

## **Hannover Rueck SE, Bahrain Branch**

### **Condensed Interim Financial Information**

**30 June 2025**

Office	: United Tower, 43rd floor Bahrain Bay Manama Sea Front Kingdom of Bahrain
Head office	: Hannover Rück SE Hannover Germany
General Manager	: Olaf Brock
Auditors	: PricewaterhouseCoopers M.E. Limited

**CONTENTS**

Page

Report on review to the Directors

2

**Financial statements**

Condensed interim statement of financial position

3

Condensed interim statement of profit or loss and comprehensive income

4

Condensed interim statement of cash flows

5

Notes to the condensed interim financial information

6 - 20

## Report on review of condensed interim financial information

To the Directors of Hannover Rück SE, in respect of its Bahrain Branch

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of Hannover Rueck SE, Bahrain Branch (the "Branch") as at 30 June 2025 and the related condensed interim statements of profit or loss and comprehensive income and cash flows for the six-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34, 'Interim Financial Reporting' ("IAS 34"). Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

### Scope of review

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

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34.

A stylized, handwritten-style signature of 'PricewaterhouseCoopers' in blue ink.

Mario Portelli  
PricewaterhouseCoopers M.E Limited  
Partner's registration number: 101  
Manama, Kingdom of Bahrain  
28 August 2025

	Note	30 June 2025 (reviewed)	31 December 2024 (audited)
<b>ASSETS</b>			
Cash and cash equivalents		4,157,495	5,775,825
Statutory deposit		187,681	184,197
Investments	5	171,313,732	166,674,316
Reinsurance contract assets	6	103,844	108,547
Reinsurance contracts retroceded in an asset position	6	6,049,315	8,024,739
Equipment and other assets		377,116	593,079
Right-of-use assets		157,057	139,352
<b>Total assets</b>		<b>182,346,240</b>	<b>181,500,055</b>

<b>LIABILITIES</b>			
Reinsurance contract liabilities	6	148,752,206	150,855,693
Reinsurance contracts retroceded in a liability position	6	1,101,061	384,210
Lease liabilities		165,885	144,417
Other liabilities		5,200,650	7,102,014
<b>Total liabilities</b>		<b>155,219,802</b>	<b>158,486,334</b>
<b>HEAD OFFICE FUNDS</b>	7	<b>27,126,438</b>	<b>23,013,721</b>
<b>Total head office funds and liabilities</b>		<b>182,346,240</b>	<b>181,500,055</b>

Management approved the condensed interim financial information consisting of pages 3 to 20 on 28 August 2025.



Olaf Brock  
General Manager

## Condensed interim statement of profit or loss and comprehensive income

For the six-month period ended 30 June 2025

Bahraini Dinars

	Note	30 June 2025 (reviewed)	30 June 2024 (reviewed)
Reinsurance revenue	6	21,254,367	24,131,444
Reinsurance service expense	6	(14,993,962)	(34,402,196)
<b>Reinsurance service result</b>		<b>6,260,405</b>	(10,270,752)
Net expense from reinsurance contracts retroceded	6	(3,298,489)	(2,345,954)
<b>Net reinsurance service result</b>		<b>2,961,916</b>	(12,616,706)
Foreign exchange losses		(294,952)	(45,666)
Investment income		2,864,586	1,842,237
Net impairment (loss) / gain on financial assets		(9,689)	3,633
Investment expenses		(102,711)	-
<b>Income from investment</b>		<b>2,457,234</b>	1,800,204
Finance expenses from reinsurance contracts issued	6	(2,967,639)	(2,017,188)
Finance income from reinsurance contracts retroceded	6	164,701	195,431
<b>Net reinsurance financial result</b>		<b>(2,802,938)</b>	(1,821,757)
Other income		76,189	112,326
Other operating expenses		(476,613)	(406,491)
Other taxes	10	(73,207)	-
<b>Other expenses</b>		<b>(473,631)</b>	(294,165)
<b>Income / (loss) for the period</b>		<b>2,142,581</b>	(12,932,424)
<b>Other comprehensive income</b>			
<b>Items that will be reclassified to profit or loss:</b>			
Changes on remeasurement of investments measured at FVOCI		2,284,310	(218,661)
Transfers for recognition of loss on disposal of investments measured at FVOCI		422	28,182
	7	2,284,732	(190,479)
Finance (expense) / income from reinsurance contracts	6	(857,878)	692,592
Finance income / (expense) from reinsurance contracts retroceded	6	109,788	(10,805)
Movement in reinsurance finance reserve	7	(748,090)	681,787
<b>Total other comprehensive income for the period</b>		<b>1,536,642</b>	491,308
<b>Total comprehensive income / (loss) for the period</b>		<b>3,679,223</b>	(12,441,116)

Management approved the condensed interim financial information consisting of pages 3 to 20 on 28 August 2025.



Olaf Brock

General Manager

## Condensed interim statement of cash flows

For the six-month period ended 30 June 2025

Bahraini Dinars

	Note	30 June 2025 (reviewed)	30 June 2024 (reviewed restated*)
<b>OPERATING ACTIVITIES</b>			
Income / (loss) for the period		2,142,581	(12,932,424)
<b>Adjustments for:</b>			
Investment income		(2,752,186)	(1,845,870)
Interest expenses for lease liabilities		9,943	5,180
Depreciation		51,840	18,487
		<b>(547,822)</b>	<b>(14,754,627)</b>
<b>Changes in operating assets and liabilities:</b>			
- Reinsurance contract assets		4,703	(102,558)
- Reinsurance contracts retroceded in an asset position		1,975,424	2,033,357
- Equipment and other assets		566,020	(72,623)
- Reinsurance contract liabilities		(2,851,576)	15,618,909
- Reinsurance contracts retroceded in a liability position		716,851	(233,247)
- Other liabilities		(1,901,364)	3,808,754
Movement in head office account	7	433,494	345,123
<b>Net cash (used in) / generated from operating activities</b>		<b>(1,604,270)</b>	<b>6,643,088</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of equipments		(405,381)	-
Purchase of investments		(21,244,199)	(20,739,558)
Proceeds from disposal of investments		19,786,897	13,827,333
Interest received		1,902,333	1,294,320
Foreign exchange movement on investment		(53,710)	4,076
<b>Net cash used in investing activities</b>		<b>(14,060)</b>	<b>(5,613,829)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(1,618,330)</b>	<b>1,029,259</b>
Cash and cash equivalents at 1 January		5,775,825	6,129,435
<b>Cash and cash equivalents at the end of the period</b>		<b>4,157,495</b>	<b>7,158,694</b>

Non cash items: During the period ended 30 June 2025, non-cash activities includes an addition of right-of-use asset and lease liability of BHD 41,120 (2024: BHD 164,481) and BHD 37,620 (2024: BHD 150,481).

\* Refer to note 11 for the details.

The notes on pages 6 to 20 are an integral part of this condensed interim financial information

## 1 STATUS AND OPERATIONS

Hannover Rueck SE, Bahrain Branch ("the Branch") is a Branch of Hannover Rück SE (Hannover Re) (the "Head Office") incorporated in Hannover, Germany. The Branch is registered with commercial registration number 65990 in the Kingdom of Bahrain as a Foreign Branch on 22 July 2007 with the Ministry of Industry, Commerce & Tourism and is regulated by the Central Bank of Bahrain, the regulator. The Branch commenced its operations on 1 January 2008.

