
**SAUDI REINSURANCE COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**CONDENSED INTERIM FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REVIEW REPORT
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED
30 SEPTEMBER 2024**

**CONDENSED INTERIM FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS'
REVIEW REPORT**

For the three-month and nine-month periods ended 30 September 2024

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INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

TO THE SHAREHOLDERS OF SAUDI REINSURANCE COMPANY (A SAUDI JOINT STOCK COMPANY)

INTRODUCTION

We have reviewed the accompanying condensed interim statement of financial position of Saudi Reinsurance Company (the "Company") as at 30 September 2024, the related condensed interim statements of income and comprehensive income for the three-month and nine-month periods then ended and condensed interim statements of changes in equity and cash flows for the nine-month period then ended and notes to the condensed interim financial statements. Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" that is endorsed in the Kingdom of Saudi Arabia. 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 that are endorsed in the Kingdom of Saudi Arabia 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 statements as at 30 September 2024 of the Company are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

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KPMG Professional Services, a professional closed joint stock company registered in the Kingdom of Saudi Arabia with a paid-up capital of SAR 70,000,000 and a non-partner member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.

Riyadh on 06 November 2024
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Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

		30 September 2024	31 December 2023
	<i>Notes</i>	(Unaudited)	(Audited)
ASSETS			
Cash and bank balances	4	102,514,765	87,905,002
Financial investments at fair value through income statement (FVIS)	5	556,237,446	154,455,986
Financial investments at fair value through other comprehensive income (FVOCI)	5	218,647,331	141,632,674
Financial investments at amortized cost	5	1,387,397,164	1,127,330,016
Reinsurance contract assets	6	80,356,993	77,827,287
Retrocession contract assets	6	526,556,467	439,593,167
Prepaid expenses, deposits and other assets	7	169,822,491	201,976,702
Property and equipment, net		30,837,907	31,276,602
Intangible assets		5,672,686	5,862,588
Investment in an equity accounted investee	8	--	208,989,740
Statutory deposit	9	89,100,000	89,100,000
Accrued income on statutory deposit	9	21,610,864	22,056,608
TOTAL ASSETS		3,188,754,114	2,588,006,372
LIABILITIES			
Margin loan payable		56,797,019	56,797,019
Reinsurance contract liabilities	6	1,307,505,894	1,185,961,253
Retrocession contract liabilities	6	116,012	189,653
Accrued expenses and other liabilities	10	114,258,645	112,072,472
Provision for employees' end of service benefits		27,620,886	18,633,092
Provision for zakat and tax	11	38,971,357	41,548,376
Accrued commission income payable to Insurance Authority	9	28,342,733	25,982,468
TOTAL LIABILITIES		1,573,612,546	1,441,184,333
EQUITY			
Share capital	12	891,000,000	891,000,000
Statutory reserve		67,931,207	67,931,207
Retained earnings		680,396,089	194,358,333
Other reserves		(24,185,728)	(6,467,501)
TOTAL EQUITY		1,615,141,568	1,146,822,039
TOTAL LIABILITIES AND EQUITY		3,188,754,114	2,588,006,372



Chief Executive Officer



Chairman of the Board



Chief Financial Officer

Restricted 3

The accompanying notes 1 to 26 form an integral part of these condensed interim financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF INCOME

For the three-month and nine-month periods ended 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

	<i>Notes</i>	For the three-month period ended		For the nine-month period ended	
		30 September 2024	30 September 2023	30 September 2024	30 September 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Reinsurance revenue	13	341,463,909	207,330,660	824,154,527	493,958,517
Reinsurance service expenses	14	(383,641,062)	(210,479,738)	(679,826,637)	(384,022,643)
Net income / (expenses) from retrocession contracts	15	95,847,575	31,732,242	(3,576,470)	(8,763,924)
Reinsurance service result		53,670,422	28,583,164	140,751,420	101,171,950
Investment income calculated using effective profit rate	18	22,381,579	16,092,865	52,420,368	41,138,498
Net income from financial instruments measured at FVIS	19	1,678,189	374,801	495,701	2,840,082
Gain on sale of investment in an equity accounted investee	8	365,949,388	--	365,949,388	--
Investment management expenses		(680,337)	(703,944)	(2,919,210)	(2,381,110)
Reversal / (charge) for expected credit losses		325,573	(416,314)	1,304,088	(1,749,908)
Net investment income		389,654,392	15,347,408	417,250,335	39,847,562
Net finance expense from reinsurance contracts issued	16	(28,748,595)	(6,265,272)	(47,048,434)	(63,335,589)
Net finance income / (expense) from retrocession contracts held	17	8,914,245	(2,137,999)	15,810,982	28,252,575
Net financial result		369,820,042	6,944,137	386,012,883	4,764,548
NET REINSURANCE AND INVESTMENT RESULT		423,490,464	35,527,301	526,764,303	105,936,498
Other income		2,356,685	2,139,464	6,729,549	4,032,371
Other finance costs		(484,142)	(298,275)	(1,359,724)	(1,090,494)
Other operating expenses		(12,195,238)	(11,611,547)	(31,671,827)	(31,808,505)
Share of profit of an equity accounted investee		--	13,819,019	2,510,590	44,435,369
Net income for the period before zakat and tax		413,167,769	39,575,962	502,972,891	121,505,239
Zakat for the period	11	(13,250,169)	(5,482,307)	(27,721,504)	(16,222,596)
Tax charge for the period	11	(243,748)	(19,523)	(300,267)	(48,061)
Net income for the period after zakat and tax		399,673,852	34,074,132	474,951,120	105,234,582
Basic and diluted earnings per share	20	4.49	0.38	5.33	1.18
Weighted average number of shares in issue		89,100,000	89,100,000	89,100,000	89,100,000

Chief Executive Officer

Chairman of the Board

Chief Financial Officer

Restricted 3

The accompanying notes 1 to 26 form an integral part of these condensed interim financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the three-month and nine-month periods ended 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

	For the three-month period ended		For the nine-month period ended	
	30	30	30	30
	September	September	September	September
	2024	2023	2024	2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net income for the period after zakat and tax	399,673,852	34,074,132	474,951,120	105,234,582
<i>Other comprehensive income</i>				
Items that will not be reclassified to income statement subsequently				
Financial investments at FVOCI – net change in fair value	1,743,968	832,389	2,527,157	888,838
Re-measurement loss on employees' end of service benefit obligations	(4,504,408)	--	(10,770,378)	--
Items that may be classified to income statement subsequently				
Share of foreign currency translation reserve of an equity accounted investee	1,768,477	(3,581,821)	1,611,630	2,051,566
Total comprehensive income for the period	398,681,889	31,324,700	468,319,529	108,174,986



Chief Executive Officer



Chairman of the Board



Chief Financial Officer

Restricted 3

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Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)

	GCC Shareholders and General Public				Non – GCC Shareholders				Total				
	Share capital	Statutory reserve	Retained earnings	Other reserves	Share capital	Statutory reserve	Retained earnings	Other reserves	Share capital	Statutory reserve	Retained Earnings	Other reserves	Total
Balance as at 1 January 2023 (Audited)	855,064,607	41,309,225	90,990,714	(11,205,604)	35,935,393	1,736,083	3,824,024	(470,932)	891,000,000	43,045,308	94,814,738	(11,676,536)	1,017,183,510
Transfer during the period	(978,737)	(47,284)	(104,151)	12,827	978,737	47,284	104,151	(12,827)	–	–	–	–	–
Net income for the period	–	–	100,874,713	–	–	–	4,359,869	–	–	–	105,234,582	–	105,234,582
Other comprehensive income	–	–	–	2,818,583	–	–	–	121,821	–	–	–	2,940,404	2,940,404
Total comprehensive income for the period	–	–	100,874,713	2,818,583	–	–	4,359,869	121,821	–	–	105,234,582	2,940,404	108,174,986
Balance as at 30 September 2023 (Unaudited)	854,085,870	41,261,941	191,761,276	(8,374,194)	36,914,130	1,783,367	8,288,044	(361,938)	891,000,000	43,045,308	200,049,320	(8,736,132)	1,125,358,496
Balance as at 1 January 2024 (Audited)	844,908,570	64,417,125	184,304,177	(6,132,937)	46,091,430	3,514,082	10,054,156	(334,564)	891,000,000	67,931,207	194,358,333	(6,467,501)	1,146,822,039
Transfer during the period	(11,814,660)	(900,767)	(2,577,192)	85,759	11,814,660	900,767	2,577,192	(85,759)	–	–	–	–	–
Net income for the period	–	–	444,084,047	–	–	–	30,867,073	–	–	–	474,951,120	–	474,951,120
Other comprehensive income	–	–	–	(6,200,604)	–	–	–	(430,987)	–	–	–	(6,631,591)	(6,631,591)
Total comprehensive income for the period	–	–	444,084,047	(6,200,604)	–	–	30,867,073	(430,987)	–	–	474,951,120	(6,631,591)	468,319,529
Share of capital contribution of investment in equity accounted investee	–	–	10,366,116	(10,366,116)	–	–	720,520	(720,520)	–	–	11,086,636	(11,086,636)	–
Balance as at 30 September 2024 (Unaudited)	833,093,910	63,516,358	636,177,148	(22,613,898)	57,906,090	4,414,849	44,218,941	(1,571,830)	891,000,000	67,931,207	680,396,089	(24,185,728)	1,615,141,568



Chief Executive Officer



Chairman of the Board



Chief Financial Officer

Restricted 3

The accompanying notes 1 to 26 form an integral part of these condensed interim financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the three-month and nine-month periods ended 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

	Notes	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Cash flows from operating activities			
Net income for the period before zakat and tax		502,972,891	121,505,239
<i>Adjustments for:</i>			
Provision for employees' end of service benefits		1,937,108	1,510,418
Special commission income from debt securities and sukuk		(14,274,517)	(12,241,560)
Special commission expense on margin loan payable		1,359,724	1,090,494
Special commission income from time deposits	18	(37,229,478)	(27,350,892)
Amortisation of discount and premium on financial investments at amortized cost, net		(916,373)	(1,546,046)
Depreciation and amortization of property and equipment & intangibles		2,499,726	1,827,987
Realized (gains) / losses on financial investments at fair value through income statement	19	(4,314,163)	1,102,415
Unrealized gains on financial investments at fair value through income statement	19	(6,441,935)	(3,434,324)
Share of profit of an equity accounted investee		(2,510,590)	(44,435,369)
Gain on sale of investment in an equity accounted investee	8	(365,949,388)	--
Dividend income	19	(377,575)	(508,173)
(Reversal) / charge for expected credit losses		(1,304,088)	1,749,908
		<u>75,451,342</u>	<u>39,270,097</u>
<i>Changes in:</i>			
Reinsurance contract assets		(2,529,706)	(9,497,026)
Reinsurance contract liabilities		121,544,641	132,150,333
Retrocession contract assets		(86,963,300)	(87,408,432)
Retrocession contract liabilities		(73,641)	--
Prepaid expenses, deposits and other assets		32,154,211	(210,538,148)
Accrued expenses and other liabilities		2,186,173	22,171,066
		<u>141,769,720</u>	<u>(113,852,110)</u>
Zakat and tax paid		(30,598,790)	(10,117,416)
Employees' end of service benefits paid		(3,719,692)	(567,406)
Net cash from / (used in) operating activities		<u>107,451,238</u>	<u>(124,536,932)</u>
Cash flows from investing activities			
Placements in time deposits		(1,532,728,526)	(165,918,802)
Proceeds from maturity of time deposits		1,435,429,604	53,442,084
Receipt of special commission income from time deposits		39,126,778	26,629,096
Receipt of special commission income from debt securities and sukuk		12,357,809	13,698,897
Dividends received		377,575	508,173
Purchase of property and equipment, net		(1,871,129)	(2,522,705)
Proceeds from disposal of investment in an equity accounted investee		579,061,348	--
Additions to financial investments held at amortized cost		(170,934,607)	--
Proceeds from maturity of financial investments held at amortized cost		10,406,250	33,000,000
Additions to financial investments at fair value through income statement		(886,766,257)	(155,577,521)
Proceeds from disposal of financial investments at FVIS		495,740,895	335,231,355
Additions to financial investments at FVOCI		(74,487,500)	--
Net cash (used in) / from investing activities		<u>(94,287,760)</u>	<u>138,490,577</u>
Cash flows from financing activities			
Special commission expense paid against margin loan		(1,359,724)	(792,219)
Net cash used in financing activities		<u>(1,359,724)</u>	<u>(792,219)</u>
Increase in cash and cash equivalents		<u>11,803,754</u>	<u>13,161,426</u>
Cash and cash equivalents at the beginning of the period		83,979,142	30,421,510
Cash and cash equivalents at the end of the period	4	<u>95,782,896</u>	<u>43,582,936</u>

Chief Executive Officer

Chairman of the Board

Chief Financial Officer

Restricted 3

The accompanying notes 1 to 26 form an integral part of these condensed interim financial statements.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and nine-month periods ended 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

Saudi Reinsurance Company (the “Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration number 1010250125 (Entity number: 7001556021) dated 12 Jumad Al-Awal 1429H (corresponding to 17 May 2008) with a branch in the Federal Territory of Labuan, Malaysia with license number IS2014146. The address of the Company’s registered office is at 4130 Northern Ring Road Al Wadi, Unit number 1, Riyadh 13313-6684, Kingdom of Saudi Arabia.

The objective of the Company is to transact cooperative reinsurance and related activities inside and outside the Kingdom of Saudi Arabia.

2. BASIS OF PREPARATION

Statement of compliance

The condensed interim financial statements of the Company as at and for the period ended 30 September 2024 have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” (IAS 34) that is endorsed in Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

The Company’s condensed interim statement of financial position is not presented using a current/non-current classification. However, the following balances would generally be classified as current: cash and bank balances, financial investments at fair value through income statement, prepaid expenses, deposits and other assets, accrued expenses and other liabilities, provision for zakat and tax and negative fair value of derivative. All other financial statement line items would generally be classified as non-current unless stated otherwise.

The Company presents its condensed interim statement of financial position in order of liquidity (starting from most liquid).

As required by the Saudi Arabian Insurance Regulations (the Implementation Regulations), the Company maintains separate books of accounts for “Reinsurance Operations” and “Shareholders’ Operations”. Accordingly, assets, liabilities, revenues and expenses clearly attributable to either operation, are recorded in the respective books of accounts.

The accompanying condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company’s annual financial statements as at 31 December 2023.

Basis of measurement

These condensed interim financial statements have been prepared under the going concern basis and the historical cost convention, except for reinsurance and retrocession contracts which are measured at the present value of estimated fulfilment cash flows that are expected to arise as the Company fulfils its contractual obligations and a contractual service margin (“CSM”) in accordance with IFRS 17, the measurement at fair value of financial investments at fair value through income statement, financial investments at fair value through other comprehensive income, shariah compliant forward contract at fair value, investment in an equity accounted investee which was accounted for under the equity method until its classification as assets held for sale (refer note 8) and employees’ end of service benefits (EOSB) measured at present value of future obligations using projected unit credit method.

The new Companies Law issued through Royal Decree M/132 on 1/12/1443H (corresponding to 30 June 2022) (hereinafter referred as “the Law”) came into force on 26/6/1444 H (corresponding to 19 January 2023). For certain provisions of the Law, full compliance is expected not later than two years from 26/6/1444H (corresponding to 19 January 2023). The Company has amended its Articles of Association to align the Articles to the provisions of the Law and will present the amended Articles of Association to the shareholders in the Extraordinary General Assembly meeting for their ratification.

Functional and presentation currency

These condensed interim financial statements have been presented in Saudi Arabian Riyals (SR), which is the functional and presentational currency of the Company. All financial information presented has been rounded off to the nearest SR.

Fiscal year

The Company’s fiscal year is aligned with the calendar year i.e. it begins at 1 January and ends at 31 December.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**For the three-month and nine-month periods ended 30 September 2024****(All amounts in Saudi Riyals unless otherwise stated)****2. BASIS OF PREPARATION (CONTINUED)***Critical accounting judgments, estimates and assumptions*

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies, the risk management policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended 31 December 2023.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's financial statements for the year ended 31 December 2023. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Amendments to existing standards

Below amendments to accounting standards and interpretations became applicable for annual reporting periods commencing on or after 1 January 2024. The management has assessed that the amendments have no significant impact on the Company's condensed interim financial statements.

