These deposits have original maturity periods ranging from 1 year to 3 years from the date of placement (2025 - 1 year to 5 years).

(a) Restriction on transfer of assets

In accordance with the law governing the operations of insurance companies within the Sultanate of Oman, the Company has identified to the FSA certain deposits and investments included on 31 March 2026 at a total carrying value of RO 32,726,041 (31 March 2025- RO 32,652,200). These assets can only be transferred with the prior approval of the FSA.

8. Reinsurance contract assets and liabilities

(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims for reinsurance contracts (PAA)

	31 March 2026					
	LfRC		LfIC for contracts measured under GM	LfIC for contracts measured under PAA		Total
	Excl. LRC	LRC		PVCF	RA	
Opening reinsurance contract assets	286,877	-		12,681,639	682,299	13,650,815
Opening reinsurance contract liabilities	(5,764,528)	51,624	-	3,927,215	191,391	(1,594,298)
	(5,477,651)	51,624	-	16,608,854	873,690	12,056,517
Net income or expense from reinsurance contracts held	-	-	-	-	-	-
- Allocation of reinsurer premium	(3,339,640)	-	-	-	-	(3,339,640)
- Amounts recoverable for claims and other expenses		-	-	945,121	40,242	985,363
- Changes that relate to past service - adjustments to LfIC	-	-	-	(712,034)	(54,671)	(766,705)
- Changes in fulfilment cash flows that do not adjust underlying CSM	-	1,419	-	-	-	1,419
- Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-
- Expenses directly attributable to reinsurance	-	-	-	(30,852)	-	(30,852)
Reinsurance finance income through profit and loss	-	-	-	118,301	-	118,301
Reinsurance finance income through OCI	-	-	-	-	-	-
Net foreign exchange income or expense	-	-	-	-	-	-
Investment components	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	(3,339,640)	1,419	-	320,536	(14,429)	(3,032,114)
Premiums paid to reinsurer net of commission	1,334,128	-	-	-	-	1,334,128
Directly attributable expenses paid	-	-	-	30,852	-	30,852
Recoveries from reinsurance	-	-	-	(826,865)	-	(826,865)
Total cash flows	1,334,128	-	-	(796,013)	-	538,115
Closing reinsurance contract assets	(1,770,130)	-	-	12,291,798	702,452	11,224,120
Closing reinsurance contract liabilities	(5,713,033)	53,043	-	3,841,579	156,809	(1,661,602)
	(7,483,163)	53,043	-	16,133,377	859,261	9,562,519

(b)Reconciliation of the liability for remaining coverage and the liability for incurred claims for reinsurance contracts (GMM)

						31 March 2026
	LfRC		LfIC for contracts measured under GM	LfIC for contracts measured under PAA		Total
	Excl. LRC	LRC		PVCF	RA	
Opening reinsurance contract assets	11,376,063	96,980	2,451,725	-	-	13,924,768
Opening reinsurance contract liabilities	(4,603,569)	43,941	950,403	-	-	(3,609,225)
	6,772,494	140,921	3,402,128	-	-	10,315,543
Net income or expense from reinsurance contracts held	-	-	-	-	-	-
- Allocation of reinsurer premium	(594,791)	-	-	-	-	(594,791)
- Amounts recoverable for claims and other expenses	-	-	920,181	-	-	920,181
- Changes that relate to past service - adjustments to LfIC	-	-	(342,022)	-	-	(342,022)
- Changes in fulfilment cash flows that do not adjust underlying CSM	-	88,186	-	-	-	88,186
- Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-
- Expenses directly attributable to reinsurance	-	-	(5,164)	-	-	(5,164)
Reinsurance finance income through profit and loss	137,626	-	19,244	-	-	156,870
Reinsurance finance income through OCI	(34,332)	-	(2,438)	-	-	(36,770)
Net foreign exchange income or expense	-	-	-	-	-	-
Investment components	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	(491,497)	88,186	589,801	-	-	186,490
Premiums paid to reinsurer net of commission	1,019,934	-	-	-	-	1,019,934
Directly attributable expenses paid	-	-	5,165	-	-	5,165
Recoveries from reinsurance	-	-	(902,703)	-	-	(902,703)
Total cash flows	1,019,934	-	(897,538)	-	-	122,396
Closing reinsurance contract assets	7,300,931	229,107	3,094,391	-	-	10,624,429
Closing reinsurance contract liabilities	-	-	-	-	-	-
	7,300,931	229,107	3,094,391	-	-	10,624,429
Reinsurance contract assets and liabilities- net						
Reinsurance contract assets	5,530,801	229,107	3,094,391	12,291,798	702,452	21,848,549
Reinsurance contract liabilities	(5,713,033)	53,043	-	3,841,579	156,809	(1,661,602)

