

**Damaan Islamic Insurance Company
“BEEMA” (Q.P.S.C.)**

**INTERIM CONDENSED
FINANCIAL INFORMATION AND
INDEPENDENT AUDITOR’S
REVIEW REPORT**

**FOR THE SIX-MONTH PERIOD ENDED
30 JUNE 2026**

INTERIM CONDENSED FINANCIAL INFORMATION AND INDEPENDENT
AUDITOR’S REVIEW REPORT

For the six-month period ended 30 June 2026

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QR. 83053

RN: 260/JK/FY2027

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Shareholders

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)
Lusail – Qatar

Introduction

We have reviewed the accompanying interim statement of financial position of Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.) (the “Company”) as at 30 June 2026, and the related interim statements of policyholders’ revenues, expenses and other comprehensive income, policyholders’ surplus, shareholders’ income statement and other comprehensive income, changes in shareholders’ equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with FAS 41 Interim Financial Reporting issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”) (“FAS 41”). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with FAS 41.

Doha – Qatar
July 29, 2026

For Deloitte & Touche
Qatar Branch

Joseph Khalife
Partner

License No. 433

QFMA Audit Registration 120156



Damaan Islamic Insurance Company "BEEMA" (Q.P.S.C.)

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Note	30 June 2026 QR (Reviewed)	31 December 2025 QR (Audited)
Policyholders' assets			
Cash and bank balances	3	340,815,411	229,079,245
Investments at fair value through equity	4 (a)	599,530,556	597,155,015
Investments at fair value through income statement	4 (b)	6,499,525	6,418,117
Re-takaful arrangement assets	5	97,872,353	92,010,715
Takaful arrangement assets	5	669,038	19,768
Property and equipment		811,734	1,875,947
Other receivables		7,275,710	9,938,772
Total policyholders' assets		1,053,474,327	936,497,579
Shareholders' assets			
Cash and bank balances	3	49,640,891	94,363,204
Investments at fair value through equity	4 (a)	423,103,425	413,682,993
Investments at fair value through income statement	4 (b)	5,571,022	9,134,785
Prepayments and other receivables		5,149,470	4,851,275
Due from policyholders		164,436,568	120,153,859
Right-of-use assets		2,535,792	2,597,641
Property and equipment		105,898,439	106,495,139
Total shareholders' assets		756,335,607	751,278,896
TOTAL ASSETS		1,809,809,934	1,687,776,475
Policyholders' liabilities			
Takaful arrangement liabilities	5	664,289,265	578,398,196
Re-takaful arrangement liabilities	5	2,003,709	1,001,388
Other payables		12,280,308	12,384,013
Due to shareholders		164,436,568	120,153,859
Distributable surplus payable		78,899,323	66,864,527
Total policyholders' liabilities		921,909,173	778,801,983
Policyholders' surplus			
Fair value reserve		(7,111,345)	(123,031)
Equalization reserve		90,000,000	90,000,000
Retained surplus		48,676,499	67,818,627
Total policyholders' surplus		131,565,154	157,695,596
Total policyholders' liabilities and surplus		1,053,474,327	936,497,579
Shareholders' liabilities			
Provisions and other payables		115,516,623	117,556,823
Due to related parties	6 (b)	6,093,342	6,093,342
Net Ijarah liability		2,838,164	2,865,558
Employees' end of service benefits		5,866,876	5,562,457
Total shareholders' liabilities		130,315,005	132,078,180
Shareholders' equity			
Share capital		200,000,000	200,000,000
Legal reserve		200,000,000	200,000,000
Fair value reserve		(1,704,988)	2,988,954
Retained earnings		227,725,590	216,211,762
Total shareholders' equity		626,020,602	619,200,716
Total shareholders' liabilities and equity		756,335,607	751,278,896
TOTAL LIABILITIES, POLICYHOLDERS' SURPLUS AND SHAREHOLDERS' EQUITY		1,809,809,934	1,687,776,475

Sheikh. Jassim Bin Hamad Bin Jassim J. Al Thani
Chairman

Nasser Rashid Al Misnad
Chief Executive Officer

This statement has been prepared by the Company and stamped by the Auditors for identification purposes only.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED FINANCIAL INFORMATION

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM STATEMENT OF POLICYHOLDERS’ REVENUES, EXPENSES AND OTHER COMPREHENSIVE INCOME

For the three-month and six-month periods ended 30 June 2026

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2026	2025	2026	2025
		QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Recognised takaful contributions	7	184,483,986	141,144,030	325,210,219	256,500,745
Recognised takaful costs	7	(166,069,956)	(98,708,685)	(297,873,165)	(187,165,807)
Re-takaful net results	7	(1,699,937)	(27,086,431)	(21,898,879)	(48,981,016)
Takaful gross margin		16,714,093	15,348,914	5,438,175	20,353,922
Amortisation of deferred cost (related to provision of takaful arrangements)	7	(9,115,047)	(8,420,752)	(16,087,097)	(14,881,493)
Amortisation of deferred income (related to retakaful arrangements held)	7	1,179,225	1,451,454	2,410,951	3,248,021
Net amortisation of deferred cost		(7,935,822)	(6,969,298)	(13,676,146)	(11,633,472)
Net takaful result		8,778,271	8,379,616	(8,237,971)	8,720,450
Depreciation of property and equipment		(572,559)	(572,559)	(1,064,213)	(1,064,213)
Fair value gain/(loss) on investment at fair value through income statement		66,917	(67,331)	81,409	26,722
Reversal for impairment of investment at fair value through equity	4	--	27,037	91,717	78,818
Investment income		11,050,668	7,684,940	20,172,882	14,719,560
Investment expenses		(458,233)	(393,414)	(924,075)	(781,228)
Mudarib share		(6,244,975)	(4,755,444)	(11,751,558)	(9,327,183)
Other income		29,440	12,915	3,168,073	1,945,096
Other expenses		(3,771,194)	(3,007,743)	(5,320,767)	(6,110,825)
Net (deficit)/surplus for the period		8,878,335	7,308,017	(3,784,503)	8,207,197
OTHER COMPREHENSIVE (LOSS) /INCOME					
Items that may be subsequently reclassified to statement of Policyholders’ revenue and expenses					
Net change in fair value of debt-type instruments designated at fair value through other comprehensive income		4,643,310	1,436,795	(6,988,314)	5,311,727
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD		13,521,645	8,744,812	(10,772,817)	13,518,924