Standard, interpretation, amendments	Description	Effective date
Amendments to IAS 1, 'Presentation of financial statements', on classification of liabilities as current or non-current	These narrow-scope amendments to IAS 1, 'Presentation of financial statements', clarify that liabilities are classified as either current or noncurrent, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability.	Annual periods beginning on or after January 1, 2024
Lease Liability in a Sale and Leaseback – Amendments to IFRS 16	It requires a seller-lessee to subsequently measure lease liabilities arising from a leaseback in a way that it does not recognize any amount of the gain or loss that relates to the right of use it retains	Annual periods beginning on or after January 1, 2024
Amendments to IAS 7 & IFRS 7 Supplier Finance	These amendments require disclosures to enhance the transparency of supplier finance arrangements & their effects on a company's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concern that some companies' supplier finance arrangement is not sufficiently visible, hindering investors analysis. No material impact is expected for the Company.	Annual periods beginning on or after January 1, 2024 (with transitional reliefs in the first year)

Saudi Reinsurance Company (A Saudi Joint Stock Company)**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS****For the three-month and nine-month periods ended 30 September 2024****(All amounts in Saudi Riyals unless otherwise stated)****3. MATERIAL ACCOUNTING POLICIES (CONTINUED)****New standards not yet effective**

The following standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's condensed interim financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective. Further, the Company has chosen not to early adopt the amendments and revisions to the International Financial Reporting Standards, which have been published and are mandatory for compliance for the Company with effect from future dates.

Standard, interpretation, amendments	Description	Effective date
Amendments to IFRS 10 and IAS 28	Amendments to IFRS 10 consolidated financial statements and IAS 28 Investments in Associates and Joint Ventures—Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.	The effective date of the amendments has yet to be set by The IASB.
Amendments to IAS 21 - Lack of Exchangeability	An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.	Annual periods beginning on or after January 1, 2025
IFRS 18 - Presentation and disclosure in financial statements	IFRS 18 includes requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements.	Annual reporting period beginning on or after 1 January 2027

4. CASH AND BANK BALANCES

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Cash in hand	39,410	39,410
Bank balances	95,743,486	83,939,732
Bank balance - restricted (refer note 9)	6,731,869	3,925,860
Total cash and bank balances	102,514,765	87,905,002
Less: Bank balance – restricted (refer note 9)	(6,731,869)	(3,925,860)
Total cash and cash equivalents in the statement of cash flows	95,782,896	83,979,142

Bank balances include call account balance of SR 1.8 million (31 December 2023: SR 0.2 million). Bank balances are placed with counterparties which have credit ratings of BBB+ and above as per the Standard & Poor's and Moody's ratings methodology.

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and nine-month periods ended 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

5. FINANCIAL INVESTMENTS

i. Financial investments held by the Company consist of the following as at:

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Held at FVIS		
<i>Financial investments mandatorily measured at FVIS</i>		
Money market funds	546,702,097	146,156,801
Investment funds	7,471,100	8,299,185
Equity securities	2,064,249	--
	556,237,446	154,455,986
Held at FVOCI		
<i>Financial investments designated at FVOCI</i>		
Tier 1 Sukuk	218,647,331	141,632,674
	218,647,331	141,632,674
Held at amortized cost		
Time deposits	984,548,923	888,894,412
Debt securities	404,587,038	241,478,489
Expected credit losses	(1,738,797)	(3,042,885)
	1,387,397,164	1,127,330,016
Total financial investments	2,162,281,941	1,423,418,676

Time deposits are placed with banks which have credit ratings of BBB and above as per the Standard & Poor's and Moody's ratings methodology. Such deposits earn special commission at an average effective commission rate of 5.23% (2023: 4.85%) per annum and have average term of 2 – 5 years (2023: 3 – 5 years).

ii. Movement in expected credit losses for financial investments held at amortized cost is as follows:

	30 September 2024 (Unaudited)			
	Stage 1	Stage 2	Stage 3	Total
Balance at the beginning of the period	2,417,389	--	625,496	3,042,885
Reversal during the period	(1,304,088)	--	--	(1,304,088)
	1,113,301	--	625,496	1,738,797
	31 December 2023 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
Balance at the beginning of the period	1,697,733	--	1,237,711	2,935,444
Charge / (Reversal) during the period	719,656	--	(612,215)	107,441
	2,417,389	--	625,496	3,042,885

The value of investments classified at stage 1 and stage 3 amounts to **SR 1,387,570,851** and **SR 1,565,110** respectively (31 December 2023: Stage 1 - SR 1,128,895,377 Stage 3 - SR 1,477,524).

Saudi Reinsurance Company (A Saudi Joint Stock Company)
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5. FINANCIAL INVESTMENTS (CONTINUED)

iii. The movement of financial investments is as follows:

	30 September 2024 (Unaudited)			
	FVIS	FVOCI	Amortized cost	Total
Opening balance	154,455,986	141,632,674	1,127,330,016	1,423,418,676
Additions	886,766,257	74,487,500	1,703,663,133	2,664,916,890
Disposals / Maturity	(495,740,895)	--	(1,445,835,854)	(1,941,576,749)
Unrealized gains	6,441,935	2,527,157	--	8,969,092
Realized gains	4,314,163	--	--	4,314,163
Accrued interest	--	--	19,408	19,408
Amortization of discount / (premium), net	--	--	916,373	916,373
Reversal of expected credit losses	--	--	1,304,088	1,304,088
Closing balance	556,237,446	218,647,331	1,387,397,164	2,162,281,941

	31 December 2023 (Audited)			
	FVIS	FVOCI	Amortized cost	Total
Opening balance	272,653,544	119,921,195	1,030,133,715	1,422,708,454
Additions	273,799,473	21,000,000	214,672,255	509,471,728
Disposals / Maturity	(396,850,320)	--	(126,765,889)	(523,616,209)
Unrealized gains	4,871,961	711,479	--	5,583,440
Realized losses	(18,672)	--	--	(18,672)
Accrued interest	--	--	7,510,884	7,510,884
Amortization of discount / (premium), net	--	--	1,886,492	1,886,492
Charge for expected credit losses	--	--	(107,441)	(107,441)
Closing balance	154,455,986	141,632,674	1,127,330,016	1,423,418,676

6. REINSURANCE AND RETROCESSION CONTRACTS

	Property and Casualty (P&C)	Motor	Protection	Health	Inherent Defects Insurance (IDI)	Total
30 September 2024 (Unaudited)						
Reinsurance contracts						
Reinsurance contract assets	(78,343,557)	(234,068)	(1,745,923)	(33,445)	--	(80,356,993)
Reinsurance contract liabilities	862,049,931	127,290,951	19,644,588	5,830,353	292,690,071	1,307,505,894
Reinsurance contract balances	783,706,374	127,056,883	17,898,665	5,796,908	292,690,071	1,227,148,901
Retrocession contracts						
Retrocession contract assets	(269,145,115)	(8,033,169)	--	--	(249,378,183)	(526,556,467)
Retrocession contract liabilities	--	--	116,012	--	--	116,012
Retrocession contract balances	(269,145,115)	(8,033,169)	116,012	--	(249,378,183)	(526,440,455)
31 December 2023 (Audited)						
Reinsurance contracts						
Reinsurance contract assets	(75,907,622)	(468,928)	(1,417,258)	(33,479)	--	(77,827,287)
Reinsurance contract liabilities	840,823,027	85,788,370	24,002,379	5,707,906	229,639,571	1,185,961,253
Reinsurance contract balances	764,915,405	85,319,442	22,585,121	5,674,427	229,639,571	1,108,133,966
Retrocession contracts						
Retrocession contract assets	(239,011,184)	(13,565)	--	--	(200,568,418)	(439,593,167)
Retrocession contract liabilities	--	--	189,653	--	--	189,653
Retrocession contract balances	(239,011,184)	(13,565)	189,653	--	(200,568,418)	(439,403,514)

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
Reinsurance contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Reinsurance contract liabilities	253,793,869	44,374,389	850,084,867	37,708,128	1,185,961,253	(175,496,477)	19,110,094	947,476,161	35,925,934	827,015,712
Reinsurance contract assets	1,848,498	172,580	(90,153,447)	10,305,082	(77,827,287)	(39,568,941)	291,869	(71,290,009)	5,775,828	(104,791,253)
Net opening balance	255,642,367	44,546,969	759,931,420	48,013,210	1,108,133,966	(215,065,418)	19,401,963	876,186,152	41,701,762	722,224,459
Changes in the statement of income										
Reinsurance revenue	(824,154,527)	--	--	--	(824,154,527)	(627,187,025)	--	--	--	(627,187,025)
Reinsurance service expenses										
Incurred claims and other directly attributable expenses	--	(78,394,489)	763,258,697	22,299,828	707,164,036	--	(115,485,691)	694,257,373	32,434,288	611,205,970
Amortisation of insurance acquisition cash flows	21,049,273	--	--	--	21,049,273	14,903,173	--	--	--	14,903,173
Losses and reversals of losses on onerous contracts, net	--	58,640,952	--	--	58,640,952	--	132,877,334	--	--	132,877,334
Adjustments to liabilities for incurred claims	--	--	(99,705,364)	(7,322,260)	(107,027,624)	--	--	(223,102,401)	(26,109,797)	(249,212,198)
	21,049,273	(19,753,537)	663,553,333	14,977,568	679,826,637	14,903,173	17,391,643	471,154,972	6,324,491	509,774,279
Investment components	(2,352,522)	--	2,352,522	--	--	(2,938,923)	--	2,938,923	--	--
Reinsurance service result – Gross	(805,457,776)	(19,753,537)	665,905,855	14,977,568	(144,327,890)	(615,222,775)	17,391,643	474,093,895	6,324,491	(117,412,746)
Net finance (income) / expenses from reinsurance contracts	(13,598,985)	5,011,951	62,856,736	--	54,269,702	(19,442,938)	7,753,363	70,777,424	--	59,087,849
Effect of movement in exchange rates	(917,296)	--	(6,303,972)	--	(7,221,268)	890,518	--	(5,114,775)	(13,043)	(4,237,300)
Total changes in the statement of income	(819,974,057)	(14,741,586)	722,458,619	14,977,568	(97,279,456)	(633,775,195)	25,145,006	539,756,544	6,311,448	(62,562,197)
Cash flows										
Premiums, net of ceding commission, received	362,623,274	--	323,752,607	--	686,375,881	653,572,022	--	485,633,640	--	1,139,205,662
Claims and other reinsurance service expenses paid	--	--	(433,317,899)	--	(433,317,899)	--	--	(671,010,836)	--	(671,010,836)
Reinsurance acquisition cash flows	(36,763,591)	--	--	--	(36,763,591)	(19,723,122)	--	--	--	(19,723,122)
	325,859,683	--	(109,565,292)	--	216,294,391	633,848,900	--	(185,377,196)	--	448,471,704
Changes that relate to premium receivables — premiums expected to be received transferred from the liabilities for remaining coverage to the liabilities for incurred claims	507,565,749	--	(507,565,749)	--	--	470,634,080	--	(470,634,080)	--	--
Net closing balance	269,093,742	29,805,383	865,258,998	62,990,778	1,227,148,901	255,642,367	44,546,969	759,931,420	48,013,210	1,108,133,966
Reinsurance contract liabilities	270,949,072	29,140,281	953,803,041	53,613,500	1,307,505,894	253,793,869	44,374,389	850,084,867	37,708,128	1,185,961,253
Reinsurance contract assets	(1,855,330)	665,102	(88,544,043)	9,377,278	(80,356,993)	1,848,498	172,580	(90,153,447)	10,305,082	(77,827,287)
Net closing balance	269,093,742	29,805,383	865,258,998	62,990,778	1,227,148,901	255,642,367	44,546,969	759,931,420	48,013,210	1,108,133,966

Restricted 3

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
Reinsurance contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Reinsurance contracts								
Reinsurance contract liabilities	808,844,285	80,710,190	296,406,778	1,185,961,253	712,827,991	40,850,546	73,337,175	827,015,712
Reinsurance contract assets	(98,972,208)	14,587,505	6,557,416	(77,827,287)	(270,477,871)	26,301,735	139,384,883	(104,791,253)
Net opening balance	709,872,077	95,297,695	302,964,194	1,108,133,966	442,350,120	67,152,281	212,722,058	722,224,459
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(146,161,563)	(146,161,563)	--	--	(209,961,060)	(209,961,060)
Change in the risk adjustment for non-financial risk for the risk expired	--	1,440,072	--	1,440,072	--	(239,972)	--	(239,972)
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	13,044,324	--	13,044,324	--	32,434,289	--	32,434,289
Experience adjustments	35,735,949	--	--	35,735,949	176,688,861	--	--	176,688,861
Changes that relate to future services								
Contracts initially recognised in the period	(203,477,584)	38,023,244	258,806,848	93,352,508	(196,223,920)	39,722,616	281,918,379	125,417,075
Changes in estimates that adjust the CSM	1,760,335	(20,703,655)	18,943,320	-	16,714,281	(12,133,623)	(4,580,658)	--
Changes in estimates that result in losses and reversals of losses on onerous contracts, net	(31,964,044)	(2,747,512)	--	(34,711,556)	13,198,916	(5,738,657)	--	7,460,259
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(99,705,364)	(7,322,260)	--	(107,027,624)	(223,102,401)	(26,109,797)	--	(249,212,198)
Reinsurance service result – Gross	(297,650,708)	21,734,213	131,588,605	(144,327,890)	(212,724,263)	27,934,856	67,376,661	(117,412,746)
Net finance expenses from reinsurance contracts	32,564,313	--	21,705,389	54,269,702	36,053,179	169,195	22,865,475	59,087,849
Effect of movement in exchange rates	(7,221,268)	--	--	(7,221,268)	(4,278,663)	41,363	--	(4,237,300)
Total changes in the statement of income	(272,307,663)	21,734,213	153,293,994	(97,279,456)	(180,949,747)	28,145,414	90,242,136	(62,562,197)
Cash flows								
Premiums, net of ceding commission, received	686,375,881	--	--	686,375,881	1,139,205,662	--	--	1,139,205,662
Claims and other reinsurance service expenses paid	(433,317,899)	--	--	(433,317,899)	(671,010,836)	--	--	(671,010,836)
Reinsurance acquisition cash flows	(36,763,591)	--	--	(36,763,591)	(19,723,122)	--	--	(19,723,122)
	216,294,391	--	--	216,294,391	448,471,704	--	--	448,471,704
Net closing balance	653,858,805	117,031,908	456,258,188	1,227,148,901	709,872,077	95,297,695	302,964,194	1,108,133,966
Reinsurance contract liabilities	766,706,200	102,780,074	438,019,620	1,307,505,894	808,844,285	80,710,190	296,406,778	1,185,961,253
Reinsurance contract assets	(112,847,395)	14,251,834	18,238,568	(80,356,993)	(98,972,208)	14,587,505	6,557,416	(77,827,287)
Net closing balance	653,858,805	117,031,908	456,258,188	1,227,148,901	709,872,077	95,297,695	302,964,194	1,108,133,966

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
Retrocession contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total	(Assets) / liabilities for remaining coverage		(Assets) / liabilities for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Retrocession contract assets	(189,148,319)	(3,223,310)	(236,418,979)	(10,802,559)	(439,593,167)	13,672,811	(956,953)	(187,474,023)	(14,487,910)	(189,246,075)
Retrocession contract liabilities	1,308	(5,562)	194,568	(661)	189,653	12,543,677	(363)	(348,604)	(38,966)	12,155,744
Net opening balance	(189,147,011)	(3,228,872)	(236,224,411)	(10,803,220)	(439,403,514)	26,216,488	(957,316)	(187,822,627)	(14,526,876)	(177,090,331)
Allocation of reinsurance premiums paid	120,892,372	--	--	--	120,892,372	46,381,246	--	--	--	46,381,246
Income on initial recognition of onerous underlying reinsurance contracts	--	(2,855,844)	--	--	(2,855,844)	--	(31,225,567)	--	--	(31,225,567)
Amounts recoverable from retrocessionaires										
Recoveries of incurred claims and other reinsurance services	--	--	(211,627,698)	(8,740,865)	(220,368,563)	--	--	(96,997,107)	(6,584,836)	(103,581,943)
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	--	4,057,503	--	--	4,057,503	--	27,831,384	--	--	27,831,384
Adjustments to assets for incurred claims	--	--	96,364,059	5,891,545	102,255,604	--	--	43,537,212	10,307,002	53,844,214
	--	4,057,503	(115,263,639)	(2,849,320)	(114,055,456)	--	27,831,384	(53,459,895)	3,722,166	(21,906,345)
Changes that relate to future service	--	(206,568)	--	--	(206,568)	--	2,992,434	--	--	2,992,434
Effect of changes in the risk of retrocessionaires' non-performance	(45,617)	--	(152,417)	--	(198,034)	1,171,969	--	236,763	--	1,408,732
Net expenses / (income) from retrocession contracts	120,846,755	995,091	(115,416,056)	(2,849,320)	3,576,470	47,553,215	(401,749)	(53,223,132)	3,722,166	(2,349,500)
Net finance income from retrocession contracts	(5,100,011)	(209,524)	(10,446,232)	--	(15,755,767)	(8,465,666)	(1,869,807)	(9,867,708)	--	(20,203,181)
Effect of movement in exchange rates	--	--	(55,215)	--	(55,215)	--	--	(23,212)	1,490	(21,722)
Total changes in the statement of income	115,746,744	785,567	(125,917,503)	(2,849,320)	(12,234,512)	39,087,549	(2,271,556)	(63,114,052)	3,723,656	(22,574,403)
Cash flows										
Premiums, net of ceding commissions, paid	(101,842,650)	--	(18,480,589)	--	(120,323,239)	(235,853,084)	--	(120,543,024)	--	(356,396,108)
Recoveries from retrocession	--	--	45,520,810	--	45,520,810	--	--	116,657,328	--	116,657,328
	(101,842,650)	--	27,040,221	--	(74,802,429)	(235,853,084)	--	(3,885,696)	--	(239,738,780)
Changes that relate to premium payables — premiums expected to be paid transferred from the liabilities for remaining coverage to the liabilities for incurred claims	(42,602,814)	--	42,602,814	--	--	(18,597,964)	--	18,597,964	--	--
Net closing balance	(217,845,731)	(2,443,305)	(292,498,879)	(13,652,540)	(526,440,455)	(189,147,011)	(3,228,872)	(236,224,411)	(10,803,220)	(439,403,514)
Retrocession contract assets	(217,903,807)	(2,441,915)	(292,558,885)	(13,651,860)	(526,556,467)	(189,148,319)	(3,223,310)	(236,418,979)	(10,802,559)	(439,593,167)
Retrocession contract liabilities	58,076	(1,390)	60,006	(680)	116,012	1,308	(5,562)	194,568	(661)	189,653
Net closing balance	(217,845,731)	(2,443,305)	(292,498,879)	(13,652,540)	(526,440,455)	(189,147,011)	(3,228,872)	(236,224,411)	(10,803,220)	(439,403,514)

