

إشارة رقم :- أت/ 452 / 02 / 2026

التاريخ :- 2026/02/23

السادة هيئة الأوراق المالية المحترمين

السادة بورصة عمان المحترمين

تحية طيبة ،،،

الموضوع :- البيانات المالية للسنة المنتهية في 31 كانون الاول لعام 2025

بالإشارة الى الموضوع اعلاه ، نرفق لكم البيانات المالية باللغة الانجليزية
للسنة المنتهية في 31 كانون الاول لعام 2025.

علماً انها خاضعة لموافقة البنك المركزي الاردني .

و تفضلوا بقبول فائق الاحترام...


أحمد عادي

نائب الرئيس التنفيذي الشؤون المالية والخدمات المؤسسية

Confidential

First Insurance Company
(Public Shareholding Limited Company)
Amman – The Hashemite Kingdom of Jordan
Consolidated Financial Statements
And the Independent Auditor's Report
For the year ended December 31, 2025

First Insurance Company
(Public Shareholding Limited Company)
Amman – The Hashemite Kingdom of Jordan
Consolidated Financial Statements and the Independent Auditor’s Report
For the year ended December 31, 2025

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Independent Auditor's Report

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

Opinion

We have audited the accompanying consolidated financial statements of **First Insurance Company-Public Shareholding Limited ("the Group")** which comprises the consolidated statement of financial position as of December 31, 2025, and Consolidated Statement of Financial Position (Policyholders) and Consolidated Statement of Financial Position (Shareholders' Equity) and the consolidated statements of profit or loss (for policyholders), consolidated statement of profit or loss (for equity holders), consolidated statement of other comprehensive income, consolidated statement of changes in equity, consolidated statement of changes in policyholders' equity, and consolidated statement of cash flows for the year then ended , along with a summary of the significant accounting policies followed in the preparation of these consolidated financial statements and the accompanying explanatory notes.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of First Insurance Company – Public Shareholding Limited as of 31 December 2025, and its consolidated financial performance and cash flows for the year then ended, in accordance with the provisions and principles of Islamic Sharia as determined by the Group's Sharia Supervisory Board, and in accordance with the Accounting and Auditing Standards for Islamic Financial Institutions issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI).

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the consolidated financial statements" section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants ("IESBA Code") together with the ethical requirements that are relevant to our audit of the consolidated financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The consolidated financial statements for the year ended 31 December 2024 were audited by another auditor, who expressed an unmodified opinion on 26 February 2025.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the current year. These matters were addressed in the context of our audit of the consolidated financial statements and in forming our audit opinion thereon, and we do not provide a separate opinion on these matters. The following sets out are the key audit matters.

Key audit matters (continued)

Significant Audit Matter	Audit scope to meet the Significant audit matter
<p><u>Assessment of incurred liabilities and Loss component.</u></p> <p>The estimation of liabilities related to incurred claims and the loss component involves a high degree of judgment. This requires estimating the present value of future cash flows and adjusting for non-financial risks (which are part of the incurred claims liabilities) and the loss component (which is part of the remaining coverage liabilities). Non-financial risk adjustments are applied to the estimated present value of future cash flows and reflect the compensation required by the company for bearing uncertainty about the amount and timing of cash flows from non-financial risks when settling its obligations under insurance contracts. The present value of future cash flows depends on the best estimate of the ultimate cost of all incurred claims, whether reported or not settled as of the reporting date. The loss component is recognized at any time during the coverage period if facts and circumstances indicate that a group of contracts is onerous. This loss component is remeasured at each reporting date as the difference between the cash flow amounts at specified settlement under the general measurement model related to future service and the carrying amount of the remaining coverage liabilities excluding the loss component.</p> <p>The Company engages an external actuarial expert, the "appointed actuarial expert," to assist in estimating these liabilities. The expert uses a range of methodologies to determine these liabilities based on a number of explicit or implicit assumptions regarding the expected settlement amount and settlement patterns of claims.</p> <p>As of December 31, 2025, the estimated present value of future cash flows and the risk adjustment for non-financial risks amount to 36 Million Jordanian Dinars, as disclosed in Note 11 of the consolidated financial statements.</p> <p>We have considered this as a key audit due to the uncertainty inherent in the estimation and subjective judgments involved in assessing estimates of the present value of future cash flows and adjusting for risks other than financial risks arising from Takaful contracts.</p> <p>See Note 5 for materially significant accounting policies and significant accounting provisions and estimates related to insurance contract liabilities.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> - Understanding, evaluating, and testing key controls around claims processing operations and provisions determination. - Assessing the competence, capabilities, and objectivity of the appointed actuarial expert based on their professional qualifications, experience, and independence. - Conducting objective tests, on a sample basis, on recorded amounts of notified and paid claims, including comparing the outstanding claims amount with appropriate source documents to assess the adequacy of reserves. - Verifying the completeness of data used as inputs in actuarial assessments and testing, on a sample basis, the accuracy of core claims data used by the appointed actuarial expert in estimating the present value of future cash flows, adjusting non-financial risks, and assessing loss components by comparing them to accounting records and other records. - Engaging our own actuarial specialists to evaluate the company's actuarial practices, adequacy of reserves held, and obtaining confirmation regarding the report issued by the appointed actuarial expert. <p>Our actuarial specialists performed the following:</p> <ol style="list-style-type: none"> 1- Assessing whether the company's actuarial methodologies are generally consistent with accepted actuarial practices. 2- Evaluating the appropriateness of key actuarial accounting methods and assumptions used and conducting sensitivity analysis. 3- Providing independent forecasts of the present value of future cash flows, adjusting non-financial risks and loss components for significant lines of business for comparison with amounts recorded by management. 4- Assessing the adequacy and suitability of relevant disclosures in the consolidated financial statements.

Other Information

Other information refers to the information included in the group's annual report, other than the consolidated financial statements and our report thereon. The company's Board of Directors is responsible for the accuracy of this information. Our opinion on the company's consolidated financial statements does not cover this information and does not provide any form of assurance on it. Our responsibility is to read this information to identify whether it contains any material misstatements or if it is materially inconsistent with the company's consolidated financial statements or the information obtained during the audit. If, as a result of our work, we conclude that there is a material misstatement in this information, we are required to refer to it in our report on the company's consolidated financial statements. However, we did not identify any material matters related to the other information that should be referred to in our report on the group's consolidated financial statements for the current year.

Responsibilities of The Company's Board of Directors for the consolidated financial statements

The preparation and fair presentation of the attached consolidated financial statements in accordance with the provisions and principles of Islamic Sharia, as determined by the company's Sharia Supervisory Board, and in compliance with the accounting standards for Islamic financial institutions issued by the Accounting and Auditing Organization for Islamic Financial Institutions, is the responsibility of the company's Board of Directors. This responsibility includes maintaining an internal control system aimed at preparing and presenting the consolidated financial statements fairly and free from any material misstatements, whether due to error or fraud. As part of its responsibility for preparing the consolidated financial statements, the Board of Directors is required to assess the company's ability to continue as a going concern and, if necessary, disclose in the consolidated financial statements all matters related to continuity, including the going concern basis of accounting, unless there is an intention by the Board to liquidate the company or cease its operations, or unless the Board has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not guarantee that an audit conducted in accordance with the International Standards on Auditing (ISAs) will always detect a material misstatement when it exists

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these consolidated financial statements.

As part of an audit in accordance with International Standards on Auditing ("ISAs"), we exercise professional judgment and maintain professional skepticism throughout the audit. We also must:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal Control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion, our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtaining sufficient and appropriate audit evidence regarding the companies and business activities included in the consolidated financial statements, as the responsibility for supervising the audit of the consolidated financial statements and expressing an opinion on them lies solely with us.

Independent Auditor's Report (Continued)

Auditor's Responsibilities for the Audit of the consolidated financial statements (Continued)

- Informing the company's management of the scope and timing of the audit process, in addition to significant audit findings, which include material weaknesses identified in internal control and oversight systems during the audit process.
- Informing the company's management of our commitment to the professional code of conduct related to independence, as well as all matters that may affect our independence and the preventive measures we have taken in this regard.
- Informing the company's management of significant audit matters related to the current year and disclosing those matters in our report on the consolidated financial statements, unless there are laws or regulations that prohibit us from doing so, or if the potential harm from disclosure outweighs the expected benefits.

Report on Other Legal and Regulatory Requirements

First Insurance Company – Public Limited Shareholding Company has proper accounting records for the year ended December 31, 2025, which are, in all material aspects, consistent with the accompanying consolidated financial statements and the consolidated financial statements included in the Board of Directors' report. Accordingly, we recommend the General Assembly to approve these consolidated financial statements.

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

Date: 22 February, 2026



First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Financial Position
As of December 31, 2025
(Jordanian Dinar)

	Note	2025	2024
<u>Assets</u>			
Deposits at banks- net	6	13,051,305	10,681,095
Financial assets at fair value through other comprehensive income	7	8,367,398	7,047,482
Financial assets at amortized cost	8	16,269,670	13,500,843
Investment properties	9	5,187,752	5,238,577
Total Investments		42,876,125	36,467,997
Cash on hand and at banks	10	5,588,052	4,061,624
Re-takaful contracts assets - net	12	17,290,911	12,834,877
Property and equipment - net	13	9,156,798	9,399,653
Intangible assets	14	537,643	656,232
Right of use assets	15	440,314	465,237
Deferred tax assets	16	2,468,758	2,150,124
Other assets	17	752,175	2,430,489
Total Assets		79,110,776	68,466,233
Liabilities, Shareholders' and Policyholders' Equity			
<u>Liabilities:</u>			
Takaful contracts liabilities - net (PAA)	11	36,220,030	28,313,834
Total Takaful Contracts Liabilities		36,220,030	28,313,834
Accounts Payable		143,753	121,469
Accrued expenses		133,520	139,243
Other reserves	18	672,588	220,921
Income tax provision	16	172,812	581,242
Lease liabilities	15	491,590	494,725
Deferred tax liabilities	16	73,177	12,434
Other liabilities	19	1,795,357	1,611,214
Total Liabilities		39,702,827	31,495,082
<u>Policyholders' Equity</u>			
Deficit Coverage Reserve	20	67,921	44,537
Accumulated policyholder surplus (deficit)	21	-	-
Total Policyholders' Equity		67,921	44,537
<u>Shareholders' Equity:</u>			
Authorized and paid-up share capital	22	28,000,000	28,000,000
Statutory reserve	23	4,850,654	4,528,992
Fair value reserve	24	2,017,114	49,596
Retained earnings	25	4,472,260	4,348,026
Total Shareholders' Equity		39,340,028	36,926,614
Total Shareholders' Equity and Policyholders' Equity		39,407,949	36,971,151
Total Liabilities, Shareholders' Equity and Policyholders' Equity		79,110,776	68,466,233

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Financial Position – Policyholders
As of December 31, 2025
(Jordanian Dinar)

	Note	2025	2024
<u>Assets</u>			
Deposits at banks- net	6	5,110,154	512,974
Financial assets at amortized cost	8	2,970,514	3,979,398
Investment properties	9	695,551	714,183
Total Investments		8,776,219	5,206,555
Cash on hand and at banks	10	5,542,321	3,857,609
Re-takaful contracts assets - net	12	17,290,911	12,834,877
Property and equipment - net	13	1,187,862	1,218,978
Deferred tax assets	16	2,024,147	1,857,202
Other assets	17	41,107	82,280
Shareholders' current account		2,849,190	4,352,376
Total Assets		37,711,757	29,409,877
<u>Liabilities and Policyholders' Equity</u>			
<u>Liabilities:</u>			
Takaful contracts liabilities - net (PAA)	11	36,220,030	28,313,834
Total Takaful Contracts Liabilities		36,220,030	28,313,834
Income tax provision	16	192,650	54,728
Accrual Expenses		22,243	-
Other liabilities	19	1,208,913	996,778
Total Liabilities		37,643,836	29,365,340
<u>Policyholders' Equity</u>			
Deficit Coverage Reserve (Emergency provisio)	20	67,921	44,537
Accumulated Takaful Policyholders' Surplus	21	-	-
Total Policyholders' Equity		67,921	44,537
Total Liabilities and Policyholders' Equity		37,711,757	29,409,877

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Financial Position – Shareholders
As of December 31, 2025
(Jordanian Dinar)

	Note	2025	2024
<u>Assets</u>			
Deposits at banks- net	6	7,941,151	10,168,121
Financial assets at fair value through other comprehensive income	7	8,367,398	7,047,482
Financial assets at amortized cost	8	13,299,156	9,521,445
Investment properties	9	4,492,201	4,524,394
Total Investments		34,099,906	31,261,442
Cash on hand and at banks	10	45,731	204,015
Property and equipment - net	13	7,968,936	8,180,675
Intangible assets	14	537,643	656,232
Right of use assets	15	440,314	465,237
Deferred tax assets	16	444,611	292,922
Other assets	17	711,068	2,348,209
Total Assets		44,248,209	43,408,732
<u>Liabilities, Shareholders' Equity</u>			
<u>Liabilities:</u>			
Accounts Payable		143,753	121,469
Accrued expenses		111,277	139,243
Other reserves	18	672,588	220,921
Income tax provision	16	(19,838)	526,514
Lease liabilities	15	491,590	494,725
Deferred tax liabilities	16	73,177	12,434
Other liabilities	19	586,444	614,436
Policyholders 'current account		2,849,190	4,352,376
Total Liabilities		4,908,181	6,482,118
<u>Shareholders' Equity:</u>			
Authorized and paid-up share capital	22	28,000,000	28,000,000
Statutory reserve	23	4,850,654	4,528,992
Fair value reserve	24	2,017,114	49,596
Retained earnings	25	4,472,260	4,348,026
Total Shareholders' Equity		39,340,028	36,926,614
Total Liabilities and Shareholders' Equity		44,248,209	43,408,732

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Profit or Loss- Policyholders
As of December 31, 2025
(Jordanian Dinar)

	Note	2025	2024
Revenues:			
Takaful contract revenues	26	84,733,869	69,143,459
Takaful contract expenses	27	(67,452,788)	(53,645,702)
Takaful contract results		17,281,081	15,497,757
Re-takaful contract expenses	29	(41,693,530)	(33,348,507)
Re-takaful contract revenues	28	25,098,167	18,659,615
Re-takaful contract results		(16,595,363)	(14,688,892)
Net Takaful results		685,718	808,865
Finance costs – Takaful contracts	30	(703,728)	(905,899)
Finance income – Re-takaful contracts	31	106,981	85,440
Net financing results of takaful and re-takaful operations		(596,747)	(820,459)
Policyholders' share of investment income	32	130,110	151,668
General and administrative expenses	39	(173,516)	(147,530)
Depreciation and amortization	13	(49,748)	(49,766)
Policyholders' surplus / (deficit) before income tax		(4,183)	(57,222)
Income tax	16	27,567	68,450
Policyholders' surplus / (deficit) after income tax		23,384	11,228

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Profit or Loss- Shareholders' Equity
As of December 31, 2025
(Jordanian Dinar)

	Note	2025	2024
Revenues:			
Shareholders' share for managing Takaful operations	33	9,745,081	9,064,707
Shareholders' equity share of Murabaha Income	34	563,643	683,452
Shareholders' equity share of investment income	35	988,830	674,061
Shareholders' equity share from managing the investment portfolio	36	70,059	81,667
Other income	37	267,562	235,143
Total Revenues		11,635,175	10,739,030
Expenses:			
General and administrative expenses	39	(1,968,501)	(1,824,281)
Employee expenses	38	(5,751,168)	(4,500,243)
Depreciation and amortization	13	(484,593)	(478,641)
Total Expenses		(8,204,262)	(6,803,165)
Profit for the year before income tax		3,430,913	3,935,865
Income tax	16	(19,684)	(833,055)
Profit for the year after income tax		3,411,229	3,102,810
Earnings per share from profit / (loss) for the year	41	0.122	0.111

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Profit or Loss – Takaful Insurance
For the year ended December 31, 2025
(Jordanian Dinar)

	Note	2025	2024
Revenues:			
Takaful contract revenues	26	7,571,741	7,253,735
Takaful contract expenses	27	(6,427,240)	(6,833,258)
Results of Takaful contract operations		1,144,501	420,477
Re-takaful contract expenses	29	(5,242,657)	(5,146,931)
Re-takaful contract revenues	28	4,163,224	4,743,449
Results of Re-takaful contract operations		(1,079,433)	(403,482)
Net results of Takaful and Re-takaful services		65,068	16,995
Finance costs – Takaful contracts	30	-	-
Finance income – Re-takaful contracts	31	-	-
Net financing results of Takaful and Re-takaful		-	-
Policyholders' share of investment income		18,055	22,863
Shareholders' share from managing Takaful operations		(6,319)	(8,002)
Total revenues		11,736	14,861
Surplus/(Deficit) of policyholders before income tax		76,804	31,856
Income tax		-	-
Surplus/(Deficit) of policyholders after income tax		76,804	31,856

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Other Comprehensive Income
For the year ended December 31, 2025
(Jordanian Dinar)