(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims for reinsurance contracts (PAA)

	31 March 2025					
	LfRC		LfIC for contracts measured under GM	LfIC for contracts measured under PAA		Total
	Excl. LRC	LRC		PVCF	RA	
Opening reinsurance contract assets	(3,269,574)	51,647	-	14,434,245	684,253	11,900,571
Opening reinsurance contract liabilities	(1,108,221)	-	-	504,639	89,248	(514,334)
	(4,377,795)	51,647	-	14,938,884	773,501	11,386,237
Net income or expense from reinsurance contracts held	-	-	-	-	-	-
- Allocation of reinsurer premium	(3,577,915)	-	-	-	-	(3,577,915)
- Amounts recoverable for claims and other expenses	-	-	-	2,057,696	225,487	2,283,183
- Changes that relate to past service - adjustments to LfIC	-	-	-	(2,077,002)	(267,808)	(2,344,810)
- Changes in fulfilment cash flows that do not adjust underlying CSM	-	(23,524)	-	-	-	(23,524)
- Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-
- Expenses directly attributable to reinsurance	-	-	-	(33,938)	-	(33,938)
Reinsurance finance income through profit and loss	-	-	-	142,677	-	142,677
Reinsurance finance income through OCI	-	-	-	-	-	-
Net foreign exchange income or expense	-	-	-	-	-	-
Investment components	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	(3,577,915)	(23,524)	-	89,433	(42,321)	(3,554,327)
Premiums paid to reinsurer net of commission	3,199,319	-	-	-	-	3,199,319
Directly attributable expenses paid	-	-	-	33,938	-	33,938
Recoveries from reinsurance	-	-	-	(2,029,246)	-	(2,029,246)
Total cash flows	3,199,319	-	-	(1,995,307)	-	1,204,011
Closing reinsurance contract assets	(3,520,955)	28,124	-	12,336,511	603,473	9,447,153
Closing reinsurance contract liabilities	(1,235,436)	-	-	696,498	127,706	(411,232)
	(4,756,391)	28,124	-	13,033,009	731,179	9,035,921

8. Reinsurance contract assets and liabilities (continued)

(b)Reconciliation of the liability for remaining coverage and the liability for incurred claims for reinsurance contracts (GMM)

						31 March 2025
	LfRC		LfIC for contracts measured under GM	LfIC for contracts measured under PAA		Total
	Excl. LRC	LRC		PVCF	RA	
Opening reinsurance contract assets	181,152	170,422	2,894,716	-	-	3,246,290
Opening reinsurance contract liabilities	-	-	-	-	-	-
	181,152	170,422	2,894,716	-	-	3,246,290
Net income or expense from reinsurance contracts held	-	-	-	-	-	-
- Allocation of reinsurer premium	(492,607)	-	-	-	-	(492,607)
- Amounts recoverable for claims and other expenses	-	-	676,128	-	-	676,128
- Changes that relate to past service - adjustments to LfIC	-	-	(148,131)	-	-	(148,131)
- Changes in fulfilment cash flows that do not adjust underlying CSM	-	(28,414)	-	-	-	(28,414)
- Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-
- Expenses directly attributable to reinsurance	-	-	-	-	-	-
Reinsurance finance income through profit and loss	53,740	-	16,677	-	-	70,417
Reinsurance finance income through OCI	48,740	-	2,391	-	-	51,131
Net foreign exchange income or expense	-	-	-	-	-	-
Investment components	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	(390,127)	(28,414)	547,064	-	-	128,523
Premiums paid to reinsurer net of commission	1,965,386	-	-	-	-	1,965,386
Directly attributable expenses paid	-	-	4,329	-	-	4,329
Recoveries from reinsurance	-	-	(742,898)	-	-	(742,898)
Total cash flows	1,965,386	-	(738,569)	-	-	1,226,817
Closing reinsurance contract assets	1,756,411	142,008	2,703,211	-	-	4,601,631
Closing reinsurance contract liabilities	-	-	-	-	-	-
	1,756,411	142,008	2,703,211	-	-	4,601,631
Reinsurance contract assets and liabilities- net						
Reinsurance contract assets	(1,764,543)	170,133	2,703,211	12,336,511	603,473	14,048,785
Reinsurance contract liabilities	(1,235,436)	-	-	696,498	127,706	(411,232)

(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims for reinsurance contracts (PAA)

