

إشارة رقم :- أت/ 2026/04/979

التاريخ :- 2026/04/29

السادة هيئة الأوراق المالية المحترمين

تحية طيبة ،،،

الموضوع :- البيانات المالية للفترة المنتهية في 2026/03/31

بالإشارة الى الموضوع اعلاه ، نرفق لكم البيانات المالية باللغة الانجليزية
للفترة المنتهية في 2026/03/31 .

و تفضلوا بقبول فائق الاحترام...


احمد عادي

نائب الرئيس التنفيذي

الشؤون المالية والخدمات المؤسسية

Confidential

First Insurance Company
(Public Shareholding Limited Company)
Amman – The Hashemite Kingdom of Jordan
Interim Condensed Consolidated Financial
Statements (Unaudited)
And the Independent Auditor's Review Report
For the three months ended March 31, 2026

First Insurance Company
(Public Shareholding Limited Company)
Amman – The Hashemite Kingdom of Jordan
Interim Condensed Consolidated Financial Statements and the Independent Auditor’s Report
For the three months ended March 31, 2026

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Independent Auditor's Review Report

To, The Shareholders
First Insurance Company
(Public Shareholding Limited Company)
Amman - The Hashemite Kingdom of Jordan

Opinion

We have reviewed the accompanying Interim Condensed Consolidated Financial Statements of First Insurance Company (Public Shareholding Company), which comprise the Interim Condensed Consolidated Statement of Financial Position as at March 31, 2026, and the interim condensed consolidated statements of profit or loss for policyholders and profit or loss for shareholders, and the interim condensed consolidated statement of other comprehensive income for the three-month period ended March 31, 2026, and the condensed interim consolidated statements of changes in shareholders' equity and changes in policyholders' equity, and the interim condensed consolidated statement of cash flows for the three-month period ended at that date.

Management is responsible for the preparation and fair presentation of these Interim Condensed Consolidated Financial Statements in accordance with Financial Accounting Standard No. 41 "Interim Financial Reporting" issued by the Accounting and Auditing Organization for Islamic Financial Institutions ("AAOIFI"), as amended by the Central Bank of Jordan. Our responsibility is to express a conclusion on these Interim Condensed Consolidated Financial Statements based on our review.

Basis for Opinion

We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of Interim Condensed Consolidated Financial Statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical procedures 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 as at March 31, 2026 are not prepared, in all material respects, in accordance with Financial Accounting Standard No. 41 "Interim Financial Reporting" issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as amended by the Central Bank of Jordan.

The partner in charge of the audit resulting in this auditor's report was Hasan Amin Othman; license number 674.

Date: 27, April 2026
Amman - Jordan



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First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Financial Position
As of March 31, 2026 (Unaudited)
(Jordanian Dinar)

	Note	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
<u>Assets</u>			
Deposits at banks- net	6	18,684,517	13,051,305
Financial assets at fair value through other comprehensive	7	8,930,613	8,367,398
Financial assets at amortized cost	8	15,915,079	16,269,670
Investment properties	9	5,175,549	5,187,752
Total investments		48,705,758	42,876,125
Cash on hand and at banks	10	1,564,491	5,588,052
Re-takaful contracts assets – net (PAA)	12	21,872,650	17,290,911
Property and equipment - net		9,089,046	9,156,798
Intangible assets		516,337	537,643
Right of use assets		434,083	440,314
Deferred tax assets	13	2,661,457	2,468,758
Other assets		1,429,571	752,175
Total assets		86,273,393	79,110,776
Liabilities, shareholders' and policyholders' equity			
<u>Liabilities:</u>			
Takaful contracts liabilities - net (PAA)	11	41,421,348	36,220,030
Total takaful contracts liabilities		41,421,348	36,220,030
Accounts Payable		134,665	143,753
Accrued expenses		206,735	133,520
Other reserves		672,588	672,588
Income tax provision	13	412,984	172,812
Lease liabilities		490,759	491,590
Deferred tax liabilities	13	68,936	73,177
Other liabilities		2,151,990	1,795,357
Total Liabilities		45,560,005	39,702,827
<u>Policyholders' equity</u>			
Deficit Coverage Reserve		67,921	67,921
Accumulated policyholder surplus		13,989	-
Total policyholders' equity		81,910	67,921
<u>Shareholders' equity:</u>			
Authorized and paid-up share capital		28,000,000	28,000,000
Statutory reserve		4,850,654	4,850,654
Fair value reserve		2,588,862	2,017,114
Retained earnings	14	5,191,962	4,472,260
Total shareholders' equity		40,631,478	39,340,028
Total shareholders' equity and policyholders' equity		40,713,388	39,407,949
Total Liabilities, shareholders' equity and policyholders' equity		86,273,393	79,110,776

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Financial Position – Policyholders
As of March 31, 2026 (Unaudited)
(Jordanian Dinar)

	Note	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
<u>Assets</u>			
Deposits at banks- net	6	9,210,155	5,110,154
Financial assets at amortized cost	8	2,970,514	2,970,514
Investment properties	9	690,957	695,551
Total investments		12,871,626	8,776,219
Cash on hand and at banks	10	1,551,268	5,542,321
Re-takaful contracts assets – net (PAA)	12	21,872,650	17,290,911
Property and equipment – net		1,180,190	1,187,862
Deferred tax assets	13	2,212,553	2,024,147
Other assets		484,302	41,107
Shareholders' current account		3,171,983	2,849,190
Total assets		43,344,572	37,711,757
<u>Liabilities and policyholders' equity</u>			
<u>Liabilities:</u>			
Takaful contracts liabilities – net (PAA)	11	41,421,348	36,220,030
Total takaful contracts liabilities		41,421,348	36,220,030
Income tax provision	13	261,907	192,650
Accrual Expenses		62,386	22,243
Other liabilities		1,517,021	1,208,913
Total liabilities		43,262,662	37,643,836
<u>Policyholders' equity</u>			
Deficit coverage reserve		67,921	67,921
Accumulated policyholder surplus		13,989	-
Total policyholders' equity		81,910	67,921
Total liabilities and policyholders' equity		43,344,572	37,711,757

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Financial Position – Shareholder
As of March 31, 2026 (Unaudited)
(Jordanian Dinar)

	Note	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
<u>Assets</u>			
Deposits at banks- net	6	9,474,362	7,941,151
Financial assets at fair value through other comprehensive income	7	8,930,613	8,367,398
Financial assets at amortized cost	8	12,944,565	13,299,156
Investment properties	9	4,484,592	4,492,201
Total investments		35,834,132	34,099,906
Cash on hand and at banks	10	13,223	45,731
Property and equipment - net		7,908,856	7,968,936
Intangible assets		516,337	537,643
Right of use assets		434,083	440,314
Deferred tax assets	13	448,904	444,611
Other assets		945,269	711,068
Total assets		46,100,804	44,248,209
<u>Liabilities and shareholders' equity</u>			
<u>Liabilities:</u>			
Accounts Payable		134,665	143,753
Accrued expenses		144,349	111,277
Other reserves		672,588	672,588
Income tax provision	13	151,077	(19,838)
Lease liabilities		490,759	491,590
Deferred tax liabilities	13	68,936	73,177
Other liabilities		634,969	586,444
Policyholders 'current account		3,171,983	2,849,190
Total liabilities		5,469,326	4,908,181
<u>Shareholders' equity:</u>			
Authorized and paid-up share capital		28,000,000	28,000,000
Statutory reserve		4,850,654	4,850,654
Fair value reserve		2,588,862	2,017,114
Retained earnings	14	5,191,962	4,472,260
Total shareholders' equity		40,631,478	39,340,028
Total liabilities and shareholders' equity		46,100,804	44,248,209

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Profit or Loss- Policyholders
For the three-month period ended March 31, 2026 (Unaudited)
(Jordanian Dinar)

	Note	For the three-month period ended March 31	
		2026	2025
Revenues:			
Takaful contract revenues	16	23,753,661	19,842,522
Takaful contract expenses	16	(26,136,658)	(16,084,214)
Takaful contract results		(2,382,997)	3,758,308
Re-takaful contract revenues	16	(9,031,774)	(9,080,151)
Re-takaful contract expenses	16	11,538,596	4,778,999
Re-takaful contract results		2,506,822	(4,301,152)
Net Takaful results		123,825	(542,844)
Finance costs – Takaful contracts	17	(170,954)	(184,641)
Finance income – Re-takaful contracts	17	25,371	23,662
Net financing results of takaful and re-takaful operations		(145,583)	(160,979)
Policyholders’ share of investment income		88,891	38,596
General and administrative expenses		(57,449)	(84,184)
Policyholders’ surplus / (deficit) before income tax		9,684	(749,411)
Income tax	13	4,305	204,790
Policyholders’ surplus / (deficit) after income tax		13,989	(544,621)

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Profit or Loss – Shareholders
For the three-month period ended March 31, 2026 (Unaudited)
(Jordanian Dinar)

	<u>Note</u>	For the three-month period ended March 31	
		<u>2026</u>	<u>2025</u>
Revenues:			
Shareholders' share for managing Takaful operations		2,542,171	2,947,601
Shareholders' equity share of Murabaha Income		125,535	145,538
Shareholders' equity share of investment income		262,741	222,405
Shareholders' equity share from managing the investment portfolio		47,865	20,783
Other income		13,123	25,485
Total Revenues		<u>2,991,435</u>	<u>3,361,812</u>
Expenses:			
Employee expenses		(1,470,074)	(1,285,764)
General and administrative expenses		(501,342)	(464,066)
Al qard al hasan		-	(500,084)
Depreciations and amortizations		(114,843)	(121,975)
Total Expenses		<u>(2,086,259)</u>	<u>(2,371,889)</u>
Profit for the year before income tax		<u>905,176</u>	<u>989,923</u>
Income tax	13	(185,474)	(344,828)
Profit for the year after income tax		<u>719,702</u>	<u>645,095</u>
Earnings per share from profit for the period	15	<u>0.026</u>	<u>0.023</u>