	2025	2024
Profit for the year		
Items that will not be reclassified subsequently to profit or loss:	3,411,229	3,102,810
Change in fair value reserve of financial assets	1,559,275	287,395
Gain (loss) on sale of financial assets at FVOCI	(1,505)	-
Total other comprehensive income / (loss) for the year	4,968,999	3,390,205

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Changes in Shareholders' Equity
For the year ended December 31, 2025
(Jordanian Dinar)

	Authorized and paid-up share capital	Statutory reserve	Fair value reserve	Retained Earnings	Total
<u>2025</u>					
Balance as of December 31, 2024	28,000,000	4,528,992	49,596	4,348,026	36,926,614
Prior years adjustments – Note 25+	-	-	408,243	(2,963,828)	(2,555,585)
Adjusted balance as of December 31, 2024	28,000,000	4,528,992	457,839	1,384,198	34,371,029
Profit for the year	-	-	-	3,411,229	3,411,229
Total other comprehensive income for the year	-	-	1,559,275	(1,505)	1,557,770
Transferred to statutory reserve	-	321,662	-	(321,662)	-
Balance as of December 31, 2025	28,000,000	4,850,654	2,017,114	4,472,260	39,340,028
<u>2024</u>					
Balance as of December 31, 2023	28,000,000	4,151,837	(551,268)	1,935,840	33,536,409
Profit for the year	-	-	-	3,102,810	3,102,810
Total other comprehensive income for the year	-	-	287,395	-	287,395
Gain on sale of financial assets at FVOCI	-	-	313,469	(313,469)	-
Transferred to statutory reserve	-	377,155	-	(377,155)	-
Balance as of December 31, 2024	28,000,000	4,528,992	49,596	4,348,026	36,926,614

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Changes in Policyholders' Equity
For the year ended December 31, 2025
(Jordanian Dinar)

	<u>Deficit Coverage Reserve</u>	<u>Accumulated Losses</u>	<u>Total Policyholders' Equity</u>
<u>2025</u>			
Balance as of December 31, 2024	44,537	-	44,537
Takaful policyholders' surplus	-	23,384	23,384
Transferred from Takaful policyholders' surplus	23,384	(23,384)	-
Balance as of December 31, 2025	<u>67,921</u>	<u>-</u>	<u>67,921</u>
<u>2024</u>			
Balance as of December 31, 2023	33,309	-	33,309
Takaful policyholders' surplus	-	11,228	11,228
Transferred from Takaful policyholders' surplus	11,228	(11,228)	-
Balance as of December 31, 2024	<u>44,537</u>	<u>-</u>	<u>44,537</u>

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Consolidated Statement of Cash Flows
For the year ended December 31, 2025
(Jordanian Dinar)

	Note	2025	2024
Cash Flows from Operating Activities			
Profit for the year before income tax		3,426,730	3,102,810
Adjustments:			
Depreciation and amortization		579,835	528,407
Murabaha income on deposits		(563,643)	(823,065)
Return on investments		(1,041,712)	(748,617)
Expected credit loss provision		-	200,000
Net takaful finance expense		-	820,459
Gain on sale of property and equipment		(63)	(23,250)
Finance cost on lease liabilities		46,865	47,149
Other provisions		-	220,921
Income tax expense for the year		-	764,605
		2,448,012	4,089,419
Changes in working capital items:			
Other assets		2,081,378	(1,706,373)
Other liabilities		184,143	277,600
Other provisions		451,667	
Accrued expenses		(5,723)	(39,555)
Accounts payables		22,284	14,326
Re-takaful contracts assets		(4,456,034)	(614,640)
Takaful contracts liabilities		5,350,611	274,454
Cash flows provided by/ (used in) operating activities before income tax paid		6,076,338	2,295,231
Payments of other provisions		-	(45,921)
Paid income tax		(705,292)	(854,024)
Net cash flows from/(used in) operating activities		5,371,046	1,395,286
Cash Flows from Investing Activities			
Bank deposits held (original maturity more than 3		5,086,465	6,585,140
Cash received from Murabaha income		159,882	823,065
Returns received from financial assets at fair value through other comprehensive income (FVOCI)		1,041,712	-
Returns from financial assets at amortized cost		996,007	-
Investment income received		-	748,617
Purchase of intangible assets		(33,498)	(74,918)
Proceeds from sale of financial assets at FVOCI		276,911	(521,117)
Sale of financial assets at FVOCI		8,495	-
Purchase of financial assets at FVOCI		-	(1,271,786)
Purchase of financial assets at amortized cost		(3,771,453)	(5,844,858)
Issuance premium		6,619	(20,131)
Deferred assets and liabilities		259	-
Purchase of property and equipment		(109,341)	(183,190)
Net cash flows provided by/ (used in) investing		3,662,058	240,822
Net cash flows used in financing activities			
Lease payments		(50,000)	(50,000)
Net cash flows used in financing activities		(50,000)	(50,000)
Net change in cash and cash equivalents		8,983,104	1,586,108
Cash and cash equivalents at the beginning of the year		5,752,611	4,166,503
Cash and cash equivalents at the end of the year	46	14,735,715	5,752,611

The accompanying notes from 1 to 57 are an integral part of these consolidated financial statements

First Insurance Company
(Public Shareholding Limited Company)
Notes to the consolidated financial statements
For the year ended December 31, 2025

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.

The accompanying consolidated financial statements were approved by the Group's Board of Directors in its meeting No. 01/2026 held on 22 February, 2026, and are subject to the approval of the General Assembly of Shareholders.

The Group's consolidated financial statements as of December 31, 2025, were reviewed and examined by the Group's Sharia Supervisory Board on 22 February, 2026, and the Board issued its Sharia report thereon.

The Company's headquarters is located in Dabouq – Amman, Hashemite Kingdom of Jordan.

2- Basis of Preparation of the Consolidated Financial Statements

The consolidated financial statements of the Group and its subsidiaries have been prepared in accordance with the standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI) as adopted under the applicable local laws and the instructions of the Central Bank of Jordan. In the absence of AAOIFI standards relating to specific items in the financial statements, International Financial Reporting Standards (IFRS) and their interpretations are applied in a manner consistent with Sharia principles until specific Islamic standards are issued.

The consolidated financial statements of the Company and its subsidiaries have been prepared in accordance with the standards issued by the International Accounting Standards Board (IASB) and the applicable local laws, as well as the reporting formats prescribed by the Central Bank of Jordan.

The consolidated financial statements have been prepared on the historical cost basis, except for financial assets at fair value through other comprehensive income, the details of which are disclosed in the related accounting policies.

The Jordanian Dinar (JOD) is the presentation currency of the consolidated financial statements and represents the Group's functional currency.

The significant accounting policies adopted in the preparation of the consolidated financial statements, as disclosed in Note (5), have been applied consistently for all years presented unless stated otherwise.

The preparation of the consolidated financial statements for the year ended December 31, 2025, in accordance with AAOIFI standards and the instructions of the Central Bank of Jordan, requires the use of critical accounting estimates and assumptions. Management is also required to exercise judgment in applying the Group's accounting policies. The items where significant estimates have been applied are disclosed in Note (4).

Basis of consolidation of financial statements

The consolidated financial statements include the financial statements of the Company and its subsidiary, over which the Company exercises control. Control is established when the Company has the power to direct the financial and operating policies of the subsidiary to derive benefits from its activities. All intercompany balances, transactions, income, and expenses between the Company and its subsidiary are fully eliminated.

2- Basis of Preparation the Consilidation Financial Statements (Continued)

Basis of consolidation of financial statements (Continued)

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 Capital	Ownership percentage	Company's activity	Registration center	Date of acquisition
Mulkyat Investment and Trade Company	50,000	100%	Investment	Amman	2010

- The results of operations of subsidiaries are consolidated in the consolidated statement of profit or loss from the date of acquisition, which is the date on which control of the subsidiary is effectively transferred to the Company. The results of operations of a disposed subsidiary are included in the consolidated statement of profit or loss up to the date of disposal, which is the date the Company ceases to have control over the subsidiary.
- The financial statements of the Company and its subsidiaries are prepared for the same financial year as those of the Takaful Company, using the same accounting policies applied by the Takaful Company. If a subsidiary applies accounting policies that differ from those adopted by the Takaful Company, the necessary adjustments are made to the subsidiary's financial statements to ensure consistency with the Takaful Company's accounting policies.

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:

4- Use of Estimates and Assumptions (continued)

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.

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.

4- Use of Estimates and Assumptions (Continued)

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.

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.

4- Use of Estimates and Assumptions (Continued)

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.

5- Significant Accounting Policies (Continued)

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.

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.

5- Significant Accounting Policies (Continued)

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.

Summary of Measurement Approaches

1. 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	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

5- Significant Accounting Policies (Continued)

Summary of Measurement Approaches (Continued)

2. 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
Marine	Quota Share	Premium Allocation Approach
	Facultative	Premium Allocation Approach
Marine Cargo	Quota Share	Premium Allocation Approach
Marine Hull	Facultative	Premium Allocation Approach
Motor Motor	Quota Share	Premium Allocation Approach
	Quota Share	Premium Allocation Approach
Motor-Buses Contracts	Excess of Loss	Premium Allocation Approach
Fire and Other Property Damage	Facultative	Premium Allocation Approach
Fire and Other Property Damage	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
Takaful	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.

5- Significant Accounting Policies (Continued)

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.

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).

5- Significant Accounting Policies (Continued)

Financial assets (Continued)

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.

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.

5- Significant Accounting Policies (Continued)

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%

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.

5- Significant Accounting Policies (Continued)

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.

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.

5- Significant Accounting Policies (Continued)
Takaful Contract Liabilities (continued)

When it is expected that some or all of the economic benefits required to settle the liabilities will be recovered from other parties, a receivable is recognized as an asset if recovery is virtually certain and the amount can be measured reliably.

End-of-Service Indemnity Provision

The end-of-service indemnity provision for employees is calculated in accordance with the Company's policy, which complies with the Jordanian Labor Law.

Annual indemnities incurred for employees leaving service are charged to the end-of-service indemnity provision when paid. A provision is recognized for the obligations arising from the Company's end-of-service indemnity liability in the consolidated statement of profit or loss.

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.
- 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.

5- Significant Accounting Policies (Continued)

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:

	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
	2024							
	Due within a month		Due within three months		Due after three months		Total	
	Policyholders	Shareholders	Policyholders	Shareholders	Policyholders	Shareholders	Policyholders	Shareholders
Islamic International Arab Bank	500,000	18,370	-	-	-	-	500,000	18,370
Safwa Islamic Bank	-	-	-	-	-	3,368,591	-	3,368,591
Jordan Islamic Bank	16,621	42,344	-	-	-	1,141,250	16,621	1,183,594
Alrajhi Bank	-	-	-	-	-	3,010,000	-	3,010,000
Total inside Jordan	516,621	60,714	-	-	-	7,519,841	516,621	7,580,555
Al Salam Bank	-	-	-	1,913,652	-	708,760	-	2,622,412
Total outside Jordan	-	-	-	1,913,652	-	708,760	-	2,622,412
(Less): provision for expected credit losses	(3,647)	(207)	-	(6,535)	-	(28,104)	(3,647)	(34,846)
	512,974	60,507	-	1,907,117	-	8,200,497	512,974	10,168,121

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6- Deposits at Banks (Continued)

Return rates on Jordanian dinar deposits at banks ranged from 4% to 5.3% as of December 31, 2025 (December 31, 2024: 3% to 5.3%), while return rates on US dollar deposits outside Jordan ranged from 4.5% to 5.65% as of December 31, 2025 (December 31, 2024: 5.65% to 6.1%).

The value of deposits pledged to the Governor of the Central Bank of Jordan, in addition to his official duties, amounted to 800,000 Jordanian dinars as of December 31, 2025 (December 31, 2024: 800,000 Jordanian dinars).

Deposits held by the bank outside Jordan, specifically a deposit with Al Salam Bank amounting to JOD 3,757,460 (as of December 31, 2024: JOD 2,622,412), and a bonded agency with the Central Bank of Bahrain valued at JOD 1,588,160 with a maturity date of January 27, 2026.

The balances held with these banks are considered to have low credit risk, as they are subject to strict oversight by the Central Bank of Jordan and the central banks of the countries where the group holds accounts

The group deals with banks rated between A1 and Ba3, with no material change in their credit ratings during the year. The bank deposits are classified as Level 1

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

	2025			2024		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Balance at the beginning of the year	3,647	34,846	38,493	3,647	34,846	38,493
Provision during the year	-	-	-	-	-	-
Balance of the Ending of the year	<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

	2025			2024		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Inside Jordan						
Listed stocks						
Jordan National Shipping zines	-	322,249	322,249	-	192,980	192,980
Petra Education	-	641,416	641,416	-	488,929	488,929
Jordan Refinery Company	-	410,101	410,101	-	348,725	348,725
Jordan Islamic Bank	-	345,704	345,704	-	300,612	300,612
Jordan Phosphate Mines	-	2,137,786	2,137,786	-	1,074,285	1,074,285
Jordan Telecommunication	-	229,913	229,913	-	210,753	210,753
Jordan Electric Power Company	-	90,627	90,627	-	51,712	51,712
Unlisted Stocks						
Jordan Credit Bureau	-	33,580	33,580	-	29,400	29,400
Total	-	<u>4,211,376</u>	<u>4,211,376</u>	-	<u>2,697,396</u>	<u>2,697,396</u>
Outside Jordan						
Listed Stocks						
Palestine Telecommunication	-	287,650	287,650	-	218,350	218,350
Sukuk	-	3,868,372	3,868,372	-	4,131,736	4,131,736
Total	-	<u>8,367,398</u>	<u>8,367,398</u>	-	<u>7,047,482</u>	<u>7,047,482</u>

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7- Financial Assets at Fair Value through Other comprehensive income (continued)

- This item represents financial assets for which no quoted market prices are available. Accordingly, their fair value 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 3,868,372 as at 31 December 2025 (31 December 2024: JOD 4,131,736). These Sukuk yield an annual return ranging between 3.33% and 7.25% (31 December 2024: 3.88% to 6.52%). The Sukuk are perpetual instruments, whereby the repayment of principal and the return are subject to the issuer's discretion. The return realized from this investment amounted to JOD 189,027 for the year ended 31 December 2025 (31 December 2024: JOD 151,793).

8 - Financial assets at amortized cost

	2025			2024		
	<u>Policyholders</u>	<u>Shareholders</u>	<u>Total</u>	<u>Policyholders</u>	<u>Shareholders</u>	<u>Total</u>
<u>Outside Jordan</u>						
Listed Sukuk						
Government Sukuk	1,064,486	7,395,429	8,459,915	2,060,571	5,835,979	7,896,550
Sukuk and corporate loan bonds	1,906,818	6,019,291	7,926,109	1,919,617	3,721,030	5,640,647
(Less): provision for expected credit losses	(790)	(115,564)	(116,354)	(790)	(35,564)	(36,354)
	<u>2,970,514</u>	<u>13,299,156</u>	<u>16,269,670</u>	<u>3,979,398</u>	<u>9,521,445</u>	<u>13,500,843</u>

- These investments represent the Group's investment outside Jordan in Islamic Sukuk, with Murabaha profit rates ranging between 3.64% and 7.04% per annum (31 December 2024: 4.48% to 6.58%). The returns realized from these investments amounted to JOD 914,307 for the year ended 31 December 2025 (31 December 2024: JOD 559,703).
- The Group deals with financial institutions holding credit ratings ranging between A1 and Baa3, with no significant change in credit ratings during the year. The Sukuk have been classified as Level One (Level 1).
- The maturity dates of the Sukuk owned by the Group range from 19 February 2026 to 11 April 2053. The returns on these Sukuk are paid in equal semi-annual installments, commencing from their respective issuance dates.

The following is a summary of the movement in expected credit losses related to financial assets measured at amortized cost:

	2025	2024
Opening balance	36,354	36,354
Increase during the year	80,000	-
Decrease during the year	-	-
Closing balance	<u>116,354</u>	<u>36,354</u>

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9- Investment properties

	2025			2024		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Land	-	3,674,900	3,674,900	-	3,674,900	3,674,900
Building & Offices	695,551	817,301	1,512,852	714,183	849,494	1,563,677
	<u>695,551</u>	<u>4,492,201</u>	<u>5,187,752</u>	<u>714,183</u>	<u>4,524,394</u>	<u>5,238,577</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 (31 December 2024: JOD 5,628,535).
- 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
December 31, 2025	-	5,562,497	-	5,562,497
December 31, 2024	-	5,628,535	-	5,628,535

- The buildings include an amount of JOD 695,551 as of 31 December 2025 (31 December 2024: JOD 714,183), owned by the certificate holders and designated for investment in leasing activities.
- Total depreciation on the investment properties amounted to JOD 50,824 for the year ended 31 December 2025 (31 December 2024: JOD 53,281).

10- Cash on Hand and at Banks

	2025			2024		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Cash on hand	777,147	1,449	778,596	144,759	1,836	146,595
Cash at banks	4,765,174	44,282	4,809,456	3,712,850	202,179	3,915,029
	<u>5,542,321</u>	<u>45,731</u>	<u>5,588,052</u>	<u>3,857,609</u>	<u>204,015</u>	<u>4,061,624</u>

- The Group deals with banks rated (A1 - Ba3) with no significant change in the credit rating during the period. Cash at banks are classified as (level one).

