

**GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(REVIEWED NOT AUDITED)**

30 JUNE 2026

**GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(REVIEWED NOT AUDITED)**

30 JUNE 2026

	PAGE
REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS	1
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	2
INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME	3
INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME-LIFE INSURANCE	4
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	5
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	6
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	7
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS	8 - 47



**REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
TO THE CHAIRMAN AND MEMBERS OF THE BOARD OF DIRECTORS OF
GULF INSURANCE GROUP - JORDAN
(PUBLIC SHAREHOLDING COMPANY)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Gulf Insurance Group /Jordan (Public Shareholding Company) (the “Company”) and its subsidiaries (together the “Group”) as at 30 June 2026, and the related interim condensed consolidated statement of income, interim condensed consolidated statement of income – Life insurance and interim condensed consolidated statement of comprehensive income for the three-month and six-month periods then ended 30 June 2026, and the interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the six-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (34) “interim financial reporting” as modified by the Central Bank of Jordan. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements (2410), “Review of Interim Financial Information performed by the independent Auditor of the Entity”. A review of Interim financial information consists of making inquiries, primarily of persons responsible for the 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 statements are not properly prepared, in all material respects, in accordance with International Accounting Standard (34) as modified by the Central Bank of Jordan.

For and on behalf of PricewaterhouseCoopers “Jordan”


Hazem Hanna Sababa
License No. (802)

Amman, Jordan
29 July 2026



GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As At 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Notes	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Assets			
Investments			
Deposits at banks	3	28,762,319	23,623,553
Financial assets at fair value through other comprehensive income	4	9,732,938	8,356,134
Financial assets at fair value through profit or loss	5	33,291,161	24,985,780
Financial assets at amortized cost	6	57,849,682	63,466,391
Investment property		170,464	170,464
Right of use assets		305,900	378,947
Total Investments		<u>130,112,464</u>	<u>120,981,269</u>
Cash on hand and at banks	19-A	2,296,601	1,654,592
Insurance contract assets	7	18,310	19,964
Re-insurance contracts assets	8	49,034,135	16,603,656
Deferred tax assets	9-B	4,143,478	4,171,325
Property and equipment		8,977,021	8,176,592
Intangible assets		5,313,302	5,560,546
Other assets		7,439,118	6,474,293
Discontinued operations' assets		810,780	805,556
Total Assets		<u>208,145,209</u>	<u>164,447,793</u>
Liabilities and Equity			
Liabilities			
Insurance contracts liabilities	7	123,753,208	84,822,466
Re-insurance contracts liabilities	8	1,208,726	1,176,867
Loans	15	2,581,732	2,486,650
Accrued expenses		2,032,628	2,531,448
Lease liabilities		266,050	311,501
Other provisions		3,618,193	4,350,855
Income tax provision	9	1,084,964	2,264,069
Deferred tax Liabilities	9-C	2,577,850	1,911,137
Other liabilities		1,044,778	830,760
Discontinued operations' liabilities		211,863	218,149
Total Liabilities		<u>138,379,992</u>	<u>100,903,902</u>
Equity			
Authorized and paid-in capital	16	26,000,000	26,000,000
Statutory reserve		6,500,000	6,500,000
Change in actuarial assumption provision – End of service		(197,546)	(120,000)
Fair value reserve	18	(762,920)	(72,530)
Retained earnings		38,225,683	31,236,421
Net equity		<u>69,765,217</u>	<u>63,543,891</u>
Total Liabilities and Net Equity		<u>208,145,209</u>	<u>164,447,793</u>

**The attached notes 1 to 29 integral part of these interim condensed consolidated
financial statements**

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME
FOR THE THREE AND SIX MONTH PERIODS ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

		For the three months ended		For the six months ended	
	Notes	30 June 2026	30 June 2025	30 June 2026	30 June 2025
		JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)
Continuing operations					
Revenues					
Insurance contracts revenues	10	39,645,918	35,517,247	78,554,738	68,778,627
Insurance contracts expenses	11	(48,835,872)	(28,237,826)	(91,151,686)	(52,441,700)
Insurance contracts services results		(9,189,954)	7,279,421	(12,596,948)	16,336,927
Re-insurance contracts expenses		(19,488,003)	(17,731,841)	(37,713,781)	(34,158,490)
Re-insurance contracts recoveries		30,673,818	13,491,104	56,382,681	23,798,936
Re-insurance contracts services results		11,185,815	(4,240,737)	18,668,900	(10,359,554)
Net insurance and re-insurance contracts results		1,995,861	3,038,684	6,071,952	5,977,373
Finance expense - insurance contracts	12	(749,824)	(481,497)	(1,223,484)	(1,528,390)
Finance income – re-insurance contracts	13	70,518	21,886	340,804	341,188
Net insurance and re- insurance service and finance results		1,316,555	2,579,073	5,189,272	4,790,171
Interest income		1,341,420	1,313,638	2,618,359	2,533,065
Gain from financial assets and investments-net	14	640,342	2,250,200	3,848,790	4,238,151
Total revenues		3,298,317	6,142,911	11,656,421	11,561,387
Unallocated general and administrative expenses		948,629	1,185,298	2,589,784	2,323,406
Reversal of expected credit loss provision on financial assets and investments		(150,000)	-	(150,000)	-
Total expenses		798,629	1,185,298	2,439,784	2,323,406
Profit for the year from continuing operations before income tax		2,499,688	4,957,613	9,216,637	9,237,981
Income tax expense	9	(728,351)	(1,425,754)	(2,224,925)	(2,406,345)
Profit for the period from continuing operations		1,771,337	3,531,859	6,991,712	6,831,636
(Loss) Gain for the period after tax from discontinued operations		(1,923)	2,965	(2,450)	2,965
Profit for the period		1,769,414	3,534,824	6,989,262	6,834,601
Basic and diluted earnings per share from the profit of the period	19	0.068	0.136	0.269	0.263
Basic and diluted earnings per share from the profit of the period from continuing operations	19	0.068	0.136	0.269	0.263

The attached notes 1 to 29 integral part of these interim condensed consolidated financial statements

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME – LIFE INSURANCE
FOR THE THREE AND SIX MONTH PERIODS ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Notes	For the three months ended		For the six months ended	
		30 June 2026	30 June 2025	30 June 2026	30 June 2025
		JD	JD	JD	JD
		(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)
Revenues					
Insurance contracts revenues	10	1,505,630	1,439,207	2,991,231	3,100,587
Insurance contracts expenses	11	(809,882)	(1,059,986)	(1,836,487)	(2,366,402)
Insurance contracts services results		695,748	379,221	1,154,744	734,185
Re-insurance contracts expenses		(959,330)	(934,042)	(1,930,278)	(2,126,351)
Re-insurance contracts recoveries		493,860	786,122	1,030,942	1,571,829
Re-insurance contracts services results		(465,470)	(147,920)	(899,336)	(554,522)
Net insurance and re-insurance contracts results		230,278	231,301	255,408	179,663
Finance expense - insurance contracts		(36,079)	(30,021)	(61,050)	(99,997)
Finance income – re-insurance contracts		5,054	3,423	24,522	30,581
Net insurance and re- insurance service and finance results		199,253	204,703	218,880	110,247
Interest income		32,241	68,661	93,171	109,289
Total revenues		231,494	273,364	312,051	219,536
Profit for the period before income tax		231,494	273,364	312,051	219,536
Income tax expense	9	(52,018)	-	(75,330)	-
Profit for the period		179,476	273,364	236,721	219,536
Basic and diluted earnings per share from the profit of the period		0.007	0.011	0.009	0.008
Basic and diluted earnings per share from the profit of the period from continuing operations		0.007	0.011	0.009	0.008

The attached notes 1 to 29 integral part of these interim condensed consolidated financial statements

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE AND SIX MONTH PERIODS ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

Notes	For the three months ended		For the six months ended	
	30 June 2026	30 June 2025	30 June 2026	30 June 2025
	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)
Profit for the period	1,769,414	3,534,824	6,989,262	6,834,601
Items that will not be reclassified to the consolidated statement of income in subsequent periods:				
Change in actuarial assumption provision – end of service	(77,546)	-	(77,546)	-
Change in fair value of financial assets through other comprehensive income	(460,308)	343,594	(690,390)	(24,891)
Total comprehensive income for the period	<u>1,231,560</u>	<u>3,878,418</u>	<u>6,221,326</u>	<u>6,809,710</u>

The attached notes 1 to 29 integral part of these interim condensed consolidated financial statements

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Authorized and paid-in capital	Statutory reserve	Change in actuarial assumption provision – end of service	Fair value reserve	Retained earnings*	Net equity
	JD	JD	JD	JD	JD	JD
For the period ended 30 June 2026 (reviewed not audited)						
Balance as at 1 January	26,000,000	6,500,000	(120,000)	(72,530)	31,236,421	63,543,891
Profit after tax	-	-	-	-	6,989,262	6,989,262
Change in fair value through other comprehensive income	-	-	-	(690,390)	-	(690,390)
Change in actuarial assumption – End of service	-	-	(77,546)	-	-	(77,546)
Total comprehensive income for the year	-	-	(77,546)	(690,390)	6,989,262	6,221,326
Balance at 30 June	26,000,000	6,500,000	(197,546)	(762,920)	38,225,683	69,765,217
For the period ended 30 June 2025 (reviewed not audited)						
Balance as at 1 January	26,000,000	6,500,000	(120,000)	(927,315)	24,453,058	55,905,743
Profit after tax	-	-	-	-	6,834,601	6,834,601
Change in fair value through other comprehensive income	-	-	-	(24,891)	-	(24,891)
Total comprehensive income for the year	-	-	-	(24,891)	6,834,601	6,809,710
Dividends distribution (note 17)	-	-	-	-	(5,200,000)	(5,200,000)
Balance at 30 June	26,000,000	6,500,000	(120,000)	(952,206)	26,087,659	57,515,453

* Retained earnings include an amount of JD 4,143,478 as of 30 June 2026 (31 December 2025: JD 4,171,325) representing deferred tax assets that is restricted from use in accordance with the Jordan Securities Commission instructions. Furthermore, an amount of JD 960,466 as of 30 June 2026 (31 December 2025: JD 192,530) of the retained earnings is restricted from use which represents the negative balance of the fair value reserve.