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Profit or Loss – Takaful Insurance
For the three-month period ended March 31, 2026 (Unaudited)
(Jordanian Dinar)

	Note	For the three-month period ended March 31	
		2026	2025
Revenues:			
Takaful contract revenues	16	2,076,439	1,869,963
Takaful contract expenses	16	(1,535,861)	(954,080)
Results of Takaful contract operations		540,578	915,883
Re-takaful contract revenues	16	(1,391,474)	(1,339,749)
Re-takaful contract expenses	16	1,014,923	461,907
Results of Re-takaful contract operations		(376,551)	(877,842)
Net results of Takaful and Re-takaful services		164,027	38,041
Finance costs – Takaful contracts		-	-
Finance income – Re-takaful contracts		-	-
Net financing results of Takaful and Re-takaful		-	-
Policyholders' share of investment income		4,913	3,064
General and administrative expenses		(69,772)	(60,148)
Surplus/(Deficit) of policyholders before income		99,168	(19,043)
Income tax		-	-
Surplus/(Deficit) of policyholders after income tax		99,168	(19,043)

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Other Comprehensive Income
For the three-month period ended March 31, 2026 (Unaudited)
(Jordanian Dinar)

	For the three-month period ended March 31	
	2026	2025
Profit for the period	719,702	645,095
Items that will not be reclassified subsequently to profit or loss:		
Change in fair value reserve of financial assets	571,748	427,562
Loss on sale of financial assets at FVOCI	-	(1,505)
Total other comprehensive income for the period	<u>1,291,450</u>	<u>1,071,152</u>

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Changes in Shareholders' Equity
For the three-month period ended March 31, 2026 (Unaudited)
(Jordanian Dinar)

	Authorized and paid-up share capital	Statutory reserve	Fair value reserve	Retained Earnings	Total
<u>For the three-month period ended March 31, 2026 (Unaudited)</u>					
Balance as at December 31, 2025 (Audited)	28,000,000	4,850,654	2,017,114	4,472,260	39,340,028
Profit for the year	-	-	-	719,702	719,702
Total other comprehensive income for the year	-	-	571,748	-	571,748
Balance as at March 31, 2026 (Unaudited)	28,000,000	4,850,654	2,588,862	5,191,962	40,631,478
<u>For the three-month period ended March 31, 2025 (Unaudited)</u>					
Balance as at December 31, 2024 (Audited)	28,000,000	4,528,992	49,596	4,348,026	36,926,614
Profit for the year	-	-	-	645,095	645,095
Total other comprehensive income for the year	-	-	427,562	-	427,562
Gain on sale of financial assets at FVOCI	-	-	-	(1,505)	(1,505)
Balance as at March 31, 2025 (Unaudited)	28,000,000	4,528,992	477,158	4,991,616	37,997,766

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Changes in Policyholders' Equity
For the three-month period ended March 31, 2026 (Unaudited)
(Jordanian Dinar)

	<u>Deficit Coverage Reserve</u>	<u>Accumulated Losses</u>	<u>Total Policyholders' Equity</u>
<u>For the three-month period ended March 31, 2026 (Unaudited)</u>			
Balance as at December 31, 2025 (Audited)	67,921	-	67,921
Takaful Policyholders' Surplus	-	13,989	13,989
Balance as at March 31, 2026 (Unaudited)	67,921	13,989	81,910
<u>For the three-month period ended March 31, 2025 (Unaudited)</u>			
Balance as at December 31, 2024 (Audited)	44,537	-	44,537
Takaful Policyholders' Deficit	(44,537)	-	(44,537)
Balance as at March 31, 2025 (Unaudited)	-	-	-

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Interim Condensed Consolidated Statement of Cash Flows
For the three-month period ended March 31, 2026 (Unaudited)
(Jordanian Dinar)

	Note	For the three-month period ended March 31, 2026 (Unaudited)	For the three-month period ended March 31, 2025 (Unaudited)
Cash Flows from Operating Activities			
Profit for the year before income tax		914,860	100,474
Adjustments:		-	-
Depreciation and amortization		143,193	121,975
Murabaha income on deposits		(217,729)	(145,538)
Return on investments		(307,303)	(500,566)
Expected credit loss provision		75,000	50,000
Net takaful finance expense		170,954	160,979
Finance cost on lease liabilities		11,669	-
Income tax expense for the year		-	140,038
		<u>790,644</u>	<u>(72,638)</u>
<u>Changes in working capital items:</u>			
Other assets		(681,625)	1,148,179
Other liabilities		356,633	(79,468)
Other provisions		-	-
Accrued expenses		73,215	(11,392)
Accounts payables		(9,088)	(6,888)
Re-takaful contracts assets		(4,827,693)	(1,079,546)
Takaful contracts liabilities		<u>5,197,013</u>	<u>655,937</u>
Cash flows generated from operating activities before income tax paid		899,099	554,184
Paid income tax		<u>(129,403)</u>	<u>(218,198)</u>
Net cash flows generated from operating activities		<u>769,696</u>	<u>335,986</u>
Cash flows from investing activities			
Bank deposits held (original maturity more than 3 months)		799,999	2,305,583
Cash received from Murabaha income		220,152	145,538
Returns received from financial assets at fair value through other comprehensive income (FVOCI)		83,255	152,448
Returns from financial assets at amortized cost		232,498	348,118
Purchase of intangible assets		(16,170)	(16,500)
Proceeds from disposal of financial assets at fair value through other comprehensive income (FVOCI)		-	149,488
Amortization of financial assets at amortized cost		(1,170)	-
Purchase of financial assets at fair value through other comprehensive income (FVOCI)		-	(1,505)
Maturity of financial assets at amortized cost		353,421	996,008
Purchase of financial assets at amortized cost		-	(3,851,852)
Share premium		-	(3,186)
Purchase of property and equipment		<u>(19,531)</u>	<u>(41,507)</u>
Net cash flows generated from investing activities		<u>1,652,454</u>	<u>182,633</u>
Cash flows from financing activities			
Lease payments		<u>(12,500)</u>	<u>(4,167)</u>
Net cash flows used in financing activities		<u>(12,500)</u>	<u>(4,167)</u>
Net change in cash and cash equivalents		2,409,650	514,452
Cash and cash equivalents at the beginning of the period		14,735,715	5,752,611
Cash and cash equivalents at the end of the period	10	<u>17,145,365</u>	<u>6,267,063</u>

The accompanying notes from 1 to 23 are an integral part of these Interim Condensed Consolidated Financial Statements

First Insurance Company
(Public Shareholding Limited Company)
Notes to the Interim Condensed Consolidated Financial Statements
For the three-month period ended March 31, 2026 (Unaudited)

1- Legal Status and Activities

First Insurance Company (the Group) was established under Companies Law No, (13) for the year 1964 as a Jordanian Public Shareholding Limited Company under No. (424) established on December 28, 2006.

The authorized, issued, and paid-up capital of the Group is JOD 28 million, divided into 28 million shares of JOD 1 each.

The Group conducts Takaful insurance operations in accordance with the provisions and principles of Islamic Sharia, and its Takaful branches and activities include the following: fire and natural perils insurance, accident insurance, medical insurance, marine vehicle insurance, cargo-in-transit insurance, property insurance against other damages, motor third-party liability insurance, general liability insurance, assistance insurance, hull and ship liability insurance, aircraft and aircraft liability insurance, and life insurance, in addition to any other activities permitted in accordance with the applicable laws and regulations, through its main branch located on King Abdullah II Street in Amman and its branches in the Marka area (Licensing), Abdoun, Sweifieh, Shmeisani, Prince Rashid Suburb, Rabieh (Car Accidents), Abdali, Aqaba branch, Zarqa branch, Free Zone branch, Karak branch, and Irbid branch

The direct parent company of First Insurance Company is Solidarity Holding Group – Kingdom of Bahrain, while the ultimate parent company is Al Salam Bank – Kingdom of Bahrain.

2 – Basis of Preparation of the Interim Condensed Consolidated Financial Statements

The Interim Condensed Consolidated Financial Statements for the three-month period ended March 31, 2026 have been prepared in accordance with Financial Accounting Standard No. (41) “Interim Financial Reporting”, issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), and the instructions of the Central Bank of Jordan.

The Interim Condensed Consolidated Financial Statements for the period ended March 31, 2026 have been prepared under the historical cost convention, except for financial assets at fair value through other comprehensive income, which are measured at fair value at the date of the Interim Condensed Consolidated Financial Statements.

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 for the period ended March 31, 2026, as disclosed in Note (5), have been applied consistently to all periods presented, unless otherwise stated.

The preparation of the Interim Condensed Consolidated Financial Statements for the period ended March 31, 2026, in accordance with AAOIFI and the instructions of the Central Bank of Jordan, requires the use of significant accounting estimates and assumptions. It also requires management to exercise judgment in applying the Group’s accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant, are disclosed in Note (4).

Basis of consolidation of financial statements

The consolidated financial statements include the financial statements of Mulkiyat Investment and Trading Company, the subsidiary. The following is a summary of the key information regarding the subsidiary

Company	Share	Ownership	Company's	Registration	Date of
Mulkiyat Investment and	50,000	100%	Investment	Amman	2010

3-Application of international accounting standards for preparing new and amended financial reports

New and Amended Accounting Standards Effective in the Current Year

- Amendments to IAS 21 – Lack of Exchangeability
- Amendments to the Sustainability Accounting Standards Board (SASB) Standards to enhance their international applicability

The Company has not early adopted the following new and amended standards that have been issued but are not yet effective. Management is currently assessing the impact of the new requirements.