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

	Liabilities for Remaining Coverage				Liabilities Against Incurred Claims				Total	
	Excluding the Loss Component		Loss Component		Present Value of Cash Flows		Non-financial Risk Adjustments			
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Takaful Contract Liabilities - Beginning	9,323,572	9,602,031	550,919	304,239	17,388,749	16,069,679	1,050,594	957,532	28,313,834	26,933,481
Takaful Contract Assets - Beginning	-	-	-	-	-	-	-	-	-	-
Net Takaful Contract Liabilities (Assets) - beginning	9,323,572	9,602,031	550,919	304,239	17,388,749	16,069,679	1,050,594	957,532	28,313,834	26,933,481
Takaful Contract Revenues	(84,733,869)	(69,143,459)	-	-	-	-	-	-	(84,733,869)	(69,143,459)
Incurred Claims and other expenses during the period	5,507,160	4,482,699	-	-	62,370,621	48,216,961	-	-	67,877,781	52,699,660
Change in contracts that are deemed onerous	-	-	(177,825)	246,580	-	-	-	-	(177,825)	246,580
Changes Related to Prior Service – Adjustments to LIC	-	-	-	-	(210,884)	639,340	-	-	(210,884)	639,340
Change in Contracts Expected to Incur Losses	-	-	-	-	-	-	(36,284)	60,122	(36,284)	60,122
Takaful Operations Results	5,507,160	4,482,699	(177,825)	246,580	62,159,737	48,856,301	(36,284)	60,122	67,452,788	53,645,702
Finance Costs – From Takaful Contracts	-	-	-	-	682,129	872,959	21,600	32,940	703,729	905,899
Net Change – Other Comprehensive Income	(79,226,709)	(64,660,760)	(177,825)	246,580	62,841,866	49,729,260	(14,684)	93,062	(16,577,352)	(14,591,858)
Cash Received from Underwritten Contracts	86,729,559	68,865,000	-	-	-	-	-	-	86,729,559	68,865,000
Claims Paid and Other Direct Expenses	(5,507,160)	(4,482,699)	-	-	(56,738,851)	(48,410,190)	-	-	(62,246,011)	(52,892,889)
Total cash flows	81,222,399	64,382,301	-	-	(56,738,851)	(48,410,190)	-	-	24,483,548	15,972,111
Takaful Contract Liabilities – Ending	11,319,262	9,323,572	373,094	550,819	23,491,764	17,388,749	1,035,910	1,050,594	36,220,030	28,313,834
Takaful Contract Assets – Ending	-	-	-	-	-	-	-	-	-	-
Net Takaful Contract Liabilities (Assets) – Ending	11,319,262	9,323,572	373,094	550,819	23,491,764	17,388,749	1,035,910	1,050,594	36,220,030	28,313,834

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

	Motor – Comprehensive	Motor – Buses & Borders	Motor Compulsory Insurance	Medical Group	Medical Individual	Medical Hull	Marine	Fire	Engineering Short Term	Engineering Long Term	Aviation	General Insurance	Takaful	Total
As at 31 December 2025														
Takaful Contracts														
Takaful Contract Liabilities	7,893,946	125,255	10,758,880	6,992,249	661,783	9,588	467,980	3,969,848	129,047	226,325	745,015	958,018	3,282,096	36,220,030
Takaful Contract Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Takaful Contracts	7,893,946	125,255	10,758,880	6,992,249	661,783	9,588	467,980	3,969,848	129,047	226,325	745,015	958,018	3,282,096	36,220,030
Re-Takaful Contracts														
Re-Takaful Contract Assets	1,822,335	542,702	507,933	5,435,481	698,984	21,519	1,271,955	2,873,166	308,640	247,431	712,438	641,034	2,207,293	17,290,911
Re-Takaful Contract Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Re-Takaful Contracts	1,822,335	542,702	507,933	5,435,481	698,984	21,519	1,271,955	2,873,166	308,640	247,431	712,438	641,034	2,207,293	17,290,911
As at 31 December 2024														
Takaful Contracts														
Takaful Contract Liabilities	2,610,148	218,005	10,698,343	4,932,397	565,861	12,732	66,464	3,639,532	161,799	13,659	398,806	1,048,346	3,947,742	28,313,834
Takaful Contract Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Takaful Contracts	2,610,148	218,005	10,698,343	4,932,397	565,861	12,732	66,464	3,639,532	161,799	13,659	398,806	1,048,346	3,947,742	28,313,834
Re-Takaful Contracts														
Re-Takaful Contract Assets	1,542,072	722,883	377,702	2,654,053	387,360	20,913	826,201	1,615,107	184,943	70,965	1,511,329	1,032,918	1,888,431	12,834,877
Re-Takaful Contract Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Re-Takaful Contracts	1,542,072	722,883	377,702	2,654,053	387,360	20,913	826,201	1,615,107	184,943	70,965	1,511,329	1,032,918	1,888,431	12,834,877

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11-1 Receivables Related to Takaful Operations*

	2025	2024
Takaful Policyholders Receivables	21,603,651	18,341,795
Brokers Receivables	18,286	18,007
Employees Receivables	93,771	85,587
Total Receivables Related to Takaful Operations	21,715,708	18,445,389
Less: Expected Credit Loss Provision*	(3,018,001)	(2,818,001)
Net Receivables	18,697,707	15,627,388

*The movement in the expected credit losses allowance was as follows:

	2025	2024
Balance at the beginning of the year	2,818,001	2,618,001
Written off	200,000	200,000
Balance at end of the year	3,018,001	2,818,001

Aging analysis of trade receivables:

	2025	2024
Outstanding for 0–30 days	12,994,125	10,966,588
Outstanding for 31–90 days	2,976,971	2,535,712
Outstanding for 91–180 days	2,360,762	1,655,148
Outstanding for 181–365 days	1,053,102	999,635
Outstanding for more than one year	2,330,748	2,288,306
Total	21,715,708	18,445,389

11-2 – Cheques Under Collection:

	2025	2024
Total value of cheques under collection related to Takaful operations	6,114,718	5,369,091
Less: expected credit losses allowance	(22,500)	(22,500)
Net value of cheques under collection related to Takaful operation	6,092,218	5,346,591

Aging analysis of cheques under collection:

	2025	2024
Outstanding for 0–6 mounths	5,038,256	3,969,124
Outstanding for 6-12 mounths	1,068,922	1,391,427
Due after more than 12 months	7,540	8,540
Total	6,114,718	5,369,091

11-3 – Accounts Payable:

	2025	2024
Total Accounts Payable Related to Takaful Operations	3,920,125	2,436,138
Total Accounts Payable Related to Takaful Operations	3,920,125	2,436,138

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

	Remaining Coverage Against Assets (ARC)				Assets Against Incurred Claims (AIC)				Total	
	Excluding the Loss Component		Loss Component		Present Value of Cash Flows		Non-financial Risk Adjustments			
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Re-takaful Contract Liabilities - Beginning	4,853,151	5,727,377	-	1,080	7,377,924	5,910,685	603,802	495,655	12,834,877	12,134,797
Re-takaful Contract Assets - Beginning	-	-	-	-	-	-	-	-	-	-
Net Re-takaful Contracts (Liabilities)/ Assets - beginning	4,853,151	5,727,377	-	1,080	7,377,924	5,910,685	603,802	495,655	12,834,877	12,134,797
Re-takaful expenses	(41,693,530)	(33,348,507)	-	-	-	-	-	-	(41,693,530)	(33,348,507)
Claims recovered and other directly attributable expenses	-	-	-	(739,684)	23,296,026	17,173,715	919,684	776,594	24,215,710	17,210,625
Changes that relate to past service – adjustments to the LIC	-	-	-	738,604	1,914,726	1,383,685	(1,032,268)	(673,299)	882,458	1,448,990
Amounts recoverable from reinsurers –net	(41,693,530)	(33,348,507)	-	(1,080)	25,210,752	18,557,400	(112,584)	103,295	(16,595,362)	(14,688,892)
Finance Income - From Re-takaful Contracts	-	-	-	-	102,751	80,588	4,230	4,852	106,981	85,440
Results of re-takaful operations	(41,693,530)	(33,348,507)	-	(1,080)	25,313,503	18,637,988	(108,354)	108,147	(16,488,381)	(14,603,452)
Premiums ceded and acquisition cashflows paid	44,249,629	32,474,281	-	-	-	-	-	-	44,249,629	32,474,281
Cash from underwritten contracts paid to the Re-takaful operator	-	-	-	-	(23,305,215)	(17,170,749)	-	-	(23,296,026)	(17,170,749)
Total Cash Flows	44,249,629	32,474,281	-	-	(23,305,215)	(17,170,749)	-	-	20,944,415	15,303,532
Re-takaful Contract Liabilities - Ending										
Re-takaful Contract Assets - Ending	7,409,250	4,853,151	-	-	9,386,212	7,377,924	495,448	603,802	17,290,911	12,834,877
Net Re-takaful Contract Liabilities (Assets) - Ending	7,409,250	4,853,151	-	-	9,386,212	7,377,924	495,448	603,802	17,290,911	12,834,877

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12-1 Trade Receivables (Held Reinsurance Contracts)

	2025	2024
Re-Takaful contract assets held (local)	1,228,626	1,393,589
Re-Takaful contract assets held (foreign)	189,356	96,377
Total receivables related to Takaful operations	1,417,982	1,489,966
Less: expected credit losses allowance	(559,090)	(559,090)
Net receivables related to Takaful operations	858,892	930,876

Aging analysis of trade receivables:

	2025	2024
Outstanding for 0–30 days	478,294	521,896
Outstanding for 31–90 days	46,191	42,563
Outstanding for 91–180 days	234,939	309,730
Outstanding for 181–365 days	165,377	133,947
Outstanding for more than one year	493,181	481,830
Total	1,417,982	1,489,966

12-1 Trade Payables (Held Re-Takaful Contracts)

	2025	2024
Re-Takaful contract assets held (local)	52,645	36,967
Re-Takaful contract assets held (foreign)	11,686,754	12,741,723
Total payables related to Takaful operations	11,739,399	12,778,690

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13-Property and equipment - net

	Lands	Buldings	Office premises	Equipment and devices	Vehicles	Decorations	Total
<u>Cost:</u>							
Balance as of December 31, 2024	2,676,458	5,227,045	1,479,300	2,097,915	188,180	929,936	12,598,834
Additions	-	-	-	92,057	-	17,283	109,340
Disposals	-	-	-	(61,563)	-	(18,066)	(79,629)
Balance as of December 31, 2025	2,676,458	5,227,045	1,479,300	2,128,409	188,180	929,153	12,628,545
<u>Less:</u>							
<u>Accumulated Depreciaition</u>							
Balance as of December 31, 2024	-	814,086	266,019	1,324,968	101,614	692,494	3,199,181
Charged for the year	-	104,541	29,586	154,389	18,240	45,244	352,000
Disposals	-	-	-	(61,394)	-	(18,040)	(79,434)
Balance as of December 31, 2025	-	918,627	295,605	1,417,963	119,854	719,698	3,471,747
<u>Net Book Value:</u>							
Balance as of December 31, 2025	2,676,458	4,308,418	1,183,695	710,446	68,326	209,455	9,156,798
Balance as of December 31, 2024	2,676,458	4,412,959	1,213,281	772,947	86,566	237,442	9,399,653

The fully depreciated property and equipment amounted to JOD 1,657,817 as of 31 December 2025 (31 December 2024: 1,318,544 JOD).

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14-Intangible assets

	Computer Programs	Total
<u>Balance as of December 31, 2025</u>		
Cost		
Balance as of January 1, 2025	1,737,937	1,737,937
Additions	33,500	33,500
Balance as of December 31, 2025	1,771,437	1,771,437
Amortization		
Balance as of January 1, 2025	1,081,705	1,081,705
Charge for the year	152,089	152,089
Balance as of December 31, 2025	1,233,794	1,233,794
Net Book Value as of December 31, 2025	537,643	537,643
<u>Balance as of December 31, 2024</u>		
Cost		
Balance as of January 1, 2024	1,663,019	1,663,019
Additions	74,918	74,918
Balance as of December 31, 2024	1,737,937	1,737,937
Amortization		
Balance as of January 1, 2024	943,949	943,949
Charge for the year	137,756	137,756
Balance as of December 31, 2024	1,081,705	1,081,705
Net Book Value as of December 31, 2024	656,232	656,232

15- Right-of-Use Asset

As at 31 December 2025, the Group has one lease liability, representing land used by the Company under a single lease contract entered into in 2024:

A- Right-of-use assets – leased:

	Leased Land	Total
<u>Balance as of December 31, 2025</u>		
Cost		
Balance as of January 1, 2025	498,469	498,469
Additions	-	-
Balance as of December 31, 2025	498,469	498,469
Depreciation of right-of-use assets		
Balance as of January 1, 2025	(33,232)	(33,232)
Charge for the year	(24,923)	(24,923)
Balance as of December 31, 2025	(58,155)	(58,155)
Net Book Value as of December 31, 2025	440,314	440,314

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15- Right-of-Use Asset (Continued)

The Group has receivables from a single lease contract as of 31 December 2025, represented by land used by the Company, compared to a single contract in 2024.

A- Right-of-use assets – Lessee:

	<u>Leased Land</u>	<u>Total</u>
Balance as of December 31, 2023		
Cost		
Balance as of January 1, 2024	498,469	498,469
Additions	-	-
Balance as of December 31, 2024	<u>498,469</u>	<u>498,469</u>
Depreciation of right-of-use assets		
Balance as of January 1, 2024	(8,308)	(8,308)
Charge for the year	(24,924)	(24,924)
Balance as of December 31, 2024	<u>(33,232)</u>	<u>(33,232)</u>
Net Book Value as of December 31, 2024	<u>465,237</u>	<u>465,237</u>

B- Lease liabilities:

The movement in lease liabilities was as follows:

	<u>2025</u>	<u>2024</u>
Balance as the beginning of the year	494,725	497,576
Additions through the year	-	-
Financing costs	46,865	47,149
Payments	(50,000)	(50,000)
Total discounted lease liabilities	<u>491,590</u>	<u>494,725</u>

The details of the lease obligations are as follows:

	<u>2025</u>	<u>2024</u>
Short-term	96,553	96,553
Long-term	395,037	398,172
	<u>491,590</u>	<u>494,725</u>

Lease obligations were discounted using a discount rate of 9.5% for the year ended 31 December 2025 (2024: 9.5%).

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16 -Income Tax

A- Income Tax Provision:

	2025			2024		
	Policyholder	Shareholder	Total	Policyholder	Shareholder	Total
Balances beginning of the year	54,728	526,514	581,242	228,899	372,436	601,335
Income tax expense for the year	139,378	157,484	296,862	876	833,055	833,931
Payments during the year	(1,456)	(703,836)	(705,292)	(175,047)	(678,977)	(854,024)
Balance Ending of the year	192,650	(19,838)	172,812	54,728	526,514	581,242

B- The income tax expense for the year, as presented in the consolidated statement of profit or loss, is as follows:

	2025		2024	
	Policyholder	Shareholder	Policyholder	Shareholder
Current income tax on the year's profits	139,378	157,484	876	833,055
Deferred tax assets	(166,945)	(137,800)	(69,326)	-
Income tax expense for the year	(27,567)	19,684	(68,450)	833,055

C- Reconciliation Summary between Accounting Profit and Taxable Profit

	2025	2024
Accounting Profit	3,430,913	3,935,865
Non-Taxable Income	(5,299,168)	(4,239,067)
Non-Deductible Expenses	5,558,541	3,173,325
Taxable Profit	3,690,286	2,870,123
Effective Tax Rate	9%	21%
Income Tax Rate	26%	26%
Deferred Tax Rate	26%	26%

D- Tax Position

- The Group's income tax provision for the years ended 31 December 2025 and 2024 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, 2018. It has filed its tax returns for the years 2019, 2020, 2021, 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 September 30, 2025.

Mulkyat Investment and Trading Company:

- The subsidiary company reached a final settlement with the Tax Department for the year ending December 31, 2018. It has filed its tax returns for the years 2019, 2020, 2021, 2022, 2023, and 2024, 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 December 31, 2025.