## 2 BASIS OF PREPARATION

The condensed interim financial information has been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting, which permits the condensed interim financial information to be in summarised form and do not include all of the information required for full annual financial statements.

The comparative information for the condensed interim statement of financial position has been extracted from the audited financial statements for the year ended 31 December 2024 and comparatives for the condensed interim statements of profit or loss and comprehensive income and cash flows have been extracted from the reviewed condensed interim financial information for the six months ended 30 June 2024.

## 3 ACCOUNTING POLICIES

### Measurement of fair values

The Branch has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, and reports directly to the Chief Financial Officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of IFRS, including the level in the fair value hierarchy in which such valuations should be classified. Significant valuation issues are reported to the Chief Executive Officer.

The condensed interim financial statement including accounting policies, judgements and estimates and risk management framework adopted in the preparation of the interim condensed financial information are consistent with those used in the preparation of the Branch's audited financial statements for the year ended 31 December 2024, except for the adoption of the following new and amended standards and interpretations effective from 1 January 2025.

### *Amendments to IAS 21 - Lack of Exchangeability*

IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique. Effective date is 1 January 2025.

The above new standard did not have a significant impact on the Branch.

## 4 SEASONALITY OF INTERIM OPERATIONS

As a result of the seasonality associated with the insurance business, reinsurance revenue over the financial period from 1 January to 30 June are not evenly spread out. Due to the effect of seasonal variations, the results reported in the condensed interim financial information may not represent a proportionate share of the overall annual income.

**5 INVESTMENTS**

	<b>Note</b>	<b>30 June 2025 (reviewed)</b>	<b>31 December 2024 (audited)</b>
Measured at fair value through profit or loss	<b>5.1</b>	273,406	1,030,205
Measured at fair value through other comprehensive income	<b>5.2</b>	171,040,326	165,644,111
		<b>171,313,732</b>	<b>166,674,316</b>

**5.1 Measured at fair value through profit or loss (FVPL)**

	<b>30 June 2025 (reviewed)</b>	<b>31 December 2024 (audited)</b>
Balances as at 1 January	1,030,205	965,523
Additions during the period / year	-	262,991
Disposals during the period / year	(753,796)	(226,266)
Change in fair value	5,173	20,973
Amortisation and others	(8,176)	6,984
<b>Measured at fair value through profit or loss (FVPL)</b>	<b>273,406</b>	<b>1,030,205</b>
<b>Quoted securities</b>	<b>273,406</b>	<b>1,030,205</b>
<b>Maturity analysis</b>		
2-3 years	273,406	759,206
4-5 years	-	270,999
	<b>273,406</b>	<b>1,030,205</b>

**5.2 Measured at fair value through other comprehensive income (FVOCI)**

	<b>30 June 2025 (reviewed)</b>	<b>31 December 2024 (audited)</b>
Balances as at 1 January	165,644,111	132,196,712
Additions during the period / year	21,244,199	74,488,896
Disposals during the period / year	(19,033,522)	(44,306,221)
Change in fair value	2,275,036	1,671,912
Amortisation and others	910,502	1,592,812
	<b>171,040,326</b>	<b>165,644,111</b>
Quoted securities	167,563,055	163,429,586
Unquoted securities	3,477,271	2,214,525
	<b>171,040,326</b>	<b>165,644,111</b>
<b>Maturity analysis</b>		
1 year or less	52,595,288	30,599,169
2 years	43,164,423	57,251,465
3 years	47,928,358	43,300,302
4 years	15,127,856	18,825,104
5 years	3,947,945	6,200,432
over 5 years	8,276,456	9,467,639
	<b>171,040,326</b>	<b>165,644,111</b>



**6 INSURANCE AND REINSURANCE CONTRACTS**

**6.1.1 Analysis by remaining coverage and incurred claims for reinsurance contracts**

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Liability for remaining coverage		Liability for incurred claims		Liability for remaining coverage		Liability for incurred claims	
	(LRC)		(LIC)		(LRC)		(LIC)	
	Excluding loss component	Loss component	Excluding loss component	Total	Excluding loss component	Loss component	Excluding loss component	Total
Opening balance - assets	475,385	(9,883)	(356,955)	108,547	273,778	8,561	(110,040)	172,299
Opening balance - liabilities	51,872,712	(71,973)	(202,656,432)	(150,855,693)	51,231,119	(26,920)	(172,750,078)	(121,545,879)
<b>Net opening balance</b>	<b>52,348,097</b>	<b>(81,856)</b>	<b>(203,013,387)</b>	<b>(150,747,146)</b>	<b>51,504,897</b>	<b>(18,359)</b>	<b>(172,860,118)</b>	<b>(121,373,580)</b>
<b>Reinsurance Revenue</b>	<b>21,254,367</b>	-	-	<b>21,254,367</b>	49,620,114	-	-	49,620,114
<b>Reinsurance service expenses</b>								
Incurred claims and other expenses	-	161,429	(13,512,480)	(13,351,051)	-	36,263	(72,881,113)	(72,844,850)
Losses on onerous contracts	-	(148,636)	-	(148,636)	-	(92,043)	-	(92,043)
Adjustments to liabilities for incurred claims	-	-	623,981	623,981	-	-	11,091,308	11,091,308
Amortisation of acquisition cash flows	(2,118,256)	-	-	(2,118,256)	583,641	-	-	583,641
<b>Reinsurance service expenses</b>	<b>(2,118,256)</b>	<b>12,793</b>	<b>(12,888,499)</b>	<b>(14,993,962)</b>	<b>583,641</b>	<b>(55,780)</b>	<b>(61,789,805)</b>	<b>(61,261,944)</b>
<b>Reinsurance service result</b>	<b>19,136,111</b>	<b>12,793</b>	<b>(12,888,499)</b>	<b>6,260,405</b>	<b>50,203,755</b>	<b>(55,780)</b>	<b>(61,789,805)</b>	<b>(11,641,830)</b>
Investment component	6,985,732	-	(6,985,732)	-	5,672,481	-	(5,672,481)	-
Finance expense from reinsurance contracts	(414,822)	(6,988)	(2,545,829)	(2,967,639)	(7,492,997)	(16,083)	3,465,315	(4,043,765)
Effect of movement in interest rate - OCI	(312,609)	-	(545,269)	(857,878)	(1,031,853)	-	(1,830,806)	(2,862,659)
Effect of movement in exchange rate	81	(181)	(297,466)	(297,566)	(507,626)	8,366	2,048,130	1,548,870
<b>Total changes in comprehensive income / (loss)</b>	<b>25,394,493</b>	<b>5,624</b>	<b>(23,262,795)</b>	<b>2,137,322</b>	<b>46,843,760</b>	<b>(63,497)</b>	<b>(63,779,647)</b>	<b>(16,999,384)</b>
<b>Cash flows</b>								
Premiums received	(26,708,986)	-	-	(26,708,986)	(49,584,849)	-	-	(49,584,849)
Claims and other directly attributable expenses paid	-	-	24,660,266	24,660,266	-	-	33,626,378	33,626,378
Reinsurance acquisition cash flows paid	2,010,182	-	-	2,010,182	3,584,289	-	-	3,584,289
<b>Total cash flows</b>	<b>(24,698,804)</b>	<b>-</b>	<b>24,660,266</b>	<b>(38,538)</b>	<b>(46,000,560)</b>	<b>-</b>	<b>33,626,378</b>	<b>(12,374,182)</b>
<b>Closing balance - net</b>	<b>53,043,786</b>	<b>(76,232)</b>	<b>(201,615,916)</b>	<b>(148,648,362)</b>	<b>52,348,097</b>	<b>(81,856)</b>	<b>(203,013,387)</b>	<b>(150,747,146)</b>
Closing balance - assets	444,946	9,885	(350,987)	103,844	475,385	(9,883)	(356,955)	108,547
Closing balance - liabilities	52,598,840	(86,117)	(201,264,929)	(148,752,206)	51,872,712	(71,973)	(202,656,432)	(150,855,693)
	<b>53,043,786</b>	<b>(76,232)</b>	<b>(201,615,916)</b>	<b>(148,648,362)</b>	<b>52,348,097</b>	<b>(81,856)</b>	<b>(203,013,387)</b>	<b>(150,747,146)</b>