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
Retrocession contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin	Total
Retrocession contracts								
Retrocession contract assets	(183,058,050)	(45,507,807)	(211,027,310)	(439,593,167)	(146,685,358)	(16,051,471)	(26,509,246)	(189,246,075)
Retrocession contract liabilities	194,569	(661)	(4,255)	189,653	134,826,431	(18,342,148)	(104,328,539)	12,155,744
Net opening balance	(182,863,481)	(45,508,468)	(211,031,565)	(439,403,514)	(11,858,927)	(34,393,619)	(130,837,785)	(177,090,331)
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services received	--	--	58,555,127	58,555,127	--	--	64,089,644	64,089,644
Change in the risk adjustment for non-financial risk for the risk expired	--	(535,507)	--	(535,507)	--	7,394	--	7,394
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	(7,450,236)	--	(7,450,236)	--	(6,404,179)	--	(6,404,179)
Experience adjustments	(145,988,072)	--	--	(145,988,072)	(87,062,172)	--	--	(87,062,172)
Changes that relate to future services								
Contracts initially recognised in the period	121,510,492	(10,964,671)	(113,401,665)	(2,855,844)	134,830,713	(18,425,100)	(147,631,180)	(31,225,567)
Changes in recoveries of losses on onerous contracts that adjust the CSM	(16,865,584)	(1,936,347)	18,801,931	--	1,909,909	(1,280,204)	(629,705)	--
Changes in estimates that adjust the CSM	63,059,801	(89,573)	(62,970,228)	--	152,761,320	(707,872)	(152,053,448)	--
Changes in estimates that relate to losses and reversals of losses on onerous underlying reinsurance contracts, net	(33,238,273)	14,225,652	18,806,053	(206,568)	(170,568,163)	5,386,620	168,173,977	2,992,434
Changes that relate to past services								
Adjustments to liabilities for incurred claims	96,364,059	5,891,545	--	102,255,604	43,537,212	10,307,002	--	53,844,214
Effect of changes in the risk of reinsurers non-performance	(198,034)	--	--	(198,034)	1,408,732	--	--	1,408,732
Net expenses / (income) from retrocession contracts	84,644,389	(859,137)	(80,208,782)	3,576,470	76,817,551	(11,116,339)	(68,050,712)	(2,349,500)
Net finance (income) / expense from retrocession contracts	(4,445,202)	--	(11,310,565)	(15,755,767)	(8,060,113)	--	(12,143,068)	(20,203,181)
Effect of movement in exchange rates	(55,215)	--	--	(55,215)	(23,212)	1,490	--	(21,722)
Total changes in the statement of income	80,143,972	(859,137)	(91,519,347)	(12,234,512)	68,734,226	(11,114,849)	(80,193,780)	(22,574,403)
Cash flows								
Premiums, net of ceding commissions, paid	(120,323,239)	--	--	(120,323,239)	(356,396,108)	--	--	(356,396,108)
Recoveries from retrocession	45,520,810	--	--	45,520,810	116,657,328	--	--	116,657,328
	(74,802,429)	--	--	(74,802,429)	(239,738,780)	--	--	(239,738,780)
Net closing balance	(177,521,938)	(46,367,605)	(302,550,912)	(526,440,455)	(182,863,481)	(45,508,468)	(211,031,565)	(439,403,514)
Retrocession contract assets	(177,702,508)	(46,366,925)	(302,487,034)	(526,556,467)	(183,058,050)	(45,507,807)	(211,027,310)	(439,593,167)
Retrocession contract liabilities	180,570	(680)	(63,878)	116,012	194,569	(661)	(4,255)	189,653
Net closing balance	(177,521,938)	(46,367,605)	(302,550,912)	(526,440,455)	(182,863,481)	(45,508,468)	(211,031,565)	(439,403,514)

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
i. Property and Casualty
Reinsurance contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Reinsurance contract liabilities	42,185,996	42,312,616	723,881,937	32,442,478	840,823,027	(140,872,072)	14,283,817	733,271,345	30,656,446	637,339,536
Reinsurance contract assets	1,841,169	172,580	(88,140,114)	10,218,743	(75,907,622)	(18,291,500)	291,820	(58,081,491)	5,393,792	(70,687,379)
Net opening balance	44,027,165	42,485,196	635,741,823	42,661,221	764,915,405	(159,163,572)	14,575,637	675,189,854	36,050,238	566,652,157
Changes in the statement of income										
Reinsurance revenue	(668,030,994)	--	--	--	(668,030,994)	(547,578,499)	--	--	--	(547,578,499)
Reinsurance service expenses										
Incurred claims and other directly attributable expenses	--	(64,025,038)	613,761,927	17,977,096	567,713,985	--	(107,151,106)	589,588,663	29,092,921	511,530,478
Amortisation of insurance acquisition cash flows	17,729,834	--	--	--	17,729,834	12,285,728	--	--	--	12,285,728
Losses and reversals of losses on onerous contracts, net	--	45,425,001	--	--	45,425,001	--	127,962,193	--	--	127,962,193
Adjustments to liabilities for incurred claims	--	--	(98,128,786)	(7,623,914)	(105,752,700)	--	--	(205,154,291)	(22,498,481)	(227,652,772)
	17,729,834	(18,600,037)	515,633,141	10,353,182	525,116,120	12,285,728	20,811,087	384,434,372	6,594,440	424,125,627
Investment components	(2,268,726)	--	2,268,726	--	--	(2,915,450)	--	2,915,450	--	--
Reinsurance service result – Gross	(652,569,886)	(18,600,037)	517,901,867	10,353,182	(142,914,874)	(538,208,221)	20,811,087	387,349,822	6,594,440	(123,452,872)
Net finance (income) / expenses from reinsurance contracts	(18,149,348)	3,918,419	51,770,387	--	37,539,458	(28,501,417)	7,098,472	53,856,164	--	32,453,219
Effect of movement in exchange rates	(785,259)	--	(5,714,989)	--	(6,500,248)	780,428	--	(4,351,085)	16,543	(3,554,114)
Total changes in the statement of income	(671,504,493)	(14,681,618)	563,957,265	10,353,182	(111,875,664)	(565,929,210)	27,909,559	436,854,901	6,610,983	(94,553,767)
Cash flows										
Premiums, net of ceding commission, received	237,369,671	--	284,365,744	--	521,735,415	390,694,468	--	418,915,374	--	809,609,842
Claims and other reinsurance service expenses paid	--	--	(361,094,606)	--	(361,094,606)	--	--	(499,872,441)	--	(499,872,441)
Reinsurance acquisition cash flows	(29,974,176)	--	--	--	(29,974,176)	(16,920,386)	--	--	--	(16,920,386)
	207,395,495	--	(76,728,862)	--	130,666,633	373,774,082	--	(80,957,067)	--	292,817,015
Changes that relate to premium receivables — premiums expected to be received transferred from the liabilities for remaining coverage to the liabilities for incurred claims	441,627,579	--	(441,627,579)	--	--	395,345,865	--	(395,345,865)	--	--
Net closing balance	21,545,746	27,803,578	681,342,647	53,014,403	783,706,374	44,027,165	42,485,196	635,741,823	42,661,221	764,915,405
Reinsurance contract liabilities	23,140,513	27,338,126	767,881,390	43,689,902	862,049,931	42,185,996	42,312,616	723,881,937	32,442,478	840,823,027
Reinsurance contract assets	(1,594,767)	465,452	(86,538,743)	9,324,501	(78,343,557)	1,841,169	172,580	(88,140,114)	10,218,743	(75,907,622)
Net closing balance	21,545,746	27,803,578	681,342,647	53,014,403	783,706,374	44,027,165	42,485,196	635,741,823	42,661,221	764,915,405

Restricted 3

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
i. Property and Casualty (continued)
Reinsurance contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non -financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Reinsurance contracts								
Reinsurance contract liabilities	745,514,302	40,185,943	55,122,782	840,823,027	536,506,848	35,122,585	65,710,103	637,339,536
Reinsurance contract assets	(96,915,567)	14,500,907	6,507,038	(75,907,622)	(110,772,152)	6,983,578	33,101,195	(70,687,379)
Net opening balance	648,598,735	54,686,850	61,629,820	764,915,405	425,734,696	42,106,163	98,811,298	566,652,157
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(121,735,278)	(121,735,278)	--	--	(181,192,109)	(181,192,109)
Change in the risk adjustment for non-financial risk for the risk expired	--	796,388	--	796,388	--	(156,699)	--	(156,699)
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	10,196,464	--	10,196,464	--	29,092,922	--	29,092,922
Experience adjustments	28,155,251	--	--	28,155,251	128,493,593	--	--	128,493,593
Changes that relate to future services								
Contracts initially recognised in the period	(91,687,149)	22,699,255	140,630,438	71,642,544	(66,534,640)	19,966,234	165,767,925	119,199,519
Changes in estimates that adjust the CSM	(5,584,902)	(7,724,684)	13,309,586	--	43,156,046	(8,696,920)	(34,459,126)	--
Changes in estimates that result in losses and reversals of losses on onerous contracts, net	(23,962,470)	(2,255,073)	--	(26,217,543)	14,127,321	(5,364,647)	--	8,762,674
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(98,128,786)	(7,623,914)	--	(105,752,700)	(205,154,292)	(22,498,480)	--	(227,652,772)
Reinsurance service result – Gross	(191,208,056)	16,088,436	32,204,746	(142,914,874)	(85,911,972)	12,342,410	(49,883,310)	(123,452,872)
Net finance expenses from reinsurance contracts	29,115,092	--	8,424,366	37,539,458	19,589,303	162,084	12,701,832	32,453,219
Effect of movement in exchange rates	(6,500,248)	--	--	(6,500,248)	(3,630,307)	76,193	--	(3,554,114)
Total changes in the statement of income	(168,593,212)	16,088,436	40,629,112	(111,875,664)	(69,952,976)	12,580,687	(37,181,478)	(94,553,767)
Cash flows								
Premiums, net of ceding commission, received	521,735,415	--	--	521,735,415	809,609,842	--	--	809,609,842
Claims and other reinsurance service expenses paid	(361,094,606)	--	--	(361,094,606)	(499,872,441)	--	--	(499,872,441)
Reinsurance acquisition cash flows	(29,974,176)	--	--	(29,974,176)	(16,920,386)	--	--	(16,920,386)
	130,666,633	--	--	130,666,633	292,817,015	--	--	292,817,015
Net closing balance	610,672,156	70,775,286	102,258,932	783,706,374	648,598,735	54,686,850	61,629,820	764,915,405
Reinsurance contract liabilities	721,380,538	56,597,620	84,071,773	862,049,931	745,514,302	40,185,943	55,122,782	840,823,027
Reinsurance contract assets	(110,708,382)	14,177,666	18,187,159	(78,343,557)	(96,915,567)	14,500,907	6,507,038	(75,907,622)
Net closing balance	610,672,156	70,775,286	102,258,932	783,706,374	648,598,735	54,686,850	61,629,820	764,915,405

Saudi Reinsurance Company (A Saudi Joint Stock Company)
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For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
i. Property and Casualty (continued)
Retrocession contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Assets for remaining coverage		Assets for incurred claims		Total	Assets for remaining coverage		Assets for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Retrocession contract assets	(9,979,021)	(3,223,310)	(216,729,282)	(9,079,571)	(239,011,184)	13,641,445	(956,953)	(187,394,962)	(14,483,455)	(189,193,925)
Retrocession contract liabilities	--	--	--	--	--	--	--	--	--	--
Net opening balance	(9,979,021)	(3,223,310)	(216,729,282)	(9,079,571)	(239,011,184)	13,641,445	(956,953)	(187,394,962)	(14,483,455)	(189,193,925)
Allocation of reinsurance premiums paid	77,275,498	--	--	--	77,275,498	42,108,668	--	--	--	42,108,668
Income on initial recognition of onerous underlying reinsurance contracts	--	(2,603,330)	--	--	(2,603,330)	--	(31,224,779)	--	--	(31,224,779)
Amounts recoverable from retrocessionaires										
Recoveries of incurred claims and other reinsurance services	--	--	(170,209,767)	(5,940,943)	(176,150,710)	--	--	(76,960,290)	(4,861,866)	(81,822,156)
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	--	3,912,437	--	--	3,912,437	--	27,830,578	--	--	27,830,578
Adjustments to assets for incurred claims	--	--	90,641,687	5,232,150	95,873,837	--	--	42,858,100	10,264,260	53,122,360
	--	3,912,437	(79,568,080)	(708,793)	(76,364,436)	--	27,830,578	(34,102,190)	5,402,394	(869,218)
Changes that relate to future service	--	(308,448)	--	--	(308,448)	--	2,997,509	--	--	2,997,509
Effect of changes in the risk of retrocessionaires' non-performance	50,024	--	(152,936)	--	(102,912)	29,207	--	237,165	--	266,372
Net expenses / (income) from retrocession contracts	77,325,522	1,000,659	(79,721,016)	(708,793)	(2,103,628)	42,137,875	(396,692)	(33,865,025)	5,402,394	13,278,552
Net finance (income) / expenses from retrocession contracts	2,125,066	(198,515)	(8,796,080)	--	(6,869,529)	3,923,985	(1,869,665)	(9,825,037)	--	(7,770,717)
Effect of movement in exchange rates	--	--	(55,221)	--	(55,221)	--	--	(23,209)	1,490	(21,719)
Total changes in the statement of income	79,450,588	802,144	(88,572,317)	(708,793)	(9,028,378)	46,061,860	(2,266,357)	(43,713,271)	5,403,884	5,486,116
Cash flows										
Premiums, net of ceding commissions, paid	(30,732,304)	--	(35,893,827)	--	(66,626,131)	(51,087,184)	--	(118,546,490)	--	(169,633,674)
Recoveries from retrocession	--	--	45,520,578	--	45,520,578	--	--	114,330,299	--	114,330,299
	(30,732,304)	--	9,626,751	--	(21,105,553)	(51,087,184)	--	(4,216,191)	--	(55,303,375)
Changes that relate to premium payables — premiums expected to be paid transferred from the liabilities for remaining coverage to the liabilities for incurred claims	(28,089,379)	--	28,089,379	--	--	(18,595,142)	--	18,595,142	--	--
Net closing balance	10,649,884	(2,421,166)	(267,585,469)	(9,788,364)	(269,145,115)	(9,979,021)	(3,223,310)	(216,729,282)	(9,079,571)	(239,011,184)
Retrocession contract assets	10,649,884	(2,421,166)	(267,585,469)	(9,788,364)	(269,145,115)	(9,979,021)	(3,223,310)	(216,729,282)	(9,079,571)	(239,011,184)
Retrocession contract liabilities	--	--	--	--	--	--	--	--	--	--
Net closing balance	10,649,884	(2,421,166)	(267,585,469)	(9,788,364)	(269,145,115)	(9,979,021)	(3,223,310)	(216,729,282)	(9,079,571)	(239,011,184)