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16 -Income Tax (continued)

E- Deferred Tax Assets\ Liabilities:

	2025			2024		
	Beginning Balance	Amounts added	Amounts released	Balance at the End of the period	Deferred Tax	Deferred Tax
Deferred Tax Assets:						
Expected Credit Losses – Receivables	2,818,001	200,000	-	3,018,001	784,680	732,680
Expected Credit Losses – Re-takaful	559,090	-	-	559,090	145,363	145,363
Expected Credit Losses – Banks deposits	38,493	-	-	38,493	10,008	10,008
Expected Credit Losses – Sukuk	36,354	80,000	-	116,354	30,252	9,452
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	125,296	133,399	-	258,695	26,420	12,531
Takaful contract liabilities	4,747,075	442,097	-	5,189,172	1,349,185	1,234,240
Employee bonus allocation	-	450,000	-	450,000	117,000	-
	8,346,809	1,305,496	-	9,652,305	2,468,758	2,150,124
Deferred Tax Liabilities:						
Cumulative change in fair value of financial assets through comprehensive income	47,824	484,563	-	532,387	73,177	12,434
	47,824	484,563	-	532,387	73,177	12,434

The movement in the deferred tax assets/liabilities account is as follows:

	2025		2024	
	Assets	Liabilities	Assets	Liabilities
Opening balance	2,150,124	12,434	2,120,156	15,547
Additions	318,634	60,743	69,327	-
Deductions	-	-	(39,359)	(3,113)
Ending balance	2,468,758	73,177	2,150,124	12,434

17- Other Assets

	2025			2024		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
Accrued revenue	35,597	369,247	404,844	57,877	511,717	569,594
Prepaid expenses	-	206,174	206,174	-	172,974	172,974
Recoverable deposits	5,510	34,826	40,336	5,510	34,826	40,336
Supplies	-	45,183	45,183	-	36,545	36,545
Other	-	55,638	55,638	18,893	1,592,147	1,611,040
	41,107	711,068	752,175	82,280	2,348,209	2,430,489

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18- Other Provisions

	2025			2024		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
Emergency Provision	-	175,000	175,000	-	175,000	175,000
Board of Directors' Remuneration	-	47,588	47,588	-	45,921	45,921
Employee Bonus Provision	-	450,000	450,000	-	-	-
	-	672,588	672,588	-	220,921	220,921

The following table shows the movement in the different provisions:

	Opening balance	Provision during the period	Settled during the period	Ending balance
Emergency Provision	175,000	-	-	175,000
Board of Directors' Remuneration Provision	45,921	45,000	(43,333)	47,588
Employee Bonus Provision	-	450,000	-	450,000
	220,921	495,000	(43,333)	672,588

19- Other Liabilities

	2025			2024		
	Policyholders	Shareholders	Total	Policyholders	Shareholders	Total
Sales tax deposits	218,029	-	218,029	399,560	293	399,853
Income tax deposits	24,372	42,269	66,641	15,508	29,763	45,271
Social security deposits	-	67,386	67,386	-	54,399	54,399
Insurance subscription fee	258,737	-	258,737	111,710	-	111,710
Unearned revenue	5,652	43,383	49,035	-	44,550	44,550
Distributed shareholders' profits	-	399,265	399,265	-	453,697	453,697
Other	702,123	34,141	736,264	470,000	31,734	501,734
	1,208,913	586,444	1,795,357	996,778	614,436	1,611,214

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20- Deficit Coverage Reserve (Emergency Provision)

- The amounts accumulated in this account represent transfers from the annual surplus for policyholders and the policyholders' share of gains from the sale of financial assets at fair value through other comprehensive income, allocated at 20% during the year and previous years.
- The following is a summary of movements in the Deficit Coverage Reserve (Emergency Provision):

	<u>2025</u>	<u>2024</u>
Balance as of 1 January	44,537	33,309
Transferred from Takaful Policyholders' Surplus	23,384	11,228
Balance at Year-End	67,921	44,537

21- Accumulated Surplus (Deficit)

	<u>2025</u>	<u>2024</u>
Balance as of 1 January	-	-
Surplus for the year attributable to Takaful contract holders	23,384	11,288
Transferred to the Deficit Coverage Reserve (Emergency Provision)	(23,384)	(11,288)
Balance at the end of the year	-	-

22 – Authorized and Paid-Up Capital

As of 31 December 2025, and 31 December 2024, the subscribed capital amounts to 28 million shares, with a nominal value of one Jordanian Dinar per share.

23- Statutory Reserve

The balance of this reserve represents amounts transferred from annual profits before tax at a rate of 10% in accordance with the Companies Law. This reserve is not distributable to shareholders, provided that the accumulated balance in this reserve does not exceed 25% of the Company's capital.

24- Fair Value Reserve

	<u>2025</u>	<u>2024</u>
Balance as at 1 January	49,596	(551,268)
Prior years adjustments*	408,243	-
Adjusted balance as at 1 January	457,839	(551,268)
Change during the year	1,559,275	287,395
Realized gains transferred to retained earnings	-	313,469
Balance at the end of the year	2,017,114	49,596

Prior years' adjustments*

	<u>2025 Adjustments</u>
Transferred from retained earnings – change in accounting policy on investments	408,243
Fair Value Reserve	408,243

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25- Retained Earnings

	2025	2024
Balance as of January 1, 2025	4,348,026	1,935,840
Past year's adjustments	(2,963,828)	-
Balance as of January 1, 2024 (Adjusted)	1,384,198	1,935,840
Profit of the year	3,411,229	3,102,810
Transsfared to statutory reserve	(321,662)	(377,155)
Transfarred to fair value account	(1,505)	(313,469)
Balance as the end of the year	4,472,260	4,348,026

***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 per	(408,243)
Retained earnings	(2,963,828)

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26- Takaful Contracts Revenue

	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
31 December 2025														
Expected incurred claims	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Expected incurred expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-financial risk adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contractual service margin – earned	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery of acquisition cash flows	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Takaful contract issuance fees	839,893	331,951	790,767	1,067,133	88,859	302	76,741	231,766	17,645	2,682	24,255	98,389	233,720	3,804,103
Allocation of part of the contributions related to the recovery of acquisition cash flows	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other income	11,686,372	4,618,813	11,002,829	24,689,608	2,055,879	8,213	2,090,073	9,928,396	755,877	114,911	3,627,303	3,013,471	7,338,021	80,929,766
Total Takaful contract revenues	<u>12,526,265</u>	<u>4,950,764</u>	<u>11,793,596</u>	<u>25,756,741</u>	<u>2,144,738</u>	<u>8,515</u>	<u>2,166,814</u>	<u>10,160,162</u>	<u>773,522</u>	<u>117,593</u>	<u>3,651,558</u>	<u>3,111,860</u>	<u>7,571,741</u>	<u>84,733,869</u>
	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
31 December 2024														
Expected incurred claims	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Expected incurred expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-financial risk adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contractual service margin – earned	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery of acquisition cash flows	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Takaful contract issuance fees	999,057	302,142	919,467	1,139,558	104,891	540	82,405	238,231	18,228	6,500	33,508	106,268	236,431	4,187,226
Allocation of part of the contributions related to the recovery of acquisition cash flows	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other income	9,611,251	2,906,694	8,845,551	17,957,208	1,652,878	11,004	1,677,865	8,256,000	631,687	225,256	3,700,139	2,463,396	7,017,304	64,956,233
Total Takaful contract revenues	<u>10,610,308</u>	<u>3,208,836</u>	<u>9,765,018</u>	<u>19,096,766</u>	<u>1,757,769</u>	<u>11,544</u>	<u>1,760,270</u>	<u>8,494,231</u>	<u>649,915</u>	<u>231,756</u>	<u>3,733,647</u>	<u>2,569,664</u>	<u>7,253,735</u>	<u>69,143,459</u>

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27- Takaful Contracts 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
31 December 2025														
Incurred Takaful Claims	(9,548,530)	(472,552)	(13,157,404)	(19,900,233)	(1,492,572)	(447)	(1,373,047)	(2,596,237)	(24,150)	(30,032)	34,193	(151,955)	(5,103,136)	(53,816,102)
Amortization of Acquisition Costs	(274,217)	(664,498)	(1,633,291)	(632,713)	(58,778)	(1,067)	(98,748)	(480,923)	(36,778)	(6,895)	66,679	(39,291)	(245,195)	(4,105,715)
Employee Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loss on Onerous Contracts	51,854	-	1,776,995	-	-	-	-	-	-	-	-	-	865,374	2,694,223
Recovery from Loss on Onerous Contracts	(38,315)	-	(1,612,626)	-	-	-	-	-	-	-	-	-	(865,458)	(2,516,399)
Non-Financial Risk Adjustments	(120,027)	(14,405)	(126,268)	(107,233)	(10,360)	55	165,016	29,204	630	(6,008)	(4,856)	11,689	(161,673)	(344,236)
Recovery from Non-Financial Risk Adjustments	93,084	(5,908)	70,684	75,414	8,460	379	(173,712)	(11,616)	291	2,009	13,314	107,145	200,978	380,522
Shareholders' Equity Portion for Takaful Operations Management – Allocated	(2,040,327)	(213,407)	(514,907)	(3,031,691)	(245,813)	(816)	(474,387)	(1,418,645)	(113,915)	(16,274)	(78,522)	(478,247)	(1,118,130)	(9,745,081)
Claims Waivers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred from / Acquisition Costs (depending on the Company's recognition method)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Takaful Contract Expenses	(11,876,478)	(1,370,770)	(15,196,817)	(23,596,456)	(1,799,063)	(1,896)	(1,954,878)	(4,478,217)	(173,922)	(57,200)	30,808	(550,659)	(6,427,240)	(67,452,788)

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27- Takaful Expenses Contracts (Continued)

	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
31 December 2024														
Incurred Takaful Claims	(7,283,899)	(360,519)	(11,440,245)	(14,222,029)	(1,258,073)	(322)	(298,470)	(690,664)	(41,656)	(21,065)	156,449	(197,725)	(5,389,275)	(41,047,493)
Amortization of Acquisition Costs	(341,939)	(103,572)	(316,047)	(132,679)	(12,325)	(326)	(54,164)	(139,032)	(10,754)	(3,841)	(142,025)	(26,533)	(205,522)	(1,488,759)
Employee Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Expenses	(255,001)	(77,239)	(235,692)	(729,718)	(67,787)	(89)	(14,782)	(99,642)	(7,707)	(2,753)	(2,310)	(42,710)	(202,611)	(1,738,041)
Loss on Onerous Contracts	8,486	-	(260,554)	5,488	-	-	-	-	-	-	-	-	-	(246,580)
Recovery from Loss on Onerous Contracts	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-Financial Risk Adjustments	71,176	16,835	9,536	21,923	7,694	2	(14,640)	(41,266)	(5,715)	(686)	(2,428)	(21,077)	(101,476)	(60,122)
Recovery from Non-Financial Risk Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Shareholders' Equity Portion for Takaful Operations Management – Allocated	(1,352,507)	(189,050)	(1,580,900)	(2,482,153)	(235,798)	(415)	(378,016)	(1,336,969)	(109,500)	(14,757)	(81,351)	(368,917)	(934,374)	(9,064,707)
Claims Waivers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred from / Acquisition Costs (depending on the Company's recognition method)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Takaful Contract Expenses	(9,153,684)	(713,545)	(13,823,902)	(17,539,168)	(1,566,289)	(1,150)	(760,072)	(2,307,573)	(175,332)	(43,102)	(71,665)	(656,962)	(6,833,258)	(53,645,702)

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28- Re-Takaful Contracts Revenue

	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
31 December 2025														
Expected Incurred Claims	540,942	431,907	89,808	15,703,935	1,169,572	1,265	1,127,638	2,329,265	37,952	37,329	22,223	168,478	4,470,120	26,130,434
Expected Incurred Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in Non-Financial Risk Adjustments	(33,322)	10,501	3,794	(216,409)	(23,031)	(185)	11,686	(252,545)	(18,447)	(6,852)	(63,183)	(137,378)	(306,896)	(1,032,267)
Contractual Service Margin – Earned	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery of Cash Flows from Acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Takaful Contract Issuance Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Allocation of Portion of Premiums Related to Cash Flow Recovery for Takaful Acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Re-Takaful Contract Revenues	507,620	442,408	93,602	15,487,526	1,146,541	1,080	1,139,324	2,076,720	19,505	30,477	(40,960)	31,100	4,163,224	25,098,167
	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
31 December 2024														
Expected Incurred Claims	659,221	374,532	92,322	10,750,619	873,890	(336)	274,443	600,839	45,849	21,181	8,847	183,581	4,671,464	18,556,452
Expected Incurred Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in Non-Financial Risk Adjustments	134	(12,797)	904	(17,246)	1,017	801	10,181	24,682	1,141	3,857	5,235	13,269	71,985	103,163
Contractual Service Margin – Earned	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery of Cash Flows from Acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Takaful Contract Issuance Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Allocation of Portion of Premiums Related to Cash Flow Recovery for Takaful Acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Re-Takaful Contract Revenues	659,355	361,735	93,226	10,733,373	874,907	465	284,624	625,521	46,990	25,038	14,082	196,850	4,743,449	18,659,615

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29- Re-Takaful Contracts Expenses

	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Third Party	Medical – Group	Medical – Individual	Marine Hull	Marine	Fire	Engineering – Short- Term	Engineeri ng – Long- Term	Aviation	General & Accident	Takaful	Total
31 December 2025														
Incurred Takaful Claims	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Amortization of Acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Employee Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loss on Onerous Contracts	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery from Loss on	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-Financial Risk	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery from Non-Financial	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Risk Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Shareholders' Equity Portion for Takaful Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Claims Waivers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	(981,605)	(2,469,809)	(14,750)	(16,739,776)	(1,376,929)	(2,635)	(1,049,707)	(7,584,900)	(468,726)	(70,696)	(3,468,350)	(2,222,990)	(5,242,657)	(41,693,530)
Transferred from / Acquisition														
Costs (depending on the Company's recognition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Re-Takaful Contract Expenses	<u>(981,605)</u>	<u>(2,469,809)</u>	<u>(14,750)</u>	<u>(16,739,776)</u>	<u>(1,376,929)</u>	<u>(2,635)</u>	<u>(1,049,707)</u>	<u>(7,584,900)</u>	<u>(468,726)</u>	<u>(70,696)</u>	<u>(3,468,350)</u>	<u>(2,222,990)</u>	<u>(5,242,657)</u>	<u>(41,693,530)</u>

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29- Re-Takaful Contracts Expenses (Continued)

	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
31 December 2025														
Incurred Takaful Claims	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Amortization of Acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Employee Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loss on Onerous Contracts	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery from Loss on	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-Financial Risk	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recovery from Non-Financial														
Risk Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Shareholders' Equity Portion														
for Takaful Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Claims Waivers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	(744,580)	(1,642,770)	(14,750)	(11,851,568)	(1,152,930)	(2,230)	(558,265)	(6,064,261)	(541,674)	(210,905)	(3,633,068)	(1,784,575)	(5,146,931)	(33,348,507)
Transferred from / Acquisition														
Costs (depending on the														
Company's recognition	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Re-Takaful Contract	<u>(744,580)</u>	<u>(1,642,770)</u>	<u>(14,750)</u>	<u>(11,851,568)</u>	<u>(1,152,930)</u>	<u>(2,230)</u>	<u>(558,265)</u>	<u>(6,064,261)</u>	<u>(541,674)</u>	<u>(210,905)</u>	<u>(3,633,068)</u>	<u>(1,784,575)</u>	<u>(5,146,931)</u>	<u>(33,348,507)</u>

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30- Finance Income (Expense) – Takaful Contracts

	2025	2024
Finance Income (Expense)	(703,728)	(905,899)
	(703,728)	(905,899)

The company used discount rates ranging from 5.5% to 6.7% as of December 31, 2025, compared to rates ranging from 5.2% to 6.5% as of December 31, 2024.

The yield curve used to determine the discount rates is based on the risk-free rate issued by the European Insurance and Pensions Authority (EIOPA). The country risk margin is determined based on the difference between US Treasury yields and the yields available on the Amman Stock Exchange. Accordingly, the overall yield curve used represents the sum of the risk-free rate and the country risk margin.

The discount was applied exclusively to the motor insurance branch, as it is the only branch where claims settlement patterns extend beyond one year.

31- Finance Income (Expense) – Re-Takaful Contracts

	2025	2024
Finance Income (Expense)	106,981	85,440
	106,981	85,440

The company used discount rates ranging from 5.5% to 6.7% as of December 31, 2025, compared to rates ranging from 5.2% to 6.5% as of December 31, 2024.

The yield curve used to determine the discount rates is based on the risk-free rate issued by the European Insurance and Pensions Authority (EIOPA). The country risk margin is determined based on the difference between US Treasury yields and the yields available on the Amman Stock Exchange. Accordingly, the overall yield curve used represents the sum of the risk-free rate and the country risk margin.

The discount was applied exclusively to the motor insurance branch, as it is the only branch where claims settlement patterns extend beyond one year.