The attached notes 1 to 29 integral part of these interim condensed consolidated financial statements

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Notes	30 June 2026	30 June 2025
		JD (Reviewed not audited)	JD (Reviewed not audited)
OPERATING ACTIVITIES			
Profit from continuing operations before tax		9,216,637	9,237,981
(Loss) gain from discontinued operations after tax		(2,450)	2,965
Adjustments			
Interest income		(2,618,359)	(2,533,065)
Depreciation and amortization		601,201	582,071
Depreciation of right of use assets		73,047	73,714
Finance cost on lease liabilities		11,589	19,963
Unrealized losses for financial assets at fair value through profit or loss	14	(2,540,685)	(2,946,920)
Gains on sale of financial assets at fair value through profit or loss		(39,877)	
Cash dividend returns on financial assets		(1,883,900)	(1,291,231)
Amortization of financial assets at amortized cost		(55,291)	(47,862)
Amortization of financial assets (bonds) at fair value through profit or loss		31,640	
Expected credit losses on insurance contract assets		764,003	194,000
Expected credit losses on reinsurance contract assets		(119,808)	
Reversal of expected credit loss allowance on financial assets and investments		(150,000)	
Gains from sale of property and equipment		(4,458)	(5,541)
Interest expense		95,082	
End-of-service indemnity provision		(113,106)	352,453
Changes in working capital:			
Re-insurance contracts assets		(32,310,671)	706,479
Insurance contracts assets		1,654	(191,556)
Insurance contracts liabilities		38,166,739	10,811,211
Re-insurance contracts liabilities		31,859	(597,352)
Other assets		(889,607)	(2,401,165)
Other provisions		(364,688)	204,117
Accrued expenses		(498,820)	(1,084,854)
Other liabilities		207,732	127,198
Net cash flows generated from operating activities before payments for end-of-service benefits and income tax			
		7,609,463	11,212,606
Paid from end-of-service provision		(254,868)	(40,614)
Income tax paid	9-A	(2,709,470)	(578,567)
Net cash flows generated from operating activities		4,645,125	10,593,425
INVESTING ACTIVITIES			
Deposits at banks maturing after three months		(1,596,902)	3,647,105
Interest received		2,618,359	2,533,065
Purchase of property and equipment		(126,262)	(93,789)
Advance payments for the purchase of property and equipment		(891,796)	(31,811)
Proceeds from sale of property and equipment		5,397	7,367
Purchase of financial assets at amortized cost		-	(2,463,279)
Purchase of intangible assets		(120,421)	(171,327)
Prepayments for intangible assets		(16,846)	-
Dividends received		1,883,900	1,291,231
Purchase of financial assets at fair value through other comprehensive income		(2,067,194)	-
Purchase of financial assets at fair value through profit or loss		(6,928,324)	-
Proceeds from sale of financial assets through other comprehensive income		1,171,865	-
Maturity of financial assets at amortized cost		5,672,000	-
Net cash flows (used in) generated from investing activities		(396,224)	4,718,562
FINANCING ACTIVITIES			
Lease payment		(57,040)	(107,454)
Paid distributed dividends		-	(5,200,000)
Net cash flow used in financing activities		(57,040)	(5,307,454)
Net change in cash and cash equivalents			
		4,191,861	10,004,533
Cash and cash equivalents at the beginning of the period		13,063,571	2,794,579
Cash and cash equivalents at the end of the period	20-B	17,255,432	12,799,112

The attached notes 1 to 29 integral part of these interim condensed consolidated financial statements

(1) GENERAL

Gulf Insurance Group Company/Jordan Public Shareholding Company was established in 1996 and registered under No. (309), with a paid in capital of JD 2,000,000 divided into 2,000,000 shares with a par value of JD 1 each. The paid in capital increased several times; the last of which was during 2022, the authorized and paid in capital became JD 26,000,000 divided into 26,000,000 shares with a par value of JD 1 each.

The Group is engaged in insurance business against fire, accidents, marine and transportation, motor insurance, liability, aviation, medical insurance and life insurance through its main branch located at Jabal Amman 3rd circle in Amman, and other branches at Mecca Street, 8th Circle, Business Park, Abdali in Amman city, Aqaba branch in Aqaba City and in Irbid branch in Irbid city.

The General Assembly decided in its meeting held on 31 May 2022 to change the legal name of the company from (Arab Orient Insurance Company) to (Gulf Insurance Group Company / Jordan). Legal procedures were completed during the third quarter of 2022.

Gulf Insurance Group Company/ Jordan Public Shareholding Company is 89.91% owned by Gulf Insurance Company (parent Company) as of 30 June 2026. The Company's financial statements are consolidated with the parent Company.

The Ultimate Parent Company is Fairfax Financial Holdings Limited, which owns 97.06% of the Parent company, Gulf Insurance Group.

The interim condensed consolidated financial statements were approved by the Board of Directors in its meeting held on 29 July 2026.

(2) MATERIAL ACCOUNTING POLICY INFORMATION

2-1 Basis of Preparation of Interim Condensed Consolidated Financial Statements

The accompanying condensed consolidated interim financial statements for the six-month period ended 30 June 2026, have been prepared in accordance with International Accounting Standard IAS (34) (Interim Financial Reporting), as modified by the Central Bank of Jordan.

The main differences between the mandatory IFRS Accounting Standards and the templates issued by the Central Bank of Jordan are as follows:

- The presentation method of the interim condensed consolidated financial statements: According to International Accounting Standard (IAS) 1 "Presentation of Financial Statements", the items in the statement of financial position are classified based on liquidity in a single category only. However, according to the Central Bank of Jordan's templates, the items in the statement of financial position must be presented under two categories: "Assets" and "Investments".
- The templates of the Central Bank of Jordan include a separate statement of income for life insurance, whereas IAS 1 does not require such presentation.
- The method of calculating the expected credit loss (ECL) provision, whereby any exposures or guarantees from the Jordanian government are excluded. Hence, no ECL provision is calculated. This treatment is not consistent with International Financial Reporting Standard No.9 "Financial Instruments"
- Certain items are classified and presented in the consolidated statement of financial position, the consolidated statement of income, the consolidated statement of cash flows, and the related disclosures—such as insurance contract assets, reinsurance contract assets, insurance contract liabilities, reinsurance contract liabilities, insurance contract revenues, insurance contract expenses, fair value levels, segment classifications, and risk-related disclosures - according to the requirements, instructions, and circulars issued by the Central Bank of Jordan. These may not include all the disclosure requirements of the IFRS, such as IFRS 7, 8, 13, and 17.

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

The interim condensed consolidated financial statements have been prepared in accordance with the historical cost principle, except for financial assets at fair value through the profit or loss and financial assets at fair value through other comprehensive income the details of which are presented in its accounting policies

The Jordanian Dinar is the presentation currency of the interim condensed consolidated financial statements and represents the Group's functional currency.

The significant accounting policies applied in the preparation of the interim condensed consolidated financial statements, as disclosed, have been applied consistently for all periods presented, unless otherwise stated.

The interim condensed consolidated statement of financial position is not presented using a current/non-current classification. However, the following balances are generally classified as current: cash on hand and at banks, financial assets at fair value through profit or loss, other assets, accrued expenses, other liabilities, and income tax provision.

The following balances are generally classified as non-current: financial assets at amortized cost, financial assets at fair value through other comprehensive income, property and equipment, right-of-use assets, investment properties, deferred tax assets, intangible assets, and deferred tax liabilities.

Balances that are mixed in nature, comprising both current and non-current components, include bank deposits, loans, insurance contract liabilities, reinsurance contract liabilities, reinsurance contract assets, insurance contract assets, lease liabilities, and various provisions.

The interim condensed consolidated financial statements do not include all the information and explanations required for the annual financial statements prepared in accordance with IFRS Accounting Standards as modified by the Central Bank of Jordan, and it must be read with the Group's annual report as of 31 December 2025 and the business results for the six month ended 30 June 2026 are not necessarily indicative of the expected results for the year ending 31 December 2026.

2-2 Basis of consolidation for the Interim Condensed Consolidated Financial Statements

The financial statements of subsidiaries are consolidated from the date the Group obtains control until the date such control ceases. The subsidiary's expenses and revenues are included in the consolidated statement of income from the date the Group gains control over the subsidiary until the date such control ceases.

The interim condensed consolidated financial statements comprise the financial statements of Gulf Insurance Group/ Jordan ("the Company") and its following subsidiaries (referred to as "the Group") as of 30 June 2026.

<u>Name of Company</u>	<u>Legal Status</u>	<u>Country</u>	<u>Ownership percentage</u>
Badeyet al Khaleej First Company for Management Consulting *	Limited liability	Jordan	100%
The Arabian Gulf Horizons Company for Management Consulting **	Limited liability	Jordan	100%

**GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)**

- * Badeyet Al Khaleej First Company for Management Consulting, a limited liability Company, was established and registered at the Ministry of Industry and Trade on 29 December 2020 with a paid in capital of JD 1,000 and is fully owned by the Gulf Insurance Group/ Jordan (Public Shareholding Company). The Company's main objectives are to acquire, sell and mortgage movable and immovable assets to achieve the Company's objectives.
- ** The Arabian Gulf Horizons Company for Management Consulting, a limited liability Company, was established and registered at the Ministry of Industry and Trade on 29 December 2020, with a paid in capital of JD 1,000 and is fully owned by the Gulf Insurance Group/ Jordan (Public Shareholding Company). The Company's main objectives are to acquire, sell and mortgage movable and immovable assets to achieve the Company's objectives.

The financial statements of subsidiaries are consolidated from the date control is obtained until the date such control ceases. Control over an investee is achieved when the Group has the power to govern the financial and operating policies of the subsidiary in order to influence the Group's returns.

Specifically, control over an investee is achieved only when the following conditions are met:

- The Group has power over the investee (existing rights that give the Group the current ability to direct the relevant activities of the investee).
- The Group is exposed, or has rights, to variable returns from its involvement with the investee.
- The Group has the ability to use its power over the investee to affect the amount of its returns.

When the Group holds less than the majority of the voting rights or similar rights of an investee, it considers all relevant facts and circumstances in assessing whether it has control over the investee. this includes:

- Contractual arrangements with other holders of voting rights in the investee;
- Rights arising from other contractual arrangements;
- The Group's current and potential voting rights.

The Group reassesses whether it controls an investee if facts and circumstances indicate that one or more of the three elements of control have changed. The financial statements of subsidiaries are consolidated from the date the Group obtains control until the date such control ceases. Revenues and expenses of subsidiaries are included in the interim condensed consolidated statement of income from the date control is obtained until the date it ceases.

Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies. All intra-group assets, liabilities, equity, income, expenses, and unrealized gains or losses arising from intra-group transactions are eliminated in full.

Changes in the Group's ownership interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions. When the Group loses control over a subsidiary, it:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary;
- Derecognizes the carrying amount of any non-controlling interests;
- Derecognizes any cumulative translation differences recorded in equity;

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

- Recognizes the fair value of the consideration received;
- Recognizes the fair value of any investment retained in the former subsidiary;
- Recognizes any resulting gain or loss in profit or loss;
- Reclassifies to profit or loss, or retained earnings, the Group's share of items previously recognized in other comprehensive income, if required, as if the Group had directly disposed of the related assets or liabilities.

The financial statements of the parent company and its subsidiaries are prepared for the same financial year using consistent accounting policies.

2-3 CHANGES IN ACCOUNTING POLICIES

- (a) **New and amended IFRS Accounting Standards and interpretations issued and adopted by the Group in the financial year beginning on 1 January 2026:**

Key requirements	Effect date
Amendments to IFRS 9 and IFRS 7- Classification and Measurement of Financial Instruments On 30 May 2024, the IASB issued targeted amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures to respond to recent questions arising in practice, and to include new requirements not only for financial institutions but also for corporate entities.	1 January 2026
Annual Improvements to IFRS Accounting Standards – Volume 11 These amendments are part of the Annual Improvements to IFRS Accounting Standards. Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards	1 January 2026
Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity: These amendments change the 'own use' and hedge accounting requirements of IFRS 9 and include targeted disclosure requirements to IFRS 7. These amendments apply only to contracts that expose an entity to variability in the underlying amount of electricity because the source of its generation depends on uncontrollable natural conditions.	1 January 2026

The implementation of the above standard did not have a material impact on the interim condensed consolidated financial statements of the Group.