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
i. Property and Casualty (continued)
Retrocession contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non -financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Retrocession contracts								
Retrocession contract assets	(191,510,646)	(10,478,413)	(37,022,125)	(239,011,184)	(146,606,269)	(16,047,016)	(26,540,640)	(189,193,925)
Retrocession contract liabilities	--	--	--	--	--	--	--	--
Net opening balance	(191,510,646)	(10,478,413)	(37,022,125)	(239,011,184)	(146,606,269)	(16,047,016)	(26,540,640)	(189,193,925)
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services received	--	--	43,769,564	43,769,564	--	--	54,984,219	54,984,219
Change in the risk adjustment for non-financial risk for the risk expired	--	(122,476)	--	(122,476)	--	6,152	--	6,152
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	(4,679,972)	--	(4,679,972)	--	(4,681,209)	--	(4,681,209)
Experience adjustments	(133,929,891)	--	--	(133,929,891)	(62,192,072)	--	--	(62,192,072)
Changes that relate to future services								
Contracts initially recognised in the period	41,285,920	(1,387,410)	(42,501,840)	(2,603,330)	35,984,826	(1,281,283)	(65,928,322)	(31,224,779)
Changes in recoveries of losses on onerous contracts that adjust the CSM	(27,144,753)	(1,829,990)	28,974,743	--	1,909,909	(1,280,204)	(629,705)	--
Changes in estimates that adjust the CSM	9,339,455	(84,419)	(9,255,036)	--	(2,138,749)	(707,665)	2,846,414	--
Changes in estimates that relate to losses and reversals of losses on onerous underlying reinsurance contracts, net	18,170,229	2,281,211	(20,759,888)	(308,448)	(2,843,890)	3,247,062	2,594,337	2,997,509
Changes that relate to past services								
Adjustments to liabilities for incurred claims	90,641,687	5,232,150	--	95,873,837	42,858,100	10,264,260	--	53,122,360
Effect of changes in the risk of retrocessionaires' non-performance	(102,912)	--	--	(102,912)	266,372	--	--	266,372
Net expenses / (income) from retrocession contracts	(1,740,265)	(590,906)	227,543	(2,103,628)	13,844,496	5,567,113	(6,133,057)	13,278,552
Net finance income from retrocession contracts	(4,894,513)	--	(1,975,016)	(6,869,529)	(3,422,289)	--	(4,348,428)	(7,770,717)
Effect of movement in exchange rates	(55,221)	--	--	(55,221)	(23,209)	1,490	--	(21,719)
Total changes in the statement of income	(6,689,999)	(590,906)	(1,747,473)	(9,028,378)	10,398,998	5,568,603	(10,481,485)	5,486,116
Cash flows								
Premiums, net of ceding commissions, paid	(66,626,131)	--	--	(66,626,131)	(169,633,674)	--	--	(169,633,674)
Recoveries from retrocession	45,520,578	--	--	45,520,578	114,330,299	--	--	114,330,299
	(21,105,553)	--	--	(21,105,553)	(55,303,375)	--	--	(55,303,375)
Net closing balance	(219,306,198)	(11,069,319)	(38,769,598)	(269,145,115)	(191,510,646)	(10,478,413)	(37,022,125)	(239,011,184)
Retrocession contract assets	(219,306,198)	(11,069,319)	(38,769,598)	(269,145,115)	(191,510,646)	(10,478,413)	(37,022,125)	(239,011,184)
Retrocession contract liabilities	--	--	--	--	--	--	--	--
Net closing balance	(219,306,198)	(11,069,319)	(38,769,598)	(269,145,115)	(191,510,646)	(10,478,413)	(37,022,125)	(239,011,184)

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
ii. Motor
Reinsurance contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Reinsurance contract liabilities	4,894,259	339,100	78,758,596	1,796,415	85,788,370	(23,884,886)	4,753,741	101,238,301	2,612,695	84,719,851
Reinsurance contract assets	--	--	(476,027)	7,099	(468,928)	(127,241)	--	(10,020,793)	106,284	(10,041,750)
Net opening balance	4,894,259	339,100	78,282,569	1,803,514	85,319,442	(24,012,127)	4,753,741	91,217,508	2,718,979	74,678,101
Changes in the statement of income										
Reinsurance revenue	(59,695,229)	--	--	--	(59,695,229)	(44,815,065)	--	--	--	(44,815,065)
Reinsurance service expenses										
Incurred claims and other directly attributable expenses	--	(12,583,799)	79,947,350	1,148,867	68,512,418	--	(7,696,188)	40,960,936	651,362	33,916,110
Amortisation of reinsurance acquisition cash flows	1,285,116	--	--	--	1,285,116	698,286	--	--	--	698,286
Losses and reversals of losses on onerous contracts, net	--	12,769,559	--	--	12,769,559	--	2,708,111	--	--	2,708,111
Adjustments to liabilities for incurred claims	--	--	9,171,285	1,500,532	10,671,817	--	--	4,651,137	(1,550,135)	3,101,002
	1,285,116	185,760	89,118,635	2,649,399	93,238,910	698,286	(4,988,077)	45,612,073	(898,773)	40,423,509
Investment components	(82,555)	--	82,555	--	--	(21,110)	--	21,110	--	--
Reinsurance service result – Gross	(58,492,668)	185,760	89,201,190	2,649,399	33,543,681	(44,137,889)	(4,988,077)	45,633,183	(898,773)	(4,391,556)
Net finance (income) / expenses from reinsurance contracts	(976,252)	868,601	6,017,792	--	5,910,141	(679,322)	573,436	8,376,198	--	8,270,312
Effect of movement in exchange rates	(138,334)	--	(582,030)	--	(720,364)	1,278	--	(236,628)	(16,692)	(252,042)
Total changes in the statement of income	(59,607,254)	1,054,361	94,636,952	2,649,399	38,733,458	(44,815,933)	(4,414,641)	53,772,753	(915,465)	3,626,714
Cash flows										
Premiums, net of ceding commission, received	23,166,949	--	32,029,115	--	55,196,064	26,690,428	--	(919,638)	--	25,770,790
Claims and other reinsurance service expenses paid	--	--	(50,153,897)	--	(50,153,897)	--	--	(18,141,532)	--	(18,141,532)
Reinsurance acquisition cash flows	(2,038,184)	--	--	--	(2,038,184)	(614,631)	--	--	--	(614,631)
	21,128,765	--	(18,124,782)	--	3,003,983	26,075,797	--	(19,061,170)	--	7,014,627
Changes that relate to premium receivables — premiums expected to be received transferred from the liabilities for remaining coverage to the liabilities for incurred claims	35,792,594	--	(35,792,594)	--	--	47,646,522	--	(47,646,522)	--	--
Net closing balance	2,208,364	1,393,461	119,002,145	4,452,913	127,056,883	4,894,259	339,100	78,282,569	1,803,514	85,319,442
Reinsurance contract liabilities	2,204,251	1,393,461	119,244,253	4,448,986	127,290,951	4,894,259	339,100	78,758,596	1,796,415	85,788,370
Reinsurance contract assets	4,113	--	(242,108)	3,927	(234,068)	--	--	(476,027)	7,099	(468,928)
Net closing balance	2,208,364	1,393,461	119,002,145	4,452,913	127,056,883	4,894,259	339,100	78,282,569	1,803,514	85,319,442

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(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
ii. Motor (continued)
Reinsurance contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non -financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non -financial risk	Contractual service margin	Total
Reinsurance contracts								
Reinsurance contract liabilities	81,603,814	1,890,503	2,294,053	85,788,370	74,610,796	2,955,039	7,154,016	84,719,851
Reinsurance contract assets	(476,027)	7,099	--	(468,928)	(10,180,722)	107,678	31,294	(10,041,750)
Net opening balance	81,127,787	1,897,602	2,294,053	85,319,442	64,430,074	3,062,717	7,185,310	74,678,101
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(5,085,733)	(5,085,733)	--	--	(14,662,348)	(14,662,348)
Change in the risk adjustment for non-financial risk for the risk expired	--	82,894	--	82,894	--	(9,169)	--	(9,169)
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	93,780	--	93,780	--	651,362	--	651,362
Experience adjustments	15,011,364	--	--	15,011,364	3,819,486	--	--	3,819,486
Changes that relate to future services								
Contracts initially recognised in the period	13,595,913	1,940,152	5,965,248	21,501,313	(6,920,710)	595,887	11,473,797	5,148,974
Changes in estimates that adjust the CSM	655,525	(216,991)	(438,534)	-	3,328,102	(729,715)	(2,598,387)	--
Changes in estimates that result in losses and reversals of losses on onerous contracts, net	(8,346,671)	(385,083)	--	(8,731,754)	(2,334,066)	(106,797)	--	(2,440,863)
Changes that relate to past services								
Adjustments to liabilities for incurred claims	9,171,285	1,500,532	--	10,671,817	4,651,137	(1,550,135)	--	3,101,002
Reinsurance service result – Gross	30,087,416	3,015,284	440,981	33,543,681	2,543,949	(1,148,567)	(5,786,938)	(4,391,556)
Net finance expenses from reinsurance contracts	5,565,733	--	344,408	5,910,141	7,374,472	159	895,681	8,270,312
Effect of movement in exchange rates	(720,364)	--	--	(720,364)	(235,335)	(16,707)	-	(252,042)
Total changes in the statement of income	34,932,785	3,015,284	785,389	38,733,458	9,683,086	(1,165,115)	(4,891,257)	3,626,714
Cash flows								
Premiums, net of ceding commission, received	55,196,064	--	--	55,196,064	25,770,790	--	--	25,770,790
Claims and other reinsurance service expenses paid	(50,153,897)	--	--	(50,153,897)	(18,141,532)	--	--	(18,141,532)
Reinsurance acquisition cash flows	(2,038,184)	--	--	(2,038,184)	(614,631)	--	--	(614,631)
	3,003,983	--	--	3,003,983	7,014,627	--	--	7,014,627
Net closing balance	119,064,555	4,912,886	3,079,442	127,056,883	81,127,787	1,897,602	2,294,053	85,319,442
Reinsurance contract liabilities	119,311,102	4,908,624	3,071,225	127,290,951	81,603,814	1,890,503	2,294,053	85,788,370
Reinsurance contract assets	(246,547)	4,262	8,217	(234,068)	(476,027)	7,099	--	(468,928)
Net closing balance	119,064,555	4,912,886	3,079,442	127,056,883	81,127,787	1,897,602	2,294,053	85,319,442

Saudi Reinsurance Company (A Saudi Joint Stock Company)
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(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
ii. Motor (continued)
Retrocession contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Assets for remaining coverage		Assets for incurred claims		Total	Assets for remaining coverage		Assets for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Retrocession contract assets	9,930	--	(22,612)	(883)	(13,565)	31,366	--	(79,061)	(4,455)	(52,150)
Net opening balance	9,930	--	(22,612)	(883)	(13,565)	31,366	--	(79,061)	(4,455)	(52,150)
Allocation of reinsurance premiums paid	513,219	--	--	--	513,219	(22,359)	--	--	--	(22,359)
Income on initial recognition of onerous underlying reinsurance contracts	--	(251,535)	--	--	(251,535)	--	--	--	--	--
Amounts recoverable from retrocessionaires						--	--			
Recoveries of incurred claims and other reinsurance services	--	--	(8,251,128)	(288,020)	(8,539,148)	--	--	(24,051)	(865)	(24,916)
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	--	138,609	--	--	138,609	--	--	--	--	--
Adjustments to assets for incurred claims	--	--	25,113	870	25,983	--	--	82,191	4,437	86,628
	--	138,609	(8,226,015)	(287,150)	(8,374,556)	(22,359)	--	58,140	3,572	39,353
Changes that relate to future service	--	102,194	--	--	102,194	--	--	--	--	--
Effect of changes in the risk of retrocessionaires' non-performance	--	--	3	--	3	--	--	--	--	--
Net expenses from retrocession contracts	513,219	(10,732)	(8,226,012)	(287,150)	(8,010,675)					
Net finance (income) / expenses from retrocession contracts	1,944	(10,017)	(1,088)	--	(9,161)	923	--	(4,341)	--	(3,418)
Effect of movement in exchange rates	--	--	--	--	--	--	--	--	--	--
Total changes in the statement of income	515,163	(20,749)	(8,227,100)	(287,150)	(8,019,836)	(21,436)	--	53,799	3,572	35,935
Cash flows										
Recoveries from retrocession	--	--	232	--	232	--	--	2,650	--	2,650
	--	--	232	--	232	--	--	2,650	--	2,650
Net closing balance	525,093	(20,749)	(8,249,480)	(288,033)	(8,033,169)	9,930	--	(22,612)	(883)	(13,565)
Retrocession contract assets	525,093	(20,749)	(8,249,480)	(288,033)	(8,033,169)	9,930	--	(22,612)	(883)	(13,565)
Net closing balance	525,093	(20,749)	(8,249,480)	(288,033)	(8,033,169)	9,930	--	(22,612)	(883)	(13,565)

Saudi Reinsurance Company (A Saudi Joint Stock Company)

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(All amounts in Saudi Riyals unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

ii. Motor (continued)

Retrocession contracts

Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Retrocession contracts								
Retrocession contract assets	(22,640)	(883)	9,958	(13,565)	(79,089)	(4,455)	31,394	(52,150)
Net opening balance	(22,640)	(883)	9,958	(13,565)	(79,089)	(4,455)	31,394	(52,150)
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(181,338)	(181,338)	--	--	(42,191)	(42,191)
Change in the risk adjustment for non-financial risk for the risk expired	--	(2,256)	--	(2,256)	--	5	--	5
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	(258,362)	--	(258,362)	--	(865)	--	(865)
Experience adjustments	(7,445,364)	--	--	(7,445,364)	(4,224)	--	--	(4,224)
Changes that relate to future services								
Contracts initially recognised in the period	(1,475,472)	(54,455)	1,278,392	(251,535)	(24,122)	(929)	25,051	--
Changes in estimates that adjust the CSM	(97,306)	(4,887)	102,193	--	--	--	--	--
Changes in estimates that relate to losses and reversals of losses on onerous underlying reinsurance contracts, net	829,953	31,940	(759,699)	102,194	5,759	924	(6,683)	--
Changes that relate to past services								
Adjustments to liabilities for incurred claims	25,113	870	--	25,983	82,191	4,437	--	86,628
Effect of changes in the risk of retrocessionaires' non-performance	3	--	--	3				
Net expenses / (income) from retrocession contracts	(8,163,073)	(287,150)	439,548	(8,010,675)	59,604	3,572	(23,823)	39,353
Net finance (income) / expenses from retrocession contracts	(64,027)	--	54,866	(9,161)	(5,805)	--	2,387	(3,418)
Effect of movement in exchange rates	--	--	--	--	--	--	--	--
Total changes in the statement of income	(8,227,100)	(287,150)	494,414	(8,019,836)	53,799	3,572	(21,436)	35,935
Cash flows								
Recoveries from retrocession	232	--	--	232	2,650	--	--	2,650
	232	--	--	232	2,650	--	--	2,650
Net closing balance	(8,249,508)	(288,033)	504,372	(8,033,169)	(22,640)	(883)	9,958	(13,565)
Retrocession contract assets	(8,249,508)	(288,033)	504,372	(8,033,169)	(22,640)	(883)	9,958	(13,565)
Net closing balance	(8,249,508)	(288,033)	504,372	(8,033,169)	(22,640)	(883)	9,958	(13,565)