Issued Standards Not Yet Effective

- **Amendments effective for annual periods beginning on or after 1 January 2026:**

- Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures
- Annual Improvements to IFRS Accounting Standards – Volume 11

- **Amendments effective for annual periods beginning on or after 1 January 2027:**

Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures

- **Amendments effective for annual periods beginning on January 1, 2027**

- IFRS 18 Presentation and Disclosure in Financial Statements
- IFRS 19 Subsidiaries without Public Accountability: Disclosures

Management expects to adopt these new standards, interpretations, and amendments in the financial statements in the period of initial application. Management also expects that the adoption of these new standards, interpretations, and amendments will not have a material impact on the financial statements in the period of initial application, except for IFRS 18, which relates to the reclassification and presentation of the financial statements.

4- Use of Estimates and Assumptions

The preparation of the consolidated financial statements and the application of accounting policies require the Group's management to make estimates and exercise judgments that affect the recognized amounts of financial assets and financial liabilities, as well as the disclosure of contingent liabilities. These estimates and judgments also impact revenues, expenses, provisions, and changes in fair value recognized in the consolidated statement of profit or loss and within consolidated equity. In particular, management is required to make significant judgments to estimate the amounts and timing of future cash flows.

The estimates are necessarily based on various assumptions and factors that involve different degrees of judgment and uncertainty, and actual results may differ from these estimates due to changes in underlying circumstances or conditions in the future. The nature and extent of changes in estimates of amounts reported in prior financial years have no material impact on the current financial statements. The Group believes that the estimates included in these financial statements are reasonable and are detailed as follows:

Expected Credit Losses

The Group applies the simplified approach prescribed by International Financial Reporting Standard (IFRS) 9 to recognize impairment by measuring expected credit losses over the lifetime of receivables and contractual assets, based on historical cash collection patterns.

Expected loss rates are determined from the Group's historical credit losses experienced over the preceding three years up to the end of the current year and are subsequently adjusted for current information. Since the Group relies on historical cash flow patterns without incorporating forward-looking economic factors, no such adjustments are made, as IFRS 9 does not require them under the simplified approach.

Impairment of Financial Assets

The Group reviews the carrying amounts of financial assets as of the reporting date to determine whether there are any indications of impairment, either individually or collectively. If such indications exist, the fair value of the asset is estimated in order to determine the impairment of loss.

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4- Use of Estimates and Assumptions (continued)

Income Tax

The financial year has been charged with its income tax expense in accordance with applicable laws, regulations, and International Financial Reporting Standards (IFRS) as follows:

1- Accrued Tax

The tax expense is calculated based on taxable profits. Taxable profits differ from the profits reported in the income statement, as reported profits include non-taxable income or non-deductible expenses in the current fiscal year that may be deductible in subsequent years, taxable accumulated losses, or items that are not subject to tax or deductible for tax purposes.

Taxes are calculated based on the rates prescribed under the laws, regulations, and instructions of the Hashemite Kingdom of Jordan.

2- Deferred Tax

Deferred taxes represent the taxes expected to be paid or recovered as a result of temporary differences between the carrying amounts of assets or liabilities in the consolidated financial statements and the amounts used for calculating taxable profits. Deferred taxes are calculated using the liability method in the consolidated statement of financial position and are measured based on the tax rates expected to apply at the time the related tax liability is settled or the deferred tax assets are realized.

The balance of deferred tax assets is reviewed at the date of the consolidated financial statements and is reduced to the extent that it is no longer probable that some or all of the deferred tax assets will be utilized, either through the settlement of the related tax liability or due to insufficient future taxable profits.

Property, Plant, and Equipment and Intangible Assets

Management periodically reviews and reassesses the useful lives of tangible and intangible assets for the purpose of calculating annual depreciation and amortization, based on the condition of the assets and the expected future useful lives. Any impairment of loss, if identified, is recognized in the consolidated statement of profit or loss.

Present Value of Future Cash Flows

Cash flows are defined as all amounts expected to be received and paid under the retained Takaful / Re-Takaful contracts, adjusted to reflect the timing and uncertainty of those amounts, based on actuarial assumptions and the Group's experience with the retained Takaful and Re-Takaful contracts.

Future cash flows of Takaful contracts are recognized at their present value using historical cash flows and the local yield on domestic bonds issued by the Central Bank of Jordan, which closely approximates the Group's circumstances. Income or expense arising from the discounting of these cash flows is recorded in the statement of profit or loss. For Re-Takaful contracts, a liquidity risk adjustment is applied when discounting.

The Group does not discount future cash flows on Takaful and Re-Takaful premiums with a term of less than 12 months.

When developing assumptions for estimating cash flows for groups of Takaful contracts, the Group considers the following:

- Inherent risks.
- Level of aggregation.
- Likelihood of natural catastrophes.
- Probability of contract termination before the end of the Takaful coverage, and other expected policyholder practices.
- Factors that may affect the estimates and the sources of information for those factors.

4- Use of Estimates and Assumptions (Continued)

Non-Financial Risk Adjustments

The Group recognizes an amount to cover the uncertainty in the amount and timing of cash flows arising from non-financial risks, based on actuarial assumptions and the Group's experience in managing the portfolio of retained Takaful and Re-Takaful contracts.

Non-Takaful Components

The Group discloses the following:

- Definition of Takaful Risks.
- Definition of a Takaful contract, and identification of underwritten contracts that meet this definition.
- Identification of contracts issued by the Group that meet the definition of a Takaful contract.
- The mechanism for separating non-Takaful components (e.g., investment component, service component, etc.) from a Takaful contract; if such components exist, the most relevant accounting standard applied to these components is disclosed.
- The method for determining the materiality of risks associated with the Takaful contract.

Lawsuits Filed Against the Group

A provision is recognized for lawsuits filed against the Group based on a legal assessment prepared by the Group's legal counsel, which determines the potential future risks. These assessments are reviewed periodically.

Fair Value Levels

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date under prevailing market conditions, regardless of whether that price is directly observable or estimated using another valuation technique. The fair value measurement assumes that the sale of the asset or transfer of the liability will occur either:

- Through the principal market for the asset or liability, or
- In the absence of a principal market, through the most advantageous market for the asset or liability.

The principal or most advantageous market must be accessible to the entity.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that they act in their economic best interest. The measurement of the fair value of non-financial assets takes into account the ability of market participants to generate economic benefits either by using the asset to its best advantage or by selling it to another market participant who would use it to its best advantage. The Group applies valuation techniques appropriate to the circumstances and has sufficient data to measure fair value, giving the greatest possible weight to observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities measured at fair value or disclosed in the financial statements are classified within the fair value hierarchy based on the lowest level inputs that are significant to the overall fair value measurement:

- Level 1: Quoted prices in active markets for identical assets or liabilities.
- Level 2: Valuation techniques using inputs that are observable, either directly or indirectly.
- Level 3: Valuation techniques using inputs that are unobservable and significant to the measurement of fair value.

The fair value of available-for-sale financial assets and non-recurring measurements, such as assets held for distribution in a discontinued operation, is evaluated on a periodic basis.

For disclosure purposes, the Group categorizes assets and liabilities based on their nature, characteristics, and risks, and classifies them according to the level of the fair value hierarchy as described above.

5- Significant Accounting Policies

Sectors Information

A business segment represents a group of assets and operations that together provide products or services subject to risks and returns that are different from those of other segments and are measured in accordance with the reports used by the Group.

The geographical sector is related to providing products or services in a specific economic environment subject to risks and returns that differ from those related to sectors operating in other economic environments.

Definition of Takaful Contract

A contract under which the Takaful Group accepts significant insurance risks from the policyholder and agrees to compensate the policyholder/beneficiary in the event of a specified uncertain future event (the subject matter of Takaful) that negatively affects the policyholder/beneficiary. The Takaful contract is recognized according to the following deadlines, whichever occurs first:

- The beginning of the contract coverage period.
- The due date of the first contract installment.
- The date on which the insurance contract is considered a contract with an expected loss.

Re-takaful Contracts Held:

These are the contracts entered into with re-takaful providers to compensate the Takaful Group for claims arising from the Takaful contracts issues.

Re-takaful contracts held are recognized as follows:

- At the beginning of the coverage period of the re-takaful contract, or upon initial recognition of the Takaful contract issued by the Group, if the re-takaful contract is proportionate to a group of Takaful contracts.
- From the beginning of the coverage period of the group of re-takaful contracts held in other cases.

Liabilities for Remaining Coverage

Represent the amount the Group is required to recognize at the initial recognition of Takaful contracts, corresponding to future financial periods resulting from in-force Takaful contracts.

Liabilities for Incurred Claims

Represents the total expected costs incurred by the Group as a result of covered events under Takaful contracts that occurred before the end of the financial period. This includes both reported and unreported claims, in addition to the related expenses

Initial Recognition of Takaful Contracts / Premium Allocation Approach

A group of Takaful contracts is measured at initial recognition as follows:

- Takaful contributions received at the date of initial recognition.
- Less any acquisition costs incurred for the Takaful contracts at that date.
- Adjusted for any amounts arising from cash flows related to the acquisition costs of the Takaful contracts, either added or deducted.

5- Significant Accounting Policies (continued)

Subsequent Measurement / Premium Allocation Approach (PAA)

1. At the end of each subsequent reporting period, the Group recognizes the carrying amount of the liability, taking into account the following adjustments to the liability balance:
 - Adding Takaful contributions received during the period.
 - Deducting cash flows related to the acquisition of Takaful contracts.
 - Adding any amounts related to the amortization of Takaful contract acquisition cash flows recognized as an expense.
 - Adding adjustments arising from the financing component
 - Deducting the amount recognized as Takaful revenue for the coverage provided during the period.
 - Deducting any investment component paid or transferred to liabilities relating to incurred claims.
2. Liability for incurred claims, which is measured based on the best estimate of future cash flows required to settle claims, plus a risk adjustment for non-financial risk, taking into consideration the application of discount rates to claims.