(b) **New IFRS Accounting Standards issued and not yet applicable or early adopted by the Company for periods starting on or after 1 January 2026:**

Key requirements	Effect date
Amendment to IAS 21 - Translation to a Hyperinflationary Presentation Currency: These narrow-scope amendments specify the translation procedures for an entity whose presentation currency is that of a hyperinflationary economy. The amendments aim to improve the usefulness of the resulting information in a cost-effective manner. Developed in response to stakeholder feedback, these amendments are expected to reduce diversity in practice and provide a clearer basis for reporting in a hyperinflationary currency.	1 January 2027
IFRS 18, 'Presentation and Disclosure in Financial Statements': The new requirements introduced in IFRS 18 will help to achieve comparability of the financial performance of similar entities, especially related to how 'operating profit or loss' is defined. The new disclosures required for some management-defined performance measures will also enhance transparency. This new standard replaces the previous IAS 1 and is specific on matters related to presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss to meet the matters mentioned above.	1 January 2027
IFRS 19, 'Subsidiaries without Public Accountability: Disclosures' and amendments: The new amendments work alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements; and it applies instead the reduced disclosure requirements in IFRS 19. IFRS 19's reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. These amendments help eligible subsidiaries by reducing disclosure requirements for certain Standards and amendments.	1 January 2027

The management is still in the process of evaluating the impact of these new amendments and standards on the Group's interim condensed consolidated financial statements, and it believes that there will be no significant impact upon implementation.

There are no other standards that are not yet effective and that would be expected to have a material impact on the Group in the current year starting 1 January 2026 or future reporting periods and on foreseeable future transactions.

2-4 Use of estimates and assumptions

Preparing the interim condensed consolidated financial statements and applying accounting policies requires the Group's management to make estimates and assumptions that affect the amounts of financial assets and financial liabilities and the disclosure of potential obligations. These estimates and assumptions also affect revenues, expenses and provisions, as well as changes in fair value that appear in the statement of income and within statement of changes in equity. In particular, the Group's management is required to issue significant judgments and assumptions to estimate the amounts and timing of future cash flows. The estimates mentioned are necessarily based on multiple assumptions and factors that have varying degrees of judgment and uncertainty, and actual results may differ from the estimates due to changes resulting from the conditions and circumstances of those estimates in the future.

Our estimates in the interim condensed consolidated financial statements are reasonable and detailed as follows:

2-4-1 Expected credit losses

The Group has applied the simplified method of IFRS (9) (Financial Instruments) to record expected credit losses on debtors and checks under collection and calculate expected credit losses over the entire life of debtors and checks under collection. The Group has prepared a study based on historical experience of credit loss, taking into account future factors and the economic environment.

2-4-2 Impairment in the value of financial assets

The Group reviews the values recorded in the records of financial assets at the date of the interim condensed consolidated financial statements to determine whether there are indicators of impairment in their value individually or as a group, and in the event such indicators, the recoverable value is estimated in order to determine the impairment loss.

The amount of impairment is determined as follows:

- Impairment of financial assets shown at amortized cost represents the difference between the value recorded in the records and the present value of the expected cash flows discounted at the original effective interest rate.

The impairment is recorded in the interim condensed consolidated statement of income and any surplus in the subsequent year resulting from the previous impairment of financial assets is recorded in the interim condensed consolidated statement of income.

2-4-3 Income Tax

The fiscal year is charged with its income tax expense in accordance with the regulations, laws and international financial reporting standards for accounting.

- Taxes due

Tax expenses due are calculated on the basis of taxable profits, and taxable profits differ from the profits declared in the interim condensed consolidated statement of income because the declared profits include non-taxable revenues or expenses that cannot be deducted in the fiscal year but in subsequent years or accumulated losses that are acceptable for tax or items that are not subject to or acceptable for deduction for tax purposes.

Taxes are calculated according to the tax rates stipulated by the laws, regulations and instructions in the Hashemite Kingdom of Jordan.

- Deferred Taxes

Deferred taxes are taxes expected to be paid or recovered as a result of temporary time differences between the value of assets or liabilities in the interim condensed consolidated financial statements and the value on which the taxable profit is calculated.

Taxes are calculated using the liability method in the interim condensed consolidated statement of financial position and deferred taxes are calculated according to the tax rates expected to be applied when settling the tax liability or realizing the deferred tax assets.

The balance of deferred tax assets is reviewed at the date of the interim condensed consolidated financial statements and is reduced in the event that it is expected that those tax assets will not be able to be utilized in part or in full or by settling the tax liability no longer needed.

2-4-4 Property and equipment and intangible assets

The management periodically re-estimates the useful lives of tangible and intangible assets for the purpose of calculating annual depreciation and amortization based on the general condition of those assets and the estimates of expected future useful lives, and the impairment loss (if any) is recorded in the interim condensed consolidated statement of income.

The useful lives of property and equipment are reviewed at the end of each year. If the expected useful lives differ from the previously prepared estimates, the change in the estimate for subsequent years is recorded as a change in estimates.

Intangible assets are classified based on their estimated useful lives for a specific period or an indefinite period. Intangible assets with a specific useful life are amortized over this life and the amortization is recorded in the interim condensed consolidated statement of income. As for intangible assets with an indefinite useful life, their value is reviewed for impairment at the date of the financial statements and any impairment in their value is recorded in the interim condensed consolidated statement of income.

2-4-5 Right of use asset / lease liability

Extension and termination options in leases

Extension and termination options are included in several leases. These provisions are used to increase operational flexibility in terms of contract management. Most of the extension and termination options held are renewable by both the Group and the lessor.

Determining the lease term

In determining the lease term, management considers all facts and circumstances that create an economic incentive to extend, or not to terminate. Extension options (or periods following termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated). The assessment is reviewed in the event of a significant event or significant change in circumstances that affects this assessment and that is within the control of the lessee.

Discounting of lease payments

Lease payments are discounted using the incremental borrowing rate. Management has applied judgment and estimates to determine the incremental borrowing rate at the inception of the lease and has referred to interest rates prevailing in the Jordanian market to finance similar assets.

2-4-6 End of service provision

The Group establishes the end of service provision in accordance with its internal policies in this regard. These estimates require significant judgment from management in calculating these provisions.

The assumptions used in determining the costs of employees' end of service obligations include discount rate, employee turnover rate, mortality rate and expected future salary increments. Any change in these assumptions will affect the amounts of end of service obligations. The Group determines the appropriate discount rate at the end of each year, and this discount rate must be used in determining the present value of the estimated and expected future cash outflows to settle the end of service obligations.

2-4-7 Present value of future cash flows

Cashflows are defined as all amounts expected to be collected and expected to be paid within the limits of an insurance/reinsurance contract held, adjusted to reflect the timing and uncertainty of those amounts, based on actuarial assumptions and the Group's experience in managing the group of insurance/reinsurance contracts held.

Free cash flow is the current estimate of future cash flows within the contract limits for a group of contracts that the Group expects to collect from premiums, claims payments, benefits and expenses, adjusted to reflect the timing and uncertainty of those amounts.

Estimates of future cash flows:

- (a) are based on a probability-weighted average of the full range of possible outcomes.
- (b) are determined from the Group's perspective, provided that the estimates are consistent with observable market prices for market variables, and
- (c) reflect the conditions existing at the measurement date.

The adjustment for non-financial risks is estimated separately from other estimates. For contracts measured under the premium allocation approach, unless the contracts are onerous, an explicit risk adjustment for non-financial risks is estimated only to measure the liability for incurred claims.

Estimates of future cash flows are adjusted using current discount rates to reflect the time value of money and the financial risks associated with those cash flows, to the extent that they are not included in the cash flow estimates. Discount rates reflect the characteristics of the cash flows arising from groups of insurance contracts, including the timing, currency and liquidity of the cash flows. Determining a discount rate that reflects the cash flow characteristics and liquidity characteristics of the insurance contracts requires significant estimate and judgment.

The Group's non-performance risk is not included in the measurement of groups of insurance contracts issued.

When measuring reinsurance contracts held, probability-weighted estimates of the present value of future cash flows include potential credit losses and other disputes to the reinsurer to reflect the reinsurer's non-performance risk.

The Group estimates certain free cash flows at a portfolio level or higher and then allocates these estimates to groups of contracts. The Group uses consistent assumptions to measure the estimates of the present value of future cash flows for the group of reinsurance contracts held and those estimates for groups of insurance contracts.

Liability adequacy test

The adequacy and appropriateness of insurance liabilities is assessed at each reporting date by calculating the present value of future cash flows for existing insurance contracts.

If the assessment shows that the present value of insurance liabilities is inadequate compared to the expected future cash flows, then the full amount of the deficiency is recognized in the interim condensed consolidated statement of income.

2-4-8 Non-financial risk adjustments

A financial amount that the Group reserves for uncertainty about the amount and timing of cash flows arising from non-financial risks based on actuarial assumptions and the group's experience in managing the group of insurance contracts / reinsurance contracts held.

The risk adjustment for non-financial risks is applied to the present value of estimated future cash flows and reflects the compensation that the group needs to bear the uncertainty about the amount and timing of cash flows from non-financial risks during the implementation of the group's insurance contracts. For reinsurance contracts held, the risk adjustment for non-financial risks represents the amount of risk transferred by the Group to the reinsurer.

2-4-9 Lawsuits filed against the group

A provision is made for lawsuits filed against the group based on a legal study prepared by the group's lawyers, according to which the risks likely to occur in the future are identified, and these studies are reviewed periodically.

2-4-10 Fair value levels

The different levels of fair value for financial instruments recorded at fair value are defined based on the valuation method as follows:

- Level (1): Quoted prices (unadjusted) for identical assets or liabilities in active markets.
- Level (2): Information other than the quoted price included in Level (1) that is observable for the asset or liability, whether directly (such as prices) or indirectly (i.e. derived from prices).
- Level (3): Information about the asset or liability that is not based on that observed from the market (unobservable information).

The difference between Level 2 and Level 3 for fair value measurements represents an assessment of whether the information or inputs can be observed and the significance of the unobservable information, which requires making judgments and careful analysis of the inputs used to measure the fair value, including considering all factors specific to the assets or liabilities.

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(3) DEPOSITS AT BANKS

	30 June 2026			31 December 2025	
	Deposits maturing in one month	Deposits maturing in one to three months	Deposits maturing in 3 months to one year	Total	Total
	JD	JD	JD	JD	JD
				(Reviewed not audited)	(Audited)
Inside Jordan:					
Jordan Kuwait Bank	4,156,529	385,650	740,740	5,282,919	4,236,476
Capital Bank of Jordan	2,012,769	-	3,813,500	5,826,269	4,766,175
Arab Banking Corporation Bank	-	2,546,570	428,490	2,975,060	2,975,060
Cairo Amman Bank	5,449,883	-	5,106,872	10,556,755	7,835,134
Housing Bank for trade and finance	-	-	1,527,903	1,527,903	1,495,670
Arab Bank	-	-	2,743,413	2,743,413	2,615,038
	11,619,181	2,932,220	14,360,918	28,912,319	23,923,553
Provision for expected credit losses	-	-	(150,000)	(150,000)	(300,000)
	11,619,181	2,932,220	14,210,918	28,762,319	23,623,553

Interest rates on bank deposits balances range between 3.60% to 5.50% during 2026 compared to 4.75% to 5.75% during 2025.

Deposits pledged in favor of the Central Bank of Jordan Governor amounted to JD 814,140 as of 30 June 2026 (31 December 2025: JD 814,140).