	31-Dec-2025					
	LfRC		LfIC for contracts measured under GMM	LfIC for contracts measured under PAA		Total
	Excl. LRC	LRC		PVCF	RA	
Opening reinsurance contract assets	(3,269,574)	51,647	-	14,434,245	684,253	11,900,571
Opening reinsurance contract liabilities	(1,108,221)	-	-	504,639	89,248	(514,334)
	(4,377,795)	51,647		14,938,884	773,501	11,386,237
Net income or expense from reinsurance contracts held						-
- Allocation of reinsurer premium	(13,140,846)	-	-	-	-	(13,140,846)
- Amounts recoverable for claims and other expenses				4,112,852	234,185	4,347,037
- Changes that relate to past service - adjustments to LfIC	-	-	-	616,325	(133,996)	482,329
- Changes in fulfilment cash flows that do not adjust underlying CSM	-	(23)	-	-	-	(23)
- Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-
- Expenses directly attributable to reinsurance	-	-	-	(139,294)	-	(139,294)
Reinsurance finance income through profit and loss				295,890		295,890
Reinsurance finance income through OCI	-	-	-	-	-	-
Net foreign exchange income or expense	-	-	-	-	-	-
Investment components	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	(13,140,846)	(23)	-	4,885,773	100,189	(8,154,907)
Premiums paid to reinsurer net of commission	12,040,989					12,040,989
Directly attributable expenses paid	-	-	-	139,294	-	139,294
Recoveries from reinsurance	-	-	-	(3,355,096)	-	(3,355,096)
Total cash flows	12,040,989	-	-	(3,215,802)	-	8,825,187
Closing reinsurance contract assets	286,877			12,681,639	682,299	13,650,815
Closing reinsurance contract liabilities	(5,764,528)	51,624	-	3,927,215	191,391	(1,594,298)
	(5,477,651)	51,624	-	16,608,854	873,690	12,056,517

(b) Reconciliation of the liability for remaining coverage and the liability for incurred claims for reinsurance contracts (GMM)

Reconciliation of the liability for remaining coverage and the liability for incurred claims for Reinsurance contracts (GMM)						31-Dec-2025
	LfRC		LfIC for contracts measured under GMM	LfIC for contracts measured under PAA		Total
				PVCF	RA	
	Excl. LRC	LRC				
Opening reinsurance contract assets	181,152	170,423	2,894,716			3,246,291
Opening reinsurance contract liabilities	-	-	-	-	-	-
	181,152	170,423	2,894,716			3,246,291
Net income or expense from reinsurance contracts held						
- Allocation of reinsurer premium	(2,540,046)	-	-	-	-	(2,540,046)
- Amounts recoverable for claims and other expenses			2,531,677			2,531,677
- Changes that relate to past service - adjustments to LfIC	-	-	(282,418)	-	-	(282,418)
- Changes in fulfilment cash flows that do not adjust underlying CSM	-	(29,501)	-	-	-	(29,501)
- Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-
- Expenses directly attributable to reinsurance			(23,753)			(23,753)
Reinsurance finance income through profit and loss	385,522	-	26,763	-	-	412,285
Reinsurance finance income through OCI	66,164	-	12,166	-	-	78,330
Net foreign exchange income or expense	-	-	-			-
Investment components	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	(2,088,360)	(29,501)	2,264,435			146,574
Premiums paid to reinsurer net of commission	8,679,701					8,679,701
Directly attributable expenses paid			23,753			
Total cash flows	8,679,701	-	(1,757,025)	-	-	6,922,676
Closing reinsurance contract assets	11,376,063	96,980	2,451,725	-	-	13,924,768
Closing reinsurance contract liabilities	(4,603,569)	43,941	950,403	-	-	(3,609,225)
	6,772,494	140,921	3,402,128			10,315,543
Reinsurance contract assets	11,662,940	96,980	2,451,725	12,681,639	682,299	27,575,583
Reinsurance contract liabilities	(10,368,097)	95,565	950,403	3,927,215	191,391	(5,203,523)

9. Insurance contract liabilities

(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims for insurance contracts (PAA)