Amending Takaful Contracts

The group adjusts Takaful contracts by reflecting expected changes in future cash flows resulting from revisions in estimates of cash flows required to fulfill the contracts, unless the criteria for derecognition of the Takaful contracts are met.

Derecognition of takaful contracts

The Group derecognizes takaful contracts in the following cases:

- Expiration of the contract. (Expiration, fulfillment or cancellation of the obligation specified in the Takaful contract).
- In case that the takaful contracts are amended so that the contract no longer meets the requirements of the standard, then the Group cancels the contract and recognizes a new one.

Onerous Takaful Contracts

The Group recognizes a Takaful contract as an onerous contract if, at the date of initial recognition, the contract is expected to result in a loss.

The loss component is measured by comparing the expected cash outflows required to fulfill the obligations of the contract or group of contracts with the expected cash inflows from that contract or group of contracts.

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5- Significant Accounting Policies (Continued)

Summary of Measurement Approaches

The group conducted the PAA Eligibility Test for all Takaful and Re-Takaful contracts with coverage periods exceeding one year, and all groups passed the eligibility test. As a result of this test, it was found that there are no material differences when applying the premium allocation method and the general measurement methodology for Takaful and Re-Takaful contracts. Therefore, the company decided to use the premium allocation method.

The Takaful Group classifies Takaful contracts as follows:

Portfolio	Contracts Classification	Measurement Approach
Motor	Comprehensive Motor Insurance Contracts	Premium Allocation Approach
Motor	Motor Insurance – Combined Contracts	Premium Allocation Approach
Motor	Motor Insurance – Border Coverage Contracts	Premium Allocation Approach
Motor	Motor Insurance – Buses Contracts	Premium Allocation Approach
Motor	Compulsory Motor Insurance Contracts	Premium Allocation Approach
Medical	Group Insurance Contracts	Premium Allocation Approach
Medical	Individual Insurance Contracts	Premium Allocation Approach
Marine	Marine Insurance Contracts	Premium Allocation Approach
	Marine Insurance – Open Cover Contracts	Premium Allocation Approach
	Marine Insurance – Hull Contracts	Premium Allocation Approach
Engineering long term/ short term	Engineering Insurance – Contractors’ All Risks Contracts	Premium Allocation Approach
	Engineering Insurance – Machinery and Equipment Contracts	Premium Allocation Approach
	Engineering Insurance Contracts	Premium Allocation Approach
Fire	Fire Insurance Contracts	Premium Allocation Approach
	All-Risks Insurance Contracts	Premium Allocation Approach
General	General Insurance Contracts	Premium Allocation Approach
	Aviation Insurance Contracts	Premium Allocation Approach
	Personal Liability Insurance Contracts	Premium Allocation Approach
	Personal Accident Insurance Contracts	Premium Allocation Approach
	Travel Insurance Contracts	Premium Allocation Approach
Takaful	Group Takaful Insurance Contracts	Premium Allocation Approach
	Individual Takaful Insurance Contracts	Premium Allocation Approach

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5- Significant Accounting Policies (Continued)

Summary of Measurement Approaches (continued)

3. The Takaful Group classifies re-takaful contracts held as follows:

Portfolio	Contracts Classification	Measurement Approach
Engineering – Short term	Facultative	Premium Allocation Approach
	Quota Share	Premium Allocation Approach
Engineering – Long term	Facultative	Premium Allocation Approach
	Quota Share	Premium Allocation Approach
General Accidents	Facultative	Premium Allocation Approach
	Quota Share	Premium Allocation Approach
Marine Cargo	Facultative	Premium Allocation Approach
	Quota Share	Premium Allocation Approach
Marine Hull	Facultative	Premium Allocation Approach
	Quota Share	Premium Allocation Approach
Motor Motor-Buses Contracts	Quota Share	Premium Allocation Approach
	Excess of Loss	Premium Allocation Approach
Fire and Other Property Damage	Facultative	Premium Allocation Approach
	Quota Share	Premium Allocation Approach
	Excess of Loss	Premium Allocation Approach
Aviation	Facultative	Premium Allocation Approach
Medical Individual	Quota Share	Premium Allocation Approach
Medical Group	Quota Share	Premium Allocation Approach
Takaful	Facultative	Premium Allocation Approach
	Quota Share	Premium Allocation Approach

Aggregation Level

Takaful contract portfolios are disaggregated into groups based on the underwriting year, with portfolios containing similar risks that are managed together grouped accordingly. Including different types of Takaful business within the same portfolio is prohibited, in compliance with the minimum requirements for Takaful and re-Takaful contract portfolios under applicable regulations.

Profitability level

The contract groups referred to in the previous level are classified into the classifications shown below, according to the net cash flow expected from the contract and the accounting approach used in treating the contract groups:

- Contracts for which there is no possibility of becoming lost upon initial recognition.
- Contracts expected to incur losses.

Financial assets

Financial assets are classified upon initial recognition into one of the categories as follows:

- At amortized cost.
- At fair value through profit or loss.
- At fair value through other comprehensive income.

5- Significant Accounting Policies (Continued)

Financial assets (Continued)

A- Financial assets at amortized cost:

The Group classifies financial assets at amortized cost based on the Group's business approach for managing financial assets and the contractual cash flow characteristics of the financial assets and when both of the following conditions are met:

- The purpose of holding these assets in the context of the business approach is to collect contractual cash flows.
- The cash flows under the contractual terms of these assets arise on specified dates and represent only payments of the principal amount of the assets and interest accrued on the principal of those assets.

Financial assets are recorded at amortized cost using the cost method upon purchase plus acquisition expenses. The premium/discount (if any) is amortized using the effective interest method to limit or calculate interest, and any provisions resulting from a decline in the value of these investments that lead to the inability to recover this investment are deducted. Part of it, and any impairment in its value is recorded in the profit and loss statement.

The amount of impairment in financial assets at amortized cost is the difference between the recognized value and the present value of expected cash flows discounted at the base effective interest rate.

In rare cases, the standard allows these assets to be measured at fair value through the statement of profit or loss if this eliminates or significantly reduces the measurement inconsistency (sometimes called accounting mismatch) that arises from measuring the assets or liabilities or recognizing the gains and losses resulting from them on a different basis.

The value of financial assets is reduced at amortized cost by impairment losses, as interest income, gains and losses on foreign currency differences and impairment are recognized in the statement of profit or loss, and gains or losses resulting from the disposal of financial assets appear in the interim condensed consolidated statement of profit or loss

B- Financial assets at fair value through the statement of profit or loss:

- The remaining financial assets that do not meet the conditions of financial assets at amortized cost are measured as financial assets at fair value.
- Financial assets at fair value through the interim condensed consolidated statement of profit or loss represent investments in equity and debt instruments for trading purposes, and the purpose of keeping them is to generate profits from short-term market price fluctuations or trading profit margin.
- Financial assets at fair value are recorded through the statement of profit or loss at fair value upon purchase (acquisition expenses are recorded in the statement of profit or loss upon purchase) and are re-evaluated at the date of the financial statements at fair value, and subsequent changes in the fair value are recorded in the statement of profit or loss at the same period in which the change occurs. The year the change occurred, including the change in fair value resulting from translation differences on non-monetary asset items in foreign currencies. Dividends or returns are recorded in the statement of profit or loss when they are realized. (Approved by the General Assembly of Shareholders).

Reclassification

Reclassification between financial assets measured at amortized cost and those measured at fair value through profit or loss is permitted only when the group changes its business model for managing those assets, as described above. In such cases, the following considerations apply:

- Previously recognized gains, losses, or interest shall not be reversed.
- When financial assets are reclassified to be measured at fair value, their fair value is determined at the reclassification date. Any resulting gain or loss arising from the difference between the previous carrying amount and the fair value is recognized in the statement of profit or loss.
- When financial assets are reclassified to be measured at amortized cost, they are recorded at their fair value as of the reclassification date.

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5- Significant Accounting Policies (Continued)

Financial assets (Continued)

C- Financial assets at fair value through the statement of other comprehensive income

- Upon initial recognition of investments in equity instruments that are not held for the purpose of trading, it is permitted to adopt an irrevocable option to present all changes in the fair value of these investments on an individual basis (per-share) within the items of other comprehensive income, Under no circumstances may amounts recognized in OCI be reclassified to profit or loss at a later date, while the dividends received from these investments are recognized in net investment income, unless these dividends clearly represent a partial recovery of all investments
- If these assets or part of them are sold, the profits or losses resulting from the sale are transferred from the balance of the accumulated net change in fair value through other comprehensive income to retained profits or losses and not through the interim condensed consolidated statement of profit or loss.

Effective from the beginning of 2025, the company adopted AAOIFI FAS 33 for investments in sukuk, equities, and other investment instruments, replacing IFRS 9, which was in effect until December 31, 2024. This resulted in significant differences in classification and measurement methodologies, as FAS 33 prioritizes the Sharia-compliant basis before considering the investment purpose.

Furthermore, a specific methodology was adopted for recognizing impairment losses on equity investments, similar to that used by Solidarity Group, when the value falls to a substantial level (40% of the cost) or the decline persists for an extended period (12 consecutive months).

Impairment losses are recognized in the income statement, with an adjustment to the carrying amount, while any subsequent increase is recognized in other comprehensive income (fair value reserve).

Realized Gains and Losses and Profit Distribution (paragraph 25 of IAS 33): Realized gains or losses from the sale or maturity of an investment should be measured as the difference between the carrying amount and the net proceeds from the sale or maturity of each investment (if the instrument has a maturity). The resulting gains or losses, including the balance of the "fair value reserve for investments" account for investments treated at fair value through other comprehensive income, should be recognized in the income statement for the current reporting period.

Investment Property

Investment properties are shown at cost after subtracting accumulated depreciation (excluding lands). These investments are depreciated over their useful life at a rate of 2%. Any impairment in their value is recorded in the statement of profit or loss. The operating revenues or expenses of these investments are also recorded in the interim condensed consolidated statement of profit or loss.