32- Takaful Policyholders' Share of Investment Income

	2025	2024
Investment income related to the management of the investment portfolio		
Investment income from bank deposits	21,259	139,613
Investment income from financial assets at amortized cost – net	159,317	74,556
Investment income from investment properties	19,593	19,166
Total	200,169	233,335
Equity holders' share from the management of the investment portfolio (Note 30)	(70,059)	(81,667)
	130,110	151,668

33- Share of Equity Holders for Managing Takaful Operations

The contractual relationship between the equity holders and the policyholders is an agency relationship with a fee for managing Takaful operations through specialized staff appointed to perform these tasks. The percentages approved by the Sharia Supervisory Board for managing Takaful operations are as follows:

33- Share of Equity Holders for Managing Takaful Operations (Continued)

The amounts for managing Takaful operations consist of the following:

	2025	2024
Motor – Comprehensive	10%	15%
Motor – Buses and Border Insurance	10%	15%
Motor – Compulsory Insurance	10%	15%
Medical - Group	13.5%	15%
Medical- Individual	13.5%	15%
Marine	25%	25%
Marine Hull	25%	25%
Engineering - Long-Term	15%	15%
Engineering - Short-Term	15%	15%
Fire	15%	15%
Takaful	14,5%	15%
General Insurance	25%	25%
Aviation	7%	7%
	2025	2024
Share of equity for managing Takaful operations – Motor Comprehensive	2,040,327	1,352,507
Share of equity for managing Takaful operations – Motor Buses and Border	213,407	189,050
Share of equity for managing Takaful operations – Motor Compulsory Insurance	514,907	1,580,900
Share of equity for managing Takaful operations – Medical Group	3,031,691	2,482,153
Share of equity for managing Takaful operations – Medical Individual	245,813	235,798
Share of equity for managing Takaful operations – Marine	474,387	378,016
Share of equity for managing Takaful operations – Marine Hull	816	415
Share of equity for managing Takaful operations – Engineering Long-Term	16,274	14,757
Share of equity for managing Takaful operations – Engineering Short-Term	113,915	109,500
Share of equity for managing Takaful operations – Fire	1,418,645	1,336,969
Share of equity for managing Takaful operations – Takaful	1,118,130	934,374
Share of equity for managing Takaful operations – General Insurance	478,247	368,917
Share of equity for managing Takaful operations – Aviation	78,522	81,351
	9,745,081	9,064,707

34- Shareholders' Share of Murabaha Returns

Profit rates on Jordanian dinar deposits at banks ranged from 4% to 5.3% as of December 31, 2025 (December 31, 2024: from 3% to 5.3%), while profit rates on deposit balances outside Jordan in US dollars ranged from 4.5% to 5.65% as of December 31, 2025 (December 31, 2024: from 5.65% to 6.1%).

34- Shareholders' Share of Murabaha Returns (continued)

	2025	2024
Profit from Murabaha on Bank Deposits	563,643	683,452
	563,643	683,452

35- Shareholders' Share of Investment Returns

	2025	2024
Dividends from financial assets at fair value through other comprehensive income	44,814	37,120
Income from financial assets at fair value through other comprehensive income – Sukuk*	189,026	151,793
Income from financial assets at amortized cost	754,990	485,148
	988,830	674,061

This item represents financial assets for which quoted market prices are not available, and their fair value 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 3,868,372 as at 31 December 2025 (31 December 2024: JOD 3,161,883), bearing an annual return ranging between 3.6% and 7.25% (31 December 2024: from 3.88% to 6.52%). These Sukuk are perpetual, as the repayment of principal and the related return is subject to the issuer's discretion. The return realized from this investment amounted to JOD 189,027 for the year ended 31 December 2025 (31 December 2024: JOD 151,793).

36- Shareholders' share from the management of the investment portfolio

The Sharia Supervisory Board has determined and approved the Mudarib share allocated to the equity holders for managing the investment portfolio for the years 2025 and 2024 at 35% of investment profits.

37- Other Income

	2025	2024
Revenues of a subsidiary company (Malikiyat Investment and Trading Company)	208,220	164,325
Other income	59,342	70,818
	267,562	235,143

38- Employees' Expenses

	2025	2024
Employee bonuses	802,615	248,538
Employee training	24,627	9,319
Life insurance	15,183	13,077
Medical insurance	284,278	249,085
Social security contributions	501,315	418,546
Transportation expenses	312,842	239,645
Salaries and wages	3,810,308	3,322,033
	5,751,168	4,500,243

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39 – General and Administrative Expenses

The following table represents the general and administrative expenses attributable to policyholders:

	2025	2024
Legal fees	9,750	1,757
Professional and technical consultancy fees	157	-
Tender expenses	8,834	8,014
Expenses and commissions	52,666	44,482
Fees, licenses, and taxes expenses	1,402	-
Sales tax	100,143	90,943
Other	564	2,334
	173,516	147,530

The following table represents the general and administrative expenses attributable to equity holders:

	2025	2024
Advertising expenses	132,330	90,050
Board of Directors' expenses	350,701	189,580
Cleaning expenses	56,582	49,650
Computer suppliers' expenses	338,316	326,370
Hospitality expenses	69,592	79,810
Finance cost related to lease contracts	46,864	47,140
Legal and litigation expenses	21,455	10,810
Postage and communication expenses	72,786	75,590
Maintenance expenses	31,282	50,390
Other	200,198	163,420
Professional fees	127,000	238,270
Rental expenses	34,634	28,830
Sales tax expenses	4,323	20,050
Sharia Supervisory Board fees	34,500	34,500
Stationery and printing expenses	100,402	112,780
Subscriptions and licensing fees	104,265	83,920
Technical consultancy fees	100,123	119,120
Tender expenses and bank charges	720	6,830
Water, electricity, and heating expenses	80,732	78,670
Transportation expenses	61,696	18,420
	1,968,501	1,824,280

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40- Dividend Distribution

The proposed dividend distribution to shareholders for the current year is 5%, subject to approval by the General Assembly of Shareholders. The dividend distributed to shareholders in the previous year was 0%.

41- Earnings per Share

	2025	2024
Profit for the Year	3,411,229	3,102,810
Weighted Average Number of Shares	28,000,000	28,000,000
Earnings per Share	0.122	0.111

42- Related Party Balances and Transaction

The Group in the normal course of business, enters into transactions with other entities that fall within the definition of a related party contained in IAS-24.

Transaction with related parties mainly relate to expenses incurred by the related parties on behalf of the Group and revenue through under common control companies (parties related to the Group or shareholders of the Group). Transactions with related parties are undertaken at mutually agreed prices. Significant related party balances arising from transactions are described as under:

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

	Related Party			Total	
	Major Owners' Equity and Board of Directors	Top Management	Under Common Control Group	As of December 31, 2025	As of December 31, 2024

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Statement of Financial Position Items

Accounts receivable	8,277	24,761	980	34,018	20,187
Accounts payable	-	-	55,777	55,777	31,111
Deposit at banks outside Jordan	-	-	3,757,460	3,757,460	2,622,412
Current account	-	-	43,919	43,919	73,119

				2025	2024
<u>Statement of Other Comprehensive Income</u>					
Investments revenue	-	-	142,239	142,239	116,729
Takaful contract	6,594	5,882	-	12,476	3,667
Compensation Paid		(315)		(315)	-

Key management personnel are persons having authority and responsibility for planning, directing, and controlling the activities of the Group, directly or indirectly and comprise top management executives including the Chief Executive Officer and the Chief Financial Officer of the Group

The following table shows the annual salaries, remuneration and allowances of the key management personnel for the year ended December 31, 2025 and December 31, 2024:

	2025	2024
Salaries and bonuses	1,151,705	978,972

43- 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 through other comprehensive income (FVOCI)	Fair value		
		Level 1	Level 2	Level 3
As of December 31, 2025				
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

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43- Fair Value Levels (Continued)

	Fair value through other comprehensive income (FVOCI)	Fair value		
		Level 1	Level 2	Level 3
As of December 31, 2025				
Shares with quoted prices	2,886,346	2,886,346	-	-
Shares with un-quoted prices	29,400	-	-	29,400
Sukuk	4,131,736	4,131,736	-	-
	7,047,482	7,018,082	-	29,400

The fair value of investments in sukuk at level 2 is based on the value of similar quoted sukuks communicated by the investment manager. The fair value of investments in equity securities at level 1 is based on quoted prices available in the market. There were no transfers between levels of the fair value hierarchy during the year ended December 31, 2024 and the year ended December 31, 2025. Additionally, there were no changes in the valuation techniques. Investments measured at amortized cost include corporate sukuks.

The Group believes that the fair values of the Group's financial assets and liabilities that are not measured at fair value are not materially different from their carrying values.

44- 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 3,103,434 Jordanian Dinars as at 31 December 2025 (31 December 2024: JOD 3,273,023). 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.

45- Contingent Liabilities

	2025	2024
Bank guarantees	2,696,707	931,880

- A local bank issues bank guarantees at the request of the Group in favor of third parties.
- The Group deals with banks with credit ratings ranging from B to Ba3, with no significant changes in credit ratings during the year. The guarantees are classified as Stage 1.

46- Cash and Cash Equivalant

The cash and cash equivalent for cash flow purposes consist of the following:

	2025	2024
Cash on hand and at bank	5,588,052	4,061,624
Bank deposits mature within three months	9,947,663	2,490,987
Less: Deposits to the order of Central Bank of Jordan	(800,000)	(800,000)
	14,735,715	5,752,611

47- Transactions that do not comply with the Islamic law

Transactions that do not comply with the provisions of Islamic Sharia during the year amounted to (30,420) dinars, and the balance at the beginning of the year was 72,801 dinars. What was spent from it during the year on charitable works amounted to 12,195, as the balance at the end of the year was 54,576 dinars.

48- Comparative Figures Certain comparative figures for the year 2024 have been reclassified to conform to the presentation of the figures for the year 2025.

49- Risk Management

First: Qualitative Disclosures

1. Exposure to risks and how they arise.
2. The Company's policies and procedures for risk acceptance, measurement, monitoring, and control, including:
 - The structure and organization of the risk management function within the Company, including an explanation of the elements of independence and accountability of this function.
 - The scope and nature of risk measurement systems and risk reporting systems.
 - The Company's policies for hedging or mitigating risks, including policies and procedures for obtaining collateral.
 - Risk control procedures and oversight of the ongoing effectiveness of hedging and risk mitigation activities.
3. Policies and procedures applied to avoid risk concentration.

Second: Quantitative Disclosures

1. Takaful Risk

The risk inherent in any insurance contract lies in the possibility of the occurrence of the insured event and the uncertainty surrounding the amount of the related claim. Due to the nature of Takaful contracts, risks are volatile and unpredictable for a given class of Takaful business. While probability theory may be applied in pricing and reserving, the principal risk faced by the Company is that incurred claims and the related payments may exceed the carrying amount of Takaful liabilities. This may occur if the frequency and severity of claims are higher than expected. As Takaful events are not constant and vary from year to year, estimates may differ from the related statistical experience.

Studies have shown that the more homogeneous the Takaful contracts are, the closer the expected outcomes are to the actual loss ratio. In addition, diversification of the Takaful risks covered contributes to reducing the probability of overall insurance losses.

2. Claims Development

The following tables present estimates of cumulative incurred claims, including reported claims and incurred but not reported (IBNR) claims, for each successive accident year as at each reporting date, together with cumulative payments made to date. In accordance with the requirements of International Financial Reporting Standard (IFRS) 17, when determining claims provisions, the Group considers the probability and magnitude of future experience being more adverse than assumed, which is reflected in the risk adjustment.

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49- Risk Management (Continued)

2. Claims Development (Continued)

In general, the uncertainty associated with the ultimate cost of settling claims is greater when a claim is at an early stage of development. As claims develop over time, the ultimate cost of claims becomes more certain.

The Group aims to maintain adequate reserves in respect of its insurance business in order to protect against adverse future claims experience and developments. Claims development is analyzed using claims triangles by accident year over a number of financial years.

The year in which the accidents occurred - Comprehensive Undiscounted liabilities for incurred claims - gross re-takaful:	2025	2024	2023	2022	2021 and prior years	Total
At end of the accident year	5,800,359	4,756,676	4,799,517	4,403,264	23,185,650	42,945,466
After 1 year	-	2,612,828	2,353,663	2,271,003	9,775,696	17,013,190
After 2 years	-	-	508,711	669,429	1,537,037	2,715,177
After 3 years	-	-	-	222,256	501,388	723,644
After 4 years	-	-	-	-	91,481	91,481
After 5 years	-	-	-	-	71,761	71,761
Total	5,800,359	7,369,504	7,661,891	7,565,952	35,163,013	63,560,719
Gross estimates for years of accidents for the last ten years	5,800,359	2,612,828	508,711	222,256	163,242	9,307,396
Cumulative total claims and other directly attributable expenses paid	(2,176,281)	(361,496)	(224,522)	(113,729)	(61,437)	(2,937,465)
Gross undiscounted liabilities for incurred claims	3,624,078	2,251,332	284,189	108,527	101,805	6,369,931
Effect of discounting	(80,155)	(21,997)	(10,522)	(2,387)	(950)	(116,011)
Gross discounted liabilities for incurred claims	3,543,923	2,229,335	273,666	106,140	100,857	6,253,920

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Borders and Buses	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful:						
At end of the accident year	277,739	367,079	246,608	288,909	5,959,761	7,140,096
After 1 year	-	115,567	129,363	101,895	1,261,342	1,608,167
After 2 years	-	-	807	36,082	280,027	316,916
After 3 years	-	-	-	5,053	98,685	103,738
After 4 years	-	-	-	-	77,857	77,857
After 5 years	-	-	-	-	43,314	43,314
Total	<u>277,739</u>	<u>482,646</u>	<u>376,778</u>	<u>431,939</u>	<u>7,720,986</u>	<u>9,290,088</u>
Gross estimates for years of accidents for the last ten years	277,739	115,567	807	5,053	121,171	520,337
Cumulative total claims and other directly attributable expenses paid	(95,530)	(11,600)	(25,805)	(76)	(1,742)	(134,753)
Gross undiscounted liabilities for incurred claims	182,209	103,967	(24,998)	4,977	119,429	385,584
Effect of discounting	(2,292)	(279)	(675)	(2)	(30)	(3,278)
Gross discounted liabilities for incurred claims	<u>179,917</u>	<u>103,688</u>	<u>(25,673)</u>	<u>4,975</u>	<u>119,399</u>	<u>382,306</u>

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Third Party	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful:						
At end of the accident year	7,155,454	6,475,308	4,834,862	3,654,278	24,727,099	46,847,001
After 1 year	-	3,752,262	3,537,834	2,457,517	17,462,505	27,210,118
After 2 years	-	-	1,058,944	786,554	5,807,364	7,652,862
After 3 years	-	-	-	382,573	2,806,013	3,188,586
After 4 years	-	-	-	-	1,817,210	1,817,210
After 5 years	-	-	-	-	1,160,306	1,160,306
Total	7,155,454	10,227,570	9,431,640	7,280,922	53,780,497	87,876,083
Gross estimates for years of accidents for the last ten years	7,155,454	3,752,262	1,058,944	382,573	2,977,516	15,326,749
Cumulative total claims and other directly attributable expenses paid	(5,604,731)	(968,409)	(422,879)	(197,889)	(228,107)	(7,422,015)
Gross undiscounted liabilities for incurred claims	1,550,723	2,783,853	636,065	184,684	2,749,409	7,904,734
Effect of discounting	(331,226)	(91,204)	(44,168)	(13,717)	(3,797)	(484,112)
Gross discounted liabilities for incurred claims	1,219,497	2,692,649	591,897	170,967	2,745,612	7,420,622

The year in which the accidents occurred – Medical	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful :						
At end of the accident year	18,452,021	13,880,109	13,012,867	13,352,013	81,869,106	140,566,116
After 1 year	-	1,632,416	1,619,820	1,920,123	10,254,511	15,426,870
After 2 years	-	-	1,204	10,567	33,282	45,053
After 3 years	-	-	-	-	26,005	26,005
After 4 years	-	-	-	-	94,932	94,932
After 5 years	-	-	-	-	7,200	7,200
Total	18,452,021	15,512,525	14,633,891	15,282,703	92,285,036	156,166,176
Gross estimates for years of accidents for the last ten years	18,452,021	1,632,416	1,204	-	102,132	20,187,773
Cumulative total claims and other directly attributable expenses paid	(2,988,514)	-	-	-	-	-
Gross discounted liabilities for incurred claims	15,463,507	1,632,416	1,204	-	102,132	17,199,259

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49- Risk Management (Continued)
2. Claims Development (Continued)

The year in which the accidents occurred – Marine	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful :						
At end of the accident year	1,047,304	205,949	81,883	83,436	720,012	2,138,584
After 1 year	-	698	23,498	4,808	373,749	402,753
After 2 years	-	-	(1,296)	(2,859)	25,079	20,924
After 3 years	-	-	-	-	(3,728)	(3,728)
After 4 years	-	-	-	-	3,226	3,226
After 5 years	-	-	-	-	94,211	94,211
Total	<u>1,047,304</u>	<u>206,647</u>	<u>104,085</u>	<u>85,385</u>	<u>1,212,549</u>	<u>2,655,970</u>
Gross estimates for years of accidents for the last ten years	1,047,304	698	(1,297)	-	97,437	1,144,142
Cumulative total claims and other directly attributable expenses paid	2,053,057	381,853	-	-	(2,910,513)	(475,603)
Gross discounted liabilities for incurred claims	<u>3,100,361</u>	<u>382,551</u>	<u>(1,297)</u>	<u>-</u>	<u>(2,813,076)</u>	<u>668,539</u>