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Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM STATEMENT OF POLICYHOLDERS’ SURPLUS

For the six-month period ended 30 June 2026

	<i>Retained surplus QR</i>	<i>Fair value reserve QR</i>	<i>Equalization reserve QR</i>	<i>Total QR</i>
Balance at 1 January 2025 (Audited)	65,619,139	(13,847,169)	90,000,000	141,771,970
Net surplus for the period	8,207,197	-	-	8,207,197
Net change in fair value of investment at fair value through equity	-	5,311,727	-	5,311,727
Total comprehensive income for the period	8,207,197	5,311,727	-	13,518,924
Surplus distribution to policyholders during the period	(9,562,817)	-	-	(9,562,817)
Balance at 30 June 2025 (Reviewed)	64,263,519	(8,535,442)	90,000,000	145,728,077
Balance as at 1 January 2026 (Audited)	67,818,627	(123,031)	90,000,000	157,695,596
Net deficit for the period	(3,784,503)	-	-	(3,784,503)
Net change in fair value of investment at fair value through equity	-	(6,988,314)	-	(6,988,314)
Total comprehensive loss for the period	(3,784,503)	(6,988,314)	-	(10,772,817)
Surplus distribution to policyholders during the period	(15,357,625)	-	-	(15,357,625)
Balance at 30 June 2026 (Reviewed)	48,676,499	(7,111,345)	90,000,000	131,565,154



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Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM SHAREHOLDERS’ INCOME STATEMENT AND OTHER COMPREHENSIVE INCOME

For the three-month and six-month periods ended 30 June 2026

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2026	2025	2026	2025
		QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Income					
Income from shareholders’ investments		5,411,840	4,874,808	11,026,768	9,872,348
Wakala fee		42,579,653	39,644,640	77,488,314	69,535,720
Mudarib share		6,244,975	4,755,444	11,751,558	9,327,183
Other income		382,064	315,000	697,064	726,397
Total income		54,618,532	49,589,892	100,963,704	89,461,648
Staff cost		(10,340,096)	(11,184,968)	(22,662,749)	(21,540,529)
Depreciation of property and equipment		(1,817,715)	(1,748,593)	(3,384,726)	(3,282,077)
Fair value gain/(loss) on investment at fair value through income statement		152,375	(73,728)	155,369	58,977
Reversal for impairment of investment at fair value through equity	4	-	11,018	67,823	63,123
General and administrative expenses	8	(6,156,267)	(7,216,268)	(12,824,546)	(11,066,491)
Finance cost		(79,027)	(6,440)	(86,376)	(87,383)
Investment expenses		(355,343)	(325,081)	(714,671)	(647,165)
Total expenses		(18,596,073)	(20,544,060)	(39,449,876)	(36,501,545)
Profit before tax for the period		36,022,459	29,045,832	61,513,828	52,960,103
Tax expense		-	-	-	-
Net profit for the period		36,022,459	29,045,832	61,513,828	52,960,103
Basic/diluted earnings per share in Qatari Riyal	12	0.180	0.145	0.308	0.265
OTHER COMPREHENSIVE INCOME					
Net profit for the period		36,022,459	29,045,832	61,513,828	52,960,103
Items that may be subsequently reclassified to shareholders’ income statement					
Net change in fair value of debt-type instruments designated at fair value through other comprehensive income		3,254,820	1,060,211	(4,693,942)	3,820,118
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		39,277,279	30,106,043	56,819,886	56,780,221



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Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS’ EQUITY

For the six-month period ended 30 June 2026

	<i>Share Capital QR</i>	<i>Legal reserve QR</i>	<i>Fair value Reserve QR</i>	<i>Retained earnings QR</i>	<i>Total QR</i>
Balance at 1 January 2025 (Audited)	200,000,000	200,000,000	(5,448,602)	163,042,255	557,593,653
Net profit for the period	--	--	--	52,960,103	52,960,103
Net change in fair value of investment at fair value through equity	--	--	3,820,118	--	3,820,118
Total comprehensive income for the period	--	--	3,820,118	52,960,103	56,780,221
Dividends paid*	--	--	--	(40,000,000)	(40,000,000)
Balance at 30 June 2025 (Reviewed)	<u>200,000,000</u>	<u>200,000,000</u>	<u>(1,628,484)</u>	<u>176,002,358</u>	<u>574,373,874</u>
Balance at 1 January 2026 (Audited)	200,000,000	200,000,000	2,988,954	216,211,762	619,200,716
Net profit for the period	--	--	--	61,513,828	61,513,828
Net change in fair value of investment at fair value through equity	--	--	(4,693,942)	--	(4,693,942)
Total comprehensive income for the period	--	--	(4,693,942)	61,513,828	56,819,886
Dividends paid*	--	--	--	(50,000,000)	(50,000,000)
Balance at 30 June 2026 (Reviewed)	<u>200,000,000</u>	<u>200,000,000</u>	<u>(1,704,988)</u>	<u>227,725,590</u>	<u>626,020,602</u>

*Dividend declared amounting to QR. 50 million at the rate of QR. 0.25 per share (2025: QR. 40 million at the rate of QR. 0.20 per share) was approved by the Shareholders at the Annual General Assembly meeting held on 3 March 2026.



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Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