Property and equipment

Property and equipment are stated at cost after deducting accumulated depreciation and any accumulated impairment losses. Property and equipment (except land) are depreciated when they are ready for use on a straight-line basis over their expected life using the following annual percentages. The depreciation expense is recorded in the interim condensed consolidated statement of profit or loss.

Asset	Depreciation Rate (%)
Buildings	2%
Offices	2%
Equipment, devices, and furniture	10%
Vehicles	15%
Decoration	11%

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5- Significant Accounting Policies (Continued)

Property and Equipment (Continued)

Depreciation of property and equipment is calculated when these assets are ready for use for their intended use.

(The full value of the depreciation expense for the year is shown from the item allocated for that purpose in the statement of profit or loss. When the recoverable amount of any property and equipment is less than its net book value, its value is reduced to the recoverable amount, and the impairment value is recorded in the interim condensed consolidated statement of profit or loss.

Property and equipment under construction for the Group's use are stated at cost and after deducting any impairment losses. The useful life of property and equipment is reviewed at the end of each year. If the useful life expectations differ from the previously prepared estimates, the change in estimate is recorded for subsequent years as a change in estimates.

Gains or losses resulting from the disposal or write-off of any property and equipment, which represent the difference between the amount received from the sale and the book value of the asset, appear in the statement of profit or loss. Property and equipment are derecognized upon disposal of or when no future benefits are expected from their use or disposal.

Intangible assets

- Intangible assets obtained through the merger are recorded at fair value on the date of acquisition. Intangible assets that are acquired through a method other than a merger are recorded at cost.
- Other intangible assets are classified based on an assessment of their useful life as either finite or indefinite. Intangible assets that have a specific lifespan are amortized during this life and are amortized in the statement of profit or loss.
- As for intangible assets whose useful life is indefinite, the impairment in their value is reviewed at the date of the interim condensed consolidated financial statements, and any impairment in their value is recorded in the statement of profit or loss.
- Intangible assets generated internally in the Group are not capitalized and are recorded in the statement of profit or loss in the same current year.
- Any indications of impairment of the value of intangible assets at the date of the financial statements are reviewed. The estimate of the chronological life of those assets is also reviewed, and any adjustments are made for subsequent periods.

Right-of-use Assets

The Group recognizes right-of-use assets on the date the asset is available for use. Right-of-use assets are recognized at cost for less accumulated depreciation and impairment losses and are adjusted upon revaluation.

Cash and Cash Equivalents

Cash and cash equivalents represent cash on hand, bank balances, and deposits with banks with maturities not exceeding three months; less bank overdrafts and restricted balances.

Offsetting

Offsetting is carried out between financial assets and financial liabilities, and the net amount is shown in the interim condensed consolidated statement of financial position only when binding legal rights are available, as well as when they are settled on the basis of offsetting, or the assets are accrued, and the liabilities are settled at the same time.

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5- Significant Accounting Policies (Continued)

Date of recognition of financial assets

Purchases and sales of financial assets are recognized on the trade date (the date the Group commits to buying or selling the financial assets).

Fair Value

The closing prices (buying assets/selling liabilities) on the date of the financial statements in active markets represent the fair value of financial instruments that have market prices.

In case that the announced prices are not available, there is no active trading in some financial instruments, or there is no market activity, their fair value is estimated in several ways, including:

- Comparing it with the current market value of a financial instrument, it is very similar to that.
- Analyze future cash flows and discount the expected cash flows by a rate used in a similar financial instrument.
- Options pricing approaches.

Valuation methods aim to obtain a fair value that reflects market expectations. Market factors and any expected risks or benefits are taken into account when estimating the value of financial instruments. In case that there are financial instruments whose fair value cannot be measured reliably, they are shown at cost after deducting any impairment in their value.

Financial Liabilities

The Group classifies financial liabilities based on the purpose for which the liability was incurred. The group initially recognizes bank overdrafts at fair value, net of transaction costs incurred to obtain the facilities. Such interest-bearing liabilities are subsequently measured at amortized cost using the effective interest rate method.

The cost of financing includes initial transaction costs, any premiums payable on settlement, and interest accrued over the term of the liability.

Takaful Contract Liabilities

Takaful contract liabilities are recognized when the Group has obligations at the reporting date arising from past events related to Takaful contracts, and when it is probable that the settlement of those obligations will be required and the amount can be measured reliably.

The amounts recognized as Takaful contract liabilities represent the best estimate of the amounts required to settle the obligation as of the reporting date, taking into account the risks and uncertainties associated with Takaful contract liabilities. Where the liabilities are determined based on estimated future cash flows required to settle the present obligation, the carrying amount represents the present value of those cash flows.

Foreign currency

- Transactions that occur in foreign currencies during the current year are recorded at the exchange rates prevailing on the date of the transactions.
- The balances of financial assets and financial liabilities are translated at the average foreign currency rates prevailing on the date of the statement of financial position and announced by the Central Bank of Jordan.
- Non-financial assets and non-financial liabilities denominated in foreign currencies and shown fair value are translated on the date their fair value is determined.
- Gains and losses resulting from foreign currency translation are recorded in the interim condensed consolidated statement of profit or loss.
- Translation differences for items of assets and liabilities denominated in non-monetary foreign currencies are recorded as part of the change in fair value.

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5- Significant Accounting Policies (Continued)

Foreign currency (continued)

When consolidating financial statements, the assets and liabilities of foreign branches and subsidiaries are translated from their functional currency into the reporting currency using the exchange rates published by the Central Bank of Jordan as at the financial statement date. Income and expense items are translated using the average exchange rate for the year. Any resulting foreign currency translation differences, if any, are presented in a separate component within equity. In the event of disposal of any of these entities or branches, the related foreign currency translation differences are reclassified to income or expense in the interim condensed consolidated statement of profit or loss

Revenue Recognition

1- Dividend and revenue:

Dividend income from investments is verified when the right of shareholders to receive dividend payments is established upon approval by the General Assembly of Shareholders. Income is calculated according to the accrual basis based on the time periods due, the original amounts and the income rate earned.

2- Rental income:

Rental income from investment properties under operating lease contracts is recognized on a straight-line basis over the term of those contracts and on an accrual basis.

Acquisition Costs

Acquisition costs represent the costs incurred by the group to subscribe to a new or renewed group of insurance contracts. The group recognizes the full acquisition costs directly upon recognition of the takaful contract in the interim condensed consolidated statement of profit or loss.

Takaful Contract Expenses

The Group allocates general and administrative expenses, as well as direct employee costs, to groups of Takaful contracts and includes them in the assessment of contract profitability.

Indirect general and administrative expenses and indirect employee costs not related to Takaful contracts are allocated based on cost centers.

Takaful companies are required to maintain a clear separation in the classification of expenses between Takaful policyholders' accounts and shareholders' accounts.

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6- Deposits at Banks

This item comprises the following:

March 31, 2026 (Unaudited)								
	Due within a month		Due within three months		Due after three months		Total	
	Policyholders	Shareholders	Policyholders	Shareholders	Policyholders	Shareholders	Policyholders	Shareholders
Inside Jordan								
Islamic International Arab Bank	2,000,000	-	1,000,000	453,260	-	-	3,000,000	453,260
Safwa Islamic Bank	-	1,701,600	1,000,000	1,800,000	-	1,633,376	1,000,000	5,134,976
Jordan Islamic Bank	-	-	2,203,802	50,072	-	-	2,203,802	50,072
Alrajhi Bank	-	-	3,010,000	-	-	-	3,010,000	-
Total inside Jordan	2,000,000	1,701,600	7,213,802	2,303,332	-	1,633,376	9,213,802	5,638,308
Outside Jordan								
Al Salam Bank	-	3,162,140	-	-	-	708,760	-	3,870,900
Total outside Jordan	-	3,162,140	-	-	-	708,760	-	3,870,900
(Less): provision for expected credit losses	(792)	(17,823)	(2,855)	(8,440)	-	(8,583)	(3,647)	(34,846)
Net	1,999,208	4,845,917	7,210,947	2,294,892	-	2,333,553	9,210,155	9,474,362
December 31, 2025								
	Due within a month		Due within three months		Due after three months		Total	
	Policyholders	Shareholders	Policyholders	Shareholders	Policyholders	Shareholders	Policyholders	Shareholders
Inside Jordan								
Islamic International Arab Bank	-	47,622	-	-	-	-	-	47,622
Safwa Islamic Bank	-	-	1,000,000	-	-	2,433,375	1,000,000	2,433,375
Jordan Islamic Bank	-	-	1,103,801	149,380	-	-	1,103,801	149,380
Alrajhi Bank	-	-	3,010,000	-	-	-	3,010,000	-
Total inside Jordan	-	47,622	5,113,801	149,380	-	2,433,375	5,113,801	2,630,377
Outside Jordan								
Al Salam Bank	-	3,048,700	-	-	-	708,760	-	3,757,460
Agency with the Central Bank of Bahrain	-	1,588,160	-	-	-	-	-	1,588,160
Total outside Jordan	-	4,636,860	-	-	-	708,760	-	5,345,620
(Less): provision for expected credit losses	-	(20,466)	(3,647)	(653)	-	(13,727)	(3,647)	(34,846)
Net	-	4,664,016	5,110,154	148,727	-	3,128,408	5,110,154	7,941,151

Deposits subject to the instructions of the Central Bank of Jordan Governor amounted to JOD 800,000 as at March 31, 2026 (December 31, 2025: JOD 800,000).

Murabaha rates on deposits with banks in Jordanian Dinars ranged between 3.5% and 5.5% as at March 31, 2026 (March 31, 2025: from 4% to 5.75%). Murabaha rates on deposits held outside Jordan in US Dollars ranged between 4.5% and 5.65% as at March 31, 2026 (March 31, 2025: from 4.8% to 5.7%).