## 6 INSURANCE AND REINSURANCE CONTRACTS (continued)

## 6.1.2 Analysis by remaining coverage and incurred claims for reinsurance contracts retroceded

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Liability for remaining coverage		Liability for incurred claims	Total	Liability for remaining coverage		Liability for incurred claims	Total
	(LRC)				(LRC)			
	Excluding loss component	Loss component	(LIC)		Excluding loss component	Loss component	(LIC)	
Opening balance - assets	(739,063)	-	8,763,802	8,024,739	(679,887)	-	13,419,788	12,739,901
Opening balance - liabilities	(279,611)	-	(104,599)	(384,210)	3,430	-	(236,740)	(233,310)
<b>Opening balance - net</b>	<b>(1,018,674)</b>	<b>-</b>	<b>8,659,203</b>	<b>7,640,529</b>	<b>(676,457)</b>	<b>-</b>	<b>13,183,048</b>	<b>12,506,591</b>
Reinsurance revenue (retroceded)	(1,945,613)	-	-	(1,945,613)	(876,943)	-	-	(876,943)
Claims recovered and other expenses	-	-	(193,007)	(193,007)	-	-	199,365	199,365
Amortisation of acquisition cash flows	-	-	-	-	19,679	-	-	19,679
Adjustments to assets for incurred claims	-	-	(1,159,869)	(1,159,869)	-	-	(3,310,016)	(3,310,016)
<b>Net expense from reinsurance contracts held</b>	<b>(1,945,613)</b>	<b>-</b>	<b>(1,352,876)</b>	<b>(3,298,489)</b>	<b>(857,264)</b>	<b>-</b>	<b>(3,110,651)</b>	<b>(3,967,915)</b>
Finance expense from reinsurance contracts	12,320	-	152,381	164,701	17,203	-	342,856	360,059
Effect of movement in interest rate - OCI	4,195	-	105,593	109,788	562	-	126,375	126,937
Effect of movement in exchange rate	(7,331)	-	34,416	27,085	(3,742)	-	(11,105)	(14,847)
<b>Total changes in comprehensive income</b>	<b>(1,936,429)</b>	<b>-</b>	<b>(1,060,486)</b>	<b>(2,996,915)</b>	<b>(843,241)</b>	<b>-</b>	<b>(2,652,525)</b>	<b>(3,495,766)</b>
<b>Cash flows</b>								
Premiums ceded	278,052	-	-	278,052	501,024	-	-	501,024
Recoveries from reinsurance	-	-	26,588	26,588	-	-	(1,871,320)	(1,871,320)
<b>Total cash flows</b>	<b>278,052</b>	<b>-</b>	<b>26,588</b>	<b>304,640</b>	<b>501,024</b>	<b>-</b>	<b>(1,871,320)</b>	<b>(1,370,296)</b>
<b>Closing balance - net</b>	<b>(2,677,051)</b>	<b>-</b>	<b>7,625,305</b>	<b>4,948,254</b>	<b>(1,018,674)</b>	<b>-</b>	<b>8,659,203</b>	<b>7,640,529</b>
Closing balance - assets	(1,889,096)	-	7,938,411	6,049,315	(739,063)	-	8,763,802	8,024,739
Closing balance - liabilities	(787,955)	-	(313,106)	(1,101,061)	(279,611)	-	(104,599)	(384,210)
	<b>(2,677,051)</b>	<b>-</b>	<b>7,625,305</b>	<b>4,948,254</b>	<b>(1,018,674)</b>	<b>-</b>	<b>8,659,203</b>	<b>7,640,529</b>

## 6.1.3 Analysis of reinsurance contracts balances by components

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Present value of future cash flows	Risk adjustment	Contractual service margin	Total	Present value of future cash flows	Risk adjustment	Contractual service margin	Total
Opening balance - assets	109,877	2,857	(4,187)	108,547	178,482	(6,183)	-	172,299
Opening balance - liabilities	(144,151,423)	(3,212,192)	(3,492,078)	(150,855,693)	(115,930,139)	(2,707,651)	(2,908,089)	(121,545,879)
<b>Net opening balance</b>	<b>(144,041,546)</b>	<b>(3,209,335)</b>	<b>(3,496,265)</b>	<b>(150,747,146)</b>	<b>(115,751,657)</b>	<b>(2,713,834)</b>	<b>(2,908,089)</b>	<b>(121,373,580)</b>
CSM recognised for the services provided	-	-	4,392,339	4,392,339	-	-	9,782,343	9,782,343
Change in the risk adjustment for non-financial risk for the risk expired	-	20,484	-	20,484	-	60,135	-	60,135
Experience adjustments	1,372,235	-	-	1,372,235	(32,504,878)	-	-	(32,504,878)
<b>Changes that relate to current service</b>	<b>1,372,235</b>	<b>20,484</b>	<b>4,392,339</b>	<b>5,785,058</b>	<b>(32,504,878)</b>	<b>60,135</b>	<b>9,782,343</b>	<b>(22,662,400)</b>
Contracts initially recognised in the period	4,339,741	(370,357)	(4,008,774)	(39,390)	9,314,254	(683,480)	(8,640,536)	(9,762)
Changes in estimates that adjust the CSM	1,129,460	(23,406)	(1,106,054)	-	1,245,929	9,694	(1,255,623)	-
Changes in estimates that result in losses and reversal of losses on onerous contracts	(108,070)	(1,175)	-	(109,245)	(18,362)	(21,641)	(20,974)	(60,977)
<b>Changes that relate to future services</b>	<b>5,361,131</b>	<b>(394,938)</b>	<b>(5,114,828)</b>	<b>(148,635)</b>	<b>10,541,821</b>	<b>(695,427)</b>	<b>(9,917,133)</b>	<b>(70,739)</b>
Adjustments to liabilities for incurred claims	316,218	307,764	-	623,982	10,988,131	103,178	-	11,091,309
<b>Changes that relate to past service</b>	<b>316,218</b>	<b>307,764</b>	<b>-</b>	<b>623,982</b>	<b>10,988,131</b>	<b>103,178</b>	<b>-</b>	<b>11,091,309</b>
<b>Net reinsurance service result</b>	<b>7,049,584</b>	<b>(66,690)</b>	<b>(722,489)</b>	<b>6,260,405</b>	<b>(10,974,926)</b>	<b>(532,114)</b>	<b>(134,790)</b>	<b>(11,641,830)</b>
Finance expense from reinsurance contracts	(2,778,438)	(894)	(188,307)	(2,967,639)	(3,442,035)	(682)	(601,048)	(4,043,765)
Effect of movement in interest rate - OCI	(857,942)	64	-	(857,878)	(2,862,413)	(246)	-	(2,862,659)
Effect of movement in exchange rate	(299,918)	(4,101)	6,453	(297,566)	1,363,667	37,541	147,662	1,548,870
<b>Total changes in comprehensive income</b>	<b>3,113,286</b>	<b>(71,621)</b>	<b>(904,343)</b>	<b>2,137,322</b>	<b>(15,915,707)</b>	<b>(495,501)</b>	<b>(588,176)</b>	<b>(16,999,384)</b>
<b>Cash flows</b>								
Premiums received	(26,708,986)	-	-	(26,708,986)	(49,584,849)	-	-	(49,584,849)
Claims and other directly attributable expenses paid	24,660,266	-	-	24,660,266	33,626,378	-	-	33,626,378
Insurance acquisition cash flows paid	2,010,182	-	-	2,010,182	3,584,289	-	-	3,584,289
<b>Total cash flows</b>	<b>(38,538)</b>	<b>-</b>	<b>-</b>	<b>(38,538)</b>	<b>(12,374,182)</b>	<b>-</b>	<b>-</b>	<b>(12,374,182)</b>
<b>Closing balance - net</b>	<b>(140,966,799)</b>	<b>(3,280,956)</b>	<b>(4,400,608)</b>	<b>(148,648,362)</b>	<b>(144,041,546)</b>	<b>(3,209,335)</b>	<b>(3,496,265)</b>	<b>(150,747,146)</b>
Closing balance - assets	105,424	2,608	(4,188)	103,844	109,877	2,857	(4,187)	108,547
Closing balance - liabilities	(141,072,220)	(3,283,564)	(4,396,420)	(148,752,204)	(144,151,423)	(3,212,192)	(3,492,078)	(150,855,693)
	<b>(140,966,796)</b>	<b>(3,280,956)</b>	<b>(4,400,608)</b>	<b>(148,648,360)</b>	<b>(144,041,546)</b>	<b>(3,209,335)</b>	<b>(3,496,265)</b>	<b>(150,747,146)</b>