INTERIM STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2026

	<i>For the six-month period ended</i>	
	<i>30 June</i>	<i>30 June</i>
	<i>2026</i>	<i>2025</i>
	<i>QR</i>	<i>QR</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
OPERATING ACTIVITIES		
Shareholders' profit for the period	61,513,828	52,960,103
Policyholders' (deficit)/surplus for the period	(3,784,503)	8,207,197
	<u>57,729,325</u>	<u>61,167,300</u>
<i>Adjustments for:</i>		
Depreciation of property and equipment	4,448,939	4,346,290
Amortization of right-of-use assets	61,849	61,849
Net reversal of impairment of financial investments	(159,540)	(141,941)
Realized gain from investments	(31,199,650)	(24,591,908)
(Gain)/loss on disposal of property and equipment	(200)	108
Amortization of deferred cost	73,936	75,023
Fair value gain on investments at fair value through income statement	(236,778)	(85,699)
Provision for employees' end of service benefits	<u>442,286</u>	<u>718,567</u>
Operating profit before changes in working capital	31,160,167	41,549,589
Change in takaful and re-takaful arrangements	80,382,482	69,173,846
Change in prepayments and other receivables	2,364,867	5,161,821
Change in provisions and other payables	<u>(2,143,905)</u>	<u>3,551,732</u>
Net cash generated from operations	111,763,611	119,436,988
Employees' end of service benefits paid	<u>(137,867)</u>	<u>(127,913)</u>
Net cash generated from operating activities	<u>111,625,744</u>	<u>119,309,075</u>
INVESTING ACTIVITIES		
Acquisition of property and equipment	(154,686)	(1,178,902)
Proceeds from disposal of property and equipment	200	300
Investment in fixed deposits	(4,172,800)	(42,201,200)
Acquisition of capital work in progress	(2,633,340)	--
Net movement in investments	(19,599,556)	(45,407,452)
Realized gain from investments	<u>31,199,650</u>	<u>24,591,908</u>
Net cash generated from/(used in) investing activities	<u>4,639,468</u>	<u>(64,195,346)</u>
FINANCING ACTIVITIES		
Policyholders' surplus paid during the period	(3,322,829)	(3,365,275)
Dividends paid	(50,000,000)	(40,000,000)
Repayment of gross Ijarah liability	<u>(101,330)</u>	<u>(142,460)</u>
Net cash used in financing activities	<u>(53,424,159)</u>	<u>(43,507,735)</u>
Net increase in cash and cash equivalents	62,841,053	11,605,994
Cash and cash equivalents at 1 January	<u>46,200,649</u>	<u>29,737,475</u>
CASH AND CASH EQUIVALENTS AT 30 JUNE (Note 3)	<u>109,041,702</u>	<u>41,343,469</u>

The changes in due from policyholders and in due to shareholders were netted off and not included in the above statement.



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Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the six-month period ended 30 June 2026

1 LEGAL STATUS AND OPERATIONS

Damaan Islamic Insurance Company “BEEMA” (“the Company”) was incorporated in the State of Qatar on October 18, 2009, as a closed Qatari Private Shareholding Company under Qatar Commercial Companies’ Law No. 5 of 2002 with Registration No: 43652. The Head Office of the Company is located in Lusail, in the State of Qatar.

The Company is primarily engaged in the business of underwriting Marine, Aviation, Motor, Fire, General Accident, Takaful and Medical in accordance with the provisions of Islamic Shari’a. The Company also invests its capital, and other available resources in all related activities on non-interest (Riba free) basis.

This interim condensed financial information of the Company for the six-month period ended 30 June 2026 were approved by the Board of Directors on 29 July 2026.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

This interim condensed financial information has been prepared in accordance with the Financial Accounting Standards 41 (FAS 41) issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”), the Islamic Shari’a Rules and Principles as determined by the Shari’a Supervisory Board of the Company and the applicable provisions of the Qatar Commercial Companies’ Law No. 11 of 2015, whose certain provisions were subsequently amended by Law No. 8 of 2021.

This interim condensed financial information does not contain all the information and disclosures required in the financial statements and should be read in conjunction with the financial statements as of 31 December 2025. In addition, the results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

This interim condensed financial information has been prepared under the historical cost basis except for the “investments at fair value through equity” and “investments at fair value through income statement” that are measured at fair value.

This interim condensed financial information has been presented in Qatari Riyal (‘QR’), which is the Company’s functional currency.

(b) Estimates and judgements

The preparation of the interim condensed financial information in conformity with FAS which requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future period affected.

The significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the financial statements as at and for the year ended 31 December 2025.

Since February 28, 2026 geopolitical tensions have escalated in the Middle East and events are unfolding day-by-day. This matter requires revisions of certain assumptions and estimates which may lead to adjustments to the carrying value of certain assets and liabilities. The Company is monitoring the situation and evaluating the impact, and as per the best judgement applied, no significant loss to assets or reduction in carrying value is noted to date.

Estimates of future cash flows

In estimating future cash flows, the Company will incorporate, in an unbiased way, all reasonable and supportable information that is available without undue cost or effort at the reporting date. The assumptions will be based on internal historical claims experience as well as external data (benchmarks) to reflect the current claims and economic environment.

These assumptions will also reflect expected future developments such as inflation trends or changes in legislation when these have a material chance of materialising.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Estimates and judgements (continued)

Estimates of future cash flows (continued)

Cash flows within the boundary of a takaful arrangement are those that relate directly to the fulfilment of the arrangement, including those for which the Company has discretion over the amount or timing. These include payments to (or on behalf of) policyholders, takaful acquisition cash flows and other costs that are incurred in fulfilling arrangements.

Fair values of takaful liabilities

The FAS 43 requirement to measure liabilities for takaful arrangements using fair values will be a significant change from the Company’s current practice.

Takaful arrangement liabilities are calculated using yield curves internally derived reflecting a fair value and market-consistent rates that two willing parties would accept in a liability transfer transaction.

The company has used a bottom-up approach for deriving yield curves. The starting point for constructing these yield curves are risk-free rates. These are subsequently adjusted with illiquidity contributions to derive fair value rates.

Risk adjustments for non-financial risk

The risk adjustment for non-financial risk is the compensation that the Company requires for bearing the uncertainty about the amount and timing of the cash flows of groups of takaful arrangements. The risk adjustment reflects a margin that a takaful institution is willing to load its reserves with to reduce the uncertainty that future cash flows will exceed the expected value amount.

Although the risk adjustment is calculated separately for the takaful liabilities and the Re-takaful assets, it is actually on a net of re-takaful basis that the Company reviews it.

(c) Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed financial information are consistent with those followed in the preparation of the Company’s annual financial statements for the year ended 31 December 2025, except for the adoption of certain new and revised AAOIFI Accounting Standards and interpretations, that became effective in the current period as set out below:

New accounting standards, amendments and interpretations that are issued and effective from 1 January 2026

- **FAS 45 - Quasi-Equity (Including Investment Accounts)**

This standard prescribes the principles of financial reporting related to the participatory investment instruments (including investment accounts) in which an Islamic financial institution controls the underlying assets (mostly, as a working partner), on behalf of the stakeholders other than the owners’ equity. Such instruments (including, in particular, the unrestricted investment accounts) normally qualify for on-balance-sheet accounting and are reported as quasi-equity. This standard also provides the overall criteria for on-balance-sheet accounting for participatory investment instruments and quasi-equity, as well as, pooling, recognition, derecognition, measurement, presentation and disclosure for quasi-equity. It further addresses financial reporting related to other quasi-equity instruments and certain specific issues. This standard shall be effective for the financial reporting periods beginning on or after 1 January 2026.