Deposits with banks outside Jordan, represented by a deposit with Al Salam Bank, amounted to JOD 3,870,900 as at March 31, 2026 (December 31, 2025: JOD 3,757,460).

Bank balances are assessed as having low credit risk, as these banks are subject to stringent supervision by the Central Bank of Jordan and the central banks in the countries where the Group maintains its accounts.

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6- Deposits at Banks (Continued)

The following is a summary of the movement in the provision for expected credit losses for the balance of deposits with banks:

	March 31, 2026 (Unaudited)			December 31, 2025 (Audited)		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
Balance at the beginning of the period	3,647	34,846	38,493	3,647	34,846	38,493
Provision during the period	-	-	-	-	-	-
Balance of the end of the period	<u>3,647</u>	<u>34,846</u>	<u>38,493</u>	<u>3,647</u>	<u>34,846</u>	<u>38,493</u>

7- Financial Assets at Fair Value through Other comprehensive income

	March 31, 2026 (Unaudited)			December 31, 2025 (Audited)		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
<u>Inside Jordan</u>						
Listed stocks						
Jordan National Shipping	-	320,402	320,402	-	322,249	322,249
Petra Education	-	697,540	697,540	-	641,416	641,416
Jordan Petroleum Refinery Co	-	474,963	474,963	-	410,101	410,101
Jordan Islamic Bank	-	356,977	356,977	-	345,704	345,704
Jordan Phosphate Mines Company	-	2,587,181	2,587,181	-	2,137,786	2,137,786
Jordan Telecommunication	-	260,863	260,863	-	229,913	229,913
Jordan Electric Power Company	-	85,702	85,702	-	90,627	90,627
	-	-	-	-	-	-
Unlisted Stocks						
Jordan Credit Bureau	-	33,580	33,580	-	33,580	33,580
Total	<u>-</u>	<u>4,817,208</u>	<u>4,817,208</u>	<u>-</u>	<u>4,211,376</u>	<u>4,211,376</u>
<u>Outside Jordan</u>						
Listed Stocks						
Palestine Telecommunication Company	-	294,250	294,250	-	287,650	287,650
Sukuk	<u>-</u>	<u>3,819,155</u>	<u>3,819,155</u>	<u>-</u>	<u>3,868,372</u>	<u>3,868,372</u>
Total	<u>-</u>	<u>8,930,613</u>	<u>8,930,613</u>	<u>-</u>	<u>8,367,398</u>	<u>8,367,398</u>

This item represents financial assets for which no quoted market prices are available. The fair value of these assets has been estimated by the Group's management.

This item represents the Group's investment outside Jordan in perpetual Islamic Sukuk with a nominal value of JOD 3,819,155 as at March 31, 2026 (December 31, 2025: JOD 3,868,372), with an annual return rate ranging between 3.33% and 7.25% (March 31, 2025: from 3.9% to 6.5%). These Sukuk are perpetual in nature, whereby repayment of the principal and related returns is subject to the issuer's discretion. The income realized from this investment amounted to JOD 34,635 for the period ended March 31, 2026 (March 31, 2025: JOD 30,133).

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8 - Financial assets at amortized cost

	March 31, 2026 (Unaudited)			December 31, 2025 (Audited)		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
Outside Jordan						
Listed Sukuk						
Government Sukuk	1,064,486	7,392,412	8,456,898	1,064,486	7,395,429	8,459,915
Sukuk and corporate loan	1,906,818	5,667,717	7,574,535	1,906,818	6,019,291	7,926,109
(Less): provision for expected credit losses	(790)	(115,564)	(116,354)	(790)	(115,564)	(116,354)
	<u>2,970,514</u>	<u>12,944,565</u>	<u>15,915,079</u>	<u>2,970,514</u>	<u>13,299,156</u>	<u>16,269,670</u>

These investments represent the Group's investments outside Jordan in Islamic Sukuk, with Murabaha rates ranging between 3.64% and 7.04% per annum (March 31, 2025: from 4.5% to 6.5%). The income generated from these investments amounted to JOD 230,158 for the period ended March 31, 2026 (March 31, 2025: JOD 229,309).

The Group deals with financial institutions that have credit ratings ranging between A1 and Baa3, with no significant changes in credit ratings during the period. The Sukuk have been classified as Level 1.

9- Investment properties

	March 31, 2026 (Unaudited)			December 31, 2025 (Audited)		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
Land	-	3,674,900	3,674,900	-	3,674,900	3,674,900
Building&Offices	690,957	809,692	1,500,649	695,551	817,301	1,512,852
	<u>690,957</u>	<u>4,484,592</u>	<u>5,175,549</u>	<u>695,551</u>	<u>4,492,201</u>	<u>5,187,752</u>

- The fair value of the investment properties as of 31 December 2025 was estimated by three independent real estate valuers, with an average estimated value of JOD 5,562,497.
- The investment properties as of 31 December 2025 were assessed by independent and accredited valuers who have no relationship with the Group that could affect the objectivity of the valuation. All valuers possess the necessary qualifications and experience to assess the relevant lands and properties. The fair value was primarily determined using the market approach, taking into account recent transaction prices of similar properties, reflecting independent estimates and accepted professional market standards.

The Group uses the following hierarchy to determine and disclose the fair values of its investment properties using valuation techniques:

	Level 1	Level 2	Level 3	Total
March 31, 2026	-	5,562,497	-	5,562,497
December 31, 2025	-	5,562,497	-	5,562,497

- The buildings include an amount of JOD 690,957 owned by the certificate holders and designated for investment in leasing activities.
- Total depreciation on the investment properties amounted to JOD 12,203 for the year ended 31 March 2026 (31 March 2025: JOD 13,295).

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10- Cash on Hand and at Banks

	March 31, 2026 (Unaudited)			December 31, 2025 (Audited)		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
Cash on	150,308	1,366	151,674	777,147	1,449	778,596
Cash at	1,400,960	11,857	1,412,817	4,765,174	44,282	4,809,456
	1,551,268	13,223	1,564,491	5,542,321	45,731	5,588,052

The group deals with banks that have credit ratings ranging from A1 to Ba3, with no material change in their credit ratings during the period. Cash balances held in these banks are classified as Level 1.

Cash and cash equivalents, for the purposes of the statement of cash flows, consist of the following:

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Cash on hands and at banks	1,564,491	5,588,052
Bank deposits mature within three months	16,380,874	9,947,663
Less: Deposits to the order of Central Bank of Jordan	(800,000)	(800,000)
	17,145,365	14,735,715

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11- (Liabilities)/ Assets Takaful Contract– Premium Allocation Method

	Liabilities for Remaining Coverage				Liabilities Against Incurred Claims					
	Excluding the Loss Component	Loss Component			Present Value of Cash Flows		Non-financial Risk Adjustments		Total	
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Takaful Contract Liabilities - Beginning	11,319,262	9,323,572	373,094	550,919	23,491,764	17,388,749	1,035,910	1,050,594	36,220,030	28,313,834
Takaful Contract Assets - Beginning	-	-	-	-	-	-	-	-	-	-
Net Takaful Contract Liabilities (Assets) - beginning	11,319,262	9,323,572	373,094	550,919	23,491,764	17,388,749	1,035,910	1,050,594	36,220,030	28,313,834
Takaful Contract Revenues	(23,753,661)	(84,733,869)	-	-	-	-	-	-	(23,753,661)	(84,733,869)
Incurred Claims and other expenses during the period	1,935,546	5,507,160	-	-	24,437,909	62,370,621	-	-	26,373,455	67,877,781
Change in contracts that are deemed onerous	-	-	(112,337)	(177,825)	-	-	-	-	(112,337)	(177,825)
Changes Related to Prior Service – Adjustments to LIC	-	-	-	-	(233,558)	(210,884)	-	-	(233,558)	(210,884)
Change in Contracts Expected to Incur Losses	-	-	-	-	-	-	109,098	(36,284)	109,098	(36,284)
Takaful Operations Results	1,935,546	5,507,160	(112,337)	(177,825)	24,204,351	62,159,737	109,098	(36,284)	26,136,658	67,452,788
Finance Costs – From Takaful Contracts	-	-	-	-	165,093	682,129	5,862	21,600	170,955	703,729
Net Change – Other Comprehensive Income	(21,818,115)	(79,226,709)	(112,337)	(177,825)	24,369,444	62,841,866	114,960	(14,684)	2,553,952	(16,577,352)
Cash Received from Underwritten Contracts	21,688,678	86,729,559	-	-	-	-	-	-	21,688,678	86,729,559
Claims Paid and Other Direct Expenses	(1,935,546)	(5,507,160)	-	-	(17,105,766)	(56,738,851)	-	-	(19,041,312)	(62,246,011)
Total cash flows	19,753,132	81,222,399	-	-	(17,105,766)	(56,738,851)	-	-	2,647,366	24,483,548
Takaful Contract Liabilities – Ending	9,254,279	11,319,262	260,757	373,094	30,755,442	23,491,764	1,150,870	1,035,910	41,421,348	36,220,030
Takaful Contract Assets – Ending	-	-	-	-	-	-	-	-	-	-
Net Takaful Contract Liabilities (Assets) – Ending	9,254,279	11,319,262	260,757	373,094	30,755,442	23,491,764	1,150,870	1,035,910	41,421,348	36,220,030

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12- (Liabilities)/ Assets Re-takaful Contract - Premium Allocation Method