	LfRC			LfIC for contracts measured under GM	LfIC for contracts measured under PAA		31 March 2026
	Excl. LC	ACQ	LC		PVCF	RA	Total
Opening insurance contract assets	-	-	-	-	-	-	-
Opening insurance contract liabilities	(3,507,518)	-	(220,772)	-	((24,443,186)	(1,076,779)	(29,248,255)
	(3,507,518)	-	(220,772)	-	((24,443,186)	(1,076,779)	(29,248,255)
Insurance revenue	4,904,543	-	-	-	-	-	4,904,543
Insurance service expenses	-	-	-	-	-	-	-
- Incurred benefits and expenses	-	-	-	-	(687,922)	(35,568)	(723,490)
- Changes that relate to past service - adjustments to LfIC	-	-	-	-	(654,089)	17,589	(636,500)
- Losses on onerous contracts and reversal of those losses	-	-	(6,527)	-	-	-	(6,527)
- Amortisation of insurance acquisition cash flows	(755,866)	-	-	-	-	-	(755,866)
- Impairment of acquisition cost asset	-	-	-	-	-	-	-
Insurance finance expenses through profit and loss	-	-	-	-	(169,779)	-	(169,779)
Insurance finance expenses through OCI	-	-	-	-	-	-	-
Net foreign exchange income or expense	-	-	-	-	-	-	-
Investment components	-	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	4,148,677	-	(6,527)	-	(1,511,790)	(17,979)	2,612,381
Premiums received	(3,572,957)	-	-	-	-	-	(3,572,957)
Claims paid	-	-	-	-	390,517	-	390,517
Directly attributable expenses paid	-	-	-	-	262,822	-	262,822
Acquisition cost paid	634,766	-	-	-	-	-	634,766
Total cash flows	(2,938,191)	-	-	-	653,339	-	(2,284,852)
Closing insurance contract assets	-	-	-	-	-	-	-
Closing insurance contract liabilities	(2,297,033)	-	(227,300)	-	(25,301,637))	(1,094,759)	(28,920,728)
	(2,297,033)	-	(227,300)	-	(25,301,637)	(1,094,759)	(28,920,728)

9. Insurance contract liabilities (continued)

(b) Reconciliation of the liability for remaining coverage and the liability for incurred claims for insurance contracts (GMM)

							31 March 2026
	LfRC			LfIC for contracts measured under GM	LfIC for contracts measured under PAA		Total
	Excl. LC	ACQ	LC		PVCF	RA	
Opening insurance contract assets	-	-	-	-	-	-	-
Opening insurance contract liabilities	(22,060,183)	-	(254,391)	723,354	-	-	(21,591,220)
	(22,060,183)	-	(254,391)	723,354	-	-	(21,591,220)
			-	-			
Insurance revenue	1,152,447	-	-	-	-	-	1,152,447
Insurance service expenses	-	-	-	-	-	-	-
- Incurred benefits and expenses	-	-	-	(1,133,916)	-	-	(1,133,916)
- Changes that relate to past service - adjustments to LfIC	-	-	-	408,984	-	-	408,984
- Losses on onerous contracts and reversal of those losses	-	-	(106,626)	-	-	-	(106,626)
- Amortisation of insurance acquisition cash flows	(285,361)	-	-	-	-	-	(285,361)
- Impairment of acquisition cost asset	-	-	-	-	-	-	-
Insurance finance expenses through profit and loss	(241,547)	-	(2,455)	(16,365)	-	-	(260,367)
Insurance finance expenses through OCI	73,415	-	1,452	(716)	-	-	74,151
Net foreign exchange income or expense	-	-	-	-	-	-	-
Investment components	-	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	698,954	-	(107,629)	(742,013)	-	-	(150,688)
Premiums received	(2,092,650)	-	-	-	-	-	(2,092,650)
Claims paid	-	-	-	2,583,418	-	-	2,583,418
Directly attributable expenses paid	-	-	-	44,421	-	-	44,421
Acquisition cost paid	198,767	-	-	-	-	-	198,767
Total cash flows	(1,893,883)	-	-	2,627,839	-	-	733,956
Closing insurance contract assets	-	-	-	-	-	-	-
Closing insurance contract liabilities	(23,255,113)	-	(362,019)	2,609,180	-	-	(21,007,952)
	(23,255,113)	-	(362,019)	2,609,180	-	-	(21,007,952)

Insurance contract liabilities- net

Closing insurance contract assets	-	-	-	-	-	-	-
Closing insurance contract liabilities	(25,552,146)	-	(589,319)	2,609,180	(25,301,637)	(1,094,759)	(49,928,680)
	(25,552,146)	-	(589,319)	2,609,180	(25,301,637)	(1,094,759)	(49,928,680)

9. Insurance contract liabilities

(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims for insurance contracts (PAA)