The concept of quasi-equity has been introduced in FAS 1 “General Presentation and Disclosures in the Financial Statements (Revised 2021)”. The Company shall address the requirements of FAS 45 “Quasi-Equity (Including Investment Accounts)” on the effective date of the standard.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Significant accounting policies (continued)

New accounting standards, amendments and interpretations that are issued and effective from 1 January 2026 (continued)

- **FAS 46 - Off-Balance sheet Assets Under Management**

This standard prescribes the criteria for characterisation of off-balance sheet assets under management, and the related principles of financial reporting in line with the “AAOIFI Conceptual Framework for Financial Reporting”. The standard encompasses the aspects of recognition, derecognition, measurement, selection and adoption of accounting policies, related to off-balance-sheet assets under management, as well as certain specific aspects of financial reporting such as impairment and onerous commitments by the institution. The standard also includes the presentation and disclosure requirements particularly aligning the same with the requirements of the revised FAS 1” General Presentation and Disclosures in the Financial Statements” in respect of the statement of changes in off-balance sheet assets under management. This standard, along with, FAS 45 “Quasi-Equity (Including Investment Accounts)” supersedes the earlier FAS 27 “Investment Accounts”. This standard shall be effective for the financial periods beginning on or after 1 January 2026 and shall be adopted at the same time of adoption of FAS 45 “Quasi-Equity (Including Investment Accounts)”.

- **FAS 47 - Transfer of Assets Between Investment Pools**

This standard prescribes the financial reporting principles and disclosure requirements applicable to all transfers between investment pools related to (and where material, between significant categories of) owners’ equity, quasi-equity and off-balance sheet assets under management of an institution. It requires adoption and consistent application of accounting policies for such transfers in line with Shari’ah principles and rules and describes general disclosure requirements in this respect. This standard shall be effective for the financial periods beginning or after 1 January 2026 and supersedes the earlier FAS 21 “Disclosure on Transfer of Assets”.

- **FAS 48 – Promotional Gifts and Prizes**

This standard prescribes accounting and financial reporting principles for recognition, measurement, presentation and disclosures applicable to promotional gifts and prizes awarded by the Islamic financial institution to their customers, including quasi-equity and other investment account holders. This standard shall not apply to Hiba provided by the institution on behalf of the owners as a profit smoothening technique, during the computation of periodic profits and losses of an investment pool at the time of constructive liquidation, that falls within the scope of respective AAOIFI FAS.

The standard, in addition to the presentation and disclosure requirements of the revised FAS 1” General Presentation and Disclosures in the Financial Statements”, requires disclosure on brief description of significant scheme(s), accounting policies, provision and movement of provision, as well as corresponding expenses in respect of promotional gifts, promotional prizes and loyalty programs, and non-vested provisions not yet expensed out.

This standard shall be effective for the financial periods beginning or after 1 January 2026. Early adoption of the standard is encouraged.

- **FAS 49 – Financial Reporting for Institutions Operating in Hyperinflationary Economies**

This standard outlines the principles governing financial reporting, including accounting treatments, presentation of financial statements and necessary disclosures for institutions applying AAOIFI FAS, operating within hyperinflationary economies.

This standard also prescribes a definition of a hyperinflationary economy and provides guidance on as to how to determine whether an economy qualifies as hyperinflationary.

This standard shall be effective for the financial periods beginning or after 1 January 2026. Early adoption of the standard is encouraged.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Significant accounting policies (continued)

New standards, amendments and interpretations issued but not yet effective and not early adopted

• **FAS 50 - Financial Reporting for Islamic Investment Institutions (Including Investment Funds)**

The standard outlines financial reporting principles applicable to the Islamic investment institutions (IIIs). In particular, it emphasises on bringing harmony and standardisation with regard to the form and contents of the financial statements of IIIs.

This standard prescribes the overall requirements for the presentation, minimum contents and recommended structure of their financial statements in a manner that facilitates truthful and fair presentation in line with Shari'ah principles and rules. This standard shall be effective for the annual financial statements of an III beginning on or after 1 January 2027.

• **FAS 51 - Participatory Ventures**

The standard prescribes accounting and financial reporting principles for recognition, measurement, presentation and disclosures to apply in relation to participatory ventures (including most of the common structures/products based on Mudaraba and Musharaka). This standard shall be effective on the annual financial statements of the institutions beginning on or after 1 January 2027.

• **FAS 52 - Deferred Delivery Sales - Salam and Istisna**

The standard prescribes accounting and financial reporting principles for recognition, measurement, presentation and disclosures related to deferred delivery sales transactions, applicable to the buyers and sellers. This standard shall be effective on the annual financial statements of the institutions beginning on or after 1 January 2027.

• **Withdrawal of FAS 26 – Investment in Real Estate and Related Transitional Provisions**

AAOFI issued a guidance relating to withdrawal of FAS 26 – Investment in Real Estate and related transitional provisions (“Guidance”).

Following the withdrawal, investment in real estate shall be accounted for in accordance with IAS 40 – Investment property. This guidance is effective for the periods beginning on or after 1 January 2027 and with an option to early adopt.

The Company is currently evaluating the impact of these new standards and amendments to existing standards.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Company’s financial statements as and when they are applicable. The Company is currently evaluating the impact of these new standards and amendments to existing standards.