The year in which the accidents occurred – Fire	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful :						
At end of the accident year	1,485,863	116,173	160,764	253,345	5,803,763	7,819,908
After 1 year	-	116,652	342,442	108,831	5,595,892	6,163,817
After 2 years	-	-	(33,153)	639	3,321,850	3,289,336
After 3 years	-	-	-	1,191	138,168	139,359
After 4 years	-	-	-	-	2,360	2,360
After 5 years	-	-	-	-	111,383	111,383
Total	<u>1,485,863</u>	<u>232,825</u>	<u>470,053</u>	<u>364,006</u>	<u>14,973,416</u>	<u>17,526,163</u>
Gross estimates for years of accidents for the last ten years	1,485,863	116,652	(33,153)	1,191	113,743	1,684,296
Cumulative total claims and other directly attributable expenses paid	330,875	66,512	50,430	16,018	(2,449,510)	(1,985,675)
Gross discounted liabilities for incurred claims	<u>1,816,738</u>	<u>183,164</u>	<u>17,277</u>	<u>17,209</u>	<u>(2,335,768)</u>	<u>(301,380)</u>

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Long term

Engineering	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful:						
At end of the accident year	9,125	6,781	12,501	509	1,571,680	1,600,596
After 1 year	-	-	7,942	10,800	1,628,409	1,647,151
After 2 years	-	-	-	1,100	13,450	14,550
After 3 years	-	-	-	-	826	826
After 4 years	-	-	-	-	-	-
After 5 years	-	-	-	-	-	-
Total	9,125	6,781	20,443	12,409	3,214,365	3,263,123
Gross estimates for years of accidents for the last ten years	9,125	-	-	-	-	9,125
Cumulative total claims and other directly attributable expenses paid	(39,963)	(119)	(237)	-	2,580	(37,739)
Gross discounted liabilities for incurred claims	(30,838)	(119)	(237)	-	2,580	(28,614)

The year in which the accidents occurred – Short term

Engineering	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful :						
At end of the accident year	-	22,000	45,811	-	29,617	97,428
After 1 year	-	578	-	5	42,236	42,819
After 2 years	-	-	-	-	8,684	8,684
After 3 years	-	-	-	-	4,940	4,940
After 4 years	-	-	-	-	-	-
After 5 years	-	-	-	-	24,411	24,411
Total	-	22,578	45,811	5	109,888	178,282
Gross estimates for years of accidents for the last ten years	-	578	-	-	24,411	24,989
Cumulative total claims and other directly attributable expenses paid	4,186	-	13	-	(82,523)	(78,324)
Gross discounted liabilities for incurred claims	4,186	578	13	-	(58,112)	(53,335)

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – General Insurances	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful :						
At end of the accident year	87,493	54,413	46,731	45,865	2,397,936	2,632,438
After 1 year	-	30,103	34,869	15,326	1,177,277	1,257,575
After 2 years	-	-	2,814	2,578	169,510	174,902
After 3 years	-	-	-	37,073	170,389	207,462
After 4 years	-	-	-	-	10,258	10,258
After 5 years	-	-	-	-	147,759	147,759
Total	87,493	84,516	84,414	100,842	4,073,129	4,430,394
Gross estimates for years of accidents for the last ten years	87,493	30,103	2,814	37,073	158,017	315,500
Cumulative total claims and other directly attributable expenses paid	17,733	(77,609)	(154,361)	(190,881)	(499,746)	(904,864)
Gross discounted liabilities for incurred claims	105,226	(47,506)	(151,547)	(153,808)	(341,729)	(589,364)
The year in which the accidents occurred – Aviation	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful :						
At end of the accident year	-	-	-	-	-	-
After 1 year	-	-	-	-	-	-
After 2 years	-	-	-	-	-	-
After 3 years	-	-	-	-	-	-
After 4 years	-	-	-	-	-	-
After 5 years	-	-	-	-	-	-
Total	-	-	-	-	-	-
Gross estimates for years of accidents for the last ten years	-	-	-	-	-	-
Cumulative total claims and other directly attributable expenses paid	(32,376)	-	-	-	-	(32,376)
Gross discounted liabilities for incurred claims	(32,376)	-	-	-	-	(32,376)

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Life	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - gross re-takaful :						
At end of the accident year	3,993,660	3,442,193	3,055,676	3,211,136	10,538,228	24,240,893
After 1 year	-	1,310,416	928,137	979,808	5,174,884	8,393,245
After 2 years	-	-	36,837	143,117	286,456	466,410
After 3 years	-	-	-	12,698	62,049	74,747
After 4 years	-	-	-	-	16,291	16,291
After 5 years	-	-	-	-	9,559	9,559
Total	<u>3,993,660</u>	<u>4,752,609</u>	<u>4,020,650</u>	<u>4,346,759</u>	<u>16,087,467</u>	<u>33,201,145</u>
Gross estimates for years of accidents for the last ten years	3,993,660	1,310,416	36,837	12,698	25,850	5,379,461
Cumulative total claims and other directly attributable expenses paid	(1,869,013)	(626,975)	(268,243)	(148,872)	(72,508)	(2,985,611)
Gross discounted liabilities for incurred claims	<u>2,124,647</u>	<u>683,441</u>	<u>(231,406)</u>	<u>(136,174)</u>	<u>(46,658)</u>	<u>2,393,850</u>
The year in which the accidents occurred - Comprehensive	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful:						
At end of the accident year	5,503,107	4,501,707	4,575,122	4,231,632	21,616,535	40,428,103
After 1 year	-	2,391,952	2,202,914	2,177,162	8,782,868	15,554,896
After 2 years	-	-	469,985	545,710	1,259,178	2,274,873
After 3 years	-	-	-	183,152	358,301	541,453
After 4 years	-	-	-	-	30,847	30,847
After 5 years	-	-	-	-	(94,122)	(94,122)
Total	<u>5,503,107</u>	<u>6,893,659</u>	<u>7,248,021</u>	<u>7,137,656</u>	<u>31,953,607</u>	<u>58,736,050</u>
Net estimates for years of accidents for the last ten years	5,503,107	2,391,952	469,985	183,152	(63,275)	8,484,921
Cumulative net claims and other directly attributable expenses paid	(2,035,827)	(311,408)	(97,388)	71,922	166,778	(2,205,923)
Net undiscounted liabilities for incurred claims	<u>3,467,280</u>	<u>2,080,544</u>	<u>372,597</u>	<u>255,074</u>	<u>103,503</u>	<u>6,278,998</u>
Effect of discounting	(74,872)	(19,034)	(5,164)	981	2,192	(95,897)
Net discounted liabilities for incurred claims	<u>3,392,408</u>	<u>2,061,510</u>	<u>367,433</u>	<u>256,055</u>	<u>105,695</u>	<u>6,183,101</u>

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49- Risk Management (Continued)

2. Claims Development (Continued)

					2021 and prior years	Total
The year in which the accidents occurred – Borders and Buses	2025	2024	2023	2022		
Undiscounted liabilities for incurred claims - net re-takaful:						
At end of the accident year	(2,099)	140,773	50,008	117,036	4,772,891	5,078,609
After 1 year	-	(83)	4,170	(2,320)	491,895	493,662
After 2 years	-	-	(3,019)	(1,368)	44,943	40,556
After 3 years	-	-	-	(152)	(28,411)	(28,563)
After 4 years	-	-	-	-	(2,593)	(2,593)
After 5 years	-	-	-	-	(14,351)	(14,351)
Total	(2,099)	140,690	51,159	113,196	5,264,374	5,567,320
Net estimates for years of accidents for the last ten years	(2,099)	(83)	(3,019)	(152)	(16,944)	(22,297)
Cumulative net claims and other directly attributable expenses paid	44,996	(1)	(2)	-	-	44,993
Net undiscounted liabilities for incurred claims	42,897	(84)	(3,021)	(152)	(16,944)	22,696
Effect of discounting	(1,030)	-	-	-	-	(1,030)
Net discounted liabilities for incurred claims	41,867	(84)	(3,021)	(152)	(16,944)	21,666

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Third Party	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful:						
At end of the accident year	7,155,454	6,475,308	4,834,862	3,654,278	24,726,694	46,846,596
After 1 year	-	3,752,262	3,537,834	2,457,517	17,462,265	27,209,878
After 2 years	-	-	1,058,944	786,554	5,705,370	7,550,868
After 3 years	-	-	-	382,573	2,731,219	3,113,792
After 4 years	-	-	-	-	1,774,790	1,774,790
After 5 years	-	-	-	-	1,044,287	1,044,287
Total	<u>7,155,454</u>	<u>10,227,570</u>	<u>9,431,640</u>	<u>7,280,922</u>	<u>53,444,625</u>	<u>87,540,211</u>
Net estimates for years of accidents for the last ten years	7,155,454	3,752,262	1,058,944	382,573	2,819,077	15,168,310
Cumulative net claims and other directly attributable expenses paid	(5,604,731)	(968,409)	(194,196)	(93,879)	(31,338)	(6,892,553)
Net undiscounted liabilities for incurred claims	1,550,723	2,783,853	864,748	288,694	2,787,739	8,275,757
Effect of discounting	(331,226)	(91,204)	(20,906)	(8,499)	(492)	(452,327)
Net discounted liabilities for incurred claims	<u>1,219,497</u>	<u>2,692,649</u>	<u>843,842</u>	<u>280,195</u>	<u>2,787,247</u>	<u>7,823,430</u>

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred –					2021 and prior years	
Medical	2025	2024	2023	2022		Total
Undiscounted liabilities for incurred claims - net re-takaful :						
At end of the accident year	4,072,309	3,452,931	5,825,309	6,922,033	35,922,942	56,195,524
After 1 year	-	420,891	424,393	1,157,323	4,427,757	6,430,364
After 2 years	-	-	1,051	4,139	9,978	15,168
After 3 years	-	-	-	-	9,422	9,422
After 4 years	-	-	-	-	33,226	33,226
After 5 years	-	-	-	-	2,520	2,520
Total	4,072,309	3,873,822	6,250,753	8,083,495	40,405,845	62,686,224
Net estimates for years of accidents for the last ten years	4,072,309	420,891	1,051	-	35,746	4,529,997
Cumulative net claims and other directly attributable expenses paid	(685,814)	-	(1,189)	-	-	(687,003)
Net discounted liabilities for incurred claims	3,386,495	420,891	(138)	-	35,746	3,842,994
The year in which the accidents occurred –					2021 and prior years	
Marine	2025	2024	2023	2022		2025
Undiscounted liabilities for incurred claims - net re-takaful :						
At end of the accident year	198,146	23,415	11,882	6,531	24,736	264,710
After 1 year	-	(25,864)	1,277	880	22,749	(958)
After 2 years	-	-	(4,497)	(2,859)	3,844	(3,512)
After 3 years	-	-	-	-	(3,826)	(3,826)
After 4 years	-	-	-	-	503	503
After 5 years	-	-	-	-	131	131
Total	198,146	(2,449)	8,662	4,552	48,137	257,048
Net estimates for years of accidents for the last ten years	198,146	(25,864)	(4,497)	-	634	168,419
Cumulative net claims and other directly attributable expenses paid	637,461	130,092	-	-	(845,814)	(78,261)
Net discounted liabilities for incurred claims	835,607	104,228	(4,497)	-	(845,180)	90,158

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Fire	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful :						
At end of the accident year	234,708	15,469	25,886	25,001	155,895	456,959
After 1 year	-	14,240	12,933	3,998	(80,583)	(49,412)
After 2 years	-	-	988	115	(15,736)	(14,633)
After 3 years	-	-	-	215	358	573
After 4 years	-	-	-	-	(1,029)	(1,029)
After 5 years	-	-	-	-	(9,285)	(9,285)
Total	234,708	29,709	39,807	29,329	49,620	383,173
Net estimates for years of accidents for the last ten years	234,708	14,240	988	215	(10,314)	239,837
Cumulative net claims and other directly attributable expenses paid	106,628	17,758	14,281	5,497	(456,623)	(312,459)
Net discounted liabilities for incurred claims	341,336	31,998	15,269	5,712	(466,937)	(72,622)
The year in which the accidents occurred – Long term Engineering	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful:						
At end of the accident year	(2,815)	(1,870)	540	(419)	(35,563)	(40,127)
After 1 year	-	-	635	(4,996)	4,579	218
After 2 years	-	-	-	66	227	293
After 3 years	-	-	-	-	(7,551)	(7,551)
After 4 years	-	-	-	-	-	-
After 5 years	-	-	-	-	2,844	2,844
Total	(2,815)	(1,870)	1,175	(5,349)	(35,464)	(44,323)
Net estimates for years of accidents for the last ten years	(2,815)	-	-	-	2,844	29
Cumulative net claims and other directly attributable expenses paid	(2,770)	(9)	(18)	-	(8)	(2,805)
Net discounted liabilities for incurred claims	(5,585)	(9)	(18)	-	2,836	(2,776)

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Short term engineering	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful :						
At end of the accident year	-	862	3,610	-	224	4,696
After 1 year	-	46	-	-	134	180
After 2 years	-	-	-	-	(12,453)	(12,453)
After 3 years	-	-	-	-	-	-
After 4 years	-	-	-	-	-	-
After 5 years	-	-	-	-	-	-
Total	-	908	3,610	-	(12,095)	(7,577)
Net estimates for years of accidents for the last ten years	-	46	-	-	-	46
Cumulative net claims and other directly attributable expenses paid	(290)	-	(1)	-	(5,974)	(6,265)
Net discounted liabilities for incurred claims	(290)	46	(1)	-	(5,974)	(6,219)

The year in which the accidents occurred – General Insurances	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful :						
At end of the accident year	15,072	8,785	6,411	7,645	318,658	356,571
After 1 year	-	4,858	5,627	2,477	161,923	174,885
After 2 years	-	-	563	516	53,800	54,879
After 3 years	-	-	-	6,665	30,990	37,655
After 4 years	-	-	-	-	(19,801)	(19,801)
After 5 years	-	-	-	-	(20,166)	(20,166)
Total	15,072	13,643	12,601	17,303	525,404	584,023
Net estimates for years of accidents for the last ten years	15,072	4,858	563	6,665	(39,967)	(12,809)
Cumulative net claims and other directly attributable expenses paid	1,858	(14,093)	(16,769)	(18,443)	(52,776)	(100,223)
Net discounted liabilities for incurred claims	16,930	(9,235)	(16,206)	(11,778)	(92,743)	(113,032)

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49- Risk Management (Continued)

2. Claims Development (Continued)

The year in which the accidents occurred – Aviation	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful :						
At end of the accident year	-	-	-	-	-	-
After 1 year	-	-	-	-	-	-
After 2 years	-	-	-	-	-	-
After 3 years	-	-	-	-	-	-
After 4 years	-	-	-	-	-	-
After 5 years	-	-	-	-	-	-
Total	-	-	-	-	-	-
Net estimates for years of accidents for the last ten years	-	-	-	-	-	-
Cumulative net claims and other directly attributable expenses paid	-	-	-	-	-	-
Net discounted liabilities for incurred claims	-	-	-	-	-	-

The year in which the accidents occurred – Life	2025	2024	2023	2022	2021 and prior years	Total
Undiscounted liabilities for incurred claims - net re-takaful :						
At end of the accident year	715,320	539,489	559,337	575,318	1,907,746	4,297,210
After 1 year	-	236,381	201,756	154,133	858,285	1,450,555
After 2 years	-	-	7,367	31,821	88,175	127,363
After 3 years	-	-	-	2,540	23,401	25,941
After 4 years	-	-	-	-	11,254	11,254
After 5 years	-	-	-	-	2,205	2,205
Total	715,320	775,870	768,460	763,812	2,891,066	5,914,528
Net estimates for years of accidents for the last ten years	715,320	236,381	7,367	2,540	13,459	975,067
Cumulative net claims and other directly attributable expenses paid	(351,656)	(100,645)	(49,737)	(28,891)	(22,001)	(552,930)
Net discounted liabilities for incurred claims	363,664	135,736	(42,370)	(26,351)	(8,542)	422,137

49- Risk Management (Continued)

3. Concentration of Takaful Risks

The Group primarily monitors the concentration of Takaful risks by business class. The main focus is on motor insurance.

The Group also monitors risk concentration by assessing the multiple risks covered in the same geographic location. For flood or earthquake risks, the entire city is considered a single location. For fire and property risks, a specific building and adjacent buildings that could be affected by a single claim incident are considered a single location. Similarly, for marine risks, the multiple risks covered by a single vessel voyage are considered a single risk when assessing risk concentration.

The Group evaluates the concentration of exposure to individual and cumulative Takaful risks and develops its own reinsurance policy to reduce this exposure to levels acceptable to the Group.

The nature of the Group's Takaful risk exposure, its objectives, and the policies and processes used to manage and measure risks remain unchanged from the previous period.