	LfRC			LfIC for contracts measured under GM	LfIC for contracts measured under PAA		31 March 2025
	Excl. LC	ACQ	LC		PVCF	RA	Total
Opening insurance contract assets	-	-	-	-	-	-	-
Opening insurance contract liabilities	(4,245,947)	-	(176,482)	-	(20,127,327)	(966,396)	(25,516,152)
	(4,245,947)	-	(176,482)	-	(20,127,327)	(966,396)	(25,516,152)
Insurance revenue	5,329,975	-	-	-	-	-	5,329,975
Insurance service expenses	-	-	-	-	-	-	-
- Incurred benefits and expenses	-	-	-	-	(2,999,416)	(177,343)	(3,176,759)
- Changes that relate to past service - adjustments to LfIC	-	-	-	-	2,241,844	207,899	2,449,743
- Losses on onerous contracts and reversal of those losses	-	-	80,580	-	-	-	80,580
- Amortisation of insurance acquisition cash flows	(625,451)	-	-	-	-	-	(625,451)
- Impairment of acquisition cost asset	-	-	-	-	-	-	-
Insurance finance expenses through profit and loss	-	-	-	-	(207,222)	-	(207,222)
Insurance finance expenses through OCI	-	-	-	-	-	-	-
Net foreign exchange income or expense	-	-	-	-	-	-	-
Investment components	-	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	4,704,524	-	80,580	-	(964,794)	30,556	3,850,866
Premiums received	(4,182,669)	-	-	-	-	-	(4,182,669)
Claims paid	-	-	-	-	2,682,804	-	2,682,804
Directly attributable expenses paid	-	-	-	-	277,925	-	277,925
Acquisition cost paid	1,160,052	-	-	-	-	-	1,160,052
Total cash flows	(3,022,617)	-	-	-	2,960,729	-	(61,888)
Closing insurance contract assets	-	-	-	-	-	-	-
Closing insurance contract liabilities	(2,564,040)	-	(95,902)	-	(18,131,392)	(935,840)	(21,727,174)
	(2,564,040)	-	(95,902)	-	(18,131,392)	(935,840)	(21,727,174)

b)Reconciliation of the liability for remaining coverage and the liability for incurred claims for insurance contracts (GMM)

							31 March 2025
	LfRC			LfIC for contracts measured under GM	LfIC for contracts measured under PAA		Total
	Excl. LC	ACQ	LC		PVCF	RA	
Opening insurance contract assets	-	-	-	-	-	-	-
Opening insurance contract liabilities	(15,005,218)	-	(358,507)	1,078,581	-	-	(14,285,144)
	(15,005,218)	-	(358,507)	1,078,581	-	-	(14,285,144)
			-	-			
Insurance revenue	861,832	-	-	-	-	-	861,832
Insurance service expenses	-	-	-	-	-	-	-
- Incurred benefits and expenses	-	-	-	(1,357,920)	-	-	(1,357,920)
- Changes that relate to past service - adjustments to LfIC	-	-	-	413,176	-	-	413,176
- Losses on onerous contracts and reversal of those losses	-	-	114,819	-	-	-	114,819
- Amortisation of insurance acquisition cash flows	(130,491)	-	-	-	-	-	(130,491)
- Impairment of acquisition cost asset	-	-	-	-	-	-	-
Insurance finance expenses through profit and loss	(154,578)	-	(3,667)	(8,007)	-	-	(166,252)
Insurance finance expenses through OCI	(206,847)	-	(2,185)	2,581	-	-	(206,451)
Net foreign exchange income or expense	-	-	-	-	-	-	-
Investment components	-	-	-	-	-	-	-
Total changes in statement of profit and loss and OCI	369,916	-	108,967	(950,170)	-	-	(471,287)
Premiums received	(2,325,169)	-	-	-	-	-	(2,325,169)
Claims paid	-	-	-	(3,420,939)	-	-	(3,420,939)
Directly attributable expenses paid	-	-	-	34,554	-	-	34,554
Acquisition cost paid	1,078,728	-	-	-	-	-	1,078,728
Total cash flows	(1,246,441)	-	-	(3,386,385)	-	-	(4,632,826)
Closing insurance contract assets	-	-	-	-	-	-	-
Closing insurance contract liabilities	(15,881,743)	-	(249,540)	(3,257,974)	-	-	(19,389,257)
	(15,881,743)	-	(249,540)	(3,257,974)	-	-	(19,389,257)
Insurance contract liabilities- net							
Closing insurance contract assets	-	-	-	-	-	-	-
Closing insurance contract liabilities	(18,445,783)	-	(345,442)	(3,257,974)	(18,131,392)	(935,840)	(41,116,431)
	(18,445,783)	-	(345,442)	(3,257,974)	(18,131,392)	(935,840)	(41,116,431)

9. Insurance contract liabilities

(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims for insurance contracts (PAA)

	31 December 2025					
	LfRC			LfIC for contracts measured under GMM	LfIC for contracts measured under PAA	
	Excl. LC	ACQ	LC		PVCF	RA
Opening insurance contract assets	-	-	-			
Opening insurance contract liabilities	(4,245,947)		(176,482)		(20,127,327)	(966,396)
	(4,245,947)		(176,482)		(20,127,327)	(966,396)
Insurance revenue	19,833,856					
Insurance service expenses						
- Incurred benefits and expenses	-	-	-	-	(6,513,627)	(334,319)
- Changes that relate to past service - adjustments to LfIC	-	-	-	-	(2,198,702)	223,936
- Losses on onerous contracts and reversal of those losses			(44,290)	-	-	-
- Amortisation of insurance acquisition cash flows	(1,985,736)			-	-	-
- Impairment of acquisition cost asset	-	-	-	-	-	-
Insurance finance expenses through profit and loss	-	-	-	-	(466,672)	-
Insurance finance expenses through OCI						
Net foreign exchange income or expense						
Investment components						
Total changes in statement of profit and loss and OCI	17,848,120	-	(44,290)	-	(9,179,001)	(110,383)
Premiums received	(18,916,553)					
Claims paid					3,726,786	
Directly attributable expenses paid					1,136,356	
Acquisition cost paid	1,806,862					
Total cash flows	(17,109,691)	-	-	-	4,863,142	-
Closing insurance contract assets						
Closing insurance contract liabilities	(3,507,518)		(220,772)		(24,443,186)	(1,076,779)