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
iii. Protection
Reinsurance contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Reinsurance contract liabilities	(991,187)	1,112,548	23,348,427	532,591	24,002,379	(5,400,194)	72,536	42,966,076	684,231	38,322,649
Reinsurance contract assets	7,329	--	(1,501,935)	77,348	(1,417,258)	(5,545,719)	49	(3,521,022)	236,465	(8,830,227)
Net opening balance	(983,858)	1,112,548	21,846,492	609,939	22,585,121	(10,945,913)	72,585	39,445,054	920,696	29,492,422
Changes in the statement of income										
Reinsurance revenue	(15,124,982)	--	--	--	(15,124,982)	(6,564,203)	--	--	--	(6,564,203)
Reinsurance service expenses										
Incurring claims and other directly attributable expenses	--	(1,291,316)	11,373,330	98,655	10,180,669	--	(161,128)	15,924,409	141,623	15,904,904
Amortisation of insurance acquisition cash flows	755,606	--	--	--	755,606	684,839	--	--	--	684,839
Losses and reversals of losses on onerous contracts, net	--	317,717	--	--	317,717	--	1,172,605	--	--	1,172,605
Adjustments to liabilities for incurred claims	--	--	(2,968,352)	20,119	(2,948,233)	--	--	(11,620,331)	(439,965)	(12,060,296)
	755,606	(973,599)	8,404,978	118,774	8,305,759	684,839	1,011,477	4,304,078	(298,342)	5,702,052
Investment components	(1,241)	--	1,241	--	--	(2,363)	--	2,363	--	--
Reinsurance service result – Gross	(14,370,617)	(973,599)	8,406,219	118,774	(6,819,223)	(5,881,727)	1,011,477	4,306,441	(298,342)	(862,151)
Net finance (income) / expenses from reinsurance contracts	(773,031)	198,436	2,389,319	--	1,814,724	(2,787,706)	28,486	4,940,489	--	2,181,269
Effect of movement in exchange rates	6,297	--	(26,751)	--	(20,454)	108,812	--	(536,007)	(12,415)	(439,610)
Total changes in the statement of income	(15,137,351)	(775,163)	10,768,787	118,774	(5,024,953)	(8,560,621)	1,039,963	8,710,923	(310,757)	879,508
Cash flows										
Premiums, net of ceding commission, received	8,232,821	--	9,051,163	--	17,283,984	9,945,674	--	31,074,149	--	41,019,823
Claims and other reinsurance service expenses paid	--	--	(16,177,355)	--	(16,177,355)	--	--	(48,143,398)	--	(48,143,398)
Reinsurance acquisition cash flows	(768,132)	--	--	--	(768,132)	(663,234)	--	--	--	(663,234)
	7,464,689	--	(7,126,192)	--	338,497	9,282,440	--	(17,069,249)	--	(7,786,809)
Changes that relate to premium receivables — premiums expected to be received transferred from the liabilities for remaining coverage to the liabilities for incurred claims	8,470,521	--	(8,470,521)	--	--	9,240,236	--	(9,240,236)	--	--
Net closing balance	(185,999)	337,385	17,018,566	728,713	17,898,665	(983,858)	1,112,548	21,846,492	609,939	22,585,121
Reinsurance contract liabilities	78,677	137,735	18,746,994	681,182	19,644,588	(991,187)	1,112,548	23,348,427	532,591	24,002,379
Reinsurance contract assets	(264,676)	199,650	(1,728,428)	47,531	(1,745,923)	7,329	--	(1,501,935)	77,348	(1,417,258)
Net closing balance	(185,999)	337,385	17,018,566	728,713	17,898,665	(983,858)	1,112,548	21,846,492	609,939	22,585,121

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A. Movements in reinsurance and retrocession contract balances (continued)
iii. Protection (continued)
Reinsurance contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Reinsurance contracts								
Reinsurance contract liabilities	23,143,945	585,732	272,702	24,002,379	37,518,679	731,233	72,737	38,322,649
Reinsurance contract assets	(1,545,243)	77,607	50,378	(1,417,258)	(10,463,904)	251,219	1,382,458	(8,830,227)
Net opening balance	21,598,702	663,339	323,080	22,585,121	27,054,775	982,452	1,455,195	29,492,422
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(852,372)	(852,372)	--	--	(1,365,673)	(1,365,673)
Change in the risk adjustment for non-financial risk for the risk expired	--	14,071	--	14,071	--	(2,309)	--	(2,309)
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	8,348	--	8,348	--	141,623	--	141,623
Experience adjustments	(3,358,754)	--	--	(3,358,754)	11,251,899	--	--	11,251,899
Changes that relate to future services								
Contracts initially recognised in the period	(855,167)	206,759	844,133	195,725	(1,103,027)	181,426	1,079,250	157,649
Changes in estimates that adjust the CSM	47,591	(58,943)	11,352	--	1,095,442	(147,847)	(947,595)	--
Changes in estimates that result in losses and reversals of losses on onerous contracts, net	174,698	(52,706)	--	121,992	1,056,303	(41,347)	--	1,014,956
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(2,968,352)	20,119	--	(2,948,233)	(11,620,330)	(439,966)	--	(12,060,296)
Reinsurance service result – Gross	(6,959,984)	137,648	3,113	(6,819,223)	680,287	(308,420)	(1,234,018)	(862,151)
Net finance expenses from reinsurance contracts	1,766,389	--	48,335	1,814,724	2,072,414	6,952	101,903	2,181,269
Effect of movement in exchange rates	(20,454)	--	--	(20,454)	(421,965)	(17,645)	--	(439,610)
Total changes in the statement of income	(5,214,049)	137,648	51,448	(5,024,953)	2,330,736	(319,113)	(1,132,115)	879,508
Cash flows								
Premiums, net of ceding commission, received	17,283,984	--	--	17,283,984	41,019,823	--	--	41,019,823
Claims and other reinsurance service expenses paid	(16,177,355)	--	--	(16,177,355)	(48,143,398)	--	--	(48,143,398)
Reinsurance acquisition cash flows	(768,132)	--	--	(768,132)	(663,234)	--	--	(663,234)
	338,497	--	--	338,497	(7,786,809)	--	--	(7,786,809)
Net closing balance	16,723,150	800,987	374,528	17,898,665	21,598,702	663,339	323,080	22,585,121
Reinsurance contract liabilities	18,580,852	732,400	331,336	19,644,588	23,143,945	585,732	272,702	24,002,379
Reinsurance contract assets	(1,857,702)	68,587	43,192	(1,745,923)	(1,545,243)	77,607	50,378	(1,417,258)
Net closing balance	16,723,150	800,987	374,528	17,898,665	21,598,702	663,339	323,080	22,585,121

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A. Movements in reinsurance and retrocession contract balances (continued)
iii. Protection (continued)
Retrocession contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Retrocession contract assets	--	--	--	--	--	--	--	--	--	--
Retrocession contract liabilities	1,308	(5,562)	194,568	(661)	189,653	351	(363)	53,374	(1,021)	52,341
Net opening balance	1,308	(5,562)	194,568	(661)	189,653	351	(363)	53,374	(1,021)	52,341
Allocation of reinsurance premiums paid	185,415	--	--	--	185,415	110,500	--	--	--	110,500
Income on initial recognition of onerous underlying reinsurance contracts	--	(979)	--	--	(979)	--	(788)	--	--	(788)
Amounts recoverable from retrocessionaires										
Recoveries of incurred claims and other reinsurance services	--	--	--	--	--	--	--	(874)	--	(874)
Recoveries and reversals of recoveries of losses on onerous underlying reinsurance contracts, net	--	6,457	--	--	6,457	--	806	--	--	806
Adjustments to assets for incurred claims	--	--	70,773	(19)	70,754	--	--	263,867	360	264,227
	--	6,457	70,773	(19)	77,211	--	806	262,993	360	264,159
Changes that relate to future service	--	(314)	--	--	(314)	--	(5,075)	--	--	(5,075)
Effect of changes in the risk of reinsurers non-performance	196	--	--	--	196	--	--	(402)	--	(402)
Net expenses / (income) from retrocession contracts	185,611	5,164	70,773	(19)	261,529	110,500	(5,057)	262,591	360	368,394
Net finance (income) / expenses from retrocession contracts	5,186	(992)	8,559	--	12,753	6,975	(142)	419	--	7,252
Effect of movement in exchange rates	--	--	6	--	6	--	--	(3)	--	(3)
Total changes in the statement of income	190,797	4,172	79,338	(19)	274,288	117,475	(5,199)	263,007	360	375,643
Cash flows										
Premiums, net of ceding commissions, paid	(130,310)	--	(217,619)	--	(347,929)	(113,696)	--	(125,509)	--	(239,205)
Recoveries from retrocession	--	--	--	--	--	--	--	874	--	874
	(130,310)	--	(217,619)	--	(347,929)	(113,696)	--	(124,635)	--	(238,331)
Changes that relate to premium payables — premiums expected to be paid transferred from the liabilities for remaining coverage to the liabilities for incurred claims	(3,719)	--	3,719	--	--	(2,822)	--	2,822	--	--
Net closing balance	58,076	(1,390)	60,006	(680)	116,012	1,308	(5,562)	194,568	(661)	189,653
Retrocession contract assets	--	--	--	--	--	--	--	--	--	--
Retrocession contract liabilities	58,076	(1,390)	60,006	(680)	116,012	1,308	(5,562)	194,568	(661)	189,653
Net closing balance	58,076	(1,390)	60,006	(680)	116,012	1,308	(5,562)	194,568	(661)	189,653

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Saudi Reinsurance Company (A Saudi Joint Stock Company)
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For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
iii. Protection (continued)
Retrocession contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non -financial risk	Contractual service margin	Total
Retrocession contracts								
Retrocession contract assets	--	--	--	--	--	--	--	--
Retrocession contract liabilities	194,569	(661)	(4,255)	189,653	53,346	(1,021)	16	52,341
Net opening balance	194,569	(661)	(4,255)	189,653	53,346	(1,021)	16	52,341
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	192,192	192,192	--	--	108,403	108,403
Experience adjustments	(320)	--	--	(320)	2,029	--	--	2,029
Changes that relate to future services								
Contracts initially recognised in the period	242,213	--	(243,192)	(979)	201,308	--	(202,096)	(788)
Changes in recoveries of losses on onerous contracts that adjust the CSM	--	--	--	--	--	--	--	--
Changes in estimates that adjust the CSM	47,727	(267)	(47,460)	--	(1,457)	(207)	1,664	--
Changes in estimates that relate to losses and reversals of losses on onerous underlying reinsurance contracts, net	(49,792)	267	49,211	(314)	(105,318)	207	100,036	(5,075)
Changes that relate to past services								
Adjustments to liabilities for incurred claims	70,773	(19)	--	70,754	263,867	360	--	264,227
Effect of changes in the risk of reinsurers non-performance	196	--	--	196	(402)	--	--	(402)
Net expenses / (income) from retrocession contracts	310,797	(19)	(49,249)	261,529	360,027	360	8,007	368,394
Net finance (income) / expenses from retrocession contracts	23,127	--	(10,374)	12,753	19,530	--	(12,278)	7,252
Effect of movement in exchange rates	6	--	--	6	(3)	--	--	(3)
Total changes in the statement of income	333,930	(19)	(59,623)	274,288	379,554	360	(4,271)	375,643
Cash flows								
Premiums, net of ceding commissions, paid	(347,929)	--	--	(347,929)	(239,205)	--	--	(239,205)
Recoveries from retrocession	--	--	--	--	874	--	--	874
	(347,929)	--	--	(347,929)	(238,331)	--	--	(238,331)
Net closing balance	180,570	(680)	(63,878)	116,012	194,569	(661)	(4,255)	189,653
Retrocession contract assets	--	--	--	--	--	--	--	--
Retrocession contract liabilities	180,570	(680)	(63,878)	116,012	194,569	(661)	(4,255)	189,653
Net closing balance	180,570	(680)	(63,878)	116,012	194,569	(661)	(4,255)	189,653

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
iv. Health
Reinsurance contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Reinsurance contract liabilities	228,206	610,125	3,713,276	1,156,299	5,707,906	(5,339,325)	--	70,000,439	1,972,562	66,633,676
Reinsurance contract assets	--	--	(35,371)	1,892	(33,479)	--	--	(327,529)	63	(327,466)
Net opening balance	228,206	610,125	3,677,905	1,158,191	5,674,427	(5,339,325)	--	69,672,910	1,972,625	66,306,210
Changes in the statement of income										
Reinsurance revenue	(24,330,663)	--	--	--	(24,330,663)	(16,336,497)	--	--	--	(16,336,497)
Reinsurance service expenses										
Incurring claims and other directly attributable expenses	--	(494,336)	21,630,987	463,696	21,600,347	--	(477,269)	19,334,001	768,037	19,624,769
Amortisation of insurance acquisition cash flows	915,627	--	--	--	915,627	968,347	--	--	--	968,347
Losses and reversals of losses on onerous contracts, net	--	128,675	--	--	128,675	--	1,034,425	--	--	1,034,425
Adjustments to liabilities for incurred claims	--	--	(1,143,267)	(542,535)	(1,685,802)	--	--	(11,312,152)	(1,581,992)	(12,894,144)
Reinsurance service result – Gross	915,627	(365,661)	20,487,720	(78,839)	20,958,847	(15,368,150)	557,156	8,021,849	(813,955)	(7,603,100)
Net finance (income) / expenses from reinsurance contracts	(1,307,553)	26,495	1,817,327	--	536,269	(1,776,457)	52,969	3,564,518	--	1,841,030
Effect of movement in exchange rates	--	--	19,798	--	19,798	--	--	8,945	(479)	8,466
Total changes in the statement of income	(24,722,589)	(339,166)	22,324,845	(78,839)	(2,815,749)	(17,144,607)	610,125	11,595,312	(814,434)	(5,753,604)
Cash flows										
Premiums, net of ceding commission, received	3,933,034	--	4,267,076	--	8,200,110	5,656,898	--	36,237,000	--	41,893,898
Claims and other reinsurance service expenses paid	--	--	(3,906,568)	--	(3,906,568)	--	--	(95,425,860)	--	(95,425,860)
Reinsurance acquisition cash flows	(1,355,312)	--	--	--	(1,355,312)	(1,346,217)	--	--	--	(1,346,217)
	2,577,722	--	360,508	--	2,938,230	4,310,681	--	(59,188,860)	--	(54,878,179)
Changes that relate to premium receivables — premiums expected to be received transferred from the liabilities for remaining coverage to the liabilities for incurred claims	21,675,055	--	(21,675,055)	--	--	18,401,457	--	(18,401,457)	--	--
Net closing balance	(241,606)	270,959	4,688,203	1,079,352	5,796,908	228,206	610,125	3,677,905	1,158,191	5,674,427
Reinsurance contract liabilities	(241,606)	270,959	4,722,967	1,078,033	5,830,353	228,206	610,125	3,713,276	1,156,299	5,707,906
Reinsurance contract assets	--	--	(34,764)	1,319	(33,445)	--	--	(35,371)	1,892	(33,479)
Net closing balance	(241,606)	270,959	4,688,203	1,079,352	5,796,908	228,206	610,125	3,677,905	1,158,191	5,674,427

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
iv. Health (continued)
Reinsurance contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total
Reinsurance contracts								
Reinsurance contract liabilities	4,130,446	1,514,310	63,150	5,707,906	64,191,668	2,041,689	400,319	66,633,676
Reinsurance contract assets	(35,371)	1,892	--	(33,479)	(327,529)	63	--	(327,466)
Net opening balance	4,095,075	1,516,202	63,150	5,674,427	63,864,139	2,041,752	400,319	66,306,210
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(562,880)	(562,880)	--	--	(654,004)	(654,004)
Change in the risk adjustment for non-financial risk for the risk expired	--	14,060	--	14,060	--	(70,517)	--	(70,517)
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	134,218	--	134,218	--	768,037	--	768,037
Experience adjustments	(1,400,087)	--	--	(1,400,087)	4,213,103	--	--	4,213,103
Changes that relate to future services								
Contracts initially recognised in the period	(1,994,105)	690,782	1,316,249	12,926	(625,496)	935,866	600,563	910,933
Changes in estimates that adjust the CSM	883,926	(254,647)	(629,279)	-	681,879	(350,600)	(331,279)	--
Changes in estimates that result in losses and reversals of losses on onerous contracts	170,399	(54,650)	--	115,749	349,358	(225,866)	--	123,492
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(1,143,267)	(542,535)	--	(1,685,802)	(11,312,152)	(1,581,992)	--	(12,894,144)
Reinsurance service result – Gross	(3,483,134)	(12,772)	124,090	(3,371,816)	(6,693,308)	(525,072)	(384,720)	(7,603,100)
Net finance expenses from reinsurance contracts	477,281	--	58,988	536,269	1,793,479	--	47,551	1,841,030
Effect of movement in exchange rates	19,798	--	--	19,798	8,944	(478)	--	8,466
Total changes in the statement of income	(2,986,055)	(12,772)	183,078	(2,815,749)	(4,890,885)	(525,550)	(337,169)	(5,753,604)
Cash flows								
Premiums, net of ceding commission, received	8,200,110	--	--	8,200,110	41,893,898	--	--	41,893,898
Claims and other insurance service expenses paid	(3,906,568)	--	--	(3,906,568)	(95,425,860)	--	--	(95,425,860)
Insurance acquisition cash flows	(1,355,312)	--	--	(1,355,312)	(1,346,217)	--	--	(1,346,217)
	2,938,230	--	--	2,938,230	(54,878,179)	--	--	(54,878,179)
Net closing balance	4,047,250	1,503,430	246,228	5,796,908	4,095,075	1,516,202	63,150	5,674,427
Reinsurance contract liabilities	4,082,014	1,502,111	246,228	5,830,353	4,130,446	1,514,310	63,150	5,707,906
Reinsurance contract assets	(34,764)	1,319	-	(33,445)	(35,371)	1,892	--	(33,479)
Net closing balance	4,047,250	1,503,430	246,228	5,796,908	4,095,075	1,516,202	63,150	5,674,427