## 6.1.4 Analysis of reinsurance contracts balances by components for reinsurance contracts retroceded

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Present value of future cash flows	Risk adjustment	Contractual service margin	Total	Present value of future cash flows	Risk adjustment	Contractual service margin	Total
Opening balance - assets	7,994,490	30,249	-	8,024,739	12,688,958	50,943	-	12,739,901
Opening balance - liabilities	(384,210)	-	-	(384,210)	(233,315)	-	5	(233,310)
<b>Opening balance - net</b>	<b>7,610,280</b>	<b>30,249</b>	<b>-</b>	<b>7,640,529</b>	<b>12,455,643</b>	<b>50,943</b>	<b>5</b>	<b>12,506,591</b>
CSM recognised for the services provided	-	-	(1,331,368)	(1,331,368)	-	-	(226,807)	(226,807)
Change in the risk adjustment for nonfinancial risk for the risk expired	-	(19,277)	-	(19,277)	-	(74,033)	-	(74,033)
Experience adjustments	(787,975)	-	-	(787,975)	(560,499)	-	-	(560,499)
<b>Changes that relate to current service</b>	<b>(787,975)</b>	<b>(19,277)</b>	<b>(1,331,368)</b>	<b>(2,138,620)</b>	<b>(560,499)</b>	<b>(74,033)</b>	<b>(226,807)</b>	<b>(861,339)</b>
Contracts initially recognised in the period	(2,242,860)	38,556	2,204,304	-	-	-	-	-
Changes in estimates that adjust the CSM	8,327	(773)	(7,554)	-	(242,822)	23,047	219,775	-
<b>Changes that relate to future services</b>	<b>(2,234,533)</b>	<b>37,783</b>	<b>2,196,750</b>	<b>-</b>	<b>(242,822)</b>	<b>23,047</b>	<b>219,775</b>	<b>-</b>
Adjustments to liabilities for incurred claims	(1,386,902)	23,594	203,439	(1,159,869)	(3,136,843)	30,267	-	(3,106,576)
<b>Changes that relate to past service</b>	<b>(1,386,902)</b>	<b>23,594</b>	<b>203,439</b>	<b>(1,159,869)</b>	<b>(3,136,843)</b>	<b>30,267</b>	<b>-</b>	<b>(3,106,576)</b>
<b>Net reinsurance service result</b>	<b>(4,409,410)</b>	<b>42,100</b>	<b>1,068,821</b>	<b>(3,298,489)</b>	<b>(3,940,164)</b>	<b>(20,719)</b>	<b>(7,032)</b>	<b>(3,967,915)</b>
Finance expense from reinsurance contracts	121,949	-	42,752	164,701	353,160	-	6,899	360,059
Effect of movement in interest rate - OCI	109,788	-	-	109,788	126,937	-	-	126,937
Effect of movement in exchange rate	26,428	44	613	27,085	(15,000)	25	128	(14,847)
<b>Total changes in comprehensive income</b>	<b>(4,151,245)</b>	<b>42,144</b>	<b>1,112,186</b>	<b>(2,996,915)</b>	<b>(3,475,067)</b>	<b>(20,694)</b>	<b>(5)</b>	<b>(3,495,766)</b>
<b>Cash flows</b>								
Premiums ceded	278,052	-	-	278,052	501,024	-	-	501,024
Recoveries from reinsurance	26,588	-	-	26,588	(1,871,320)	-	-	(1,871,320)
<b>Total cash flows</b>	<b>304,640</b>	<b>-</b>	<b>-</b>	<b>304,640</b>	<b>(1,370,296)</b>	<b>-</b>	<b>-</b>	<b>(1,370,296)</b>
<b>Closing balance - net</b>	<b>3,763,675</b>	<b>72,393</b>	<b>1,112,186</b>	<b>4,948,254</b>	<b>7,610,280</b>	<b>30,249</b>	<b>-</b>	<b>7,640,529</b>
Closing balance - assets	4,864,736	72,393	1,112,186	6,049,315	7,994,490	30,249	-	8,024,739
Closing balance - liabilities	(1,101,061)	-	-	(1,101,061)	(384,210)	-	-	(384,210)
	<b>3,763,675</b>	<b>72,393</b>	<b>1,112,186</b>	<b>4,948,254</b>	<b>7,610,280</b>	<b>30,249</b>	<b>-</b>	<b>7,640,529</b>