Amounts withheld for current overdraft accounts and bank guarantees, totaling JD 969,959 as of 30 June 2026 (31 December 2025: JD 990,707).

- The movement of the Expected Credit Loss allowance during the period/year is as follows:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/year	300,000	300,000
Released during the period/year	(150,000)	-
Balance at the end of the period/year	150,000	300,000

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(4) FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	Number of shares (Reviewed not audited)	Number of shares (Audited)	JD (Reviewed not audited)	JD (Audited)
Inside Jordan				
Listed shares				
Afaq for Energy	724,937	724,937	1,797,844	1,667,355
Afaq for Investment and Real Estate Development	1,541,500	1,541,500	447,035	632,015
Cairo Amman Bank	79,081	79,081	118,621	122,575
Jordan Kuwait Bank	2,132,546	1,515,546	6,482,940	5,228,634
			<u>8,846,440</u>	<u>7,650,579</u>
Unlisted shares				
Saraya Aqaba for Real Estate Development Company	500,000	500,000	117,484	117,484
Al-Motarabetah Investment Company	29,851	29,851	4,053	4,053
			<u>121,537</u>	<u>121,537</u>
Outside Jordan				
Listed shares				
Safa Bank/ Palestine owned by Cairo Amman Bank	6,647	6,647	2,875	3,299
Agility global PLC	1,740,000	1,740,000	591,086	409,719
			<u>593,961</u>	<u>413,018</u>
Unlisted shares				
Iraq International Insurance Company	548,136,473	548,136,473	171,000	171,000
Total Financial assets at fair value through other comprehensive income			<u>9,732,938</u>	<u>8,356,134</u>

The movement of financial assets at fair value through other comprehensive income during the period/year is as follows:

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Balance at the beginning of the period/year	8,356,134	6,568,578
Purchase of financial assets at fair value through other comprehensive income	2,067,194	932,771
Change in the fair value through other comprehensive income	<u>(690,390)</u>	<u>854,785</u>
Balance at the end of the period/year	<u>9,732,938</u>	<u>8,356,134</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(5) FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	Number of shares (Reviewed not audited)	Number of Shares (Audited)	JD (Reviewed not audited)	JD (Audited)
Inside Jordan				
Listed shares				
Jordan Phosphate Mining Company	804,040	482,424	12,462,620	11,428,625
Arab Potash Company	94,260	94,260	3,808,104	3,566,798
National Petroleum Refinery Company	515,000	515,000	4,377,500	3,028,200
Capital Bank of Jordan	323,000	323,000	907,630	1,014,220
			<u>21,555,854</u>	<u>19,037,843</u>
Governmental bonds				
Hashemite Kingdom of Jordan bonds 7/7/2030*	3,000	3,000	2,154,268	2,148,270
Hashemite Kingdom of Jordan bonds 13/01/2029**	7,937	-	5,884,177	-
			<u>8,038,445</u>	<u>2,148,270</u>
Outside Jordan				
Listed shares				
Riyad Bank	-	102,400	-	525,034
Saudi National Bank	-	84,814	-	606,954
National Marine Dredging Company	487,000	230,000	2,067,952	901,159
Al-Dawaa Medical Services Company	86,000	86,000	697,206	810,731
Renaissance Services	1,640,000	1,640,000	931,704	955,789
			<u>3,696,862</u>	<u>3,799,667</u>
Total financial assets at fair value through profit or loss			<u>33,291,161</u>	<u>24,985,780</u>

*The Hashemite Kingdom of Jordan bonds mature on 7 July 2030, and carry an interest rate of 5.75%, paid in two equal semiannual installments.

**The Hashemite Kingdom of Jordan bonds mature on 13 January 2029, and carry an interest rate of 7.5%, paid in two equal semiannual installments.

-The Group has classified these bonds as financial assets at fair value through profit or loss, as there is no intention to hold the bonds until maturity.

The movement of financial assets at fair value through profit or loss during the period/year is as follows:

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Balance at the beginning of the period/year	24,985,780	11,912,378
Purchase of financial assets at fair value through profit or loss	6,928,324	6,120,584
Sale of financial assets at fair value through profit or loss	(1,131,988)	-
Change in the fair value of financial assets at fair value through profit or loss	2,540,685	6,952,818
Amortization of bonds at fair value through profit or loss	(31,640)	-
Balance at the end of the period/year	<u>33,291,161</u>	<u>24,985,780</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(6) FINANCIAL ASSETS AT AMORTIZED COST

	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	Number of bonds (Reviewed not audited)	Number of bonds (Audited)	JD (Reviewed not audited)	JD (Audited)
Inside Jordan				
Unlisted bonds in financial market				
Arab Real Estate Development Company	120	120	1,200,000	1,200,000
Listed bonds in financial markets				
Treasury Bond/ the Hashemite Kingdom of Jordan 2026	-	4,000	-	2,836,488
Treasury Bond/ the Hashemite Kingdom of Jordan 2027	8,830	8,830	6,263,564	6,266,153
Treasury Bond/ the Hashemite Kingdom of Jordan 2028	13,800	13,800	9,837,426	9,853,636
Treasury Bond/ the Hashemite Kingdom of Jordan 2029	16,500	16,500	11,671,162	11,666,377
Treasury Bond/ the Hashemite Kingdom of Jordan 2030	3,700	3,700	2,497,241	2,483,963
Total financial assets at amortized cost inside Jordan			31,469,393	34,306,617
Outside Jordan				
Saudi International Bond	12,000	12,000	8,400,706	8,370,239
Saudi Energy (Previously "Saudi Electricity Global")	5,000	5,000	3,580,717	3,588,233
Public Investment Fund / Saudi Arabia	8,000	8,000	5,703,382	5,715,105
SA Global Sukuk Limited (Saudi Aramco)	-	3,000	-	2,098,562
Al Maamoura Diversified Global Holding	8,000	8,000	5,684,980	5,687,571
Abu Dhabi Commercial Bank	2,800	2,800	1,973,940	1,971,386
National Abu Dhabi for Energy	-	1,000	-	705,869
Ooredoo International Finance-Qatar Telecom	3,500	3,500	2,435,564	2,421,809
Total financial assets at amortized cost outside Jordan			27,779,289	30,558,774
Total financial assets at amortized cost outside and inside Jordan			59,248,682	64,865,391
Provision for impairment of financial assets at amortized cost			(1,399,000)	(1,399,000)
			57,849,682	63,466,391

(7) INSURANCE CONTRACTS ASSETS/LIABILITIES

(7-1) INSURANCE CONTRACTS ASSETS/LIABILITIES – PREMIUM ALLOCATION APPROACH

	Liabilities for remaining coverage				Liabilities for incurred claims				Total	
	Non-onerous contracts		Onerous contracts		Present value of future cash flows		Risk adjustment- non-financial			
	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)
Insurance contracts liabilities – beginning of the period	12,907,048	10,070,969	4,110,388	3,086,000	64,111,232	53,578,088	3,113,041	3,520,365	84,241,709	70,255,422
Insurance contracts assets – beginning of the period	(19,780)	(2,440)	-	-	-	-	(118)	(118)	(19,898)	(2,558)
Net Insurance contracts liabilities (assets) – beginning of the period	12,887,268	10,068,529	4,110,388	3,086,000	64,111,232	53,578,088	3,112,923	3,520,247	84,221,811	70,252,864
Insurance contracts revenue	(78,473,253)	(143,499,887)	-	-	-	-	-	-	(78,473,253)	(143,499,887)
Insurance contracts expenses:										
Incurred claims during the period	-	-	(3,113,676)	(3,062,700)	53,920,573	100,753,529	860,630	1,688,677	51,667,527	99,379,506
Changes that relate to past service-Changes in LFIC	-	-	-	-	26,486,803	(5,636,262)	2,089,809	(2,096,001)	28,576,612	(7,732,263)
Staff expenses	1,399,373	3,984,757	-	-	1,561,841	6,004,542	-	-	2,961,214	9,989,299
Acquisition expenses	4,015,549	4,405,155	-	-	-	-	-	-	4,015,549	4,405,155
Administrative expenses	-	-	-	-	1,332,245	3,283,074	-	-	1,332,245	3,283,074
Other expenses	-	-	-	-	-	-	-	-	-	-
Losses on onerous contracts and recoveries of these losses	-	-	2,793,791	4,087,088	-	-	-	-	2,793,791	4,087,088
Insurance services results	(73,058,331)	(135,109,975)	(319,885)	1,024,388	83,301,462	104,404,883	2,950,439	(407,324)	12,873,685	(30,088,028)
Finance expenses from insurance contracts issued	-	-	-	-	1,183,789	2,256,104	-	-	1,183,789	2,256,104
Impact of exchange rate movements	-	-	-	-	-	-	-	-	-	-
Components of investment	-	-	-	-	-	-	-	-	-	-
Net change - statement of income	(73,058,331)	(135,109,975)	(319,885)	1,024,388	84,485,251	106,660,987	2,950,439	(407,324)	14,057,474	(27,831,924)
Premiums received	84,767,374	146,713,769	-	-	-	-	-	-	84,767,374	146,713,769
Incurred claims	-	-	-	-	(54,792,445)	(96,127,843)	-	-	(54,792,445)	(96,127,843)
Paid acquisition costs	(5,062,999)	(8,785,055)	-	-	-	-	-	-	(5,062,999)	(8,785,055)
Other expenses	-	-	-	-	-	-	-	-	-	-
Total cash flows	79,704,375	137,928,714	-	-	(54,792,445)	(96,127,843)	-	-	24,911,930	41,800,871
Insurance contracts liabilities – end of the period	19,551,504	12,907,048	3,790,503	4,110,388	93,804,038	64,111,232	6,063,480	3,113,041	123,209,525	84,241,709
Insurance contracts assets – end of the period	(18,192)	(19,780)	-	-	-	-	(118)	(118)	(18,310)	(19,898)
Net Insurance contracts liabilities (assets) – end of the period	19,533,312	12,887,268	3,790,503	4,110,388	93,804,038	64,111,232	6,063,362	3,112,923	123,191,215	84,221,811