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
v. Inherent Defects Insurance
Reinsurance contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Liabilities / (assets) for remaining coverage		Liabilities / (assets) for incurred claims		Total	Liabilities (assets) for remaining coverage		Liabilities (assets) for incurred claims		Total
	Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss component	Loss component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Reinsurance contracts										
Reinsurance contract liabilities	207,476,595	--	20,382,631	1,780,345	229,639,571	--	--	--	--	--
Reinsurance contract assets	--	--	--	--	--	(15,604,481)	--	660,826	39,224	(14,904,431)
Net opening balance	207,476,595	--	20,382,631	1,780,345	229,639,571	(15,604,481)	--	660,826	39,224	(14,904,431)
Changes in the statement of income										
Reinsurance revenue	(56,972,659)	--	--	--	(56,972,659)	(11,892,761)	--	--	--	(11,892,761)
Reinsurance service expenses										
Incurred claims and other directly attributable expenses	--	--	36,545,103	2,611,514	39,156,617	--	--	28,449,364	1,780,345	30,229,709
Amortisation of insurance acquisition cash flows	363,090	--	--	--	363,090	265,973	--	--	--	265,973
Adjustments to liabilities for incurred claims	--	--	(6,636,244)	(676,462)	(7,312,706)	--	--	333,236	(39,224)	294,012
	363,090	--	29,908,859	1,935,052	32,207,001	265,973	--	28,782,600	1,741,121	30,789,694
Reinsurance service result – Gross	(56,609,569)	--	29,908,859	1,935,052	(24,765,658)	(11,626,788)	--	28,782,600	1,741,121	18,896,933
Net finance expenses from reinsurance contracts	7,607,199	--	861,911	--	8,469,110	14,301,964	--	40,055	--	14,342,019
Total changes in the statement of income	(49,002,370)	--	30,770,770	1,935,052	(16,296,548)	2,675,176	--	28,822,655	1,741,121	33,238,952
Cash flows										
Premiums, net of ceding commission, received	89,920,799	--	(5,960,491)	--	83,960,308	220,584,554	--	326,755	--	220,911,309
Claims and other reinsurance service expenses paid	--	--	(1,985,473)	--	(1,985,473)	--	--	(9,427,605)	--	(9,427,605)
Reinsurance acquisition cash flows	(2,627,787)	--	--	--	(2,627,787)	(178,654)	--	--	--	(178,654)
	87,293,012	--	(7,945,964)	--	79,347,048	220,405,900	--	(9,100,850)	--	211,305,050
Net closing balance	245,767,237	--	43,207,437	3,715,397	292,690,071	207,476,595	--	20,382,631	1,780,345	229,639,571
Reinsurance contract liabilities	245,767,237	--	43,207,437	3,715,397	292,690,071	207,476,595	--	20,382,631	1,780,345	229,639,571
Reinsurance contract assets	--	--	--	--	--	--	--	--	--	--
Net closing balance	245,767,237	--	43,207,437	3,715,397	292,690,071	207,476,595	--	20,382,631	1,780,345	229,639,571

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(All amounts in Saudi Riyals unless otherwise stated)

6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)

A. Movements in reinsurance and retrocession contract balances (continued)

v. Inherent Defects Insurance (continued)

Reinsurance contracts

Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin	Total
Reinsurance contracts								
Reinsurance contract liabilities	(45,548,222)	36,533,702	238,654,091	229,639,571	--	--	--	--
Reinsurance contract assets	--	--	--	--	(138,733,564)	18,959,197	104,869,936	(14,904,431)
Net opening balance	(45,548,222)	36,533,702	238,654,091	229,639,571	(138,733,564)	18,959,197	104,869,936	(14,904,431)
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	(17,925,300)	(17,925,300)	--	--	(12,086,926)	(12,086,926)
Change in the risk adjustment for non-financial risk for the risk expired	--	532,659	--	532,659	--	(1,278)	--	(1,278)
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	2,611,514	--	2,611,514	--	1,780,345	--	1,780,345
Experience adjustments	(2,671,825)	--	--	(2,671,825)	28,910,780	--	--	28,910,780
Changes that relate to future services								
Contracts initially recognised in the period	(122,537,076)	12,486,296	110,050,780	--	(121,040,047)	18,043,203	102,996,844	--
Changes in estimates that adjust the CSM	5,758,195	(12,448,390)	6,690,195	--	(31,547,188)	(2,208,541)	33,755,729	--
Changes that relate to past services								
Adjustments to liabilities for incurred claims	(6,636,244)	(676,462)	--	(7,312,706)	333,236	(39,224)	--	294,012
Reinsurance service result – Gross	(126,086,950)	2,505,617	98,815,675	(24,765,658)	(123,343,219)	17,574,505	124,665,647	18,896,933
Net finance (income) / expenses from reinsurance contracts	(4,360,182)	--	12,829,292	8,469,110	5,223,511	--	9,118,508	14,342,019
Total changes in the statement of income	(130,447,132)	2,505,617	111,644,967	(16,296,548)	(118,119,708)	17,574,505	133,784,155	33,238,952
Cash flows								
Premiums, net of ceding commission, received	83,960,308	--	--	83,960,308	220,911,309	--	--	220,911,309
Claims and other reinsurance service expenses paid	(1,985,473)	--	--	(1,985,473)	(9,427,605)	--	--	(9,427,605)
Reinsurance acquisition cash flows	(2,627,787)	--	--	(2,627,787)	(178,654)	--	--	(178,654)
	79,347,048	--	--	79,347,048	211,305,050	--	--	211,305,050
Net closing balance	(96,648,306)	39,039,319	350,299,058	292,690,071	(45,548,222)	36,533,702	238,654,091	229,639,571
Reinsurance contract liabilities	(96,648,306)	39,039,319	350,299,058	292,690,071	(45,548,222)	36,533,702	238,654,091	229,639,571
Reinsurance contract assets	--	--	--	--	--	--	--	--
Net closing balance	(96,648,306)	39,039,319	350,299,058	292,690,071	(45,548,222)	36,533,702	238,654,091	229,639,571

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
v. Inherent Defects Insurance (continued)
Retrocession contracts
Analysis by remaining coverage and incurred claims

	30 September 2024 (Unaudited)					31 December 2023 (Audited)				
	Assets for remaining coverage		Assets for incurred claims		Total	Liabilities (assets) for remaining coverage		Assets for incurred claims		Total
	Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk		Excluding loss recovery component	Loss recovery component	Estimates of present value of FCF	Risk adjustment for non-financial risk	
Retrocession contracts										
Retrocession contract assets	(179,179,228)	--	(19,667,085)	(1,722,105)	(200,568,418)	--	--	--	--	--
Retrocession contract liabilities	--	--	--	--	--	12,543,326	--	(401,978)	(37,945)	12,103,403
Net opening balance	(179,179,228)	--	(19,667,085)	(1,722,105)	(200,568,418)	12,543,326	--	(401,978)	(37,945)	12,103,403
Allocation of reinsurance premiums paid	42,918,240	--	--	--	42,918,240	4,184,437	--	--	--	4,184,437
Amounts recoverable from retrocessionaires										
Recoveries of incurred claims and other reinsurance services	--	--	(33,166,803)	(2,511,902)	(35,678,705)	--	--	(20,011,892)	(1,722,105)	(21,733,997)
Adjustments to assets for incurred claims	--	--	5,626,486	658,544	6,285,030	--	--	333,054	37,945	370,999
Effect of changes in the risk of reinsurers non-performance	(95,837)	--	516	--	(95,321)	1,142,762	--	--	--	1,142,762
Net expenses / (income) from retrocession contracts	42,822,403	--	(27,539,801)	(1,853,358)	13,429,244	5,327,199	--	(19,678,838)	(1,684,160)	(16,035,799)
Net finance income from retrocession contracts	(7,232,207)	--	(1,657,623)	--	(8,889,830)	(12,397,549)	--	(38,749)	--	(12,436,298)
Total changes in the statement of income	35,590,196	--	(29,197,424)	(1,853,358)	4,539,414	(7,070,350)	--	(19,717,587)	(1,684,160)	(28,472,097)
Cash flows										
Premiums, net of ceding commissions, paid	(70,980,036)	--	17,630,857	--	(53,349,179)	(184,652,204)	--	(1,871,025)	--	(186,523,229)
Recoveries from retrocession	--	--	--	--	--	--	--	2,323,505	--	2,323,505
Changes that relate to premium payables — premiums expected to be paid transferred from the liabilities for remaining coverage to the liabilities for incurred claims	(14,509,716)	--	14,509,716	--	--	(184,652,204)	--	452,480	--	(184,199,724)
Net closing balance	(229,078,784)	-	(16,723,936)	(3,575,463)	(249,378,183)	(179,179,228)	--	(19,667,085)	(1,722,105)	(200,568,418)
Retrocession contract assets	(229,078,784)	-	(16,723,936)	(3,575,463)	(249,378,183)	(179,179,228)	--	(19,667,085)	(1,722,105)	(200,568,418)
Retrocession contract liabilities	--	--	--	--	--	--	--	--	--	--
Net closing balance	(229,078,784)	-	(16,723,936)	(3,575,463)	(249,378,183)	(179,179,228)	--	(19,667,085)	(1,722,105)	(200,568,418)

Saudi Reinsurance Company (A Saudi Joint Stock Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the three-month and nine-month periods ended 30 September 2024
(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
A. Movements in reinsurance and retrocession contract balances (continued)
v. Inherent Defects Insurance (continued)
Retrocession contracts
Analysis by measurement component

	30 September 2024 (Unaudited)				31 December 2023 (Audited)			
	Present value of future cash flows	Risk adjustment for non - financial risk	Contractual service margin	Total	Present value of future cash flows	Risk adjustment for non -financial risk	Contractual service margin	Total
Retrocession contracts								
Retrocession contract assets	8,475,236	(35,028,511)	(174,015,143)	(200,568,418)	--	--	--	--
Retrocession contract liabilities	--	--	--	--	134,773,085	(18,341,127)	(104,328,555)	12,103,403
Net opening balance	8,475,236	(35,028,511)	(174,015,143)	(200,568,418)	134,773,085	(18,341,127)	(104,328,555)	12,103,403
Changes in the statement of income								
Changes that relate to current services								
CSM recognised for the services provided	--	--	14,774,709	14,774,709	--	--	9,039,213	9,039,213
Change in the risk adjustment for non-financial risk for the risk expired	--	(410,775)	--	(410,775)	--	1,237	--	1,237
Change in the risk adjustment for non-financial risk that does not relate to future service or past service	--	(2,511,902)	--	(2,511,902)	--	(1,722,105)	--	(1,722,105)
Experience adjustments	(4,612,497)	--	--	(4,612,497)	(24,867,905)	--	--	(24,867,905)
Changes that relate to future services								
Contracts initially recognised in the period	81,457,831	(9,522,806)	(71,935,025)	--	98,668,701	(17,142,888)	(81,525,813)	--
Changes in estimates that adjust the CSM	64,049,094	(106,357)	(63,942,737)	--	154,901,526	--	(154,901,526)	--
Changes in estimates that relate to losses and reversals of losses on onerous underlying contracts	(52,188,663)	11,912,234	40,276,429	--	(167,624,714)	2,138,427	165,486,287	--
Changes that relate to past services								
Adjustments to liabilities for incurred claims	5,626,486	658,544	--	6,285,030	333,054	37,945	--	370,999
Effect of changes in the risk of reinsurers non-performance	(95,321)	--	--	(95,321)	1,142,762	--	--	1,142,762
Net expenses / (income) from retrocession contracts	94,236,930	18,938	(80,826,624)	13,429,244	62,553,424	(16,687,384)	(61,901,839)	(16,035,799)
Net finance (income) / expenses from retrocession contracts	490,211	--	(9,380,041)	(8,889,830)	(4,651,549)	--	(7,784,749)	(12,436,298)
Effect of movement in exchange rates	--	--	--	--	--	--	--	--
Total changes in the statement of income	94,727,141	18,938	(90,206,665)	4,539,414	57,901,875	(16,687,384)	(69,686,588)	(28,472,097)
Cash flows								
Premiums, net of ceding commissions, paid	(53,349,179)	--	--	(53,349,179)	(186,523,229)	--	--	(186,523,229)
Recoveries from retrocession	--	--	--	--	2,323,505	--	--	2,323,505
	(53,349,179)	--	--	(53,349,179)	(184,199,724)	--	--	(184,199,724)
Net closing balance	49,853,198	(35,009,573)	(264,221,808)	(249,378,183)	8,475,236	(35,028,511)	(174,015,143)	(200,568,418)
Retrocession contract assets	49,853,198	(35,009,573)	(264,221,808)	(249,378,183)	8,475,236	(35,028,511)	(174,015,143)	(200,568,418)
Retrocession contract liabilities	--	--	--	--	--	--	--	--
Net closing balance	49,853,198	(35,009,573)	(264,221,808)	(249,378,183)	8,475,236	(35,028,511)	(174,015,143)	(200,568,418)

Saudi Reinsurance Company (A Saudi Joint Stock Company)
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(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
B. Effect of contracts initially recognized during the period
i. Property and Casualty

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Profitable contracts issued	Onerous contracts issued	Total	Profitable contracts issued	Onerous contracts issued	Total
Reinsurance contracts						
Claims and other directly attributable expenses	640,022,107	301,946,628	941,968,735	545,628,004	243,317,035	788,945,039
Reinsurance acquisition cash flows	8,574,434	4,818,930	13,393,364	14,231,943	1,877,216	16,109,159
Estimates of present value of cash outflows	648,596,541	306,765,558	955,362,099	559,859,947	245,194,251	805,054,198
Estimates of present value of cash inflows	(804,888,364)	(242,160,884)	(1,047,049,248)	(739,349,143)	(132,239,695)	(871,588,838)
Risk adjustment for non-financial risk	15,661,385	7,037,870	22,699,255	13,721,271	6,244,963	19,966,234
CSM	140,630,438	--	140,630,438	165,767,925	--	165,767,925
Losses recognised on initial recognition	--	71,642,544	71,642,544	--	119,199,519	119,199,519

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total
Retrocession contracts						
Estimates of present value of cash inflows	(29,335,972)	(16,109,011)	(45,444,983)	(62,513,688)	(14,333,891)	(76,847,579)
Estimates of present value of cash outflows	75,917,697	10,813,206	86,730,903	109,996,083	2,836,322	112,832,405
Risk adjustment for non-financial risk	(836,940)	(550,470)	(1,387,410)	(708,132)	(573,151)	(1,281,283)
Income recognized on initial recognition	1,060,039	1,543,291	2,603,330	28,343,207	2,881,572	31,224,779
CSM	46,804,824	(4,302,984)	42,501,840	75,117,470	(9,189,148)	65,928,322

ii. Motor

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Profitable contracts issued	Onerous contracts issued	Total	Profitable contracts issued	Onerous contracts issued	Total
Reinsurance contracts						
Claims and other directly attributable expenses	31,340,661	58,608,865	89,949,526	35,256,515	5,165,941	40,422,456
Reinsurance acquisition cash flows	313,174	314,776	627,950	577,738	1,281	579,019
Estimates of present value of cash outflows	31,653,835	58,923,641	90,577,476	35,834,253	5,167,222	41,001,475
Estimates of present value of cash inflows	(38,284,451)	(38,697,112)	(76,981,563)	(47,816,240)	(105,945)	(47,922,185)
Risk adjustment for non-financial risk	665,368	1,274,784	1,940,152	508,190	87,697	595,887
CSM	5,965,248	--	5,965,248	11,473,797	--	11,473,797
Losses recognised on initial recognition	--	21,501,313	21,501,313	--	5,148,974	5,148,974

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total
Retrocession contracts						
Estimates of present value of cash inflows	--	(1,475,472)	(1,475,472)	--	(24,122)	(24,122)
Risk adjustment for non-financial risk	--	(54,455)	(54,455)	--	(929)	(929)
Income recognized on initial recognition	--	251,535	251,535	--	--	--
CSM	--	(1,278,392)	(1,278,392)	--	(25,051)	(25,051)

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6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
B. Effect of contracts initially recognized in the period (continued)
iii. Protection