## 6.2.1 Property and Casualty segment - Analysis by remaining coverage and incurred claims for reinsurance contracts

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)	Total	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)	Total
	Excluding loss component	Loss component			Excluding loss component	Loss component		
Opening balance - assets	475,385	(9,883)	(356,955)	108,547	273,778	8,561	(110,040)	172,299
Opening balance - liabilities	46,807,180	(24,349)	(194,828,257)	(148,045,426)	47,001,344	5,031	(165,573,716)	(118,567,341)
<b>Net opening balance</b>	<b>47,282,565</b>	<b>(34,232)</b>	<b>(195,185,212)</b>	<b>(147,936,879)</b>	<b>47,275,122</b>	<b>13,592</b>	<b>(165,683,756)</b>	<b>(118,395,042)</b>
<b>Reinsurance Revenue</b>	<b>20,353,086</b>	-	-	<b>20,353,086</b>	<b>45,457,704</b>	-	-	<b>45,457,704</b>
<b>Reinsurance service expenses</b>								
Incurred claims and other expenses	-	144,247	(12,980,313)	(12,836,066)	-	25,324	(70,998,100)	(70,972,776)
Losses on onerous contracts	-	(161,429)	-	(161,429)	-	(54,538)	-	(54,538)
Adjustments to liabilities for incurred claims	-	-	620,145	620,145	-	-	12,102,069	12,102,069
Amortisation of acquisition cash flows	(2,087,000)	-	-	(2,087,000)	643,533	-	-	643,533
<b>Reinsurance service expenses</b>	<b>(2,087,000)</b>	<b>(17,182)</b>	<b>(12,360,168)</b>	<b>(14,464,350)</b>	<b>643,533</b>	<b>(29,214)</b>	<b>(58,896,031)</b>	<b>(58,281,712)</b>
<b>Reinsurance service result</b>	<b>18,266,086</b>	<b>(17,182)</b>	<b>(12,360,168)</b>	<b>5,888,736</b>	<b>46,101,237</b>	<b>(29,214)</b>	<b>(58,896,031)</b>	<b>(12,824,008)</b>
Investment component	5,131,241	-	(5,131,241)	-	3,372,473	-	(3,372,473)	-
Finance expense from reinsurance contracts	(341,885)	(1,592)	(2,407,764)	(2,751,241)	(7,288,721)	(13,092)	3,638,029	(3,663,784)
Effect of movement in interest rate - OCI	(298,707)	-	(517,029)	(815,736)	(1,008,795)	-	(1,748,820)	(2,757,615)
Effect of movement in exchange rate	70,167	444	(417,520)	(346,909)	(421,674)	(5,518)	2,027,670	1,600,478
<b>Total changes in comprehensive income</b>	<b>22,826,902</b>	<b>(18,330)</b>	<b>(20,833,722)</b>	<b>1,974,850</b>	<b>40,754,520</b>	<b>(47,824)</b>	<b>(58,351,625)</b>	<b>(17,644,929)</b>
<b>Cash flows</b>								
Premiums received	(21,884,165)	-	-	(21,884,165)	(44,286,207)	-	-	(44,286,207)
Claims and other directly attributable expenses paid	-	-	20,553,317	20,553,317	-	-	28,850,169	28,850,169
Reinsurance acquisition cash flows paid	1,993,754	-	-	1,993,754	3,539,130	-	-	3,539,130
<b>Total cash flows</b>	<b>(19,890,411)</b>	<b>-</b>	<b>20,553,317</b>	<b>662,906</b>	<b>(40,747,077)</b>	<b>-</b>	<b>28,850,169</b>	<b>(11,896,908)</b>
<b>Closing balance - net</b>	<b>50,219,056</b>	<b>(52,562)</b>	<b>(195,465,617)</b>	<b>(145,299,123)</b>	<b>47,282,565</b>	<b>(34,232)</b>	<b>(195,185,212)</b>	<b>(147,936,879)</b>
Closing balance - assets	444,946	9,885	(350,987)	103,844	475,385	(9,883)	(356,955)	108,547
Closing balance - liabilities	49,774,110	(62,447)	(195,114,630)	(145,402,967)	46,807,180	(24,349)	(194,828,257)	(148,045,426)
	<b>50,219,056</b>	<b>(52,562)</b>	<b>(195,465,617)</b>	<b>(145,299,123)</b>	<b>47,282,565</b>	<b>(34,232)</b>	<b>(195,185,212)</b>	<b>(147,936,879)</b>

## 6.2.2 Property and Casualty segment - Analysis by remaining coverage and incurred claims for reinsurance contracts retroceded

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)	Total	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)	Total
	Excluding loss component	Loss component			Excluding loss component	Loss component		
Opening balance - assets	(739,063)	-	8,763,802	8,024,739	(679,887)	-	13,419,788	12,739,901
Opening balance - liabilities	(279,611)	-	(104,599)	(384,210)	3,430	-	(236,740)	(233,310)
<b>Opening balance - net</b>	<b>(1,018,674)</b>	<b>-</b>	<b>8,659,203</b>	<b>7,640,529</b>	<b>(676,457)</b>	<b>-</b>	<b>13,183,048</b>	<b>12,506,591</b>
Reinsurance revenue (retroceded)	(1,945,613)	-	-	(1,945,613)	(876,943)	-	-	(876,943)
Claims recovered and other expenses	-	-	(193,007)	(193,007)	-	-	199,365	199,365
Amortisation of acquisition cash flows	-	-	-	-	19,679	-	-	19,679
Adjustments to assets for incurred claims	-	-	(1,159,869)	(1,159,869)	-	-	(3,310,016)	(3,310,016)
<b>Net expense from reinsurance contracts held</b>	<b>(1,945,613)</b>	<b>-</b>	<b>(1,352,876)</b>	<b>(3,298,489)</b>	<b>(857,264)</b>	<b>-</b>	<b>(3,110,651)</b>	<b>(3,967,915)</b>
Finance expense from reinsurance contracts	12,320	-	152,381	164,701	17,203	-	342,856	360,059
Effect of movement in interest rate - OCI	4,195	-	105,593	109,788	562	-	126,375	126,937
Effect of movement in exchange rate	(7,331)	-	34,416	27,085	(3,742)	-	(11,105)	(14,847)
<b>Total changes in comprehensive income</b>	<b>(1,936,429)</b>	<b>-</b>	<b>(1,060,486)</b>	<b>(2,996,915)</b>	<b>(843,241)</b>	<b>-</b>	<b>(2,652,525)</b>	<b>(3,495,766)</b>
<b>Cash flows</b>								
Premiums ceded	278,052	-	-	278,052	501,024	-	-	501,024
Recoveries from reinsurance	-	-	26,588	26,588	-	-	(1,871,320)	(1,871,320)
<b>Total cash flows</b>	<b>278,052</b>	<b>-</b>	<b>26,588</b>	<b>304,640</b>	<b>501,024</b>	<b>-</b>	<b>(1,871,320)</b>	<b>(1,370,296)</b>
<b>Closing balance - net</b>	<b>(2,677,051)</b>	<b>-</b>	<b>7,625,305</b>	<b>4,948,254</b>	<b>(1,018,674)</b>	<b>-</b>	<b>8,659,203</b>	<b>7,640,529</b>
Closing balance - assets	(1,889,096)	-	7,938,411	6,049,315	(739,063)	-	8,763,802	8,024,739
Closing balance - liabilities	(787,955)	-	(313,106)	(1,101,061)	(279,611)	-	(104,599)	(384,210)
	<b>(2,677,051)</b>	<b>-</b>	<b>7,625,305</b>	<b>4,948,254</b>	<b>(1,018,674)</b>	<b>-</b>	<b>8,659,203</b>	<b>7,640,529</b>