	Remaining Coverage Against Assets (ARC)				Assets Against Incurred Claims (AIC)					
	Excluding the Loss Component		Loss Component		Present Value of Cash Flows		Non-financial Risk Adjustments		Total	
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Re-takaful Contract Liabilities - Beginning	7,409,250	4,853,151	-	-	9,386,212	7,377,924	495,449	603,802	17,290,911	12,834,877
Re-takaful Contract Assets - Beginning	-	-	-	-	-	-	-	-	-	-
Net Re-takaful Contracts (Liabilities)/ Assets - beginning	7,409,250	4,853,151	-	-	9,386,212	7,377,924	495,449	603,802	17,290,911	12,834,877
Re-takaful expenses	(9,031,774)	(41,693,530)	-	-	-	-	-	-	(9,031,774)	(41,693,530)
Claims recovered and other directly attributable expenses	-	-	(13,191)	-	6,250,522	23,296,026	163,521	919,684	6,400,852	24,215,710
Changes that relate to past service – adjustments to the LIC	-	-	13,191	-	5,280,689	1,914,726	(156,137)	(1,032,268)	5,137,743	882,458
Amounts recoverable from reinsurers –net	(9,031,774)	(41,693,530)	-	-	11,531,211	25,210,752	7,384	(112,584)	2,506,821	(16,595,362)
Finance Income - From Re-takaful Contracts	-	-	-	-	24,389	102,751	982	4,230	25,371	106,981
Results of re-takaful operations	(9,031,774)	(41,693,530)	-	-	11,555,600	25,313,503	8,366	(108,354)	2,532,192	(16,488,381)
Premiums ceded and acquisition cashflows paid	8,300,066	44,249,629	-	-	-	-	-	-	8,300,066	44,249,629
Cash from underwritten contracts paid to the Re-takaful operator	-	-	-	-	(6,250,519)	(23,305,214)	-	-	(6,250,519)	(23,305,214)
Total Cash Flows	8,300,066	44,249,629	-	-	(6,250,519)	(23,305,214)	-	-	2,049,547	20,944,415
Re-takaful Contract Liabilities - Ending	6,677,542	7,409,250	-	-	14,691,293	9,386,213	503,815	495,448	21,872,650	17,290,911
Re-takaful Contract Assets - Ending	-	-	-	-	-	-	-	-	-	-
Net Re-takaful Contract Liabilities (Assets) - Ending	6,677,542	7,409,250	-	-	14,691,293	9,386,213	503,815	495,448	21,872,650	17,290,911

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13 -Income Tax

A- Income Tax Provision:

The following is the movement on the income tax provision:

	March 31, 2026 (Unaudited)			December 31, 2025 (Audited)		
	Policyholders	Shareholders	Total	Policyholder s	Shareholders	Total
Balances beginning of the period / year	192,650	(19,838)	172,812	54,728	526,514	581,242
Income tax expense for the period / year	184,101	185,474	369,575	139,378	157,484	296,862
Payments during the year	(114,844)	(14,559)	(129,403)	(1,456)	(703,836)	(705,292)
Balance Ending of the period / year	261,907	151,077	412,984	192,650	(19,838)	172,812

The income tax expense for the year, as presented in the Interim condensed consolidated statement of profit or loss, is as follows

	For the three-month period ended March 31			
	2026		2025	
	(Unaudited)		(Unaudited)	
	Policyholders	Shareholders	Policyholders	Shareholders
Current income tax on the year's	184,101	185,474	(155,507)	344,828
Deferred tax assets				
Insurance contracts liabilities	(188,406)	-	(49,283)	-
Income tax expense for the year	<u>(4,305)</u>	<u>185,474</u>	<u>(204,790)</u>	<u>344,828</u>

- The Group's income tax provision for the period ended 31 March 2026 and 2025 was calculated in accordance with Income Tax Law No. 38 of 2018. The statutory income tax rate for the Group's insurance operations is 24%, plus a 2% national contribution tax. For its investment activities, the rate is 20%, and a 10% income tax applies to the Group's balances held outside Jordan.

First Insurance Company:

- The company reached a final settlement with the Tax Department for the year ending December 31, 2021. It has filed its tax returns for the years 2022, 2023, and 2024, which have not yet been audited by the Tax Department. Based on management's assessment and advice from its tax advisor, the income tax provision is considered adequate as of March 31, 2026.

Mulkyat Investment and Trading Company:

- The subsidiary company reached a final settlement with the Tax Department for the year ending December 31, 2021. It has filed its tax returns for the years 2022, 2023, 2024 and 2025, which have not yet been audited by the Tax Department. Based on the subsidiary company's management's assessment and advice from its tax advisor, the income tax provision is considered adequate as of March 31, 2026.

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16 -Income Tax (continued)

B- Deferred Tax Assets\ Liabilities:

	March 31, 2026 (Unaudited)				December 31, 2025	
	Beginning Balance	Amounts added	Amounts released	Balance at the End of the period	Deferred Tax	Deferred Tax
Deferred Tax Assets:						
Expected Credit Losses – Receivables	3,018,001	75,000	-	3,093,001	804,180	784,680
Expected Credit Losses – Re-takaful	559,090	-	-	559,090	145,363	145,363
Expected Credit Losses – Banks deposits	38,492	-	-	38,492	10,008	10,008
Expected Credit Losses – Sukuk	116,354	-	-	116,354	30,252	30,252
Expected Credit Losses – Checks under collection	22,500	-	-	22,500	5,850	5,850
Cumulative change in fair value of financial assets through other comprehensive income	258,695	307,130	258,695	307,130	30,713	26,420
Takaful contract liabilities	5,189,173	649,637	-	5,838,810	1,518,091	1,349,185
Employee bonus allocation	450,000	-	-	450,000	117,000	117,000
	<u>9,652,305</u>	<u>1,031,767</u>	<u>258,695</u>	<u>10,425,377</u>	<u>2,661,457</u>	<u>2,468,758</u>
Deferred Tax Liabilities:						
Cumulative change in fair value of financial assets through comprehensive income	281,450	-	16,312	265,138	68,936	73,177
	<u>281,450</u>	<u>-</u>	<u>16,312</u>	<u>265,138</u>	<u>68,936</u>	<u>73,177</u>

14- Retained Earnings

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at being of period/year	4,472,260	4,348,026
Prior year's adjustments*	-	(2,963,828)
Profit of the period/year	719,702	3,411,229
Transsfared to statutory reserve	-	(321,662)
Transfarred to fair value account	-	(1,505)
Balance as the end of the period/year	<u>5,191,962</u>	<u>4,472,260</u>

***Past year's adjustments**

	2025 (Adjustments)
Liabilities for Outstanding Coverage – Takaful Contract Liabilities	(1,539,085)
Liabilities for Incurred Claims – Takaful Contract Liabilities	(1,016,500)
Transferred to Fair Value Reserve – Change in Accounting Policy on Investments	(408,243)
Retained earnings	<u>(2,963,828)</u>

15- Earning per share

	March 31, 2026 (Unaudited)	March 31, 2025 (Unaudited)
Profit for the period	719,702	645,095
Weighted average number of shares	<u>28,000,000</u>	<u>28,000,000</u>
Earning per share for the period	<u>0.026</u>	<u>0.023</u>

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16- Takaful and retakaful contracts revenues and expenses

	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Third Party	Medical – Group	Medical – Individual	Marine Hull	Marine	Fire	Engineering – Short-Term	Engineering – Long-Term	Aviation	General & Accident	Takaful	Total
For the period ended 31 March 2026 (Unaudited)														
Takaful revenues from contracts measured according to the simplified allocation method	3,550,018	1,311,036	3,415,512	8,557,238	576,439	1,933	510,143	2,388,757	156,766	113,177	374,563	721,640	2,076,439	23,753,661
Total takaful revenue	3,550,018	1,311,036	3,415,512	8,557,238	576,439	1,933	510,143	2,388,757	156,766	113,177	374,563	721,640	2,076,439	23,753,661
Claims incurred and other directly attributed expenses – Net	(3,343,750)	(451,905)	(3,455,463)	(8,056,293)	(433,147)	(254)	(126,173)	(6,585,279)	(7,347)	(47,567)	(7,797)	(7,816)	(1,308,493)	(23,831,284)
Changes related to previous service – Amendments to Takaful contract obligations	45,727	3,311	91,711	77,181	7,417	-	1,938	7	177	27	-	951	5,111	233,558
(Losses)/Reversal of losses from stressful contracts – Net	-	-	112,253	-	-	-	-	-	-	-	-	-	84	112,337
Loss adjustment	(72,333)	14,431	9,550	(44,774)	599	2	(4,284)	(28,182)	6,352	(2,465)	(945)	9,849	3,103	(109,097)
Shareholders' Equity Portion for Takaful Operations Management	(228,612)	(37,333)	(298,559)	(1,115,208)	(89,000)	(110)	(122,037)	(290,119)	(18,365)	(3,548)	(5,126)	(98,489)	(235,666)	(2,542,172)
Takaful contracts expenses	(3,598,968)	(471,496)	(3,540,508)	(9,139,094)	(514,131)	(362)	(250,556)	(6,903,573)	(19,183)	(53,553)	(13,868)	(95,505)	(1,535,861)	(26,136,658)
Net income from Takaful contracts	(48,950)	839,540	(124,996)	(581,856)	62,308	1,571	259,587	(4,514,816)	137,583	59,624	360,695	626,135	540,578	(2,382,997)
Retakaful contracts revenue	(303,754)	(692,128)	(24,375)	(3,225,029)	(384,662)	(1,090)	(272,299)	(1,766,167)	(156,629)	(14,454)	(359,492)	(440,221)	(1,391,474)	(9,031,774)
Retakaful contracts expenses	165,150	121,345	(353,686)	3,776,688	299,251	(7)	101,292	6,415,463	(43,451)	63,053	7,055	(28,480)	1,014,923	11,538,596
Net (expenses) of reinsurance contracts held	(138,604)	(570,783)	(378,061)	551,659	(85,411)	(1,097)	(171,007)	4,649,296	(200,080)	48,599	(352,437)	(468,701)	(376,551)	2,506,822
The result of the Takaful service	(187,554)	268,757	(503,057)	(30,197)	(23,103)	474	88,580	134,480	(62,497)	108,223	8,258	157,434	164,027	123,825