(7-2) INSURANCE CONTRACTS ASSETS/LIABILITIES – GENERAL APPROACH

	Liabilities for remaining coverage				Liabilities for incurred claims				Total	
	Non-onerous contracts		Onerous contracts		Present value of future cash flows		Risk adjustment- non-financial			
	30 June 2026 JD	31 December 2025 JD	30 June 2026 JD	31 December 2025 JD	30 June 2026 JD	31 December 2025 JD	30 June 2026 JD	31 December 2025 JD	30 June 2026 JD	31 December 2025 JD
	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)
Insurance contracts liabilities – beginning of the period	137,524	177,021	443,233	563,036	-	-	-	-	580,757	740,057
Insurance contracts assets – beginning of the period	(112)	-	46	-	-	-	-	-	(66)	-
Net Insurance contracts liabilities (assets) – beginning of the period	137,412	177,021	443,279	563,036	-	-	-	-	580,691	740,057
Insurance contracts revenue	(81,485)	(125,857)	-	-	-	-	-	-	(81,485)	(125,857)
Insurance contracts expenses:										
Incurred claims during the period	-	-	(71,312)	(269,906)	19	35,537	-	-	(71,293)	(234,369)
Changes that relate to past service-Changes in LFIC	-	-	-	-	-	-	-	-	-	-
Staff expenses	-	-	-	-	-	-	-	-	-	-
Acquisition expenses	(4,652)	(10,457)	-	-	-	-	-	-	(4,652)	(10,457)
Administrative expenses	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-	-
Losses on onerous contracts and recoveries of these losses	-	-	(119,306)	118,483	-	-	-	-	(119,306)	118,483
Insurance services results	(86,137)	(136,314)	(190,618)	(151,423)	19	35,537	-	-	(276,736)	(252,200)
Finance expenses from insurance contracts issued	28,368	86,280	11,327	31,666	-	-	-	-	39,695	117,946
Impact of exchange rate movements	-	-	-	-	-	-	-	-	-	-
Components of investment	(15,784)	(196,142)	-	-	15,784	196,142	-	-	-	-
Net change - statement of income	(73,553)	(246,176)	(179,291)	(119,757)	15,803	231,679	-	-	(237,041)	(134,254)
Premiums received	215,836	206,567	-	-	-	(231,679)	-	-	215,836	(25,112)
Incurred claims	-	-	-	-	(15,803)	-	-	-	(15,803)	-
Paid acquisition costs	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-	-
Total cash flows	215,836	206,567	-	-	(15,803)	(231,679)	-	-	200,033	(25,112)
Insurance contracts liabilities – end of the period	279,695	137,524	263,988	443,233	-	-	-	-	543,683	580,757
Insurance contracts assets – end of the period	-	(112)	-	46	-	-	-	-	-	(66)
Net Insurance contracts liabilities (assets) – end of the period	279,695	137,412	263,988	443,279	-	-	-	-	543,683	580,691

(7-3) INSURANCE CONTRACTS ASSETS/LIABILITIES

	Present value of future cash flows		Risk adjustment - non-financial		CSM		Total	
	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Insurance contracts liabilities – beginning of the period	292,574	532,243	42,946	22,869	245,237	184,945	580,757	740,057
Insurance contracts assets – beginning of the period	(2,298)	-	586	-	1,646	-	(66)	-
Net Insurance contracts liabilities (assets) – beginning of the period	290,276	532,243	43,532	22,869	246,883	184,945	580,691	740,057
Changes related to current service	-	-	-	-	-	-	-	-
Release of Contractual Service Margin (CSM)	-	-	-	-	(85,731)	(105,516)	(85,731)	(105,516)
Experience adjustments	(64,543)	(252,841)	-	-	-	-	(64,543)	(252,841)
Changes in the risk adjustment for non-financial risk	-	-	(7,156)	(12,326)	-	-	(7,156)	(12,326)
Changes in Future Service Obligations	-	-	-	-	-	-	-	-
Effect of contracts initially recognized during the period	(52,628)	66,424	18,558	20,086	81,990	13,389	47,920	99,899
Changes in estimates that adjust the CSM	(78,032)	(194,667)	15,322	57,759	62,710	136,908	-	-
Effect of changes resulting in onerous contracts or the reversal of losses on onerous contracts	(166,730)	72,590	(496)	(54,004)	-	-	(167,226)	18,586
Changes relating to past service	-	-	-	-	-	-	-	-
Changes in liabilities versus incurred claims	-	-	-	-	-	-	-	-
Insurance services results	(361,933)	(308,494)	26,228	11,515	58,969	44,781	(276,736)	(252,198)
Finance expenses from insurance contracts issued	23,428	91,639	4,788	9,148	11,479	17,157	39,695	117,944
Impact of exchange rate movements	-	-	-	-	-	-	-	-
Net change – comprehensive income	(338,505)	(216,855)	31,016	20,663	70,448	61,938	(237,041)	(134,254)
Premiums received	215,836	206,567	-	-	-	-	215,836	206,567
Incurred claims	(15,803)	(231,679)	-	-	-	-	(15,803)	(231,679)
Paid acquisition costs	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Net Cash flows	200,033	(25,112)	-	-	-	-	200,033	(25,112)
Insurance contracts liabilities – end of the period	151,804	292,574	74,548	42,946	317,331	245,237	543,683	580,757
Insurance contracts assets – end of the period	-	(2,298)	-	586	-	1,646	-	(66)
Net Insurance contracts liabilities (assets) – end of the period	151,804	290,276	74,548	43,532	317,331	246,883	543,683	580,691

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

CHECKS UNDER COLLECTION RELATED TO INSURANCE OPERATIONS

This item represents checks under collection related to insurance operations, which were considered in calculating the insurance contracts assets and liabilities.

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Checks under collection due within six months	7,741,796	4,946,633
Checks under collection are due within more than six months up to one year	948,570	1,066,922
	8,690,366	6,013,555
Less: Provision for expected credit losses*	(505,133)	(505,133)
	<u>8,185,233</u>	<u>5,508,422</u>

* There was no movement in the Expected Credit Loss allowance during the period.

ACCOUNTS RECEIVABLE RELATED TO INSURANCE OPERATIONS

This item represents receivables related to insurance operations that were considered in the calculation of insurance contracts assets and liabilities.

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Policyholders *	49,695,395	45,355,891
Brokers receivables	2,345,426	2,323,513
Staff receivables	149,734	146,608
Other receivables	1,625,550	1,477,345
	53,816,105	49,303,357
Less: Provision for expected credit losses **	(10,721,194)	(9,957,191)
	<u>43,094,911</u>	<u>39,346,166</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

The details of the aging of receivables are as follows:

	Undue receivables JD	0-90 days JD	91-180 days JD	181-365 days JD	More than 365 days JD	Total JD
30 June 2026 (Reviewed not audited)	28,443,611	11,168,476	1,248,823	2,103,401	10,851,794	53,816,105
31 December 2025 (Audited)	25,716,168	9,379,384	1,834,859	2,026,223	10,346,723	49,303,357

* Policy holders receivables include scheduled payments in the amount of 28,409,723 JD as at 30 June 2026 (JD 25,716,168 as at 31 December 2025).

** Movement on the provision for expected credit losses during the year were as follows:

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Balance at the beginning of the period/year	9,957,191	9,217,082
Provision for expected credit losses for the year	764,003	795,084
Transferred to provision for expected credit loss for receivables from reinsurers	-	(54,975)
Balance at the end of the period/year	<u>10,721,194</u>	<u>9,957,191</u>

ACCOUNT PAYABLES RELATED TO INSURANCE OPERATIONS

This item represents the payables related to insurance operations that were considered in the calculation of insurance contracts assets and liabilities.

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Trade and companies' payables	3,215,781	3,154,418
Medical network payables	869,785	1,297,489
Agents' payables	1,023,915	925,462
Garages' payables and vehicle's parts	137,639	175,809
Employees' payables	32,435	41,923
	<u>5,279,555</u>	<u>5,595,101</u>

(8) RE-INSURANCE CONTRACTS ASSETS/ LIABILITIES – PREMIUM ALLOCATION APPROACH

	Non-Onerous Contracts		Onerous Contracts		Present Value of Future cashflows		Risk Adjustment – non-financial		Total	
	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Re-insurance contracts liabilities – beginning of the period	(2,642,187)	(13,614,762)	-	-	1,438,800	10,460,331	26,520	443,730	(1,176,867)	(2,710,701)
Re-insurance contracts assets – beginning of the period	(17,856,417)	(4,072,562)	-	-	33,079,045	15,148,217	1,311,270	1,031,612	16,533,898	12,107,267
Re-insurance contracts liabilities – beginning of the period	(20,498,604)	(17,687,324)	-	-	34,517,845	25,608,548	1,337,790	1,475,342	15,357,031	9,396,566
Re-insurance expenses	(37,677,769)	(70,828,338)	-	-	-	-	-	-	(37,677,769)	(70,828,338)
Re-insurance revenues	-	-	-	-	25,817,712	54,454,801	383,417	861,165	26,201,129	55,315,966
Changes that relate to past service	-	-	-	-	27,764,804	(2,513,699)	2,271,878	(998,717)	30,036,682	(3,512,416)
Investment components	-	-	-	-	-	-	-	-	-	-
Re-insurance services results	(37,677,769)	(70,828,338)	-	-	53,582,516	51,941,102	2,655,295	(137,552)	18,560,042	(19,024,788)
Finance income from re-insurance contracts held	-	-	-	-	337,746	370,037	-	-	337,746	370,037
Impact of exchange rate movements	-	-	-	-	-	(94,907)	-	-	-	(94,907)
Other changes	-	-	-	-	144,851	-	-	-	144,851	-
Net Change - statement of income	(37,677,769)	(70,828,338)	-	-	54,065,113	52,216,232	2,655,295	(137,552)	19,042,639	(18,749,658)
Cash from underwritten contracts paid to the reinsurer	40,064,652	68,017,058	-	-	-	-	-	-	40,064,652	68,017,058
Claims Recoveries from re-insurers	-	-	-	-	(26,721,479)	(43,306,935)	-	-	(26,721,479)	(43,306,935)
Profit commission recovered from the reinsurer	-	-	-	-	-	-	-	-	-	-
Other recoverable amounts	-	-	-	-	-	-	-	-	-	-
Total cash flows	40,064,652	68,017,058	-	-	(26,721,479)	(43,306,935)	-	-	13,343,173	24,710,123
Re-insurance contracts liabilities – end of the period	(3,149,419)	(2,642,187)	-	-	1,892,006	1,438,800	48,687	26,520	(1,208,726)	(1,176,867)
Re-insurance contracts assets – end of the period	(14,962,302)	(17,856,417)	-	-	59,969,473	33,079,045	3,944,398	1,311,270	48,951,569	16,533,898
Net re-insurance contracts liabilities (assets) – end of the period	(18,111,721)	(20,498,604)	-	-	61,861,479	34,517,845	3,993,085	1,337,790	47,742,843	15,357,031

(8-1) RE-INSURANCE CONTRACTS ASSETS/ LIABILITIES – GENERAL APPROACH

	Non Onerous Contracts		Onerous Contracts		Present Value of Future cashflows		Risk Adjustmnet – non financial		Total	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)
Re-insurance contracts liabilities – Beginning of the period	-	-	-	-	-	-	-	-	-	-
Re-insurance contracts assets – Beginning of the period	69,758	20,913	-	-	-	-	-	-	69,758	20,913
Re-insurance contracts liabilities – Beginning of the period	69,758	20,913	-	-	-	-	-	-	69,758	20,913
Re-insurance expenses	(36,012)	(30,697)	-	-	-	-	-	-	(36,012)	(30,697)
Re-insurance revenues	-	-	-	-	17	23,327	-	-	17	23,327
Investment components	-	-	-	-	-	-	-	-	-	-
Re-insurance services results	(36,012)	(30,697)	-	-	17	23,327	-	-	(35,995)	-
Finance income from re-insurance contracts held	3,058	1,609	-	-	-	-	-	-	3,058	1,609
Impact of exchange rate movements	-	-	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-	-	-
Net Change recognized in the statement of income	(32,954)	(29,088)	-	-	17	23,327	-	-	(32,937)	(5,761)
Cash from underwritten contracts paid to the reinsurer	45,762	77,933	-	-	-	-	-	-	45,762	77,933
Claims recoveries from re-insurers	-	-	-	-	(17)	(23,327)	-	-	(17)	(23,327)
Profit commission recovered from the reinsurer	-	-	-	-	-	-	-	-	-	-
Other recoverable amounts	-	-	-	-	-	-	-	-	-	-
Total cash flows	45,762	77,933	-	-	(17)	(23,327)	-	-	45,745	54,606
Re-insurance contracts liabilities – End of the period	-	-	-	-	-	-	-	-	-	-
Re-insurance contracts assets – End of the period	82,566	69,758	-	-	-	-	-	-	82,566	69,758
Net re-insurance contracts liabilities (assets) – end of the period	82,566	69,758	-	-	-	-	-	-	82,566	69,758