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Profitable contracts issued	Onerous contracts issued	Total	Profitable contracts issued	Onerous contracts issued	Total
Reinsurance contracts						
Claims and other directly attributable expenses	4,441,202	6,713,343	11,154,545	8,673,887	3,759,611	12,433,498
Reinsurance acquisition cash flows	160,436	222,777	383,213	430,245	179,213	609,458
Estimates of present value of cash outflows	4,601,638	6,936,120	11,537,758	9,104,132	3,938,824	13,042,956
Estimates of present value of cash inflows	(5,541,153)	(6,851,772)	(12,392,925)	(10,308,098)	(3,837,885)	(14,145,983)
Risk adjustment for non- financial risk	95,382	111,377	206,759	124,716	56,710	181,426
CSM	844,133	--	844,133	1,079,250	--	1,079,250
Losses recognised on initial recognition	--	195,725	195,725	--	157,649	157,649
	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total
Retrocession contracts						
Estimates of present value of cash inflows	(308)	--	(308)	(774)	--	(774)
Estimates of present value of cash outflows	242,521	--	242,521	202,082	--	202,082
Risk adjustment for non- financial risk	--	--	--	--	--	--
Income recognized on initial recognition	979	--	979	788	--	788
CSM	243,192	--	243,192	202,096	--	202,096

iv. Health

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Profitable contracts issued	Onerous contracts issued	Total	Profitable contracts issued	Onerous contracts issued	Total
Reinsurance contracts						
Claims and other directly attributable expenses	24,078,205	8,524,532	32,602,737	13,192,853	15,439,307	28,632,160
Reinsurance acquisition cash flows	776,279	260,060	1,036,339	621,168	654,198	1,275,366
Estimates of present value of cash outflows	24,854,484	8,784,592	33,639,076	13,814,021	16,093,505	29,907,526
Estimates of present value of cash inflows	(26,688,820)	(8,944,361)	(35,633,181)	(14,870,399)	(15,662,623)	(30,533,022)
Risk adjustment for non- financial risk	518,087	172,695	690,782	455,815	480,051	935,866
CSM	1,316,249	--	1,316,249	600,563	--	600,563
Losses recognised on initial recognition	--	12,926	12,926	--	910,933	910,933

v. Inherent Defects Insurance

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Profitable contracts issued	Onerous contracts issued	Total	Profitable contracts issued	Onerous contracts issued	Total
Reinsurance contracts						
Claims and other directly attributable expenses	241,411,083	--	241,411,083	206,566,230	--	206,566,230
Reinsurance acquisition cash flows	601,551	--	601,551	169,252	--	169,252
Estimates of present value of cash outflows	242,012,634	--	242,012,634	206,735,482	--	206,735,482
Estimates of present value of cash inflows	(364,549,710)	--	(364,549,710)	(327,775,529)	--	(327,775,529)
Risk adjustment for non- financial risk	12,486,296	--	12,486,296	18,043,203	--	18,043,203
CSM	110,050,780	--	110,050,780	102,996,844	--	102,996,844
Losses recognised on initial recognition	--	--	--	--	--	--
	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total	Contracts initiated without loss-recovery component	Contracts initiated with loss-recovery component	Total
Retrocession contracts						
Estimates of present value of cash inflows	(195,406,712)	--	(195,406,712)	(211,767,721)	--	(211,767,721)
Estimates of present value of cash outflows	276,864,543	--	276,864,543	310,436,422	--	310,436,422
Risk adjustment for non- financial risk	(9,522,806)	--	(9,522,806)	(17,142,888)	--	(17,142,888)
CSM	71,935,025	--	71,935,025	81,525,813	--	81,525,813

Restricted 3

Saudi Reinsurance Company (A Saudi Joint Stock Company)
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(All amounts in Saudi Riyals unless otherwise stated)
6. REINSURANCE AND RETROCESSION CONTRACTS (CONTINUED)
C. Contractual service margin

The following table sets out when the Company expects to recognize the remaining CSM after the reporting date;

Reinsurance contracts	30 September 2024 (Unaudited)						Total
	1 year	2 years	3 years	4 years	5 years	More than 5 years	
Property and Casualty	83,367,829	17,399,722	1,383,548	107,833	--	--	102,258,932
Motor	3,027,077	52,365	--	--	--	--	3,079,442
Protection	350,258	24,270	--	--	--	--	374,528
Health	217,962	28,266	--	--	--	--	246,228
Inherent Defects Insurance	14,801,710	21,869,343	24,543,241	27,228,156	30,431,816	231,424,792	350,299,058
Total	101,764,836	39,373,966	25,926,789	27,335,989	30,431,816	231,424,792	456,258,188

Reinsurance contracts	31 December 2023 (Audited)						Total
	1 year	2 years	3 years	4 years	5 years	More than 5 years	
Property and Casualty	54,285,886	6,387,803	847,705	108,426	--	--	61,629,820
Motor	2,050,099	243,954	--	--	--	--	2,294,053
Protection	294,330	21,088	6,953	139	156	414	323,080
Health	58,292	4,858	--	--	--	--	63,150
Inherent Defects Insurance	11,885,755	14,406,654	16,011,280	17,505,669	19,446,614	159,398,119	238,654,091
Total	68,574,362	21,064,357	16,865,938	17,614,234	19,446,770	159,398,533	302,964,194

Retrocession contracts	30 September 2024 (Unaudited)						Total
	1 year	2 years	3 years	4 years	5 years	More than 5 years	
Property and Casualty	(36,373,307)	(1,024,497)	(967,799)	(403,995)	--	--	(38,769,598)
Motor	504,372	--	--	--	--	--	504,372
Protection	(63,859)	(19)	--	--	--	--	(63,878)
Inherent Defects Insurance	(11,854,318)	(16,973,899)	(19,069,015)	(21,115,386)	(23,522,229)	(171,686,961)	(264,221,808)
Total	(47,787,112)	(17,998,415)	(20,036,814)	(21,519,381)	(23,522,229)	(171,686,961)	(302,550,912)

Retrocession contracts	31 December 2023 (Audited)						Total
	1 year	2 years	3 years	4 years	5 years	More than 5 years	
Property and Casualty	(30,322,934)	(4,784,848)	(1,412,011)	(502,332)	--	--	(37,022,125)
Motor	9,958	--	--	--	--	--	9,958
Protection	(436)	(370)	(394)	(416)	(446)	(2,193)	(4,255)
Inherent Defects Insurance	(8,771,263)	(10,602,602)	(11,759,553)	(12,841,911)	(14,254,822)	(115,784,992)	(174,015,143)
Total	(39,084,675)	(15,387,820)	(13,171,958)	(13,344,659)	(14,255,268)	(115,787,185)	(211,031,565)

Saudi Reinsurance Company (A Saudi Joint Stock Company)**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS****For the three-month and nine-month periods ended 30 September 2024****(All amounts in Saudi Riyals unless otherwise stated)****7. PREPAID EXPENSES, DEPOSITS AND OTHER ASSETS**

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Funds at Lloyds*	151,887,110	149,740,267
Refundable deposit (refer note 11)	1,528,223	40,032,377
Value added tax	7,134,642	6,375,063
Prepaid expenses	5,740,150	1,071,795
Advances to employees	1,536,728	1,250,778
Advances for subscription to IPO	789,048	--
Others	1,206,590	3,506,422
	169,822,491	201,976,702

*These represent restricted funds placed with Custodian as stipulated by Lloyd's earning average interest ranging from 5.40%. These funds serve as collateral for participation in Lloyd's Syndicates for the underwriting years 2022, 2023, and 2024.

8. INVESTMENT IN AN EQUITY ACCOUNTED INVESTEE

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Opening balance	208,989,740	160,687,437
Share of profit of equity accounted investee	2,510,590	40,070,637
Company's share of Other comprehensive income - Impact of foreign currency exchange	(156,847)	5,038,135
Share of capital contribution of investment in equity accounted investee	--	3,193,531
Disposal	(211,343,483)	--
Closing balance	--	208,989,740

The Company, on 6 October 2017, had acquired 49.9% of the ordinary shares of Probitas Holdings (Bermuda) Limited ("PHBL"). The Company had accounted for this investment as an associate (equity accounted investee) up to the date of classification as held for sale. PHBL operates in insurance and reinsurance businesses including Lloyds market in London, United Kingdom.

On 15 January 2024, the Board of Directors of the Company approved the strategy to sell the Company's investment in PHBL hence, it was classified as held-for-sale and the equity accounting was discontinued. Accordingly, the Company has accounted for the share of profit of equity accounted investee only for the period from 1 January 2024 to 15 January 2024.

On 4 March 2024 (corresponding to 23/08/1445H), the Company announced signing a share purchase agreement for the sale of its entire stake in PHBL. The Company signed the share purchase agreement with Aviva Insurance Limited for consideration of GBP 120 million together with profit on this amount at 5.188% per annum for each calendar day from and including 31 December 2023 until (but excluding) the completion date, to be paid in cash upon completion of sale transaction. The transaction was completed on 9 July 2024. The sale proceeds after deducting transaction costs amounted to SR 579.06 million. The Company recorded a capital gain on disposal amounting to SR 365.95 million.

The Company had entered into a forward contract to mitigate the risk of GBP to USD exchange rate movements, associated with the receipts from the sale of investment in PHBL. During the period, the Company settled the contract and recorded a loss of SR 10.64 million (refer note 19).

Saudi Reinsurance Company (A Saudi Joint Stock Company)**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS****For the three-month and nine-month periods ended 30 September 2024****(All amounts in Saudi Riyals unless otherwise stated)****9. STATUTORY DEPOSIT**

The Company has deposited an amount of SR 89.1 million (31 December 2023: SR 89.1 million) with a local bank, which has been rated "A" by Standard & Poor's Rating agency representing the statutory deposit of 10% of its paid-up capital as required by the Implementing Regulations of the "Law On Supervision of Cooperative Insurance Companies" issued by Insurance Authority. This statutory deposit cannot be withdrawn without the consent of Insurance Authority. The statutory deposit generates special commission income which is accrued on regular basis and is shown as a separate line item as part of the liabilities in the Statement of Financial Position as "Accrued commission income payable to Insurance Authority". The accrued commission on the deposit as at 30 September 2024 is SR 21,610,864 (31 December 2023: SR 22,056,608) whereas accrued commission income payable to Insurance Authority as at 30 September 2024 is SR 28,342,733 (31 December 2023: SR 25,982,468). The balance of SR 6,731,869 at 30 September 2024 which is the difference between the accrued commission on deposit and the accrued commission payable to Insurance Authority (31 December 2023: SR 3,925,860) is maintained in a separate account and presented within cash and bank balances as restricted cash.

10. ACCRUED EXPENSES AND OTHER LIABILITIES

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Surplus payable	40,462,037	28,833,321
Unallocated cash	31,820,708	20,904,948
Value added tax payable	19,254,181	23,203,294
Employees bonus	9,752,158	15,200,003
Withholding tax payable	4,402,016	9,359,644
Professional fees payable	1,524,232	3,984,394
Directors' remunerations	1,725,000	2,157,534
Consultancy fees	2,593,987	4,138,971
Meetings fees and expenses	663,333	1,200,000
Others	2,060,993	3,090,363
	114,258,645	112,072,472

11. PROVISION FOR ZAKAT AND TAX

A summary of the Company's share capital and percentages of ownership are follows:

	30 September 2024 (Unaudited)		31 December 2023 (Audited)	
	SR	%	SR	%
Saudi Shareholders	792,722,700	88.97%	831,035,700	93.27%
GCC Shareholders	40,273,000	4.52%	13,899,600	1.56%
GCC Shareholders and general public	832,995,700	93.49%	844,935,300	94.83%
Non-GCC Shareholders	58,004,300	6.51%	46,064,700	5.17%
Total	891,000,000	100%	891,000,000	100%

As of 30 September 2024, the authorized, issued and fully paid-up share capital of the Company consists of 89.1 million shares of SR 10 each (31 December 2023: 89.1 million shares of SR 10 each). The Company's zakat and tax calculations and corresponding accruals and payments of zakat and tax are based on the above ownership percentages in accordance with the relevant provisions of the Saudi Arabian Zakat and Income Tax regulations. The zakat and tax liability as at period / year end are as follows:

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Provision for zakat	38,476,291	40,997,835
Provision for tax	495,066	550,541
	38,971,357	41,548,376

Saudi Reinsurance Company (A Saudi Joint Stock Company)**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS****For the three-month and nine-month periods ended 30 September 2024****(All amounts in Saudi Riyals unless otherwise stated)****11. PROVISION FOR ZAKAT AND TAX (CONTINUED)**

The zakat and tax charges for the nine-month period ended are as follows:

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Zakat charge for the period	27,721,504	10,740,289
Tax charge for the period	300,267	28,538
	28,021,771	10,768,827

The Company has recorded zakat and tax provision based on the circular no. 12746/16/1438H (dated 18 January 2017) issued by the Zakat, Tax, and Customs Authority (ZATCA), in which Saudi public listed companies are to provide for tax and zakat based on the shareholding percentages of GCC and non-GCC founding shareholders. The shareholding percentages of GCC and non-GCC founding shareholders were 99.6% and 0.4% respectively as at 30 September 2024.

Status of Zakat and Tax assessment

The Company has filed its tax and Zakat returns for the year ended 31 December 2023 and obtained the final Zakat certificate up to 2023. However, it is ZATCA's discretion to issue further assessments for 2022 and 2023. In October 2021, the ZATCA issued assessments for the years 2019 and 2020 with additional zakat and income tax liability amounting to SR 3.1 million and SR 4.2 million, respectively. The Company filed an appeal with Tax Committee for Resolution of Tax Violations and Disputes (Level 1) against this additional amount. On 8 September 2022, the Tax Violations and Disputes Committee (Level 1) concluded its hearing with the Company and ZATCA by issuing its verbal ruling wherein it overturned the ZATCA's assessment and ruled in favor of the Company.

Following the issuance of the written ruling, the ZATCA submitted an appeal to the Appellate Committee for Tax Violations and Disputes at the GSZTCC (i.e., GSZTCC level 2) on 30 October 2022 and 10 November 2022. The GSZTCC level 2 notified the Company about the appeal for the Company to submit a response. The Company responded to this on 27 December 2022. In December 2023, the GSZTCC (Level 2) issued its final ruling whereby it upheld ZATCA's appeal and cancelled the ruling issued in favor of the Company. The Company has settled this amount. Considering this decision, the Company has recorded provision for zakat for the years 2021 and 2022 amounting to SR 4.6 million and SR 6.3 million, respectively against non-deduction of deferred acquisition costs and excess of loss premiums from zakat base.

Status of VAT assessment

Zakat, Tax and Customs Authority (ZATCA) raised VAT assessment for 2018 and 2019 financial years amounting to SR 35 million (2022: SR 35 million). The ZATCA accepted the Company's objection regarding local and standard rated purchases and refunded the full amount of SR 3.5 million in early 2021 and rejected the objection for remaining amount. The Company has filed an appeal with The General Secretariat of Zakat, Tax and Customs Committees ("GSZTCC") against the ZATCA's rejection decision. ZATCA filed a counter-reply to the Company's appeal with GSZTCC in April 2021.

On 30 October 2023, the Company received a favorable final ruling from GSZTCC level 2 regarding the additional assessments for the VAT years 2018 and 2019 case, resulting in a total of SR 35 million in the Company's favor. The Company proceeded with the refund request from the ZATCA for the amounts accepted by the GSZTCC. The Company has received the refund during the period.

ZATCA's assessment of retrocession commission - tax year 2020

On 31 May 2023, the ZATCA issued an assessment amounting to SR 1.4 million for the 2020 tax period, specifically regarding retrocession commissions categorized as standard rated sales. To avoid penalties, the Company settled this amount under objection by taking advantage of the amnesty scheme provided by ZATCA. On 27 July 2023, the Company submitted the appeal against ZATCA assessment for the 6 tax periods of 2020. On 2 August 2023, the Company had a hearing session with ZATCA appeal committee. On 16 October 2023, ZATCA issued a result notification accepting SR 0.2 million and rejected SR 1.2 million of the objection amount. On 14 November 2023, the Company appealed the rejected amount at Tax Violations and Disputes Resolution Committees ("GSZTCC level 1") and further escalated the merits of objection of reinsurance commission as per article 33 of the KSA VAT Regulations.

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11. PROVISION FOR ZAKAT AND TAX (CONTINUED)

ZATCA's assessment of retrocession commission - tax year 2020 (continued)

The Company submitted a settlement request covering the full appeal amounts to the Internal Settlement Committee at ZATCA in April which put the case on hold temporarily at the GSZTCC. On 16 May 2024, the committee rejected fully the settlement request on the reinsurance commission stating that ZATCA treatment is in compliance with the VAT legislation. After the result of the settlement request the cases resumed at the GSZTCC level 1 and a hearing was held on 16 July 2024 where the committee announced their decision and ruled against the Company. The Company received the written decision on 29 July 2024 GSZTCC level 1. The Company submitted an appeal for the two tax periods on 27 August 2024. However, the Company received a response memo from ZATCA on 26 September 2024 rejecting Company's justifications and claims in the appeals. Subsequently, on 6 October 2024, the Company responded to ZATCA's response memo and submitted it to GSZTCC level 2. Considering the circumstances of the case and outcomes from the previous cases, the Company, in consultation with its tax advisor, is of the view that there are appropriate grounds to defend the position against the ZATCA's assessment.

ZATCA's assessment of VAT return – tax years 2021 & 2022

On 22 June 2023 ZATCA audited the Company for the years 2021 and 2022. On 8 October 2024, ZATCA concluded additional VAT on retrocession commission for 2021 and 2022 amounting to SR 3.7 million. The Company intends to object this additional VAT for both of the years 2021 and 2022 and plans to appeal to the committee. Considering the circumstances of the case and outcomes from the previous cases, the Company, in consultation with its tax advisor, is of the view that there are appropriate grounds to defend the position against the ZATCA's assessment.