## 6.2.3 Property and Casualty segment - Analysis of reinsurance contracts balances by components

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Present value of future cash flows	Risk adjustment	Contractual service margin	Total	Present value of future cash flows	Risk adjustment	Contractual service margin	Total
Closing balance - assets	109,877	2,857	(4,187)	108,547	178,482	(6,183)	-	172,299
Closing balance - liabilities	(142,086,435)	(3,004,388)	(2,954,603)	(148,045,426)	(113,700,431)	(2,528,175)	(2,338,736)	(118,567,342)
<b>Net opening balance</b>	<b>(141,976,558)</b>	<b>(3,001,531)</b>	<b>(2,958,790)</b>	<b>(147,936,879)</b>	<b>(113,521,949)</b>	<b>(2,534,358)</b>	<b>(2,338,736)</b>	<b>(118,395,043)</b>
CSM recognised for the services provided	-	-	3,758,794	3,758,794	-	-	7,802,368	7,802,368
Change in the risk adjustment for non-financial risk for the risk expired	-	(24,577)	-	(24,577)	-	94,547	-	94,547
Experience adjustments	1,695,803	-	-	1,695,803	(32,789,759)	-	-	(32,789,759)
<b>Changes that relate to current service</b>	<b>1,695,803</b>	<b>(24,577)</b>	<b>3,758,794</b>	<b>5,430,020</b>	<b>(32,789,759)</b>	<b>94,547</b>	<b>7,802,368</b>	<b>(24,892,844)</b>
Contracts initially recognised in the period	4,058,154	(347,722)	(3,727,777)	(17,345)	8,941,862	(682,281)	(8,269,192)	(9,611)
Changes in estimates that adjust the CSM	486,737	(19,775)	(466,962)	-	(250,870)	8,485	242,385	-
Changes in estimates that result in losses and reversal of losses on onerous contracts	(143,474)	(611)	-	(144,085)	18,965	(21,614)	(20,974)	(23,623)
<b>Changes that relate to future services</b>	<b>4,401,417</b>	<b>(368,108)</b>	<b>(4,194,739)</b>	<b>(161,430)</b>	<b>8,709,957</b>	<b>(695,410)</b>	<b>(8,047,781)</b>	<b>(33,234)</b>
Adjustments to liabilities for incurred claims	312,373	307,773	-	620,146	12,003,893	98,178	-	12,102,071
<b>Changes that relate to past service</b>	<b>312,373</b>	<b>307,773</b>	<b>-</b>	<b>620,146</b>	<b>12,003,893</b>	<b>98,178</b>	<b>-</b>	<b>12,102,071</b>
<b>Net reinsurance service result</b>	<b>6,409,593</b>	<b>(84,912)</b>	<b>(435,945)</b>	<b>5,888,736</b>	<b>(12,075,909)</b>	<b>(502,685)</b>	<b>(245,413)</b>	<b>(12,824,007)</b>
Finance expense from reinsurance contracts	(2,590,897)	-	(160,344)	(2,751,241)	(3,134,082)	-	(529,702)	(3,663,784)
Effect of movement in interest rate - OCI	(815,736)	-	-	(815,736)	(2,757,615)	-	-	(2,757,615)
Effect of movement in exchange rate	(335,284)	(6,868)	(4,757)	(346,909)	1,409,905	35,512	155,061	1,600,478
<b>Total changes in comprehensive income</b>	<b>2,667,676</b>	<b>(91,780)</b>	<b>(601,046)</b>	<b>1,974,850</b>	<b>(16,557,701)</b>	<b>(467,173)</b>	<b>(620,054)</b>	<b>(17,644,928)</b>
<b>Cash flows</b>								
Premiums received	(21,884,165)	-	-	(21,884,165)	(44,286,207)	-	-	(44,286,207)
Claims and other directly attributable expenses paid	20,553,317	-	-	20,553,317	28,850,169	-	-	28,850,169
Insurance acquisition cash flows paid	1,993,754	-	-	1,993,754	3,539,130	-	-	3,539,130
<b>Total cash flows</b>	<b>662,906</b>	<b>-</b>	<b>-</b>	<b>662,906</b>	<b>(11,896,908)</b>	<b>-</b>	<b>-</b>	<b>(11,896,908)</b>
<b>Closing balance - net</b>	<b>(138,645,976)</b>	<b>(3,093,311)</b>	<b>(3,559,836)</b>	<b>(145,299,123)</b>	<b>(141,976,558)</b>	<b>(3,001,531)</b>	<b>(2,958,790)</b>	<b>(147,936,879)</b>
Closing balance - assets	105,424	2,608	(4,188)	103,844	109,877	2,857	(4,187)	108,547
Closing balance - liabilities	(138,751,400)	(3,095,919)	(3,555,648)	(145,402,967)	(142,086,435)	(3,004,388)	(2,954,603)	(148,045,426)
	<b>(138,645,976)</b>	<b>(3,093,311)</b>	<b>(3,559,836)</b>	<b>(145,299,123)</b>	<b>(141,976,558)</b>	<b>(3,001,531)</b>	<b>(2,958,790)</b>	<b>(147,936,879)</b>

## 6.2.4 Property and Casualty segment - Analysis of reinsurance contracts balances by components for reinsurance contracts retroceded

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Present value of future cash flows	Risk adjustment	Contractual service margin	Total	Present value of future cash flows	Risk adjustment	Contractual service margin	Total
Opening balance - assets	7,994,490	30,249	-	8,024,739	12,688,958	50,943	-	12,739,901
Opening balance - liabilities	(384,210)	-	-	(384,210)	(233,315)	-	5	(233,310)
<b>Opening balance - net</b>	<b>7,610,280</b>	<b>30,249</b>	<b>-</b>	<b>7,640,529</b>	<b>12,455,643</b>	<b>50,943</b>	<b>5</b>	<b>12,506,591</b>
CSM recognised for the services provided	-	-	(1,331,368)	(1,331,368)	-	-	(226,807)	(226,807)
Change in the risk adjustment for nonfinancial risk for the risk expired	-	(19,277)	-	(19,277)	-	(74,033)	-	(74,033)
Experience adjustments	(787,975)	-	-	(787,975)	(560,499)	-	-	(560,499)
<b>Changes that relate to current service</b>	<b>(787,975)</b>	<b>(19,277)</b>	<b>(1,331,368)</b>	<b>(2,138,620)</b>	<b>(560,499)</b>	<b>(74,033)</b>	<b>(226,807)</b>	<b>(861,339)</b>
Contracts initially recognised in the period	(2,242,860)	38,556	2,204,304	-	-	-	-	-
Changes in estimates that adjust the CSM	8,327	(773)	(7,554)	-	(242,822)	23,047	219,775	-
<b>Changes that relate to future services</b>	<b>(2,234,533)</b>	<b>37,783</b>	<b>2,196,750</b>	<b>-</b>	<b>(242,822)</b>	<b>23,047</b>	<b>219,775</b>	<b>-</b>
Adjustments to liabilities for incurred claims	(1,386,902)	23,594	203,439	(1,159,869)	(3,136,843)	30,267	-	(3,106,576)
<b>Changes that relate to past service</b>	<b>(1,386,902)</b>	<b>23,594</b>	<b>203,439</b>	<b>(1,159,869)</b>	<b>(3,136,843)</b>	<b>30,267</b>	<b>-</b>	<b>(3,106,576)</b>
<b>Net reinsurance service result</b>	<b>(4,409,410)</b>	<b>42,100</b>	<b>1,068,821</b>	<b>(3,298,489)</b>	<b>(3,940,164)</b>	<b>(20,719)</b>	<b>(7,032)</b>	<b>(3,967,915)</b>
Finance expense from reinsurance contracts	121,949	-	42,752	164,701	353,160	-	6,899	360,059
Effect of movement in interest rate - OCI	109,788	-	-	109,788	126,937	-	-	126,937
Effect of movement in exchange rate	26,428	44	613	27,085	(15,000)	25	128	(14,847)
<b>Total changes in comprehensive income</b>	<b>(4,151,245)</b>	<b>42,144</b>	<b>1,112,186</b>	<b>(2,996,915)</b>	<b>(3,475,067)</b>	<b>(20,694)</b>	<b>(5)</b>	<b>(3,495,766)</b>
<b>Cash flows</b>								
Premiums ceded	278,052	-	-	278,052	501,024	-	-	501,024
Recoveries from reinsurance	26,588	-	-	26,588	(1,871,320)	-	-	(1,871,320)
<b>Total cash flows</b>	<b>304,640</b>	<b>-</b>	<b>-</b>	<b>304,640</b>	<b>(1,370,296)</b>	<b>-</b>	<b>-</b>	<b>(1,370,296)</b>
<b>Closing balance - net</b>	<b>3,763,675</b>	<b>72,393</b>	<b>1,112,186</b>	<b>4,948,254</b>	<b>7,610,280</b>	<b>30,249</b>	<b>-</b>	<b>7,640,529</b>
Closing balance - assets	4,864,736	72,393	1,112,186	6,049,315	7,994,490	30,249	-	8,024,739
Closing balance - liabilities	(1,101,061)	-	-	(1,101,061)	(384,210)	-	-	(384,210)
	<b>3,763,675</b>	<b>72,393</b>	<b>1,112,186</b>	<b>4,948,254</b>	<b>7,610,280</b>	<b>30,249</b>	<b>-</b>	<b>7,640,529</b>