The following tables show the carrying amounts of the Group's Takaful contracts – underwriting and reinsurance – by contract type:

	2025			2024		
	Underwriting	Re-Takaful	Net	Underwriting	Re-Takaful	Net
Motor - Comprehensive	12,639,407	(1,205,431)	11,433,976	9,687,587	(847,064)	8,840,523
Motor – Borders and Buses	5,023,325	(2,554,135)	2,469,190	3,171,281	(1,626,359)	1,544,922
Motor – Third party	12,345,364	-	12,345,364	10,253,784	-	10,253,784
Medical - Group	25,584,578	(20,232,663)	5,351,915	18,997,827	(14,234,478)	4,763,349
Medical – Individual	2,894,172	(2,315,337)	578,835	1,757,768	(1,318,326)	439,442
Marine	2,327,067	(2,185,822)	141,245	1,786,995	(1,697,457)	89,538
Engineering	1,099,572	(1,068,928)	30,644	657,763	(639,612)	18,151
Fire	9,919,727	(9,561,551)	358,176	9,231,857	(8,898,172)	333,685
General	5,942,390	(5,785,090)	157,300	6,906,044	(6,665,866)	240,178
Life	7,711,243	(5,464,554)	2,246,689	6,783,261	(4,860,783)	1,922,478
	<u>85,486,845</u>	<u>(50,373,511)</u>	<u>35,113,334</u>	<u>69,234,167</u>	<u>(40,788,117)</u>	<u>28,446,050</u>

49- Risk Management (Continued)

3. Concentration of Takaful Risks

The following table distributes the book values of group takaful contracts (net re-takaful) according to geographical distribution:

	2025	2024
Inside Jordan	20,837,236	18,850,045

The following table distributes the Takaful Contracts Liabilities and the Re-Takaful contracts assets based on geographical distribution:

	2025		2024	
	Takaful Contracts Liabilities	Re-Takaful contracts assets	Takaful Contracts Liabilities	Re-Takaful contracts assets
Inside Jordan	36,220,030	8,321,585	28,313,834	2,642,657
Middle East	-	1,578,838	-	520,660
Asia *	-	2,216,406	-	3,723,088
Europe	-	5,174,082	-	5,948,472
Total	36,220,030	17,290,911	28,313,834	12,834,877

- Without the Middle East countries

4. Re-Takaful Risks

To mitigate financial exposure resulting from large claims, the Group, in the course of its normal business operations, enters into reinsurance agreements with other parties.

To reduce its exposure to substantial losses arising from re-takaful insolvencies, the Group assesses the financial standing of its reinsurers and monitors credit risk concentrations arising from geographic areas, activities, or economic characteristics similar to those of the reinsurers.

Reinsurers are selected using the following criteria and guidelines established by the Group's Board of Directors and Re-Takaful Committee. These criteria can be summarized as follows:

- A minimum credit rating acceptable to recognized rating agencies (such as S&P) of at least BBB or equivalent
- The reputation of specific reinsurance companies
- A current or past business relationship with the reinsurer

In addition, the financial strength, managerial and technical expertise, and historical performance of reinsurers, where applicable, are thoroughly reviewed by the Group and subject to approval by the Group's Board of Directors and Re-Takaful Committee, in accordance with pre-defined requirements, before any reinsurance business is approved. As of December 31, 2025, and December 31, 2024, there was no material concentration in reinsurance balances.

Assigned reinsurance contracts do not release the Group from its obligations to policyholders. Consequently, the Group remains liable for the portion of outstanding reinsurance claims to the extent that the reinsurer fails to meet its obligations under the reinsurance agreements.

49- Risk Management (Continued)

5. Risk sensitivity of Takaful

Sensitivities related to the key assumptions considered when applying IFRS 17

The following sensitivity analysis illustrates the impact on gross and net liabilities, profit/loss before tax, and equity of reasonably probable movements in the key assumptions, assuming all other assumptions remain constant. The correlation between the assumptions would have a significant impact on determining the final effects, but to demonstrate the effect of changes in each assumption, the assumptions had to be modified on an individual basis. It should be noted that the movements in these assumptions are non-linear. The methodology used to derive the sensitivity information and significant assumptions is consistent across both reporting periods.

The following are the sensitivities derived from portfolios calculated under the PAA approach before risk mitigation through signed reinsurance contracts:

	2025	2024
Impact on equity and net income from changes in death		
5% Increase	(23,546)	(18,896)
5% Decrease	23,234	17,859
Impact on equity and net income change over lifetime		
5% Increase	23,234	17,859
5% Decrease	(23,546)	(18,896)
Impact on equity and net income from changes in the claims ratio		
5% Increase	(187,130)	(231,717)
5% Decrease	220,176	251,725
Impact on equity and net income from changes in the direct expense ratio – loss component		
2% Increase	(14,968)	(11,091)
2% Decrease	14,967	11,091
Impact on equity and net income from changes in risk settlement for non-financial risks		
5% Increase	(26,713)	(22,800)
5% Decrease	27,304	33,325

49- Risk Management (Continued)

b - Financial Risks

1 - Financial Instruments:

The Group is exposed to the following risks as a result of its use of financial instruments:

- Credit Risk
- Liquidity Risk
- Market Risk
- Equity Price Risk
- Concentration Risk
- Capital Management

This note provides information about the Group's exposure to each of the above risks, the Group's objectives and policies, methods for measuring and managing risks, and the Group's capital management.

Overall Risk Management Framework

The Group's management is fully responsible for establishing and monitoring risk management.

The Group's risk management policies are designed to identify and analyze the risks the Group faces, establish appropriate controls and limits for exposure to those risks, and then monitor them to ensure that the established limits are not exceeded.

Risk management policies and systems are reviewed periodically to reflect changes in market conditions and the Group's activities. Through training, standards, and procedures, the Group's management aims to develop a constructive and structured control environment where every employee understands their role and responsibilities.

The Group's Audit Committee monitors management's performance in ensuring compliance with the Group's risk management policies and procedures. It also reviews the adequacy of the risk management framework in relation to the risks facing the Group. The Internal Audit Department assists the Group's Audit Committee in this oversight process. The Internal Audit Department conducts regular reviews of risk management procedures and controls, and the results are reported to the Audit Committee.

2. Credit Risk

Credit risk represents the risk that the Group will suffer a financial loss due to the failure of a customer or other party dealing with the Group in a financial instrument to meet their contractual obligations. This risk arises primarily from cash held in banks, bank deposits, financial assets at fair value through other comprehensive income, financial assets at amortized cost (net), receivables related to takaful operations, checks for collection, and reinsurance receivables.

The carrying amount of financial assets represents the maximum value at which assets can be exposed to credit risk as of the date of the consolidated financial statements, and is as follows:

49- Risk Management (Continued)

2. Credit Risk

	2025	2024
Cash and cash equivalent	14,735,715	5,752,611
Deposits at Banks	13,051,305	10,681,095
Financial Assets at Amortized Cost – Net	16,269,670	13,500,843
Re-takaful accounts receivables – Takaful contract assets	17,290,911	12,834,877
Accounts receivable related to Takaful operations	18,697,859	15,627,388
Cheques under collection	6,092,218	5,346,591
	86,137,678	63,743,405

The Group maintains balances with leading financial institutions and therefore believes it has minimal exposure to credit risk related to these bank balances.

The Group deals with A-BBB rated reinsurance companies, with no material change in their credit ratings during the year. As of December 31, 2025, and December 31, 2024, the Group's reinsurance assets were classified as Stage 3, with the remaining amounts classified as Stage 1.

The Group applies the simplified approach to IFRS 9 for measuring expected credit losses, which uses a lifetime provision for expected losses across all financial assets.

To measure expected credit losses, financial assets were grouped based on common credit risk characteristics and days of default.

The Group's credit risk exposure is primarily influenced by the probability of default per receivable. The demographics of the Group's customers, including the default risk of the business and the country in which the customer operates, have a lesser impact on credit risk. Geographically, there is no credit concentration.

Account Receivables and Contract Assets

The Group's exposure to credit risk is primarily influenced by the individual characteristics of each client. However, management also considers factors that may affect the credit risk of its client base, including default risks associated with the industry and country in which clients operate.

The Management Committee has established a credit policy whereby each new client is individually assessed for creditworthiness before being offered the Group's standard payment and delivery terms and conditions. The Group's review includes external ratings, if available, financial statements, credit agency information, industry information, and, in some cases, bank reviews.

The Group limits its exposure to credit risk from trade receivables by setting a maximum repayment period of 30 days for corporate clients.

The Group does not require collateral for trade receivables or other receivables. The Group does not have any receivables or contract assets for which a provision for loss due to collateral is not recorded.

49- Risk Management (Continued)

3. Liquidity Risks

Liquidity risk is the risk arising from a group's inability to meet its financial obligations when due. This risk is related to financial liabilities settled through the provision of cash or other financial assets. The group's liquidity management aims to ensure, to the greatest extent possible, that it always maintains sufficient liquidity to meet its obligations when they become due under normal and unforeseen circumstances, without incurring unacceptable losses or risks that could damage the group's reputation.

The group ensures sufficient cash availability to cover expected operating expenses, including financial liabilities, but without including the potential impact of severe and unpredictable events such as natural disasters. Additionally, the group maintains credit facilities with its banks to address any unexpected cash needs.

The contractual maturities of financial liabilities, including estimated interest payments, are as follows:

Financial Liabilities

2025

	Book Value	Contracted cash flows	A year or less	More than a year
Takaful Contract Liabilities	36,220,030	-	(32,597,280)	(3,622,750)
Accounts payable	143,753	-	(143,753)	-
Accrued Expenses	133,520	-	(133,520)	-
Other Provisions	672,588	-	(497,588)	(175,000)
Deferred Tax Liabilities	73,177	-	-	(73,177)
Lease Liabilities	491,590	(900,000)	(50,000)	(850,000)
Other Liabilities	1,795,357	-	(1,795,357)	-
	39,530,015	(900,000)	(35,217,498)	(4,720,927)

2024

	Book Value	Contracted cash flows	A year or less	More than a year
Takaful Contract Liabilities	28,313,834	-	(25,227,978)	(3,085,856)
Accounts payable	121,469	-	(121,469)	-
Accrued Expenses	139,243	-	(139,243)	-
Other Provisions	220,921	-	(45,921)	(175,000)
Deferred Tax Liabilities	12,434	-	-	(12,434)
Lease Liabilities	494,725	(950,000)	(50,000)	(900,000)
Other Liabilities	1,611,214	-	(1,611,214)	-
	30,913,840	(950,000)	(27,195,825)	(4,173,290)

49- Risk Management (Continued)

4. Market Risks

Market risk is the risk arising from fluctuations in the fair value or future cash flows of financial instruments due to changes in market prices (such as interest rates, exchange rates, and stock prices). Market risk arises from holding open positions in interest rates, currencies, and investments in stocks. It includes the following risks:

- Interest rate risk.
- Exchange rate risk.
- Stock price risk.
- Foreign currency fluctuations.
- Maturity gaps in assets and liabilities and repricing.

5. Returns Rate Risks

Return rate risk arises from the potential impact of return rate changes on the value of other financial assets. The Group is exposed to return rate risk due to mismatches or gaps in the amounts of assets and liabilities, based on different timeframes or return rate revisions within a specific period. Furthermore, the Group manages this risk by reviewing the return rates on assets and liabilities according to its risk management strategy.

The Group has developed analytical scenarios to measure the sensitivity to return rate risk and has implemented a system to control the difference in the repricing date. This ensures control, reduces risk, and takes into account acceptable risk levels and the balance between the maturities of assets and liabilities.

	<u>2025</u>	<u>2024</u>
Financial instruments at fixed price		
Financial assets	37,688,373	31,229,420

Sensitivity Analysis

A 1% increase in average commission rates will result in an increase in Murabaha and investment revenues of 376,884 Jordanian Dinars for the year ending December 31, 2025 (2024: 312,294 Jordanian Dinars), and a 1% decrease in average commission rates will result in a decrease in Murabaha and investment revenues of 376,884 Jordanian Dinars for the year ending December 31, 2025 (2024: 312,294 Jordanian Dinars).

6. Foreign currency risks:

These risks arise from changes in the value of financial instruments due to fluctuations in exchange rates. The Group follows a prudent policy in managing its foreign currency positions.

The following is a summary of the quantitative financial data relating to the Group's exposure to exchange rate risks, submitted to the Group's management based on the risk instrument:

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49- Risk Management (Continued)

6- Foreign currency risks (continued)

2025	JOD	USD	BHD	Total
Deposits at banks	7,705,685	3,048,700	2,296,920	13,051,305
Financial assets at fair value through OCI	4,499,026	3,868,372	-	8,367,398
Financial assets at amortized costs	-	16,269,670	-	16,269,670
2024	JOD	USD	BHD	Total
Deposits at banks	8,058,683	-	2,622,412	10,681,095
Financial assets at fair value through OCI	2,915,746	4,131,736	-	7,047,482
Financial assets at	-	12,504,836	996,007	13,500,843

The Group's financial assets and liabilities, as well as transactions in US dollars, Jordanian dinars, and Bahraini dinars, and since the Jordanian and Bahraini dinars are pegged to the US dollar, the Group's management believes that foreign exchange risks are not material in the consolidated financial statements.

7- Equity Price Risk

Equity price risks arise from changes in the fair value of equity investments. The Group manages these risks by diversifying its investments across multiple geographic regions and economic sectors. Most of the Group's equity investments are listed on the Amman Stock Exchange.

An increase (decrease) in fair value prices will result in an increase (decrease) in equity as follows:

2025		
Market	Increasing the impact of the indicator	Impact on Equity
Amman Financial Market	(5%)	208,890
Palestine Financial Market	(5%)	14,383
2025		
Market	Decreasing the impact of the indicator	Impact on Equity
Amman Financial Market	(5%)	(208,890)
Palestine Financial Market	(5%)	(14,383)
2024		
Market	Increasing the impact of the indicator	Impact on Equity
Amman Financial Market	5%	133,400
Palestine Financial Market	5%	10,918
2024		
Market	Decreasing the impact of the indicator	Impact on Equity
Amman Financial Market	(5%)	(133,400)
Palestine Financial Market	(5%)	(10,918)

49- Risk Management (Continued)

8. Concentration Risk

Credit risk concentration occurs when changes in economic or industry factors similarly affect groups of counterparties whose total credit exposure is significant relative to the Group's total credit exposure. The Group's financial instrument portfolio is widely diversified, and transactions are entered into with a variety of creditworthy counterparties, thus mitigating any significant credit risk concentrations.

The Group sets objectives to maintain healthy capital ratios to support its business objectives and maximize equity value.

Capital Management

The Group manages its capital requirements by regularly assessing the gap between reported and required capital levels. Adjustments are made to current capital levels in light of changes in market conditions and the risk characteristics of the Group's activities.

The Group manages its capital to ensure its ability to continue as a going concern and to comply with the regulatory capital requirements of the markets in which it operates, while maximizing returns to stakeholders by optimizing its debt and equity balance. The Group's capital structure consists of shareholders' equity, which includes paid-in capital, reserves, and retained earnings.

In accordance with the guidelines issued by the Central Bank of Jordan for the implementation of Takaful regulations, which detail the solvency margin that must be maintained, the group must maintain a solvency margin in accordance with the instructions regarding the solvency requirements for insurance companies, which include the following:

- Minimum capital requirements.
- Excellent solvency margin.
- Claims solvency margin.

	2025	2024
Paid Share Capital	28,000,000	28,000,000
Statutory reserve	4,850,654	4,528,992
Retained Earnings	6,813,498	4,446,586
Proposed dividends for distribution	(1,400,000)	-
Total	38,264,152	36,975,578
Increase in investment properties	374,745	389,958
Fair value reserve	2,017,114	49,596
Available capital	40,656,011	37,415,132
 Total capital required	 19,771,936	 18,822,153
 Solvency margin ratio (available capital/capital).	 206%	 199%

In the opinion of the Board of Directors, the Group has fully complied with the capital requirements imposed by the regulatory authorities as of December 31, 2025 and December 31, 2024.

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50- Analysis of Current and Non-Current Assets and Liabilities by Maturity

The following table presents an analysis of assets and liabilities based on their expected recovery or settlement period:

	2025		Total
	Up to one year	More than one year	
Assets			
Deposits with banks	12,342,545	708,760	13,051,305
Financial Assets at Fair Value through Other Comprehensive Income	1,877,833	6,489,565	8,367,398
Financial Assets at Amortized Cost – Net	702,326	15,567,344	16,269,670
Investment Properties	53,708	5,134,044	5,187,752
Cash on Hand and at Banks	5,588,052	-	5,588,052
Re-Takaful Contract Assets	16,424,433	866,478	17,290,911
Deferred Tax Assets	-	2,468,758	2,468,758
Property and Equipment	345,000	8,811,798	9,156,798
Intangible Assets	151,232	386,411	537,643
Right-of-Use Assets	24,923	415,391	440,314
Other Assets	752,175	-	752,175
Total Assets	38,262,227	40,848,549	79,110,776
Liabilities			
Takaful Contract Liabilities	32,597,280	3,622,750	36,220,030
Accounts Payable	143,753	-	143,753
Accrued Expenses	133,520	-	133,520
Other Provisions	497,588	175,000	672,588
Income Tax Provision	172,812	-	172,812
Deferred Tax Liabilities	-	73,177	73,177
Lease Liabilities	3,477	488,113	491,590
Other Liabilities	1,795,357	-	1,795,357
Total Liabilities	35,343,787	4,359,040	39,702,827

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50- Analysis of Current and Non-Current Assets and Liabilities by Maturity (Continued)

Assets	2024		Total
	Up to one year	More than one year	
Deposits with banks	9,972,335	708,760	10,681,095
Financial assets at fair value through other comprehensive income	-	7,047,482	7,047,482
Financial assets at amortized cost – net	996,007	12,504,836	13,500,843
Investment properties	53,708	5,184,869	5,238,577
Cash in hand and at banks	4,061,624	-	4,061,624
Reinsurance contract assets	12,314,217	520,660	12,834,877
Deferred tax assets	-	2,150,124	2,150,124
Property and equipment	344,653	9,055,000	9,399,653
Intangible assets	151,232	505,000	656,232
Right-of-use assets	24,923	440,314	465,237
Other assets	2,430,489	-	2,430,489
Total assets	30,349,188	38,117,045	68,466,233
Liabilities			
Insurance contract liabilities	25,227,978	3,085,856	28,313,834
Trade payables	121,469	-	121,469
Accrued expenses	139,243	-	139,243
Other provisions	45,921	175,000	220,921
Income tax provision	581,242	-	581,242
Deferred tax liabilities	-	12,434	12,434
Lease liabilities	3,384	491,341	494,725
Other liabilities	1,611,214	-	1,611,214
Total liabilities	27,730,451	3,764,631	31,495,082

51-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. In measuring fair value, it is assumed that the transaction takes place either:

in the primary market available for the asset or liability, or –

if no primary market exists, in the most advantageous market available for the asset or liability.