(8-2) RE-INSURANCE CONTRACTS ASSETS/ LIABILITIES – GENERAL APPROACH

	Present value of future cash flows		Risk adjustment - non-financial		CSM		Total	
	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Re-insurance contracts liabilities – Beginning of the period	-	-	-	-	-	-	-	-
Re-insurance contracts assets – Beginning of the period	-	-	-	-	69,758	20,913	69,758	20,913
Net insurance contracts liabilities (Assets) – Beginning of the Period	-	-	-	-	69,758	20,913	69,758	20,913
Changes related to current service	-	-	-	-	-	-	-	-
Release of Contractual Service Margin (CSM)	-	-	-	-	(36,012)	(30,697)	(36,012)	(30,697)
Experience adjustments	17	23,327	-	-	-	-	17	23,327
Changes in the risk adjustment for non-financial risk for the risk expired	-	-	-	-	-	-	-	-
Changes in Future Service	-	-	-	-	-	-	-	-
Changes in estimates that adjust the CSM	-	-	-	-	-	-	-	-
Changes in estimate that result in onerous contract losses or reversal of such losses	(45,762)	(77,933)	-	-	45,762	77,933	-	-
Effect of reversal of recognition of the loss recovery component of contracts expected to be lost	-	-	-	-	-	-	-	-
Experience adjustments	-	-	-	-	-	-	-	-
Effect of changes in estimates that do not adjust the contractual service margin	-	-	-	-	-	-	-	-
Changes relating to past service	-	-	-	-	-	-	-	-
Changes in recoverable amounts resulting from changes in liabilities for incurred claims	-	-	-	-	-	-	-	-
Finance expenses from insurance contracts issued	-	-	-	-	3,058	1,609	3,058	1,609
The impact of changes in non-performance risk (default risk) of reinsurers	-	-	-	-	-	-	-	-
The impact of movements in exchange rates	-	-	-	-	-	-	-	-
Net change recognized in the statement of income	(45,745)	(54,606)	-	-	12,808	48,845	(32,937)	(5,761)
Cash paid to reinsurers from underwritten contracts	45,762	77,933	-	-	-	-	45,762	77,933
Claims and other directly attributable expenses paid	(17)	(23,327)	-	-	-	-	(17)	(23,327)
Profit commission recovered from reinsurers	-	-	-	-	-	-	-	-
Other recoverable amounts	-	-	-	-	-	-	-	-
Total Cash flows	45,745	54,606	-	-	-	-	45,745	54,606
Re-Insurance contracts liabilities – End of the period	-	-	-	-	-	-	-	-
Re-Insurance contracts assets – End of the period	-	-	-	-	82,566	69,758	82,566	69,758
Net re-Insurance contracts liabilities (assets) – End of the period	-	-	-	-	82,566	69,758	82,566	69,758

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

ACCOUNTS RECEIVABLE RELATED TO RE-INSURANCE OPERATIONS

This item represents receivables related to reinsurance operations that have been considered in the calculation of reinsurance contracts assets and liabilities.

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Re-insurance contract assets (local)	3,024,976	2,379,642
Re-insurance contract assets (foreign)	1,577,367	1,523,767
	4,602,343	3,903,409
Less: Provision for expected credit losses *	(1,698,794)	(1,818,602)
	2,903,549	2,084,807

* Movements on provision for expected credit losses during the period:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/year	1,818,602	1,705,263
Provision for expected credit losses for the year	(119,808)	58,364
Transferred from provision for expected credit losses on accounts receivable	-	54,975
Balance at end of the period/year	1,698,794	1,818,602

The details of the aging of the reinsurance receivables are as follows:

	Undue receivables	0-90 days	91-180 days	181-365 days	More than 365 days	Total
	JD	JD	JD	JD	JD	JD
30 June 2026 (Reviewed not audited)	49,385	1,720,582	862,872	342,668	1,626,836	4,602,343
31 December 2025 (Audited)	-	1,267,102	721,417	162,780	1,752,110	3,903,409

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

ACCOUNT PAYABLES RELATED TO RE-INSURANCE OPERATIONS

This item represents payables related to reinsurance operations that were considered in the calculation of reinsurance contracts assets and liabilities.

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Foreign reinsurance Companies	41,195,553	33,696,408
Local insurance Companies	365,232	213,637
	<u>41,560,785</u>	<u>33,910,045</u>

(9) INCOME TAX

(a) Income tax provision

Movements on the income tax provision were as follows:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/year	2,264,069	816,371
Provision of the period/year	1,304,485	2,970,986
National contribution tax	108,708	247,582
Taxes on the investments outside Jordan	117,172	176,923
Income tax paid	(2,627,995)	(1,275,780)
Income tax on the bank interests	(81,475)	(672,013)
Balance at the end of the period/year	<u>1,084,964</u>	<u>2,264,069</u>

The income tax expense appears in the interim condensed consolidated statement of income represents the following:

	30 June 2026	30 June 2025
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Income tax	1,304,485	1,527,324
National contribution tax	108,708	127,277
Amortization of (addition to) deferred tax assets	27,847	(215,710)
Addition to deferred tax liabilities	666,713	879,019
Accrued taxes on the investments outside Jordan	117,172	88,435
	<u>2,224,925</u>	<u>2,406,345</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

The income tax provision for the period ended 30 June 2026 has been calculated in accordance with the Income Tax Law No. 38 of 2018, as amended. Under this law, the statutory tax rate is 24% and 2% national contribution tax.

A final settlement has been reached with the Income Tax Department by the end of 2021.

The sales tax position has been settled until 31/01/ 2022.

Income tax returns for the years 2022,2023,2024,2025 have been submitted, but the Income and Sales Tax Department has not yet reviewed the records as of the date of preparation of the interim condensed consolidated financial statements. In the opinion of management and the group's tax consultant, the income tax provision is sufficient to meet any tax liabilities.

(b) Deferred tax assets

	30 June 2026				31 December 2025	
	Balance at the beginning of the period	Additions	Released Amounts	Balance at the end of the period	Deferred Tax	Deferred Tax
	JD	JD	JD	JD	JD (Reviewed not audited)	JD (Audited)
Deferred tax assets:						
Expected Credit Loss provision for receivables and reinsurance receivables	3,321,298	-	-	3,321,298	863,537	863,537
Impairment on financial assets	1,199,000	-	-	1,199,000	311,740	311,740
Insurance contracts liabilities	7,711,570	246,752	-	7,958,322	2,069,164	2,005,008
Provision for end of service indemnity	3,811,690	-	353,857	3,457,833	899,037	991,040
	<u>16,043,558</u>	<u>246,752</u>	<u>353,857</u>	<u>15,936,453</u>	<u>4,143,478</u>	<u>4,171,325</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

Movements on deferred tax assets were as follows:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/year	4,171,325	3,715,826
(Release) addition	(27,847)	455,499
Balance at the end of the period/year	<u>4,143,478</u>	<u>4,171,325</u>

(C) Deferred tax liabilities

	30 June 2026			31 December 2025	
	Balance at the beginning of the period	Additions	Released Amounts	Balance at the end of the period	Deferred Tax
	JD	JD	JD	JD	JD
				Deferred Tax	Deferred Tax
				(Reviewed not audited)	(Audited)
Deferred tax liabilities:					
Evaluation of the stock portfolio through profit or loss	<u>7,350,528</u>	<u>2,564,282</u>	<u>-</u>	<u>9,914,810</u>	<u>2,577,850</u>
					<u>1,911,137</u>

Movements on deferred tax liabilities were as follows:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/year	1,911,137	-
Addition to deferred tax liabilities	666,713	1,911,137
Balance at the end of the period/year	<u>2,577,850</u>	<u>1,911,137</u>

*The tax rate used in measuring deferred tax balances is 26%, including a 2% National Contribution.

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(10) INSURANCE CONTRACTS REVENUES

30 June 2026 (Reviewed not audited)	Motors - comprehensive JD	Motors - compulsory JD	Buses JD	Fire JD	Engineering JD	Liability JD	Marine JD	Medical JD	General accidents JD	Life JD	Total JD
Expected Incurred Claims	-	-	-	-	-	-	-	-	-	(4,951)	(4,951)
Change in Non-Financial Risk										5,358	5,358
Adjustments	-	-	-	-	-	-	-	-	-		
Contractual Service Margin	-	-	-	-	-	-	-	-	-	85,731	85,731
Recovery of Acquisition Cash Flows	-	-	-	-	-	-	-	-	-	(4,653)	(4,653)
Insurance contracts revenues	6,119,838	9,488,318	3,273,803	7,505,581	1,383,082	1,016,223	1,783,884	42,786,476	2,206,302	2,909,746	78,473,253
Total	6,119,838	9,488,318	3,273,803	7,505,581	1,383,082	1,016,223	1,783,884	42,786,476	2,206,302	2,991,231	78,554,738
30 June 2025 (Reviewed not audited)	Motors - comprehensive JD	Motors - compulsory JD	Buses JD	Fire JD	Engineering JD	Liability JD	Marine JD	Medical JD	General accidents JD	Life JD	Total JD
Expected Incurred Claims	-	-	-	-	-	-	-	-	-	(1,170)	(1,170)
Change in Non-Financial Risk											
Adjustments	-	-	-	-	-	-	-	-	-	1,136	1,136
Contractual Service Margin	-	-	-	-	-	-	-	-	-	31,511	31,511
Recovery of Acquisition Cash Flows	-	-	-	-	-	-	-	-	-	(7,004)	(7,004)
Insurance contracts revenues	5,498,007	8,008,805	2,021,554	7,455,954	1,431,307	937,270	1,781,787	36,368,666	2,174,690	3,076,114	68,754,154
Total	5,498,007	8,008,805	2,021,554	7,455,954	1,431,307	937,270	1,781,787	36,368,666	2,174,690	3,100,587	68,778,627