## 6.3.1 Life and health segment - Analysis by remaining coverage and incurred claims for reinsurance contracts

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)	Total	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)	Total
	Excluding loss component	Loss component			Excluding loss component	Loss component		
<b>Opening balance - liabilities</b>	<b>5,065,532</b>	<b>(47,624)</b>	<b>(7,828,175)</b>	<b>(2,810,267)</b>	<b>4,229,775</b>	<b>(31,951)</b>	<b>(7,176,362)</b>	<b>(2,978,538)</b>
<b>Reinsurance Revenue</b>	<b>901,281</b>	-	-	<b>901,281</b>	<b>4,162,410</b>	-	-	<b>4,162,410</b>
<b>Reinsurance service expenses</b>								
Incurred claims and other expenses	-	17,182	(532,167)	(514,985)	-	10,939	(1,883,013)	(1,872,074)
Reversal / (losses) on onerous contracts	-	12,793	-	12,793	-	(37,505)	-	(37,505)
Adjustments to liabilities for incurred claims	-	-	3,836	3,836	-	-	(1,010,761)	(1,010,761)
Amortisation of acquisition cash flows	(31,256)	-	-	(31,256)	(59,892)	-	-	(59,892)
<b>Reinsurance service expenses</b>	<b>(31,256)</b>	<b>29,975</b>	<b>(528,331)</b>	<b>(529,612)</b>	<b>(59,892)</b>	<b>(26,566)</b>	<b>(2,893,774)</b>	<b>(2,980,232)</b>
<b>Reinsurance service result</b>	<b>870,025</b>	<b>29,975</b>	<b>(528,331)</b>	<b>371,669</b>	<b>4,102,518</b>	<b>(26,566)</b>	<b>(2,893,774)</b>	<b>1,182,178</b>
Investment component	1,854,491	-	(1,854,491)	-	2,300,008	-	(2,300,008)	-
Finance expense from reinsurance contracts	(72,937)	(5,396)	(138,065)	(216,398)	(204,276)	(2,991)	(172,714)	(379,981)
Effect of movement in interest rate - OCI	(13,902)	-	(28,240)	(42,142)	(23,058)	-	(81,986)	(105,044)
Effect of movement in exchange rate	(70,086)	(625)	120,054	49,343	(85,952)	13,884	20,460	(51,608)
<b>Total changes in comprehensive income</b>	<b>2,567,591</b>	<b>23,954</b>	<b>(2,429,073)</b>	<b>162,472</b>	<b>6,089,240</b>	<b>(15,673)</b>	<b>(5,428,022)</b>	<b>645,545</b>
<b>Cash flows</b>								
Premiums received	(4,824,821)	-	-	(4,824,821)	(5,298,642)	-	-	(5,298,642)
Claims and other directly attributable expenses paid	-	-	4,106,949	4,106,949	-	-	4,776,209	4,776,209
Reinsurance acquisition cash flows paid	16,428	-	-	16,428	45,159	-	-	45,159
<b>Total cash flows</b>	<b>(4,808,393)</b>	-	<b>4,106,949</b>	<b>(701,444)</b>	<b>(5,253,483)</b>	-	<b>4,776,209</b>	<b>(477,274)</b>
<b>Closing balance - net</b>	<b>2,824,730</b>	<b>(23,670)</b>	<b>(6,150,299)</b>	<b>(3,349,239)</b>	<b>5,065,532</b>	<b>(47,624)</b>	<b>(7,828,175)</b>	<b>(2,810,267)</b>
Closing balance - liabilities	2,824,730	(23,670)	(6,150,299)	(3,349,239)	5,065,532	(47,624)	(7,828,175)	(2,810,267)

## 6.3.2 Life and health segment - Analysis of reinsurance contracts balances by components

	For the period ended 30 June 2025 (reviewed)				For the year ended 31 December 2024 (audited)			
	Present value				Present value			
	of future cash	Risk	Contractual		of future cash	Risk	Contractual	
	flows	adjustment	service margin	Total	flows	adjustment	service margin	Total
<b>Opening balance - liabilities</b>	<b>(2,064,988)</b>	<b>(207,804)</b>	<b>(537,475)</b>	<b>(2,810,267)</b>	<b>(2,229,708)</b>	<b>(179,476)</b>	<b>(569,353)</b>	<b>(2,978,537)</b>
CSM recognised for the services provided	-	-	633,545	633,545	-	-	1,979,975	1,979,975
Change in the risk adjustment for non-financial risk for the risk expired	-	45,061	-	45,061	-	(34,412)	-	(34,412)
Experience adjustments	(323,568)	-	-	(323,568)	284,881	-	-	284,881
<b>Changes that relate to current service</b>	<b>(323,568)</b>	<b>45,061</b>	<b>633,545</b>	<b>355,038</b>	<b>284,881</b>	<b>(34,412)</b>	<b>1,979,975</b>	<b>2,230,444</b>
Contracts initially recognised in the period	281,587	(22,635)	(280,997)	(22,045)	372,392	(1,199)	(371,344)	(151)
Changes in estimates that adjust the CSM	642,723	(3,631)	(639,092)	-	1,496,799	1,209	(1,498,008)	-
Changes in estimates that result in losses and reversal of losses on onerous contracts	35,404	(564)	-	34,840	(37,327)	(27)	-	(37,354)
<b>Changes that relate to future services</b>	<b>959,714</b>	<b>(26,830)</b>	<b>(920,089)</b>	<b>12,795</b>	<b>1,831,864</b>	<b>(17)</b>	<b>(1,869,352)</b>	<b>(37,505)</b>
Adjustments to liabilities for incurred claims	3,845	(9)	-	3,836	(1,015,762)	5,000	-	(1,010,762)
<b>Changes that relate to past service</b>	<b>3,845</b>	<b>(9)</b>	<b>-</b>	<b>3,836</b>	<b>(1,015,762)</b>	<b>5,000</b>	<b>-</b>	<b>(1,010,762)</b>
<b>Net reinsurance service result</b>	<b>639,991</b>	<b>18,222</b>	<b>(286,544)</b>	<b>371,669</b>	<b>1,100,983</b>	<b>(29,429)</b>	<b>110,623</b>	<b>1,182,177</b>
Finance expense from reinsurance contracts	(187,541)	(894)	(27,963)	(216,398)	(307,953)	(682)	(71,346)	(379,981)
Effect of movement in interest rate - OCI	(42,206)	64	-	(42,142)	(104,798)	(246)	-	(105,044)
Effect of movement in exchange rate	35,366	2,767	11,210	49,343	(46,238)	2,029	(7,399)	(51,608)
<b>Total changes in comprehensive income</b>	<b>445,610</b>	<b>20,159</b>	<b>(303,297)</b>	<b>162,472</b>	<b>641,994</b>	<b>(28,328)</b>	<b>31,878</b>	<b>645,544</b>
<b>Cash flows</b>								
Premiums received	(4,824,821)	-	-	(4,824,821)	(5,298,642)	-	-	(5,298,642)
Claims and other directly attributable expenses paid	4,106,949	-	-	4,106,949	4,776,209	-	-	4,776,209
Insurance acquisition cash flows paid	16,428	-	-	16,428	45,159	-	-	45,159
<b>Total cash flows</b>	<b>(701,444)</b>	<b>-</b>	<b>-</b>	<b>(701,444)</b>	<b>(477,274)</b>	<b>-</b>	<b>-</b>	<b>(477,274)</b>
Closing balance - net	<b>(2,320,822)</b>	<b>(187,645)</b>	<b>(840,772)</b>	<b>(3,349,239)</b>	<b>(2,064,988)</b>	<b>(207,804)</b>	<b>(537,475)</b>	<b>(2,810,267)</b>
Closing balance - liabilities	<b>(2,320,822)</b>	<b>(187,645)</b>	<b>(840,772)</b>	<b>(3,349,239)</b>	<b>(2,064,988)</b>	<b>(207,804)</b>	<b>(537,475)</b>	<b>(2,810,267)</b>