The fair values of the financial instruments included in the balance sheet do not differ materially from the carrying amounts reported in these consolidated financial statements.

51- Fair Value Levels (Continued)

Determining Fair Value and Its Levels

The Group uses the following hierarchy to determine and disclose the fair value of financial instruments:

- **Level 1:** Reported prices in active markets for similar financial instruments that the entity can access at the measurement date.
- **Level 2:** Reported prices in active markets for similar assets and liabilities, or other valuation techniques that rely substantially on market-observable listings.
- **Level 3:** Valuation techniques that rely on substantial inputs not based on market-observable listings. The Group bases the determination of Level 3 fair values primarily on the net worth of the entity's investee assets at year-end.

The following table shows the book value and fair value of financial assets, including their levels in the fair value sequence of financial instruments measured at fair value. This table does not include fair value information for financial assets and liabilities not measured at fair value if their book value is a reasonable approximation of fair value, because they are either short-term or bear interest rates based on prevailing market interest rates.

	Fair Value through Other Comprehensive Income	Fair Value		
		Level 1	Level 2	Level 3
As of 31 December 2025				
Shares at published prices	4,465,446	4,465,446	-	-
Shares at undisclosed prices	33,580	-	-	33,580
Sukuk	3,868,372	3,868,372	-	-
	8,367,398	8,333,818	-	33,580
		Fair Value		
	Fair Value through Other Comprehensive Income	Level 1	Level 2	Level 3
As of 31 December 2024				
Shares at published prices	2,886,346	2,886,346	-	-
Shares at undisclosed prices	29,400	-	-	29,400
Sukuk	4,131,736	4,131,736	-	-
	7,047,482	7,018,082	-	29,400

The fair value of investments in Level 2-rated sukuk is based on the value of similar listed sukuk disclosed by the investment manager. The fair value of investments in Level 1-rated equity securities is based on published and available market prices.

No conversions occurred between the fair value sequence levels during the year ended December 31, 2025, or during the year ended December 31, 2024. Furthermore, there were no changes to the valuation techniques used.

Investments measured at amortized cost include corporate sukuk.

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

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52- Financial Information by Product Type

Financial Position items:

2025	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Compulsory Insurance	Medical – Group	Medical – Individual	Marine Hull	Marine	Fire	Engineering – Short-Term	Engineering – Long-Term	Aviation	General & Accident	Takaful	Total
Assets														
Re-Takaful contract	1,822,335	542,702	507,933	5,435,481	698,984	21,519	1,271,955	2,873,166	308,640	247,431	712,438	641,034	2,207,293	17,290,911
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	61,819,865
Total assets	-	-	-	-	-	-	-	-	-	-	-	-	-	79,110,776
Liabilities														
Takaful contract	7,893,946	125,255	10,758,880	6,992,249	661,783	9,588	467,980	3,969,848	129,047	226,325	745,015	958,018	3,282,096	36,220,030
Unallocated	-	-	-	-	-	-	-	-	-	-	-	-	-	3,482,797
Total liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	39,702,827
2024														
Assets														
Re-Takaful contract	1,542,072	722,883	377,702	2,654,053	387,360	20,913	826,201	1,615,107	184,943	70,965	1,511,329	1,032,918	1,888,431	12,834,877
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	55,631,356
Total assets	-	-	-	-	-	-	-	-	-	-	-	-	-	68,466,233
Liabilities														
Takaful contract	2,610,148	218,005	10,698,343	4,932,397	565,861	12,732	66,464	3,639,532	161,799	13,659	398,806	1,048,346	3,947,742	28,313,834
Unallocated	-	-	-	-	-	-	-	-	-	-	-	-	-	3,181,248
Total liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	31,495,082

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52- Financial Information by Product Type (Continued)

Income Statement

2025	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Compulsory Insurance	Medical – Group	Medical – Individual	Marine Hull	Marine	Fire	Engineering – Short-Term	Engineering – Long-Term	Aviation	General & Accident	Takaful	Total
Takaful Revenues	12,526,265	4,950,764	11,793,596	25,756,741	2,144,738	8,515	2,166,814	10,160,162	773,522	117,593	3,651,558	3,111,860	7,571,741	84,733,869
Takaful Operating Expenses	(11,876,478)	(1,370,770)	(15,196,817)	(23,596,456)	(1,799,063)	(1,896)	(1,954,87)	(4,478,217)	(173,922)	(57,200)	30,808	(550,659)	(6,427,240)	(67,452,788)
Takaful Contract Results	649,787	3,579,994	(3,403,221)	2,160,285	345,675	6,619	211,936	5,681,945	599,600	60,393	3,682,366	2,561,201	1,144,501	17,281,081
Re-Takaful Contracts	(981,605)	(2,469,809)	(14,750)	(16,739,776)	(1,376,929)	(2,635)		(7,494,808)	(533,818)	(95,696)	(3,468,350)	(2,222,990)	(5,242,657)	(41,693,530)
Recovery from Re-Takaful														
Contracts	507,620	442,408	93,602	15,487,527	1,146,541	1,080	1,139,324	2,076,720	19,505	30,477	(40,959)	31,098	4,163,224	25,098,167
Net Expenses from Re-Takaful														
Contracts	(473,985)	(2,027,401)	78,852	(1,252,249)	(230,388)	(1,555)	89,617	(5,418,088)	(514,313)	(65,219)	(3,509,309)	(2,191,892)	(1,079,433)	(16,595,363)
Takaful Operations Results	175,802	1,552,593	(3,324,369)	908,036	115,287	5,064	301,553	263,857	85,287	(4,826)	173,057	369,309	65,068	685,718
Net Finance Expense from														
Takaful Contracts	(178,481)	(7,043)	(518,204)	-	-	-	-	-	-	-	-	-	-	(703,728)
Net Finance Income from Re-														
Takaful Contracts	64,201	6,151	36,629	-	-	-	-	-	-	-	-	-	-	106,981
Net Finance Expense from	(114,280)	(892)	(481,575)	-	-	-	-	-	-	-	-	-	-	(596,747)
Takaful Participants' Share of	-	-	-	-	-	-	-	-	-	-	-	-	-	130,110
Administrative and General														
Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	(173,516)
Depreciation and Amortization	-	-	-	-	-	-	-	-	-	-	-	-	-	(49,748)
Takaful Participants'														
Surplus/(Deficit) before Income	-	-	-	-	-	-	-	-	-	-	-	-	-	(4,183)
Income Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	27,567
Takaful Participants'														
Surplus/(Deficit) after Income Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	23,384

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52- Financial Information by Product Type (Continued)

Income Statement

	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Compulsory Insurance	Medical – Group	Medical – Individual	Marine Hull	Marine	Fire	Engineering – Short- Term	Engineering – Long- Term	Aviation	General Accident	Takaful	Total
2024														
Takaful Revenues	10,610,308	3,208,836	9,765,018	19,096,766	1,757,769	11,544	1,760,270	8,494,231	649,915	231,756	3,733,647	2,569,664	7,253,735	69,143,459
Takaful Operating Expenses	<u>(9,153,684)</u>	<u>(713,545)</u>	<u>(13,823,902)</u>	<u>(17,539,168)</u>	<u>(1,566,289)</u>	<u>(1,150)</u>	<u>(760,072)</u>	<u>(2,307,573)</u>	<u>(175,332)</u>	<u>(43,102)</u>	<u>(71,665)</u>	<u>(656,962)</u>	<u>(6,833,258)</u>	<u>(53,645,702)</u>
Takaful Contract Results	<u>1,456,624</u>	<u>2,495,291</u>	<u>(4,058,884)</u>	<u>1,557,598</u>	<u>191,480</u>	<u>10,394</u>	<u>1,000,198</u>	<u>6,186,658</u>	<u>474,583</u>	<u>188,654</u>	<u>3,661,982</u>	<u>1,912,702</u>	<u>420,477</u>	<u>15,497,757</u>
Re-Takaful Contracts	(744,580)	(1,642,770)	(14,750)	(11,851,568)	(1,152,930)	(2,230)	(558,265)	(6,064,261)	(541,674)	(210,905)	(3,633,068)	(1,784,575)	(5,146,931)	(33,348,507)
Recovery from Re-Takaful Contracts	659,355	361,735	93,226	10,733,373	874,907	465	284,624	625,521	46,990	25,038	14,082	196,850	4,743,449	18,659,615
Net Expenses from Re- Takaful Contracts	<u>(85,225)</u>	<u>(1,281,035)</u>	<u>78,476</u>	<u>(1,118,195)</u>	<u>(278,023)</u>	<u>(1,765)</u>	<u>(273,641)</u>	<u>(5,438,740)</u>	<u>(494,684)</u>	<u>(185,867)</u>	<u>(3,618,986)</u>	<u>(1,587,725)</u>	<u>(403,482)</u>	<u>(14,688,892)</u>
Takaful Operations Results	<u>1,371,399</u>	<u>1,214,256</u>	<u>(3,980,408)</u>	<u>439,403</u>	<u>(86,543)</u>	<u>8,629</u>	<u>726,557</u>	<u>747,918</u>	<u>(20,101)</u>	<u>2,787</u>	<u>42,996</u>	<u>324,977</u>	<u>16,995</u>	<u>808,865</u>
Net Finance Expense from Takaful Contracts	(260,614)	(10,835)	(634,450)	-	-	-	-	-	-	-	-	-	-	(905,899)
Net Finance Income from Re-Takaful Contracts	57,036	8,101	20,303	-	-	-	-	-	-	-	-	-	-	85,440
Net Finance Expense from Takaful Contracts	<u>(203,578)</u>	<u>(2,734)</u>	<u>(614,147)</u>	-	-	-	-	-	-	-	-	-	-	(820,459)
Takaful Participants' Share of Investment Income	-	-	-	-	-	-	-	-	-	-	-	-	-	151,668
Administrative and General Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	(147,530)
Depreciation and Amortization	-	-	-	-	-	-	-	-	-	-	-	-	-	(49,766)
Takaful Participants' Surplus/(Deficit) before	-	-	-	-	-	-	-	-	-	-	-	-	-	(57,222)
Income Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	68,450
Takaful Participants' Surplus/(Deficit) after	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,228</u>

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53- Written Contributions for Takaful Portfolios

	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Compulsory Insurance	Medical – Group	Medical – Individual	Marine	Engineering	Fire	General Insurance	Takaful	Total
2025											
Direct Takaful operations	12,178,785	2,771,830	12,345,364	25,584,578	2,894,172	2,311,794	1,051,199	9,478,766	3,941,994	7,711,243	80,269,725
Inward facultative Re-Takaful	460,622	2,251,495	-	-	-	15,273	48,373	440,961	2,000,396	-	5,217,120
Total written contributions	12,639,407	5,023,325	12,345,364	25,584,578	2,894,172	2,327,067	1,099,572	9,919,727	5,942,390	7,711,243	85,486,845
Local Re-Takaful	(620,838)	(2,554,135)	-	(290,095)	-	(21,148)	(62,434)	(424,235)	(2,084)	(534,388)	(4,509,357)
Foreign Re-Takaful	(584,593)	-	-	(19,942,568)	(2,315,337)	(2,164,674)	(1,006,494)	(9,137,316)	(5,783,006)	(4,930,166)	(45,864,154)
Total Re-Takaful	(1,205,431)	(2,554,135)	-	(20,232,663)	(2,315,337)	(2,185,822)	(1,068,928)	(9,561,551)	(5,785,090)	(5,464,554)	(50,373,511)
Net written contributions	11,433,976	2,469,190	12,345,364	5,351,915	578,835	141,245	30,644	358,176	157,300	2,246,689	35,113,334
2024											
Takaful contracts											
Direct Takaful operations	9,421,617	1,626,358	10,253,784	18,997,827	1,757,768	1,777,978	617,107	8,854,497	3,059,759	6,772,697	63,139,392
Inward facultative Re-Takaful	265,970	1,544,923	-	-	-	9,017	40,657	377,359	3,846,285	10,564	6,094,775
Total written contributions	9,687,587	3,171,281	10,253,784	18,997,827	1,757,768	1,786,995	657,764	9,231,856	6,906,044	6,783,261	69,234,167
Local Re-Takaful	(409,553)	(1,626,359)	-	(260,601)	-	(8,676)	(158,106)	(563,971)	(66,075)	(94,400)	(3,187,741)
Foreign Re-Takaful	(437,511)	-	-	(13,973,877)	(1,318,326)	(1,688,781)	(481,506)	(8,334,201)	(6,599,791)	(4,766,383)	(37,600,376)
Total Re-Takaful	(847,064)	(1,626,359)	-	(14,234,478)	(1,318,326)	(1,697,457)	(639,612)	(8,898,172)	(6,665,866)	(4,860,783)	40,788,117
Net written contributions	8,840,523	1,544,922	10,253,784	4,763,349	439,442	89,538	18,152	333,684	240,178	1,922,478	28,446,050

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54 – Amortization of Acquisition Costs for Takaful Contract Assets

	Motor – Comprehensive	Motor – Buses and Border Insurance	Motor – Compulsory Insurance	Medical – Group	Medical – Individual	Marine Hull	Marine	Fire	Engineering – Short- Term	Engineering – Long-Term	Aviation	General & Accident	Takaful	Total
2025														
Expected number of years for														
One year	(340,994)	(134,573)	(317,044)	(192,987)	(16,099)	(2,093)	(51,417)	(182,302)	(13,871)	(1,982)	(71,706)	(49,772)	(2,337)	(1,377,177)
Two years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Three years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Four years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Five years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6-10 years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
More than 10 years	(340,994)	(134,573)	(317,044)	(192,987)	(16,099)	(2,093)	(51,417)	(182,302)	(13,871)	(1,982)	(71,706)	(49,772)	(2,337)	(1,377,177)
Total														
2024														
Expected number of years for														
One year	(341,939)	(103,572)	(316,047)	(132,679)	(12,325)	(326)	(54,164)	(139,032)	(10,754)	(3,841)	(142,025)	(26,533)	(205,522)	(1,488,759)
Two years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Three years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Four years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Five years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6-10 years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
More than 10 years	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	(341,939)	(103,572)	(316,047)	(132,679)	(12,325)	(326)	(54,164)	(139,032)	(10,754)	(3,841)	(142,025)	(26,533)	(205,522)	(1,488,759)

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55- Account receivables - Analysis

	2025			2024		
	Account receivable	Expected credit loss	Net	Account receivable	Expected credit loss	Net
Motor – Comprehensive	4,155,495	1,097,953	3,057, 542	3,019,970	997,953	2,022,017
Motor – Third Party	-	-	-	-	-	-
Motor – Fleets	-	-	-	-	-	-
Medical – Group	10,689,182	1,213,326	9,475,856	9,297,794	1,113,326	8,184,468
Medical – Individual	562,588	-	562,588	-	-	-
Takaful	843,864	-	843,864	332,705	-	332,705
Fire	1,938,995	243,242	1,695,753	2,093,011	243,242	1,849,769
Engineering – Short-Term	4,580	4,580	-	30,000	4,580	25,420
Engineering – Long-Term	411,644	39,921	371,723	104,934	39,921	65,013
Aviation	-	-	-	-	-	-
Other Insurance	2,351,785	385,752	1,966,033	2,997,801	385,752	2,612,049
Marine – Hull	2,934	533	2,401	4,243	533	3,710
Marine – Cargo	754,641	32,694	721,947	564,931	32,694	532,237
	<u>21,715,708</u>	<u>3,018,001</u>	<u>18,697,707</u>	<u>18,445,389</u>	<u>2,818,001</u>	<u>15,627,388</u>

56- Subsequent Events

There are no events subsequent to the date of the financial statements or after the preparation of the financial statements.

57- Approval to th financial statements

The consolidated financial statements were approved by the Board of Directors' decision held on 22 February, 2026.