(11) INSURANCE CONTRACTS EXPENSES

30 June 2026 (Reviewed not audited)	Motors - comprehensive JD	Motors - compulsory JD	Buses JD	Fire JD	Engineering JD	Liability JD	Marine JD	Medical JD	General accidents JD	Life JD	Total JD
Incurred insurance claims	(4,319,939)	(7,563,117)	(131,561)	(14,442,041)	(293,940)	(19,404,773)	42,816	(31,680,694)	(116,173)	(1,402,785)	(79,312,207)
Amortization of acquisition costs	(561,030)	(913,381)	(215,056)	(461,976)	(100,762)	(95,664)	(151,635)	(2,502,745)	(227,157)	(180,867)	(5,410,273)
Administrative expenses	(218,086)	(350,110)	(123,947)	(258,268)	(48,483)	(34,000)	(81,139)	(1,434,097)	(63,272)	(282,689)	(2,894,091)
Loss from onerous contracts	-	(2,793,791)	-	-	-	-	-	-	-	119,306	(2,674,485)
Risk adjustments - non-financial	(99,762)	(241,229)	(7,302)	(115,677)	(19,757)	(13,089)	(20,488)	(220,272)	(33,602)	(89,452)	(860,630)
Total	(5,198,817)	(11,861,628)	(477,866)	(15,277,962)	(462,942)	(19,547,526)	(210,446)	(35,837,808)	(440,204)	(1,836,487)	(91,151,686)
30 June 2025 (Reviewed not audited)	Motors - comprehensive JD	Motors - compulsory JD	Buses JD	Fire JD	Engineering JD	Liability JD	Marine JD	Medical JD	General accidents JD	Life JD	Total JD
Incurred insurance claims	(3,088,580)	(8,511,144)	(296,134)	(2,461,488)	(414,665)	(103,253)	(521,300)	(26,200,693)	(249,204)	(1,882,985)	(43,729,446)
Amortization of acquisition costs	(456,649)	(710,583)	(145,455)	(451,849)	(95,598)	(70,694)	(135,134)	(2,162,103)	(234,408)	(158,649)	(4,621,122)
Administrative expenses	(364,893)	(546,420)	(134,430)	(429,623)	(89,392)	(52,125)	(138,922)	(2,225,328)	(97,981)	(338,988)	(4,418,102)
Loss from onerous contracts	-	(433,529)	-	-	-	-	-	-	-	42,564	(390,965)
Risk adjustments - non-financial	(12,044)	59,199	2,734	(46,560)	27,482	134,333	142,405	365,926	72,804	(28,344)	717,935
Total	(3,922,166)	(10,142,477)	(573,285)	(3,389,520)	(572,173)	(91,739)	(652,951)	(30,222,198)	(508,789)	(2,366,402)	(52,441,700)

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(12) FINANCE EXPENSE – INSURANCE CONTRACTS

	<u>30 June 2026</u>	<u>30 June 2025</u>
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Finance expense	<u>(1,223,484)</u>	<u>(1,528,390)</u>

The Group used discount rates that ranged between 5.50% and 9.20% as at 30 June 2026 (30 June 2025: between 7.68% and 11.96%).

(13) FINANCE INCOME– RE-INSURANCE CONTRACTS

	<u>30 June 2026</u>	<u>30 June 2025</u>
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Finance income	<u>340,804</u>	<u>341,188</u>

The Group used discount rates that ranged between 5.50% and 9.20% as at 30 June 2026 (30 June 2025: between 7.68% and 11.96%).

(14) GAIN FROM FINANCIAL ASSETS AND INVESTMENTS-NET

	<u>30 June 2026</u>	<u>30 June 2025</u>
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Dividends income (financial assets at fair value through other comprehensive income)	1,883,900	1,291,231
Unrealized gains on financial assets at fair value through profit or loss	2,540,685	2,946,920
Investments expenses	(619,744)	-
Unrealized gains on financial assets at fair value relating to investment-linked life insurance policies	4,072	-
Gains on the sale of financial assets at fair value through profit or loss	39,877	-
	<u>3,848,790</u>	<u>4,238,151</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(15) LOANS

	Amount	Number of Installments		Installment Frequency	Interest Rate	Collateral
		Total Value	Remaining installments			
	JOD	JOD	JOD	JOD	JOD	JOD
Loan from Arab Bank	2,581,732	9	9	Semi annual	6.45%	-

On 11 November 2025, the Group obtained a loan of JOD 2,486,650 from Arab Bank at an interest rate of approximately 6.45% for a period of five years. The purpose of the loan was to settle a portion of the receivables due from municipalities, in accordance with the Prime Minister's letter to the Minister of Finance regarding the settlement of overdue payables to suppliers and contractors arising from municipal tenders.

The Ministry of Finance undertakes to transfer the due payments related to the loan's installments and the interest accrued thereon; however, it is not considered a guarantor of the loan under the loan agreement.

(16) AUTHORIZED AND PAID IN CAPITAL

The general assembly decided in its meeting held on 31 May 2022 to increase the authorized and paid-in capital from 25,438,252 divided into 25,438,252 shares with a par value of JD 1 each to become JD 26,000,000 through distributing of free shares to the Company's shareholders, from the special reserve balance within the shareholders' equity with an amount of JD 40,221 and from retained earnings balance with an amount of JD 521,527 as of 31 December 2021. Legal procedures have been completed during the third quarter of 2022.

The authorized and paid in capital is JD 26,000,000 divided into 26,000,000 shares at par value of JD 1 each as at 30 June 2026 and 31 December 2025.

(17) DIVIDENDS TO BE DISTRIBUTED

The proposed dividends to be distributed to shareholders for the current year amount to 20% of the Group's share capital, equivalent to JOD 5,200,000, as of 31 December 2025. This proposed distribution is subject to the approval of the General Assembly of Shareholders. In the prior year, dividends distributed to shareholders amounted to 20% of the Group's share capital, equivalent to JOD 5,200,000.

(18) FAIR VALUE RESERVE

Movements on the fair value reserve were as follows:

	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)
Balance at the beginning of the period/year	(72,530)	(927,315)
Change in fair value of financial assets through other comprehensive income	(690,390)	854,785
Balance at the end of the period/year	<u>(762,920)</u>	<u>(72,530)</u>

(19) BASIC AND DILUTED EARNINGS PER SHARE FROM PROFIT FOR THE PERIOD

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

	30 June 2026	30 June 2025
	JD (Reviewed not audited)	JD (Reviewed not audited)
Profit for the period (JD)	6,989,262	6,834,601
Weighted average number of shares (shares)	26,000,000	26,000,000
	<u>JD/Fils</u>	<u>JD/Fils</u>
Basic and diluted earnings per share for the period	<u>0.269</u>	<u>0.263</u>
Basic and diluted earnings per share for the period from continuing operations	<u>0.269</u>	<u>0.263</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(20) CASH

(20-A) CASH ON HAND AND AT BANKS

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Cash on hand	15,393	15,940
Bank balances	2,281,208	1,638,652
Cash on hand and at banks	<u>2,296,601</u>	<u>1,654,592</u>

(20-B) CASH AND CASH EQUIVALENTS

	30 June 2026	30 June 2025
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Cash on hand and at banks	2,296,601	3,958,958
Add: Deposits at banks	28,762,319	8,873,673
Less: Bank deposits with maturities exceeding three months	(13,782,428)	-
Less: Restricted deposits to the favor of the Governor of the Central Bank of Jordan	(814,140)	(814,140)
Add: Cash related to discontinued operations' assets	793,080	780,621
Net cash and cash equivalents at the end of the period	<u>17,255,432</u>	<u>12,799,112</u>

(21) RELATED PARTY TRANSACTIONS AND BALANCES

The Group entered into transactions with major shareholders, board members and directors within the normal activities of the Company using insurance premium and commercial commission. All related parties' balances are considered performing and no provision has been taken against them as of 30 June 2026.

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

Below is a summary of related parties and transactions during the period:

	Related parties				Total	
	Major shareholders	Ultimate Parent Company	Board of Directors Members	Afak Gulf Arab and Badia Gulf First Management Consulting	30 June 2026	31 December 2025
	JD	JD	JD	JD	JD (Reviewed not audited)	JD (Audited)
Interim condensed consolidated statement of financial position items						
Insurance contract assets	-	-	-	-	-	-
Insurance contract liabilities	-	-	-	-	-	-
Reinsurance contract assets	393,685	-	-	-	393,685	(502,841)
Amounts due from related parties	718,193	-	-	-	718,193	562,666
Amounts due to related parties	-	311,763	-	-	311,763	897,599

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

	Related parties				Total	Total
	Major shareholders	Ultimate Parent Company	Board of Directors Members	Afak Gulf Arab and Badia Gulf First Management Consulting	30 June 2026	30 June 2025
	JD	JD	JD	JD	JD	JD
Interim condensed consolidated statement of comprehensive income items:					(Reviewed not audited)	(Reviewed not audited)
Insurance revenues	-	-	-	-	-	-
Transportation for members of the Board of Directors	-	-	34,200	-	34,200	32,400
Bonuses for members of the Board of Directors	-	-	41,900	-	41,900	41,500
Consultation fees	91,791	-	-	-	91,791	55,785

The Group's top executive management (salaries, bonuses, and other benefits) are as follows:

	30 June 2026	30 June 2025
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Salaries and bonuses	1,037,452	1,001,106
Travel expenses	900	3,500
Contribution to Short-Term Benefits	116,454	119,263
Contribution to long -Term Benefits	169,140	315,545
	<u>1,323,946</u>	<u>1,439,414</u>

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(22) ANALYSIS OF MAIN SECTORS

(a) Background for the Group business sectors

For administrative purposes as explained in insurance contract revenues (note 10) and insurance contract expenses (note 11), the Group is organized to include the general insurance sector and includes (motor insurance, marine and transportation insurance, fire and other property damage insurance, liability insurance, medical insurance, life insurance, and others). This sector forms the basis used by the Group to show information related to key sectors. The above segment also includes investments and cash management for the company's own account. Transactions between business sectors are carried out on the basis of estimated market prices and on the same terms as those dealing with third parties.

The following is the distribution of the assets and liabilities of the Group by product type:

	Motors		Marine		Fire and damages property		Liability		Medical		Life		Other segments		Total	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)
Assets																
Insurance contracts assets-net	-	-	-	-	-	-	-	-	114	114	-	66	18,196	19,784	18,310	19,964
Re Insurance contracts assets-net	897,239	1,889,813	1,769,715	1,869,702	18,204,711	4,641,859	18,990,089	63,139	6,831,133	5,735,686	412,960	427,358	1,928,288	1,976,099	49,034,135	16,603,656
Accounts receivable	7,649,509	9,105,863	836,324	809,761	4,046,960	3,980,756	463,996	494,208	26,866,355	21,355,091	1,576,806	1,673,398	1,654,961	1,927,089	43,094,911	39,346,166
Financial assets	23,065,193	27,959,181	2,521,728	2,486,338	12,202,604	12,222,749	1,399,066	1,517,447	81,008,821	65,569,941	4,754,468	5,138,101	4,990,120	5,917,048	129,942,000	120,810,805
Investments property	170,464	170,464	-	-	-	-	-	-	-	-	-	-	-	-	170,464	170,464
Other assets	1,320,471	1,498,342	144,368	133,244	698,593	655,021	80,096	81,321	4,637,717	3,513,916	272,191	275,352	285,682	317,097	7,439,118	6,474,293
Total assets	33,102,876	40,623,663	5,272,135	5,299,045	35,152,868	21,500,385	20,933,247	2,156,115	119,344,140	96,174,748	7,016,425	7,514,275	8,877,247	10,157,117	229,698,938	183,425,348
Liabilities																
Insurance contracts liabilities	47,503,177	47,598,907	1,670,682	1,987,366	24,323,285	11,716,522	21,340,494	1,983,849	23,633,812	16,332,894	1,374,489	1,468,957	3,907,269	3,733,971	123,753,208	84,822,466
Re-insurance contracts Liabilities	21,792	-	1,003,402	776,783	-	-	-	-	126,707	339,859	-	-	56,825	60,225	1,208,726	1,176,867
Other provisions	642,243	1,006,916	70,217	89,542	339,778	440,188	38,957	54,649	2,255,663	2,361,422	132,387	185,043	138,948	213,095	3,618,193	4,350,855
Other liabilities	185,452	192,262	20,276	17,098	98,113	84,050	11,249	10,435	651,337	450,894	38,228	35,333	40,123	40,689	1,044,778	830,761
Total liabilities	48,352,664	48,798,085	2,764,577	2,870,789	24,761,176	12,240,760	21,390,700	2,048,933	26,667,519	19,485,069	1,545,104	1,689,333	4,143,165	4,047,980	129,624,905	91,180,949