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16- Takaful and retakaful contracts revenues and expenses (continued)

	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Third Party	Medical – Group	Medical – Individual	Marine Hull	Marine	Fire	Engineerin g – Short- Term	Engineering – Long-Term	Aviation	General & Accident	Takaful	Total
For the period ended 31 March 2025 (Unaudited)														
Takaful revenues from contracts measured according to the simplified allocation method	2,745,451	900,617	2,770,370	5,937,707	490,513	2,300	521,516	2,401,080	172,560	22,294	1,339,737	668,414	1,869,963	19,842,522
Total takaful revenue	2,745,451	900,617	2,770,370	5,937,707	490,513	2,300	521,516	2,401,080	172,560	22,294	1,339,737	668,414	1,869,963	19,842,522
Claims incurred and other directly attributed expenses – Net	(3,599,464)	(168,260)	(3,457,267)	(5,288,115)	(441,993)	32,086	33,765	(35,141)	52,431	(30,548)	(29,557)	37,643	364,328	(12,530,092)
Changes related to previous service – Amendments to Takaful contract obligations	803,105	27,005	(93,335)	23,884	15,109	(32,084)	(73,272)	(206,198)	99	(32,084)	(32,086)	(85,481)	(1,066,957)	(752,295)
(Losses)/Reversal of losses from stressful contracts – Net	(11,111)	(25)	166,731	-	-	-	-	-	-	-	-	(73)	-	155,522
Loss adjustment	(9,138)	-	(4,525)	(8,523)	(658)	-	(2,529)	(18,346)	533	(307)	(12,329)	8,993	37,081	(9,748)
Shareholders' Equity Portion for Takaful Operations Management	(314,179)	(56,560)	(468,634)	(1,226,385)	(933)	(506)	(125,993)	(334,595)	(23,877)	(3,312)	(9,409)	(94,686)	(288,532)	(2,947,601)
Takaful contracts expenses	(3,130,787)	(197,840)	(3,857,030)	(6,499,139)	(428,475)	(504)	(168,029)	(594,280)	29,186	(66,251)	(83,381)	(133,604)	(954,080)	(16,084,214)
Net income from Takaful contracts	(385,336)	702,777	(1,086,660)	(561,432)	62,038	1,796	353,487	1,806,800	201,746	(43,957)	1,256,356	534,810	915,883	3,758,308
Retakaful contracts expenses	(210,837)	(472,194)	(3,688)	(2,945,286)	(308,726)	(664)	(264,158)	(1,685,365)	(79,183)	(7,719)	(1,325,540)	(437,042)	(1,339,749)	(9,080,151)
Retakaful contracts revenue	209,904	116,583	19,536	3,486,461	278,713	73	14,593	128,186	656	1,772	71,506	(10,891)	461,907	4,778,999
Net (expenses) of reinsurance contracts held	(933)	(355,611)	15,848	541,175	(30,013)	(591)	(249,565)	(1,557,179)	(78,527)	(5,947)	(1,254,034)	(447,933)	(877,842)	(4,301,152)
The result of the Takaful service	(386,269)	347,166	(1,070,812)	(20,257)	32,025	1,205	103,922	249,621	123,219	(49,904)	2,322	86,877	38,041	(542,844)

First Insurance Company

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Notes to the Interim Condensed Consolidated Financial Statements**For the three-month period ended March 31, 2026 (Unaudited)**

(Jordanian Dinar)

17 – Net finance Income / (Expense) – Takaful and Retakaful Contracts**For the three months period ended 31 March 2026, (Unaudited)****Finance cost from issued Takaful contracts**

Accretion of interest on the best estimate of Takaful liabilities for claims – Takaful share

Accretion of interest on the best estimate of expenses attributable to Takaful liabilities

Net finance cost from Takaful contracts

Finance income from re-Takaful contracts held

Accretion of interest on the best estimate of Takaful liabilities for claims – Re-Takaful share

Net finance income from re-Takaful contracts held

Net financing results of takaful and re-takaful operations

	Comprehensive Motor	Motor – Borders and Buses	Third Party Motor	Total
	(45,371)	(2,397)	(112,516)	(160,284)
	(4,103)	(443)	(6,124)	(10,670)
	(49,474)	(2,840)	(118,640)	(170,954)
	13,060	1,896	10,415	25,371
	13,060	1,896	10,415	25,371
	(36,414)	(944)	(108,225)	(145,583)

For the three-month period ended March 31, 2025 (Unaudited):**Finance cost from issued Takaful contracts**

Accretion of interest on the best estimate of Takaful liabilities for claims – Takaful share

Accretion of interest on the best estimate of expenses attributable to Takaful liabilities

Net finance cost from Takaful contracts

Finance income from re-Takaful contracts held

Accretion of interest on the best estimate of Takaful liabilities for claims – Re-Takaful share

Net finance income from re-Takaful contracts held

Net financing results of takaful and re-takaful operations

	(39,402)	(1,266)	(138,752)	(179,420)
	(1,095)	(38)	(4,088)	(5,221)
	(40,497)	(1,304)	(142,840)	(184,641)
	14,977	1,257	7,428	23,662
	14,977	1,257	7,428	23,662
	(25,520)	(47)	(135,412)	(160,979)

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18- Financial Risk Management

The Group has an overall exposure to financial risks, including credit risk, liquidity risk, market risk, and capital management. In general, the Group's objectives, policies, and processes for managing these risks have not changed from those disclosed in its consolidated financial statements for the year ended December 31, 2025.

19 – Fair Value Levels

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction takes place either:

- in the accessible principal market for the asset or liability, or
- in the absence of a principal market, in the most advantages accessible market for the asset or liability.

The fair values of on-balance sheet financial instruments are not significantly different from their carrying amounts included in these condensed consolidated interim financial statements.

Determination of fair value and fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1: quoted prices in active markets for the same or identical instrument that an entity can access at the measurement date.

Level 2: quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data; and

Level 3: valuation techniques for which any significant input is not based on observable market data.

The Group ascertains Level 3 fair values based on a valuation technique which is primarily derived by net assets value of the respective investee at the year end.

The following table shows the carrying amount and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and liabilities not measured at fair value if the carrying amount is a reasonable approximation to fair value, as these are either short-term in nature or carry interest rates which are based on prevalent market interest rates.

		Fair value		
	Fair value through other comprehensive income	Level 1	Level 2	Level 3
<u>March 31, 2026 (Unaudited)</u>				
Shares with quoted prices	5,077,878	5,077,878	-	-
Shares with un-quoted prices	33,580	-	-	33,580
Sukuk	3,819,155	3,819,155	-	-
	8,930,613	8,897,033	-	33,580

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19 – Fair Value Hierarchy (continued)

	Fair value through other comprehensive income	Fair value		
		Level 1	Level 2	Level 3
<u>December 31, 2025 (audited)</u>				
Shares with quoted prices	4,465,446	4,465,446	-	-
Shares with un-quoted prices	33,580	-	-	33,580
Sukuk	3,868,372	3,868,372	-	-
	8,367,398	8,333,818		33,580

The fair value of investments in Sukuk classified within Level 2 is based on the value of similar listed Sukuk as disclosed by the investment manager. The fair value of investments in equity securities classified within Level 1 is based on quoted market prices available in active markets.

There were no transfers between the levels of the fair value hierarchy during the period ended March 31, 2026, or during the year ended December 31, 2025. In addition, there were no changes in the valuation techniques used.

Investments measured at amortized cost include Sukuk issued by companies.

The Group believes that the fair values of financial assets and liabilities not measured at fair value do not differ materially from their carrying amounts.

20 – Related Party Balances and Transactions

In the ordinary course of business, the Group enters into transactions with entities that fall within the definition of related parties in accordance with International Accounting Standard 24 (IAS 24).

Transactions with related parties mainly relate to expenses incurred by those parties on behalf of the Group, and revenues generated from entities under common control (i.e., entities related to the Group or its shareholders).

Transactions with related parties are conducted at terms agreed between the parties.

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20 – Related Party Balances and Transactions (continued)

Details of significant balances and transactions with related parties and the related amounts are as follows:

	Related Party			Total	
	Major Shareholders and Board of Directors	Senior Management	Entity under common control	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
<u>Interim Condensed Consolidated Financial Statements</u>					
<u>Statement of Financial Position Line Items</u>					
Accounts Receivable	1,511	25,630	980	28,121	34,018
Accounts Payable	-	-	65,667	65,667	55,777
Bank Deposits Outside Jordan	-	-	3,870,900	3,870,900	3,757,460
Current Account (Bank)	-	-	11,770	11,770	43,919
				For the three-month period ended March 31	
				2026 (Unaudited)	2025 (Unaudited)

Interim Condensed Consolidated Financial Statements
Statement of Comprehensive Income Line Items

Investment Income	-	-	41,579	41,579	57,062
Takaful Contracts	3,339	2,715	-	6,054	158

Key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the Group, directly or indirectly. This includes senior executives in management, including the Group's Chief Executive Officer and Chief Financial Officer.

The following table presents the annual salaries, bonuses, and allowances of key management personnel for the periods ended March 31, 2026 and March 31, 2025.

	For the three-month period ended March 31	
	2026 (Unaudited)	2025 (Unaudited)
Salaries and bonuses	483,183	390,280

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21- Legal Cases

There are legal claims filed against the Group relating to various claims, with the value of cases registered with the courts amounting to approximately 2,385,018 Jordanian Dinars as at 31 March 2026 (31 December 2025: JOD 3,103,434). In the opinion of management and the Group's legal advisors, the Group is not expected to incur claims in excess of the balance of the outstanding claims provision.

22- Subsequent Events

There are no events subsequent to the date of the Interim Condensed Consolidated Financial Statements or after the preparation of Interim Condensed Consolidated Financial Statements.

23- Approval to th financial statements

The Interim Condensed consolidated financial statements were approved by the Board of Directors' decision held on 27, April 2026.