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the six-month period ended 30 June 2026

3 CASH AND BANK BALANCES

For the purposes of interim statement of cash flows, cash and cash equivalents include cash on hand and in banks and term deposits with original maturities of three months or less. Cash and cash equivalents at the end of the financial period as shown in the interim statement of cash flows can be reconciled to the related items in the statement of financial position as follows:

	<i>30 June 2026 QR (Reviewed)</i>	<i>31 December 2025 QR (Audited)</i>
Shareholders:		
Investment deposits (Islamic banks)	48,500,000	91,300,000
Saving accounts (Islamic banks)	627,487	2,045,396
Current accounts	513,404	1,017,808
Total	<u>49,640,891</u>	<u>94,363,204</u>
Policyholders:		
Investment deposits (Islamic banks)	316,252,406	216,655,806
Saving accounts (Islamic banks)	21,214,617	9,789,433
Current accounts (Islamic banks)	3,348,388	2,634,006
Total	<u>340,815,411</u>	<u>229,079,245</u>
Total cash and bank balances	390,456,302	323,442,449
Less: deposits with original maturity over ninety days	<u>(281,414,600)</u>	<u>(277,241,800)</u>
Total cash and cash equivalents	<u>109,041,702</u>	<u>46,200,649</u>

- Investment deposits earn profit at annual rates ranging from 3.60% to 4.4% (2025: 4.00% to 4.90%) and maturing during the next twelve months.
- Saving accounts earn profit at rates ranging from 0.85% to 0.90% (2025: 0.60% to 0.70%).
- Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the respective countries. Accordingly, management of the Company estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. Management of the Company has assessed loss allowance as at reporting date and have adjusted the loss allowance accordingly.

4 FINANCIAL INVESTMENTS

a. Investments at fair value through equity

	<i>Policyholders QR</i>	<i>Shareholders QR</i>	<i>Total QR</i>
Sukuks through Managed Funds	606,641,901	424,808,413	1,031,450,314
Fair value reserve	<u>(7,111,345)</u>	<u>(1,704,988)</u>	<u>(8,816,333)</u>
Investments at fair value through equity as at 30 June 2026 (Reviewed)	<u>599,530,556</u>	<u>423,103,425</u>	<u>1,022,633,981</u>
Investments at fair value through equity as at 31 December 2025 (Audited)	<u>597,155,015</u>	<u>413,682,993</u>	<u>1,010,838,008</u>

Notes:

During the period, the Company has recorded reversal of impairment of QR 91,717 (30 June 2025: QR78,818) for policyholders and QR 67,823 (30 June 2025: QR 63,123) for shareholders, respectively.

As of reporting date, provision for expected credit loss for policyholders and shareholders amounted to QR 755,271 (31 December 2025: QR 846,988) and QR 552,704 (31 December 2025: QR 620,528) respectively, which is netted off against the investment value.

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

For the six-month period ended 30 June 2026

4 FINANCIAL INVESTMENTS (CONTINUED)

b. Investments at fair value through income statement

Investments classified at fair value through income statement are presented in the statement of financial position as follows:

	<i>30 June 2026</i>		<i>31 December 2025</i>	
	<i>Policyholders</i>	<i>Shareholders</i>	<i>Policyholders</i>	<i>Shareholders</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Audited)</i>
Sukuks through Managed funds	<u>6,499,525</u>	<u>5,571,022</u>	<u>6,418,117</u>	<u>9,134,785</u>

Note:

The above investments of shareholders and policyholders are managed by reputed fund managers who take investment decisions on behalf of the Company.

5 TAKAFUL & RETAKAFUL ARRANGEMENT

	<i>30 June 2026 QR (Reviewed)</i>	<i>31 December 2025 QR (Audited)</i>
<i>Takaful arrangement</i>		
Takaful arrangement assets	(669,038)	(19,768)
Takaful arrangement liabilities	<u>664,289,265</u>	<u>578,398,196</u>
Net takaful arrangement liabilities	<u>663,620,227</u>	<u>578,378,428</u>
<i>Retakaful arrangement</i>		
Retakaful arrangement assets	97,872,353	92,010,715
Retakaful arrangement liabilities	<u>(2,003,709)</u>	<u>(1,001,388)</u>
Net retakaful arrangement assets	<u>95,868,644</u>	<u>91,009,327</u>

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

5 TAKAFUL AND RETAKAFUL ARRANGEMENT (CONTINUED)

(a) Takaful arrangements

	Provision for remaining entitlement period		Liability for incurred claims		Total Liability
	Excluding loss component QR	Loss component QR	Estimates of the present value of future cash flows QR	Risk adjustment QR	QR
Takaful arrangement assets as at 1 January 2026	(88,053)	--	64,470	3,815	(19,768)
Takaful arrangement liabilities as at 1 January 2026	277,608,845	--	286,412,710	14,376,641	578,398,196
Net takaful arrangement liabilities as at 1 January 2026	277,520,792	--	286,477,180	14,380,456	578,378,428
Recognised takaful contributions					
Recognised takaful contributions - Non-Financing Component	(310,843,200)	--	--	--	(310,843,200)
Recognised takaful contributions - Financing Component	(14,367,019)	--	--	--	(14,367,019)
Recognised takaful costs					
Incurring claims and other expenses	--	--	174,551,174	7,250,300	181,801,474
Amortisation of takaful acquisition cash flows	88,733,605	--	--	--	88,733,605
Changes to liabilities for incurred claims	--	--	31,912,801	(4,574,715)	27,338,086
Takaful gross margin	(236,476,614)	--	206,463,975	2,675,585	(27,337,054)
Fair value accreted	11,411,478	--	5,390,285	263,422	17,065,185
Effect of changes in fair value and other financial assumptions	--	--	(927,489)	(50,599)	(978,088)
Amortisation of deferred cost (related to provision of takaful arrangements)	11,411,478	--	4,462,796	212,823	16,087,097
Total changes in the statement of policyholders' revenue and expenses	(225,065,136)	--	210,926,771	2,888,408	(11,249,957)
Cash flows					
Contributions received	330,306,758	--	--	--	330,306,758
Claims and other expenses paid	--	--	(138,209,746)	--	(138,209,746)
Takaful acquisition cash flows paid	(95,605,256)	--	--	--	(95,605,256)
Total cash flows	234,701,502	--	(138,209,746)	--	96,491,756
Net takaful arrangement liabilities as at 30 June 2026	287,157,158	--	359,194,205	17,268,864	663,620,227
Takaful arrangement assets as at 30 June 2026	(1,870,739)	--	1,135,030	66,671	(669,038)
Takaful arrangement liabilities as at 30 June 2026	289,027,897	--	358,059,175	17,202,193	664,289,265
Net takaful arrangement liabilities as at 30 June 2026	287,157,158	--	359,194,205	17,268,864	663,620,227

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

**5 TAKAFUL AND RETAKAFUL ARRANGEMENT
(CONTINUED)**

(b) Takaful arrangements (continued)