**7 HEAD OFFICE FUNDS**

	Head office account	Fair value reserve	Insurance finance reserve	Accumulated losses	Total
1 January 2024	20,166,950	(5,664,900)	5,231,675	4,321,808	24,055,533
Transactions from head office	345,123	-	-	-	345,123
Loss for the period	-	-	-	(12,932,424)	(12,932,424)
Other comprehensive income	-	(190,479)	681,787	-	491,308
30 June 2024	20,512,073	(5,855,379)	5,913,462	(8,610,616)	11,959,540
<b>1 January 2025</b>	<b>35,166,950</b>	<b>(3,992,989)</b>	<b>2,495,953</b>	<b>(10,656,193)</b>	<b>23,013,721</b>
Transactions from head office	433,494	-	-	-	433,494
Income for the period	-	-	-	2,142,581	2,142,581
Other comprehensive income	-	2,284,732	(748,090)	-	1,536,642
<b>30 June 2025</b>	<b>35,600,444</b>	<b>(1,708,257)</b>	<b>1,747,863</b>	<b>(8,513,612)</b>	<b>27,126,438</b>

**8 RELATED PARTY TRANSACTIONS**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include other group companies, directors and key management personnel of the Branch. Key management personnel comprise of the key members of management having authority and responsibility for planning, directing and controlling the activities of the Branch.

	<b>30 June 2025 (reviewed)</b>	<b>30 June 2024 (reviewed)</b>
<b>a) Transactions during the period</b>		
Reinsurance revenue		
HDI Sigorta A.S.		
<i>Entities under common control of ultimate parent</i>	1,479	112,071
Reinsurance expenses		
HDI Sigorta A.S.		
<i>Entities under common control of ultimate parent</i>	1,462	110,621
Net expense from reinsurance contracts		
Hannover Re Bermuda Ltd., Bermuda		
<i>Entities under common control of immediate parent</i>	3,026,041	2,426,837
Expenses recharged by:		
- Hannover Retakaful BSC (c), Bahrain		
<i>Entities under common control of immediate parent</i>	650,514	628,510
- Hannover Rück SE, Germany		
<i>Entities under common control of immediate parent</i>	300,295	270,755
- Ampega Asset Management GmbH, Germany		
<i>Entities under common control of ultimate parent</i>	99,972	79,004

	30 June 2025 (reviewed)	31 December 2024 (audited)
<b>b) Balances with related parties</b>		
Reinsurance contracts retroceded in an asset position		
- Hannover Re Bermuda Ltd., Bermuda		
<i>Entities under common control of immediate parent</i>	6,176,206	8,904,468
Reinsurance contracts retroceded in an asset position		
- HDI Sigorta A.S.		
<i>Entities under common control of ultimate parent</i>	19,670	114,546
Other liabilities		
- Hannover Retakaful BSC (c), Bahrain		
<i>Entities under common control of immediate parent</i>	565,485	-
Head office account		
- Hannover Rück SE, Germany		
<i>Entities under common control of immediate parent</i>	35,600,444	35,166,950

**9 FAIR VALUE OF FINANCIAL INSTRUMENTS**

The Branch's financial assets and financial liabilities are measured at amortised cost except for investments, which are carried at fair value. The Branch has not disclosed fair value of financial assets and liabilities other than investments measured at fair value through OCI, because the carrying value approximates their fair value. Fair values measurement assumes that the asset or liability is exchanged in an orderly transaction between market participants to sell the asset or transfer the liability at the measurement date under current market conditions.

Underlying the definition of fair value is a presumption that an enterprise is a going concern without any intention or need to liquidate, curtail materially the scale of its operations or undertake a transaction on adverse terms.

**a) Fair value hierarchy**

The Branch measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measures:

- Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.

- Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

- Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments

The table below analyses financial instruments measured at fair value as at 30 June 2025 and 31 December 2024, by the level in the fair value hierarchy into which the fair value measurement is categorised:

	Level 1	Level 2	Level 3	Total
<b>30 June 2025 (reviewed)</b>				
<b>Investments</b>	-	171,313,732	-	171,313,732
<b>31 December 2024 (audited)</b>				
<b>Investments</b>	-	166,674,316	-	166,674,316

**b) Fair values of financial instruments**

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. Underlying the definition of fair value is a presumption that an enterprise is a going concern without any intention or need to liquidate, curtail materially the scale of its operations or undertake a transaction on adverse terms. The fair values of the Branch's assets and liabilities closely approximate their carrying value.

For the period ended 30 June 2025, there were no transfers in and out of level 1, level 2 and level 3 (31 December 2024: Nil).

**10 DOMESTIC MINIMUM TOP-UP TAX**

On 1 September 2024, the Kingdom of Bahrain issued the Decree Law (11) of 2024 which introduces a Domestic Minimum Top-Up Tax ("DMTT") for Multinational Enterprises ("MNEs") (hereinafter referred to as the "DMTT Law") with an effective date of 1 January 2025. DMTT Law is largely in line with the OECD Global Anti-Base Erosion Pillar Two Model Rules ('GloBE rules') and applies a 15% effective tax rate to Bahrain profits of MNEs with global consolidated revenues of at least EUR 750 million in at least two of the previous four fiscal years. This includes MNEs headquartered in Bahrain as well as foreign MNEs with operations in Bahrain.

The Branch has assessed the applicability of the DMTT Law and determined that it falls within its scope, based on the revenue threshold and the Head Office's operations across multiple jurisdictions. DMTT expenses are presented under "Other taxes" in the income statement, together with withholding tax on investment income. The DMTT top-up tax is calculated on the taxable income of the Branch's Bahrain operations, as well as the Bahrain operations of another group entity, Hannover ReTakaful B.S.C. (c).

**11 CORRESPONDING AMOUNTS**

The Branch had previously classified the movement in the Head Office account amounting to BHD 345,123 as a financing activity for the period ended 30 June 2024. Since the nature of these transactions pertains to operating activities, the amount has been reclassified accordingly. This reclassification has no impact on the previously reported results or total comprehensive income.