	31 December 2025						
	LfRC			LfIC for contracts measured under GMMM	LfIC for contracts measured under PAA		Total
	Excl. LC	ACQ	LC		PVCF	RA	
Opening insurance contract assets	-	-	-	-	-	-	-
Opening insurance contract liabilities	(15,005,218)	-	(358,508)	1,078,582			(14,285,144)
	(15,005,218)	-	(358,508)	1,078,582			(14,285,144)
Insurance revenue	5,668,158						5,668,158
Insurance service expenses	-						
- Incurred benefits and expenses				(3,248,688)	-	-	(3,248,688)
- Changes that relate to past service - adjustments to LfIC				156,978	-	-	156,978
- Losses on onerous contracts and reversal of those losses			127,807	-	-	-	127,807
- Amortisation of insurance acquisition cash flows	(1,352,029)	-	-	-	-	-	(1,352,029)
- Impairment of acquisition cost asset							
Insurance finance expenses through profit and loss	(798,841)	-	(18,030)	(19,441)	-	-	(836,312)
Insurance finance expenses through OCI	(356,265)	-	(5,660)	(8,829)	-	-	(370,754)
Net foreign exchange income or expense	-	-	-	-	-	-	-
Investment components	-	-	-		-	-	-
Total changes in statement of profit and loss and OCI	3,161,023		104,117	(2,244,765)			145,160
Premiums received	(14,641,811)						(14,641,811)
Claims paid				2,567,291	-	-	2,567,291
Directly attributable expenses paid				197,461			197,461
Acquisition cost paid	4,425,823			-			4,425,823
Total cash flows	(10,215,988)	-	-	2,764,752	-	-	(7,451,236)
Closing insurance contract assets							
Closing insurance contract liabilities	(22,060,183)		(254,391)	723,354			(21,591,220)
	(22,060,183)		(254,391)	723,354			(21,591,220)
Closing insurance contract assets							
Closing insurance contract liabilities	(25,567,701)		(475,163)	723,354	(24,443,186)	(1,076,779)	(50,839,475)
	(25,567,701)		(475,163)	723,354	(24,443,186)	(1,076,779)	(50,839,475)

10. Share capital

- (a) The Company's authorized share capital at the reporting date is RO 15 million comprising 150 million shares of 100 baiza each (2025 - RO 15 million comprising 150 million shares of 100 baiza each). The issued and fully paid-up share capital as of 31 March 2026 is RO 10,330,166 comprising 103,301,660 shares of 100 baiza each (2025- RO 10,330,166 comprising 103,301,660 shares of 100 baiza each).
- (b) At the reporting date, shareholders of the Company who own 1.85% or more of the Company's shares, whether in their name or through a nominee account, and the percentage of shares held by them are as follows:

	31 March 2026		31 March 2025		31 Dec 2025	
	%	Number of shares	%	Number of shares	%	Number of shares
Arabia Holding SAL	50.10	51,754,140	50.10	51,754,140	50.10	51,754,140
Lawrence Investment LLC	19.43	20,075,157	17.62	18,202,894	19.43	20,075,157
Al Anwar Investments SOAG	17.62	18,202,894	17.62	18,202,894	17.62	18,202,894
Mr. George Antonis Chidiac	5.81	6,000,000	5.81	6,000,000	5.81	6,000,000
Al Anwar International Investment Co. LLC	2.50	2,582,500	2.50	2,582,500	2.50	2,582,500
Al Anwar Taleem LLC (formerly Al Anwar Development Co LLC)	2.50	2,582,500	2.50	2,582,500	2.50	2,582,500
Jabreen International Development Co. SAOC	-	-	1.85	1,916,151	-	-

11. Legal reserve

The statutory reserve which is not available for distribution is calculated in accordance with the Commercial Companies Law of the Sultanate of Oman. The company achieved one- thirds of paid capital as legal reserve as mandated in the FSA regulation.