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

The following is the distribution of the interim condensed consolidated statement of income items of the Group by product type:

	Motors		Marine		Fire and damages property		Liability		Medical		Life		Other Segments		Total	
	30 June 2026	30 June 2025	30 June 2026	30 June 2025	30 June 2026	30 June 2025	30 June 2026	30 June 2025	30 June 2026	30 June 2025	30 June 2026	30 June 2025	30 June 2026	30 June 2025	30 June 2026	30 June 2025
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)
Continuing operation																
Revenues																
Insurance contracts revenues	18,881,959	15,528,366	1,783,884	1,781,787	7,505,581	8,887,261	1,016,223	937,270	42,786,476	36,368,666	2,991,231	3,100,587	3,589,384	2,174,690	78,554,738	68,778,627
Insurance contracts expenses	(17,538,311)	(14,637,928)	(210,446)	(652,951)	(15,277,962)	(3,961,693)	(19,547,526)	(91,739)	(35,837,808)	(30,222,198)	(1,836,487)	(2,366,402)	(903,146)	(508,789)	(91,151,686)	(52,441,700)
Insurance contracts services results	1,343,648	890,438	1,573,438	1,128,836	(7,772,381)	4,925,568	(18,531,303)	845,531	6,948,668	6,146,468	1,154,744	734,185	2,686,238	1,665,901	(12,596,948)	16,336,927
Re-insurance contracts expenses	(1,774,115)	(1,102,833)	(1,143,142)	(1,068,078)	(5,310,201)	(6,387,913)	(692,935)	(636,483)	(24,388,168)	(21,574,340)	(1,930,278)	(2,126,351)	(2,474,942)	(1,262,492)	(37,713,781)	(34,158,490)
Re-insurance contracts recoveries	503,568	24,592	73,368	205,477	13,678,355	2,612,500	18,951,284	188,450	21,630,953	19,206,821	1,030,942	1,571,829	514,211	(10,733)	56,382,681	23,798,936
Re-insurance contracts services results	(1,270,547)	(1,078,241)	(1,069,774)	(862,601)	8,368,154	(3,775,413)	18,258,349	(448,033)	(2,757,215)	(2,367,519)	(899,336)	(554,522)	(1,960,731)	(1,273,225)	18,668,900	(10,359,554)
Net insurance and re-insurance contracts results	73,101	(187,803)	503,664	266,235	595,773	1,150,155	(272,954)	397,498	4,191,453	3,778,949	255,408	179,663	725,507	392,676	6,071,952	5,977,373
Finance (expense) income – insurance contracts	(865,619)	(1,148,517)	(21,539)	(36,804)	(144,719)	(74,126)	(14,225)	(45,315)	(82,164)	(96,975)	(61,050)	(99,997)	(34,168)	(26,656)	(1,223,484)	(1,528,390)
Finance income (expense) – re-insurance contracts	24,337	46,327	12,454	27,729	104,231	45,623	6,413	31,404	132,425	140,381	24,522	30,581	36,422	19,143	340,804	341,188
Net insurance and re-insurance contracts results	(768,181)	(1,289,993)	494,579	257,160	555,285	1,121,652	(280,766)	383,587	4,241,714	3,822,355	218,880	110,247	727,761	385,163	5,189,272	4,790,171

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(b) Geographic concentration of risk

This disclosure illustrates the geographic distribution of the Group's operations, the Group mainly operates in Jordan, which represents domestic operations, Also, the Group exercises international activities through its allies in the Middle East, Europe, Asia, America and the Near East, which represent international business,

The following table represents the distribution of revenues and assets of the Group and capital expenditure by geographic region:

	Inside the Kingdom		Outside the Kingdom		Total	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)	JD (Reviewed not audited)	JD (Audited)
Total assets	<u>172,797,757</u>	<u>126,658,649</u>	<u>35,347,452</u>	<u>37,789,144</u>	<u>208,145,209</u>	<u>164,447,793</u>
Gross Insurance contract revenues	<u>78,554,738</u>	<u>143,625,744</u>	<u>-</u>	<u>-</u>	<u>78,554,738</u>	<u>143,625,744</u>
Capital expenditures	<u>1,155,325</u>	<u>1,647,558</u>	<u>-</u>	<u>-</u>	<u>1,155,325</u>	<u>1,647,558</u>

(23) CAPITAL MANAGEMENT

The Group's objectives as to the management of capital are as follows:

- To adhere to the Group's minimum capital issued by the Insurance Law. Moreover, the Group's minimum capital prior to the enforcement of the law according to which it was licensed to practice general insurance in all of its branches and life insurance, jointly and severally, is JD 16 millions.
- To secure the continuity of the Group, and consequently, the Group's ability to provide the shareholders with good returns on capital.
- To make available the proper return to shareholders through pricing insurance policies in a manner compatible with the risks associated with those contracts.
- To comply with the Insurance Commission instructions associated with the solvency margin.

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

The table below shows the summary of the Group's capital and the minimum required capital:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Paid in Capital	26,000,000	26,000,000
Minimum Capital According to the Insurance Law	16,000,000	16,000,000

The following table shows the amount contributed to capital by the Group and the net solvency margin ratio as of 30 June 2026 and 31 December 2025:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Core capital:		
Paid-in capital	26,000,000	26,000,000
Statutory reserve	6,500,000	6,500,000
Profit for the year net of deductions	9,137,977	13,110,252
Retained earnings	37,445,605	24,335,353
Dividends	(5,200,000)	(5,200,000)
Loss from Change in actuarial assumptions	(197,546)	(120,000)
Total core capital	73,686,036	64,625,605
Additional capital:		
Cumulative change in fair value	(762,920)	(72,530)
Subordinated loan – over 5 years	-	-
Total Supplementary Capital	(762,920)	(72,530)
Total regulatory capital (a)	72,923,116	64,553,075
Total required capital (b)	39,264,860	38,185,486
Solvency margin (a) / (b)	185.7%	169.1%

In the opinion of the Group's Board of Directors, the regulatory capital is appropriate and sufficient in relation to the size of the capital and the nature of the risks faced by the Group.

(24) LAWSUITS AGAINST AND BY THE GROUP

The Group appears as defendant in several lawsuits. The Group booked a sufficient provision to meet any obligations towards these lawsuits, In the opinion of the Group's management and its legal consultant, the provision for a total amount of JD 9,552,852 as of 30 June 2026 (31 December 2025: JD 8,282,760) is sufficient to meet any obligations towards these lawsuits. Total amount of cases raised by the Group against others is JD 14,000,900 as at 30 June 2026 (31 December 2025: JD 13,011,000). These lawsuits are considered part of the group's normal business activities.

(25) CONTINGENT LIABILITIES

- 1- At 30 June 2026, the Group has letters of guarantee in the amount of JD 5,671,030 (31 December 2025: JD 5,625,240) against cash margins of JD 567,103 (31 December 2025: JD 562,524).
- 2- During 2026, the Group was notified of a flood event affecting one of its policyholders, resulting in multiple claims currently under assessment with an aggregate estimated value of approximately JOD 32 million. The ultimate settlement amount has not yet been finalized and may differ from the currently reported claims under assessment. As part of its normal operations, the Group is exposed to insurance claims and loss events arising in the ordinary course of business. These claims are substantially protected through reinsurance treaties placed with highly rated reinsurers, thereby significantly reducing the Group's net exposure to potential losses arising from such events.

(26) THE FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES NOT PRESENTED AT FAIR VALUE IN THE FINANCIAL STATEMENTS

There are no material differences between the carrying value and the fair value of financial assets and liabilities as of 30 June 2026 and 31 December 2025.

GULF INSURANCE GROUP/ JORDAN
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

(27) FAIR VALUE HIERARCHY

The following table analyzes the financial instruments recorded at fair value based on the valuation method which is defined at different levels as follows:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2: Information not included in level (1) quoted prices monitored for the asset or liability, either directly (e.g, prices) or indirectly (i.e, derived from prices);

Level 3: information on the asset or liability not based on those observed from the market (unobservable inputs).

	<u>Level (1)</u>	<u>Level (2)</u>	<u>Level (3)</u>	<u>Total</u>
	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>
30 June 2026 (Reviewed and not audited)				
Financial assets at fair value through other comprehensive income	9,440,401	-	292,537	9,732,938
Financial assets at fair value through profit or loss (stocks)	25,252,716	-	-	25,252,716
Financial assets at fair value through profit or loss (bonds)	<u>8,038,445</u>	<u>-</u>	<u>-</u>	<u>8,038,445</u>
	<u>42,731,562</u>	<u>-</u>	<u>292,537</u>	<u>43,024,099</u>
31 December 2025 (Audited)				
Financial assets at fair value through other comprehensive income	8,063,598	-	292,537	8,356,135
Financial assets at fair value through profit or loss (stocks)	22,837,510	-	-	22,837,510
Financial assets at fair value through profit or loss (bonds)	<u>2,148,270</u>	<u>-</u>	<u>-</u>	<u>2,148,270</u>
	<u>33,049,378</u>	<u>-</u>	<u>292,537</u>	<u>33,341,915</u>

(28) IMPACT OF GEOPOLITICAL CONFLICT IN MIDDLE EAST

The Middle East region was affected by political events which led to the outbreak of a war on 28 February 2026. These events impacted the entire Middle East region, resulting in a state of uncertainty regarding the overall economic and regional conditions, including prices, availability of goods, shipping and insurance, imports, exports, and the effects of the closure of the Strait of Hormuz on supply chain and shipping.

The Group's exposure to war risk and/or political violence is limited, with only a small number of insurance policies providing such coverage. As of 30 June 2026, the Group has not received any claims connected to the current conflict and is unaware of any unreported incidents related to these events.

In evaluating insurance contract liabilities, management reviewed the continued suitability of the critical IFRS 17 assumptions and methodologies applied as of 30 June 2026. This review included key considerations such as risk adjustment for non-financial risk, discount rates, and claims reserving/IBNR estimation approaches.

Based on all available information as of the reporting date, management determined that the existing assumptions and methodologies remain appropriate. Nevertheless, given the increased uncertainty in the region, the Group revaluated carefully the IBNR estimation and considered provisions for events not in data as extreme event adjustments to account for potential adverse development and reporting lags, if any, even though no war-related claims have been reported to date.

The situation remains dynamic, and the Group will continue to closely monitor developments and assess their potential impact on claims experience, reinsurance recoverability, and relevant market variables for future reporting periods.

(29) SUBSEQUENT EVENTS

- 1- On 5 July 2026, the General Assembly approved the distribution of cash dividends to shareholders amounting to JOD 5,200,000, representing 20% of the Company's capital.
- 2- During July 2026, the Group was notified of a fire incident involving one of its clients, which may give rise to insurance claims that have not yet been quantified and are currently under assessment. Due to the nature of the insurance business, the Group may be exposed to insurance events and claims on an ongoing basis in the ordinary course of business. It should be noted that such claims are covered by reinsurance arrangements with highly rated reinsurers, which significantly mitigate the potential financial impact of material claims or loss events. Accordingly, management does not expect this matter to have a material impact on the Group's condensed consolidated interim statement of financial position or its financial results.