	Provision for remaining entitlement period		Liability for incurred claims		Total Liability
	Excluding loss component QR	Loss component QR	Estimates of the present value of future cash flows QR	Risk adjustment QR	QR
Takaful arrangement assets as at 1 January 2025	(794,522)	-	392,102	86,783	(315,637)
Takaful arrangement liabilities as at 1 January 2025	211,292,557	-	215,062,098	10,834,554	437,189,209
Net takaful arrangement liabilities as at 1 January 2025	210,498,035	-	215,454,200	10,921,337	436,873,572
Recognised takaful contributions					
Recognised takaful contributions - Non-Financing Component	(575,877,935)	-	-	-	(575,877,935)
Recognised takaful contributions - Financing Component	(29,275,724)	-	-	-	(29,275,724)
Recognised takaful costs					
Incurring claims and other expenses	-	-	316,661,901	11,593,218	328,255,119
Amortisation of takaful acquisition cash flows	161,237,044	-	-	-	161,237,044
Changes to liabilities for incurred claims	-	-	15,889,218	(8,487,234)	7,401,984
Takaful gross margin	(443,916,615)	-	332,551,119	3,105,984	(108,259,512)
Fair value accreted	28,710,046	-	6,363,906	334,307	35,408,259
Effect of changes in fair value and other financial assumptions	-	-	676,264	18,828	695,092
Amortisation of deferred cost (related to provision of takaful arrangements)	28,710,046	-	7,040,170	353,135	36,103,351
Total changes in the statement of policyholders' revenue and expenses	(415,206,569)	-	339,591,289	3,459,119	(72,156,161)
Cash flows					
Contributions received	668,476,153	-	-	-	668,476,153
Claims and other expenses paid	-	-	(268,568,309)	-	(268,568,309)
Takaful acquisition cash flows paid	(186,246,827)	-	-	-	(186,246,827)
Total cash flows	482,229,326	-	(268,568,309)	-	213,661,017
Net takaful arrangement liabilities as at 31 December 2025	277,520,792	-	286,477,180	14,380,456	578,378,428
Takaful arrangement assets as at 31 December 2025	(88,053)	-	64,470	3,815	(19,768)
Takaful arrangement liabilities as at 31 December 2025	277,608,845	-	286,412,710	14,376,641	578,398,196
Net takaful arrangement liabilities as at 31 December 2025	277,520,792	-	286,477,180	14,380,456	578,378,428

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

5 TAKAFUL AND RETAKAFUL ARRANGEMENT (CONTINUED)

(b) Retakaful arrangements

Analysis by remaining entitlement period and incurred claims:

	Asset for remaining entitlement period		Amounts recoverable on incurred claims		Total Asset
	Non-loss-recovery component QR	Loss-recovery component QR	Estimates of the present value of future cash flows QR	Risk adjustment QR	QR
Retakaful arrangement assets as at 1 January 2026	(44,539,559)	--	132,029,934	4,520,340	92,010,715
Retakaful arrangement liabilities as at 1 January 2026	(2,062,238)	--	1,016,219	44,631	(1,001,388)
Net retakaful arrangement liabilities as at 1 January 2026	(46,601,797)	--	133,046,153	4,564,971	91,009,327
Allocation of retakaful contributions					
Allocation of retakaful contribution - Non-Financing Component	(38,990,913)	--	--	--	(38,990,913)
Amounts recoverable from reinsurers					
Amounts recoverable for claims and other expenses incurred in the period	--	--	31,691,035	1,553,510	33,244,545
Changes in amounts recoverable arising from changes in liability for incurred claims	--	--	(14,743,409)	(1,409,102)	(16,152,511)
Re-takaful net result	(38,990,913)	--	16,947,626	144,408	(21,898,879)
Fair value accreted	--	--	2,680,450	90,903	2,771,353
Effect of changes in fair value and other financial assumptions	--	--	(321,923)	(13,005)	(334,928)
Effect of changes in the risk of non-performance by reinsurers	--	--	(24,222)	(1,252)	(25,474)
Amortisation of deferred income (related to retakaful arrangements held)	--	-	2,334,305	76,646	2,410,951
Total changes in the statement of policyholders' revenue and expenses	(38,990,913)	-	19,281,931	221,054	(19,487,928)
Cash flows					
Contributions paid	42,054,398	-	-	-	42,054,398
Amounts received	-	-	(17,707,153)	-	(17,707,153)
Total cash flows	42,054,398	-	(17,707,153)	-	24,347,245
Net retakaful arrangement liabilities as at 30 June 2026	(43,538,312)	-	134,620,931	4,786,025	95,868,644
Retakaful arrangement assets as at 30 June 2026	(38,844,376)	-	132,062,463	4,654,266	97,872,353
Retakaful arrangement liabilities as at 30 June 2026	(4,693,936)	-	2,558,468	131,759	(2,003,709)
Net retakaful arrangement liabilities as at 30 June 2026	(43,538,312)	-	134,620,931	4,786,025	95,868,644

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

5 TAKAFUL AND RETAKAFUL ARRANGEMENT (CONTINUED)

(b) Retakaful arrangements

Analysis by remaining entitlement period and incurred claims:

	Asset for remaining entitlement period		Amounts recoverable on incurred claims		Total Asset
	Non-loss-recovery component QR	Loss-recovery component QR	Estimates of the present value of future cash flows QR	Risk adjustment QR	QR
Retakaful arrangement assets as at 1 January 2025	(36,598,059)	-	131,252,094	3,101,828	97,755,863
Retakaful arrangement liabilities as at 1 January 2025	(813,246)	-	330,315	595	(482,336)
Net retakaful arrangement liabilities as at 1 January 2025	(37,411,305)	-	131,582,409	3,102,423	97,273,527
Allocation of retakaful contributions					
Allocation of retakaful contribution - Non-Financing Component	(107,702,687)	-	-	-	(107,702,687)
Amounts recoverable from reinsurers					
Amounts recoverable for claims and other expenses incurred in the year	-	-	70,124,694	3,031,427	73,156,121
Changes in amounts recoverable arising from changes in liability for incurred claims	-	-	(33,571,090)	(1,674,848)	(35,245,938)
Re-takaful net result	(107,702,687)	-	36,553,604	1,356,579	(69,792,504)
Fair value accreted	-	-	3,974,846	98,687	4,073,533
Effect of changes in fair value and other financial assumptions	-	-	224,731	7,541	232,272
Effect of changes in the risk of non-performance by reinsurers	-	-	(5,255)	(269)	(5,524)
Amortisation of deferred income (related to retakaful arrangements held)	-	-	4,194,322	105,969	4,300,291
Total changes in the statement of policyholders' revenue and expenses	(107,702,687)	-	40,747,926	1,462,548	(65,492,213)
Cash flows					
Contributions paid	98,512,195	-	-	-	98,512,195
Amounts received	-	-	(39,284,182)	-	(39,284,182)
Total cash flows	98,512,195	-	(39,284,182)	-	59,228,013
Net retakaful arrangement liabilities as at 31 December 2025	(46,601,797)	-	133,046,153	4,564,971	91,009,327
Retakaful arrangement assets as at 31 December 2025	(44,539,559)	-	132,029,934	4,520,340	92,010,715
Retakaful arrangement liabilities as at 31 December 2025	(2,062,238)	-	1,016,219	44,631	(1,001,388)
Net retakaful arrangement liabilities as at 31 December 2025	(46,601,797)	-	133,046,153	4,564,971	91,009,327