12. Contingency reserve

In accordance with article 10(bis) (2)(c) and 10(bis) (3)(b) of Regulations for Implementing Insurance Companies Law (Ministerial Order 5/80), as amended, 10% of the net outstanding claims in case of the general insurance business and 1% of the life assurance premiums for the period in case of life insurance business, The Company may discontinue this transfer when the reserve equals to the issued share capital. No dividend shall be declared in any year until the deficit in the reserve is covered by the retained profits. The reserves shall not be used except with the prior approval of the Financial Services Authority (FSA).

13. Insurance revenue

	31 March 2026		
	PAA	GMM	Total
- Expected benefits incurred		514,298	514,298
- Expected expenses incurred		17,951	17,951
- Change in the risk adjustment		15,987	15,987
- CSM recognized		334,564	334,564
Recovery of acquisition cash flows		285,361	285,361
Experience adjustments		(15,713)	(15,713)
Contracts not measured under PAA		1,152,448	1,152,448
Contracts measured under PAA	4,904,543	-	4,904,543
	4,904,543	1,152,448	6,056,991

	31 March 2025		
	PAA	GMM	Total
- Expected benefits incurred		467,647	467,647
- Expected expenses incurred		28,597	28,597
- Change in the risk adjustment		7,713	7,713
- CSM recognized		227,385	227,385
Recovery of acquisition cash flows		130,491	130,491
Experience adjustments		-	-
Contracts not measured under PAA		861,833	861,833
Contracts measured under PAA	5,329,975	-	5,329,975
	5,329,975	861,833	6,191,808

14. Insurance service Expense

	31 March 2026		
	PAA	GMM	Total
Incurred benefits and changes that relate to past service - adjustments to LfIC aims incurred	1,097,168	680,511	1,777,679
Incurred directly attributable expenses	262,822	44,421	307,243
Losses on onerous contracts and reversal of those losses Expenses	6,527	106,625	113,152
Insurance acquisition costs	755,866	285,361	1,041,227
	2,122,383	1,116,918	3,239,301

	31 March 2025		
	PAA	GMM	Total
Incurred benefits and changes that relate to past service - adjustments to LfIC aims incurred	449,092	910,190	1,359,282
Incurred directly attributable expenses	277,925	34,554	312,479
Losses on onerous contracts and reversal of those losses Expenses	(80,580)	(114,820)	(195,400)
Insurance acquisition costs	625,451	130,491	755,942
	1,271,888	960,415	2,232,303

15. Net income or expense from reinsurance contracts held

	31 March 2026		
	PAA	GMM	Total
Allocated Reinsurance premium	(3,339,640)	(594,791)	(3,934,431)
Amounts recovered for claims and other expenses	985,363	920,181	1,905,544
Incurred directly attributable expenses	(30,852)	(5,164)	(36,016)
Changes that relate to past service - recoverable claims and other expenses	(766,705)	(342,022)	(1,108,727)
Changes in fulfilment cash flows that do not adjust underlying CSM	1,419	88,186	89,605
	(3,150,415)	66,390	(3,084,025)

Net income or expense from reinsurance contracts held

	31 March 2025		
	PAA	GMM	Total
Reinsurance service revenue	(3,577,915)	(492,607)	(4,070,522)
Amounts recovered for claims and other expenses	2,283,182	676,128	2,959,310
Incurred directly attributable expenses	(33,938)	0	(33,938)
Changes that relate to past service - recoverable claims and other expenses	(2,344,809)	(148,133)	(2,492,942)
Changes in fulfilment cash flows that do not adjust underlying CSM	(23,524)	(28,414)	(51,938)
	(3,697,004)	6,974	(3,690,030)

16. Insurance finance expenses

	31 March 2026		
	PAA	GMM	Total
Insurance finance expenses through profit and loss	(169,779)	(260,367)	(430,146)
	(169,779)	(260,367)	(430,146)
	31 March 2025		
	PAA	GMM	Total
Insurance finance expenses through profit and loss	(207,222)	(166,252)	(373,474)
	(207,222)	(166,252)	(373,474)

17. Reinsurance finance income

	31 March 2026			
	PAA		GMM	Total
Reinsurance Finance income	118,301		156,872	275,173
	118,301		156,872	275,173

	31 March 2025			
	PAA		GMM	Total
Reinsurance Finance income	142,678		70,417	213,095
	142,678		70,417	213,095

18. Investment income - net

	Unaudited 31 March 2026 RO	Unaudited 31 March 2025 RO
Interest income	265,978	252,201
Other investment income	203,545	216,884
Dividend income	31,668	24,336
Realized income	54,634	12,353
Unrealized gain/loss) on financial assets at fair value through profit or loss - net	(53,493)	68,686
	502,332	574,460