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

6 RELATED PARTY DISCLOSURES

(a) Transactions with related parties

These represent transactions with related parties, i.e. parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions and directors of the Company and entities of which they are key management personnel. Pricing policies and terms of these transactions are approved by the Company management and are negotiated under normal commercial terms.

The following transactions were carried out with related parties:

	30 June 2026 QR (Reviewed)	30 June 2025 QR (Reviewed)
Contribution written		
Qatar Islamic Bank Q.P.S.C. “shareholder”	124,609,184	122,015,111
Masraf Al Rayan Q.P.S.C. “shareholder”	15,532,214	11,185,812
Barwa Real Estate Company Q.P.S.C. “shareholder”	278,213	338,788
Q-Invest L.L.C. “shareholder”	3,034,158	2,143,297
Qatar Insurance Company Q.P.S.C. “shareholder”	1,844,113	2,392,286
	145,297,882	138,075,294
Claims paid		
Qatar Islamic Bank Q.P.S.C. “shareholder”	10,580,549	11,125,197
Masraf Al Rayan Q.P.S.C. “shareholder”	2,175,351	142,842
Barwa Real Estate Company Q.P.S.C. “shareholder”	258,635	1,149,777
Q-Invest L.L.C. “shareholder”	26,601	377,089
Qatar Insurance Company Q.P.S.C. “shareholder”	899,085	984,915
	13,940,221	13,779,820

(i) Contribution written during the period is part of recognised takaful contributions and claims paid during the period are part of recognised takaful costs.

(b) Due to related parties

	30 June 2026 QR (Reviewed)	31 December 2025 QR (Audited)
Shareholders		
Qatar Insurance Company Q.P.S.C. “shareholder”	6,093,342	6,093,342
	6,093,342	6,093,342

(c) Compensation of key management personnel

	30 June 2026 QR (Reviewed)	30 June 2025 QR (Reviewed)
Short term benefits	2,337,792	2,337,792
Board of Directors’ remuneration	2,400,000	1,250,000
Shari’a Board remuneration	182,500	250,000
	4,920,292	3,837,792

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

7 SEGMENT INFORMATION

Segment information for the six-month period ended 30 June 2026

	<i>Marine & Aviation</i>	<i>Motor</i>	<i>Fire & General Accident</i>	<i>Takaful and Medical</i>	<i>Total</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
Recognised takaful contributions	9,111,684	90,886,531	88,958,816	136,253,188	325,210,219
Recognised takaful costs*	(6,156,878)	(95,962,413)	(85,908,251)	(109,845,623)	(297,873,165)
Re-takaful net result	(1,834,918)	(526,603)	(19,024,942)	(512,416)	(21,898,879)
Takaful gross margin	1,119,888	(5,602,485)	(15,974,377)	25,895,149	5,438,175
Amortisation of deferred cost (related to provision of takaful arrangements)	(142,559)	(600,098)	(2,908,890)	(12,435,550)	(16,087,097)
Amortisation of deferred income (related to retakaful arrangements held)	36,583	82,810	1,465,064	826,494	2,410,951
Net amortisation of deferred cost	(105,976)	(517,288)	(1,443,826)	(11,609,056)	(13,676,146)
Net takaful result	1,013,912	(6,119,773)	(17,418,203)	14,286,093	(8,237,971)
*Wakala fees included in recognised takaful costs	551,481	24,232,223	3,305,668	49,398,942	77,488,314

Segment information for the six-month period ended 30 June 2025

	<i>Marine & Aviation</i>	<i>Motor</i>	<i>Fire & General Accident</i>	<i>Takaful and Medical</i>	<i>Total</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
Recognised takaful contributions	7,311,841	61,980,166	67,888,426	119,320,312	256,500,745
Recognised takaful costs*	(5,283,620)	(55,706,824)	(33,224,814)	(92,950,549)	(187,165,807)
Re-takaful net result	(1,371,253)	(18,121,726)	(22,351,514)	(7,136,523)	(48,981,016)
Takaful gross margin	656,968	(11,848,384)	12,312,098	19,233,240	20,353,922
Amortisation of deferred cost (related to provision of takaful arrangements)	(148,020)	(687,796)	(3,229,312)	(10,816,365)	(14,881,493)
Amortisation of deferred income (related to retakaful arrangements held)	37,004	434,929	1,739,305	1,036,783	3,248,021
Net amortisation of deferred cost	(111,016)	(252,867)	(1,490,007)	(9,779,582)	(11,633,472)
Net takaful result	545,952	(12,101,251)	10,822,091	9,453,658	8,720,450
*Wakala fees included in recognised takaful costs	425,435	26,567,771	137,667	42,404,847	69,535,720

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

7 SEGMENT INFORMATION (CONTINUED)

Segment information for the three-month period ended 30 June 2026

	<i>Marine & Aviation</i>	<i>Motor</i>	<i>Fire & General Accident</i>	<i>Takaful and Medical</i>	<i>Total</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
Recognised takaful contributions	5,263,838	48,869,070	57,420,595	72,930,483	184,483,986
Recognised takaful costs*	(3,852,189)	(45,806,945)	(48,978,265)	(67,432,557)	(166,069,956)
Re-takaful net result	(637,187)	(341,385)	(4,449,538)	3,728,173	(1,699,937)
Takaful gross margin	774,462	2,720,740	3,992,792	9,226,099	16,714,093
Amortisation of deferred cost (related to provision of takaful arrangements)	(66,467)	(201,889)	(1,506,301)	(7,340,390)	(9,115,047)
Amortisation of deferred income (related to retakaful arrangements held)	15,610	43,404	701,732	418,479	1,179,225
Net amortisation of deferred cost	(50,857)	(158,485)	(804,569)	(6,921,911)	(7,935,822)
Net takaful result	723,605	2,562,255	3,188,223	2,304,188	8,778,271
*Wakala fees included in recognised takaful costs	320,885	11,485,446	1,646,288	29,127,034	42,579,653

Segment information for the three-month period ended 30 June 2025

	<i>Marine & Aviation</i>	<i>Motor</i>	<i>Fire & General Accident</i>	<i>Takaful and Medical</i>	<i>Total</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
Recognised takaful contributions	3,643,749	34,750,393	36,414,971	66,334,917	141,144,030
Recognised takaful costs*	(4,546,869)	(39,594,000)	(1,579,157)	(52,988,659)	(98,708,685)
Re-takaful net result	(938,368)	(601,467)	(20,512,930)	(5,033,666)	(27,086,431)
Takaful gross margin	(1,841,488)	(5,445,074)	14,322,884	8,312,592	15,348,914
Amortisation of deferred cost (related to provision of takaful arrangements)	(70,878)	(115,463)	(1,377,695)	(6,856,716)	(8,420,752)
Amortisation of deferred income (related to retakaful arrangements held)	16,360	192,951	702,534	539,609	1,451,454
Net amortisation of deferred cost	(54,518)	77,488	(675,161)	(6,317,107)	(6,969,298)
Net takaful result	(1,896,006)	(5,367,586)	13,647,723	1,995,485	8,379,616
*Wakala fees included in recognised takaful costs	233,626	15,214,469	(1,104,578)	25,301,123	39,644,640

Damaan Islamic Insurance Company “BEEMA” (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

8 GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended June 30,		For the six-month period ended 30 June,	
	2026	2025	2026	2025
	QR.	QR.	QR.	QR.
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
Technical fee	380,610	443,749	630,610	667,786
Insurance expenses	673,188	569,889	1,311,772	1,174,414
Board of directors’ remuneration	1,200,000	625,000	2,400,000	1,250,000
IT, postage and telephone charges	1,836,521	320,677	2,922,735	490,679
Legal and professional fees	715,500	1,206,685	1,415,500	2,091,681
Repair and maintenance expenses	439,733	475,408	870,114	714,239
Subscription fees	8,479	-	8,479	-
Printing and stationery	66,997	30,133	151,895	157,909
Shari’a board remuneration	91,250	125,000	182,500	250,000
Amortization of right-of-use asset	61,849	-	61,849	61,849
Business promotion expenses	441,017	1,608,832	1,546,584	2,003,765
Other operating expenses (i)	241,123	1,810,895	1,322,508	2,204,169
	<u>6,156,267</u>	<u>7,216,268</u>	<u>12,824,546</u>	<u>11,066,491</u>

(i) Other operating expenses pertain to water, electricity and other expenses.

9 FAIR VALUES OF FINANCIAL INSTRUMENTS

The following table shows fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments carried at fair value. It does not include fair value hierarchy information for financial assets and financial liabilities not measured at fair value as the carrying amount is a reasonable approximation of fair value.

As at 30 June 2026, the Company held the following classes of financial instruments measured at fair value:

30 June 2026 (Reviewed)	Level 1 QR	Level 2 QR	Level 3 QR	Total QR
- Investments at fair value through equity	1,022,633,981	--	--	1,022,633,981
- Investments at fair value through income statement	<u>12,070,547</u>	<u>--</u>	<u>--</u>	<u>12,070,547</u>
	<u>1,034,704,528</u>	<u>--</u>	<u>--</u>	<u>1,034,704,528</u>
31 December 2025 (Audited)	Level 1 QR	Level 2 QR	Level 3 QR	Total QR
- Investments at fair value through equity	1,010,838,008	--	--	1,010,838,008
- Investments at fair value through income statement	<u>15,552,902</u>	<u>--</u>	<u>--</u>	<u>15,552,902</u>
	<u>1,026,390,910</u>	<u>--</u>	<u>--</u>	<u>1,026,390,910</u>

During the period / year ended 30 June 2026 and 31 December 2025, there were no transfers between Level 1 and Level 3 fair value measurements.

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2026

9 FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

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

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

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

10 COMMITMENTS AND CONTINGENT LIABILITIES

The Company had the following commitments and contingent liabilities outstanding:

	30 June 2026 QR (Reviewed)	31 December 2025 QR (Audited)
Bank guarantees	19,600	19,600
Performance bond	1,619,242	1,777,723
Tender bond	2,031,352	3,992,939
	3,670,194	5,790,262

11 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2025.

12 BASIC AND DILUTED EARNINGS PER SHARE

The basic and diluted earnings per share are calculated as follows:

	For the three-month period ended June 30,		For the six-month period ended June 30,	
	2026	2025	2026	2025
	QR.	QR.	QR.	QR.
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
Earnings (QR.)				
Earnings for the purposes of basic/diluted earnings per share being net profit attributable to owners of the Company	36,022,459	29,045,832	61,513,828	52,960,103
Number of shares				
Weighted average number of ordinary shares for the purposes of basic/diluted earnings per share	200,000,000	200,000,000	200,000,000	200,000,000
Earnings per share (QR.)				
Basic/diluted earnings per share	0.180	0.145	0.308	0.265

13 SHARI'A SUPERVISORY BOARD

The Company's business activities are subject to the supervision of a Shari'a Committee appointed by the Shareholders. The Shari'a Supervisory Board performs a supervisory role in order to determine whether the operations of the Company are conducted in accordance with Shari'a rules and principles.

14 SUBSEQUENT EVENT

On July 12 2026, as part of the restructuring, Qatar Insurance Company Q.P.S.C. transferred 13.75% of its shareholding in the Company for a consideration of QAR 118,745,000, and Qatar Islamic Bank Q.P.S.C. transferred 13.75% of its shareholding in the Company for a consideration of QAR 118,745,000, in favor of special purpose vehicle financed by one of the Company’s founders, Q-Invest LLC. The transaction was limited solely to the restructuring of the ownership of the Company’s founding shareholders and does not result in any change to the Company’s business activities, corporate objectives, or operational strategy.