19. General and administrative expenses

	Unaudited 31 March 2026 RO	Unaudited 31 March 2025 RO
Staff costs	517,366	492,879
Rent on short term leases	33,251	32,063
Depreciation	10,316	26,811
Legal and professional charges	21,549	39,390
Computer expenses	27,497	28,927
Communication costs	8,793	9,148
Amortization of intangible assets	13,750	16,218
Directors' sitting fees	5,625	3,400
Directors' remuneration fee	37,460	-
Printing and stationery	17,187	15,892
Bank charges	6,401	7,512
Other operating expenses	84,014	76,344
	783,209	748,584

Allocation of General and administrative expenses:

	31 March 2026	31 March 2025
Attributable expense	501,709	518,702
Non attributable expense	281,500	229,882

The Company employed 119 employees as at 31 March 2026 (31 March 2025 - 119 employees).

20. Basic and diluted earnings per share

Earnings per share is calculated by dividing the net profit for the year by the weighted average number of shares outstanding during the year as follows:

	Unaudited 31 March 2026	Unaudited 31 March 2025
Profit for the period – RO	(80,250)	489,623
Weighted average number of outstanding shares – numbers	103,301,660	103,301,660
Earnings per share - basic and diluted – RO	(0.0008)	0.005

The diluted earnings per share is the same as basic earnings per share as the Company does not have any instruments having potential dilutive effects.

21. Net assets per share

Net assets per share is calculated by dividing the net assets at the end of the period by the number of shares outstanding at end of the period as follows:

	Unaudited 31 March 2026	Unaudited 31 March 2025	Unaudited 31 December 2025
Net assets value – RO	22,178,177	21,589,805	23,695,141
Number of ordinary shares outstanding at the end of the period/ year	103,301,660	103,301,660	103,301,660
Net assets per share – RO	0.215	0.209	0.229

22. Related party transactions and balances

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

The Company enters into transactions in the normal course of business with shareholders, directors, key management personnel and entities in which certain shareholders and directors have the ability to control or exercise significant influence in financial and operating decisions. These transactions are entered into on mutually agreed terms.

(a) Transactions with related parties

Transactions with related parties or holders of 10% or more of the Company's shares or their family members included in the statement of profit or loss are as follows. These are related to directors and other companies where the Directors of the Company have shareholding:

	Unaudited 31 March 2026	Unaudited 31 March 2025
With directors:	RO	RO
Gross premiums written	2,715	3,361
Gross claims paid	120	-
With other related parties		
Gross premiums written	1,299	9,972
Premiums ceded	982,222	2,239,195
Reinsurance commission earned	166,843	212,972
Gross claims paid	(25)	3,328
Reinsurance recovery on claims paid	379,930	360,085
Other Income from Investee company	49,929	24,285

22. Related party transactions and balances (continued)*(b)* Balances with related parties included under the following heads are as follows:

	Unaudited	Unaudited	Audited
	31 March 2026	31 March 2025	31 December 2025
	RO	RO	RO
From directors:			
Insurance and other receivables	12,602	5,016	2,906
Claims payable	2,080	-	195
With other related parties:			
Insurance and other receivables	27,998	9,280	13,432
Reinsurance and other payable	5,145,971	5,801,643	4,931,882
Advance against End of service benefits	18,000	18,000	18,000
Reinsurance recovery on outstanding claims	1,806,758	1,796,807	1,519,984
Directors' remuneration and sitting fee payable	136,818	103,400	101,950
Claims payable	2,040	3,625	1,000
Due from investee company	29,357		

The reinsurance recovery on outstanding claims on run-off portfolio of ex-Arabia Insurance branches and other running portfolios. These recoveries are made once claims are settled fully.

(c) **Compensation of the key management personnel**

The key management personnel compensation for the period comprises:

	Unaudited 31 March 2026 RO	Unaudited 31 March 2025 RO
Short-term employment benefits	102,968	93,106
End of service benefits	3,500	3,462
Directors' sitting fees	5,625	3,400
Directors' remuneration fee	37,460	-
Social security benefits	3,045	2,818
	<u>152,598</u>	<u>102,786</u>

23. Contingent liabilities and commitments

(a) The Company has a guarantee issued by a commercial bank in favor of the Omani Unified Bureau for Orange Card SAOC on behalf of the Company for an amount of RO 50,000 (2025 - RO 50,000) and RO 175,249 (2025 - RO 286,774) issued by a commercial bank on behalf of the Company for tender purpose from which it is anticipated that no material liabilities will arise.

(b) The Company, in common with most cases, is subject to litigation in the normal course of its business. The Company, based on independent legal advice, does not believe that the outcome of these court cases will have a material impact on the Company's profit or financial position.

24. Comparatives

Previous period/ year figures have been reclassified wherever necessary to conform to the presentation adopted in the current period.