12. SHARE CAPITAL

The authorized, issued and paid up capital of the Company was SR 891 million at 30 September 2024 (31 December 2023: SR 891 million) consisting of 89.1 million shares (31 December 2023: 89.1 million shares) of SR 10 each. Shareholding structure of the Company is as below. The shareholders of the Company are subject to zakat and income tax.

30 September 2024 (Unaudited)			
	Authorized and issued		Paid up
	No. of Shares	Value per share	SR
Others	89,100,000	10	891,000,000
	89,100,000	10	891,000,000
31 December 2023 (Audited)			
	Authorized and issued		Paid up
	No. of Shares	Value per share	SR
Ahmed Hamad Algosaiibi Brothers Co.	4,455,000	10	44,550,000
Others	84,645,000	10	846,450,000
	89,100,000	10	891,000,000

Objectives are set by the Company to maintain healthy capital ratios in order to support its business objectives and maximize shareholders' value. The Company manages its capital requirements by assessing shortfalls between reported and required capital levels on a regular basis. Adjustments to current capital levels are made in light of changes in market conditions and risk characteristics of the Company's activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders or issue shares.

On 4 July 2024 (corresponding to 28/12/1445H), the Board of Directors recommended to increase the Company's capital by issuing new ordinary shares (representing 30% of the Company's current capital) with a nominal value of 10 Saudi Riyals per share, at an offer price of 16 Saudi Riyals per share and with a total offer value of 427,680,000 which will be fully subscribed by the Public Investment Fund (PIF). PIF's ownership will be 23.08% of the Company's capital post-increase. On 16 July 2024, the Company received the approval of the Insurance Authority. However, the capital increase is subject to obtaining the approval of the Capital Market Authority and Tadawul, the approval of the Company's extraordinary general assembly and internal approvals required at PIF.

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13. REINSURANCE REVENUE

Amounts relating to changes in liabilities for remaining coverage

	30 September 2024 (Unaudited)					
	P&C	Motor	Protection	Health	IDI	Total
CSM recognised for services provided	121,735,278	5,085,733	852,372	562,880	17,925,300	146,161,563
Change in risk adjustment for non-financial risk for the risk expired after loss component allocation	6,280,983	705,689	75,254	314,507	(532,659)	6,843,774
Expected incurred claims and other expenses	445,347,191	46,094,140	8,657,619	23,659,519	39,156,128	562,914,597
Experience adjustments	76,937,708	6,524,551	4,784,131	(1,121,870)	60,800	87,185,320
Reinsurance acquisition cash flows recovery	17,729,834	1,285,116	755,606	915,627	363,090	21,049,273
	668,030,994	59,695,229	15,124,982	24,330,663	56,972,659	824,154,527

Amounts relating to changes in liabilities for remaining coverage

	30 September 2023 (Unaudited)					
	P&C	Motor	Protection	Health	IDI	Total
CSM recognised for services provided	126,535,204	31,300,349	4,767,578	2,037,441	7,464,559	172,105,131
Expected incurred claims and other expenses	340,090,372	37,889,633	11,062,769	17,054,626	15,708,074	421,805,474
Experience adjustments	(64,789,679)	(34,123,052)	(10,967,954)	(718,541)	1,782,847	(108,816,379)
Reinsurance acquisition cash flows recovery	7,263,017	418,730	435,073	550,480	196,991	8,864,291
	409,098,914	35,485,660	5,297,466	18,924,006	25,152,471	493,958,517

14. REINSURANCE SERVICE EXPENSES

	30 September 2024 (Unaudited)					
	P&C	Motor	Protection	Health	IDI	Total
Incurring claims and other directly attributable expenses	(567,713,985)	(68,512,418)	(10,180,669)	(21,600,347)	(39,156,617)	(707,164,036)
Changes that relate to past service - adjustments to the LIC	105,752,700	(10,671,817)	2,948,233	1,685,802	7,312,706	107,027,624
Losses on onerous contracts and reversal of those losses	(45,425,001)	(12,769,559)	(317,717)	(128,675)	--	(58,640,952)
Amortization of reinsurance acquisition cash flows	(17,729,834)	(1,285,116)	(755,606)	(915,627)	(363,090)	(21,049,273)
	(525,116,120)	(93,238,910)	(8,305,759)	(20,958,847)	(32,207,001)	(679,826,637)

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14. REINSURANCE SERVICE EXPENSES (CONTINUED)

	30 September 2023 (Unaudited)					
	P&C	Motor	Protection	Health	IDI	Total
Incurring claims and other directly attributable expenses	(458,655,318)	(55,238,856)	(14,316,362)	(23,104,707)	(22,726,803)	(574,042,046)
Changes that relate to past service - adjustments to the LIC	243,988,605	34,500,557	7,332,209	11,451,896	2,603,061	299,876,328
Losses on onerous contracts and reversal of those losses	(97,006,719)	(1,446,659)	(631,961)	(1,907,295)	--	(100,992,634)
Amortization of reinsurance acquisition cash flows	(7,263,017)	(418,730)	(435,073)	(550,480)	(196,991)	(8,864,291)
	(318,936,449)	(22,603,688)	(8,051,187)	(14,110,586)	(20,320,733)	(384,022,643)

15. NET (EXPENSE) / INCOME FROM RETROCESSION CONTRACTS

	30 September 2024 (Unaudited)				
	P&C	Motor	Protection	IDI	Total
Allocation of retrocession premiums paid	(77,275,498)	(513,219)	(185,415)	(42,918,240)	(120,892,372)
Income on initial recognition of onerous underlying reinsurance contracts	2,603,330	251,535	979	--	2,855,844
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	(3,912,437)	(138,609)	(6,457)	--	(4,057,503)
Effect of changes in the risk of retrocessionaires non-performance	102,912	(3)	(196)	95,321	198,034
Recoveries of incurred claims and other reinsurance services	176,150,710	8,539,148	--	35,678,705	220,368,563
Changes that relate to future service - changes in the FCF of retrocession contracts	308,448	(102,194)	314	--	206,568
Changes that relate to past service - adjustments to incurred claims	(95,873,837)	(25,983)	(70,754)	(6,285,030)	(102,255,604)
	2,103,628	8,010,675	(261,529)	(13,429,244)	(3,576,470)

	30 September 2023 (Unaudited)				
	P&C	Motor	Protection	IDI	Total
Allocation of retrocession premiums paid	(30,100,033)	(11,201)	(191,855)	(22,593,022)	(52,896,111)
Income on initial recognition of onerous underlying reinsurance contracts	20,244,736	--	318	--	20,245,054
Recoveries and reversals of recoveries of losses on onerous underlying contracts, net	(10,104,923)	--	(391)	--	(10,105,314)
Recoveries of incurred claims and other reinsurance services	92,130,598	104,112	326	18,692,025	110,927,061
Changes that relate to future service - changes in the FCF of retrocession contracts	(6,052,324)	--	2,771	--	(6,049,553)
Changes that relate to past service - adjustments to incurred claims	(64,949,103)	(76,704)	(1,107)	(5,858,147)	(70,885,061)
	1,168,951	16,207	(189,938)	(9,759,144)	(8,763,924)

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16. NET FINANCE EXPENSE FROM REINSURANCE CONTRACTS ISSUED

	30 September 2024 (Unaudited)					
	P&C	Motor	Protection	Health	IDI	Total
Interest accreted	(35,604,018)	(6,237,190)	(1,835,608)	(618,665)	(7,173,651)	(51,469,132)
Effect of changes in interest rates and other financial assumptions	(1,683,403)	317,340	78,018	83,082	(663,271)	(1,868,234)
Effects of measuring changes in estimates at current rates and adjusting the CSM at rates on initial recognition	(252,037)	9,709	(57,134)	(686)	(632,188)	(932,336)
Net foreign exchange gain / (loss)	6,500,248	720,364	20,454	(19,798)	--	7,221,268
	(31,039,210)	(5,189,777)	(1,794,270)	(556,067)	(8,469,110)	(47,048,434)
	30 September 2023 (Unaudited)					
	P&C	Motor	Protection	Health	IDI	Total
Interest accreted	(25,301,479)	(4,920,939)	(2,656,507)	(1,759,507)	4,706,157	(29,932,275)
Effect of changes in interest rates and other financial assumptions	(4,338,176)	(105,546)	(106,655)	(69,458)	(26,654,422)	(31,274,257)
Effects of measuring changes in estimates at current rates and adjusting the CSM at rates on initial recognition	1,767,592	(82,642)	(590,161)	(172,435)	623,392	1,545,746
Net foreign exchange gain/(loss)	7,537,296	(10,829,772)	(278,575)	(103,752)	--	(3,674,803)
	(20,334,767)	(15,938,899)	(3,631,898)	(2,105,152)	(21,324,873)	(63,335,589)

17. NET FINANCE INCOME / (EXPENSE) FROM RETROCESSION CONTRACTS HELD

30 September 2024 (Unaudited)					
P&C	Motor	Protection	IDI	Total	
Interest accreted	6,360,314	9,164	(13,737)	6,333,423	12,689,164
Effect of changes in interest rates and other financial assumptions	(56,901)	(3)	184	5,102	(51,618)
Effect of measuring changes in estimates at current rates and adjusting the CSM at locked-in rates	566,116	--	800	2,551,305	3,118,221
Net foreign exchange loss	55,221	--	(6)	--	55,215
	6,924,750	9,161	(12,759)	8,889,830	15,810,982
30 September 2023 (Unaudited)					
P&C	Motor	Protection	IDI	Total	
Interest accreted	7,741,501	1,696	136	(3,598,059)	4,145,274
Effect of changes in interest rates and other financial assumptions	62,950	(5)	(9)	--	62,936
Effect of measuring changes in estimates at current rates and adjusting the CSM at locked-in rates	(250,909)	--	(274)	24,520,039	24,268,856
Net foreign exchange (loss) / gain	(224,550)	--	59	--	(224,491)
	7,328,992	1,691	(88)	20,921,980	28,252,575

Saudi Reinsurance Company (A Saudi Joint Stock Company)**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS****For the three-month and nine-month periods ended 30 September 2024****(All amounts in Saudi Riyals unless otherwise stated)****18. INVESTMENT INCOME CALCULATED USING EFFECTIVE PROFIT RATE**

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Special commission income from time deposits	37,229,478	27,350,892
Special commission income from debt securities	15,190,890	13,787,606
	52,420,368	41,138,498

19. NET (LOSS) / INCOME FROM FINANCIAL INSTRUMENTS MEASURED AT FVIS

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Realized gains / (losses) on investments held at FVIS	4,314,163	(1,102,415)
Unrealized gains on investments held at FVIS	6,441,935	3,434,324
Loss on forward contract	(10,637,972)	--
Dividend income	377,575	508,173
	495,701	2,840,082

20. BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share for the periods ended 30 September 2024 and 30 September 2023 have been calculated by dividing net income after zakat and tax for the period by the weighted average number of ordinary shares issued and outstanding at the end of the period. Basic and diluted earnings per share are same as there are no instruments which will dilute the basic earnings per share.

21. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent associate, board of directors and key management personnel of the Company. The Company transacts with its related parties in the ordinary course of business at commercial rates, which are approved by the management.

Key management personnel are persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly and comprise top management executives including the Chief Executive Officer and the Chief Financial Officer of the Company. Balances with related parties are included in accrued expenses and other liabilities and provision for employees' end of service benefits as shown on the statement of financial position. Details of transactions and balances with related parties during and as of the period ended 30 September 2024 are disclosed below.

Related party	Nature of transactions	Amount of transactions for the nine-month period ended		Balance as at	
		30 September 2024 (Unaudited)	30 September 2023 (Unaudited)	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Board of Directors	- Remunerations, meetings fees and expenses	2,508,588	1,725,000	2,388,333	3,357,534
Key management Personnel	- Short term benefits	12,192,391	9,623,416	--	700,000
	- End of service benefits	1,394,394	465,421	3,266,663	6,729,909
Associate	- Reinsurance revenue	55,107,920	109,838,422	--	--
	- Reinsurance service expenses	(33,708,025)	(85,340,891)	--	--
	- Reinsurance contract assets	--	--	--	66,628,343
	- Reinsurance contract liabilities	--	--	--	2,442,468

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22. SEGMENTAL INFORMATION (CONTINUED)

Consistent with the Company's internal reporting process, business and geographical segments have been approved by the Management Committee in respect of the Company's activities, assets and liabilities as stated below.

22.1 Business segments

	For the three-month period ended 30 September 2024 (Unaudited)										
	Property and Casualty (P&C)						Motor	Protection	Health	Inherent Defects Insurance	Total
	Engineering	Fire	Marine	General Accident	Speciality	Others					
Reinsurance revenue	38,598,138	81,457,586	18,293,316	19,959,458	26,675,958	94,392,908	26,345,014	4,840,928	8,508,788	22,391,815	341,463,909
Reinsurance service expenses	(34,067,364)	(134,601,303)	(17,110,893)	(19,134,833)	(13,475,284)	(91,212,325)	(54,776,089)	(2,109,010)	(6,652,570)	(10,501,391)	(383,641,062)
Net (expense) / income from retrocession contracts held	(1,210,929)	55,300,858	779,636	(359,918)	--	43,949,688	2,968,292	(63,917)	--	(5,516,135)	95,847,575
Reinsurance service results	3,319,845	2,157,141	1,962,059	464,707	13,200,674	47,130,271	(25,462,783)	2,668,001	1,856,218	6,374,289	53,670,422
Net finance (expense) / income from reinsurance contracts	(1,720,551)	(8,529,957)	(1,522,795)	(1,812,206)	1,238,254	(5,888,437)	(2,898,191)	(737,977)	(314,127)	(6,562,608)	(28,748,595)
Net finance (expense) / income from retrocession contracts	264,984	1,915,469	187,240	128,024	--	560,176	8,780	272	--	5,849,300	8,914,245
Net reinsurance finance (expense) / income	(1,455,567)	(6,614,488)	(1,335,555)	(1,684,182)	1,238,254	(5,328,261)	(2,889,411)	(737,705)	(314,127)	(713,308)	(19,834,350)
Other non-reinsurance items											
Investment income calculated using effective profit rate											22,381,579
Net loss from financial instruments measured at FVIS											1,678,189
Gain on sale of an equity accounted investee											365,949,388
Investment management expenses											(680,337)
Net expected credit losses											325,573
Other income											2,356,685
Other finance costs											(484,142)
Other operating expenses											(12,195,238)
Share of profit of an equity accounted investee											--
Net income for the period before zakat and tax											413,167,769
The details of gross written premiums are as follows*:											
Booked premiums	72,497,048	77,211,276	22,163,848	6,224,403	(24,465,644)	2,477,152	(31,765,015)	(10,227,165)	8,494,266	156,350,645	278,960,814
Pipeline premiums	21,627,521	57,142,454	5,077,520	32,400,899	44,325,452	126,217,279	69,058,901	16,634,554	(5,793,676)	(152,885,956)	213,804,948
Total gross written premiums	94,124,569	134,353,730	27,241,368	38,625,302	19,859,808	128,694,431	37,293,886	6,407,389	2,700,590	3,464,689	492,765,762

*Pipeline premiums are those premiums written but not reported (expected to be reported in future) to the Company at the statement of financial position date. Gross written premium is not defined in IFRS Accounting Standards that are endorsed in the Kingdom of Saudi Arabia.

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22. SEGMENTAL INFORMATION (CONTINUED)

22.1 Business segments (continued)

	For the three month-period ended 30 September 2023 (Unaudited)										
	Property and Casualty (P&C)									Inherent Defects Insurance	Total
	Engineering	Fire	Marine	General Accident	Speciality	Others	Motor	Protection	Health		
Reinsurance revenue	14,875,877	46,966,559	7,419,780	10,251,399	40,550,199	55,681,986	19,307,245	6,132,210	7,824,798	(1,679,393)	207,330,660
Reinsurance service expenses	(8,474,481)	(66,652,084)	(4,923,099)	(10,018,048)	(40,414,267)	(41,619,187)	(14,917,542)	(5,542,033)	(2,824,913)	(15,094,084)	(210,479,738)
Net (expense) / income from retrocession contracts held	230,109	35,979,460	639,129	7,885	--	(12,778,663)	(8,888)	(29,714)	--	7,692,924	31,732,242
Reinsurance service results	6,631,505	16,293,935	3,135,810	241,236	135,932	1,284,136	4,380,815	560,463	4,999,885	(9,080,553)	28,583,164
Net finance (expense) / income from reinsurance contracts	(1,062,960)	(2,417,537)	(237,925)	(164,665)	1,810,473	(1,337,156)	(6,637,314)	(1,467,315)	(417,354)	5,666,481	(6,265,272)
Net finance income / (expense) from retrocession contracts	157,533	1,931,567	(40,100)	(117,704)	--	946,209	114	112	--	(5,015,730)	(2,137,999)
Net reinsurance finance (expense) / income	(905,427)	(485,970)	(278,025)	(282,369)	1,810,473	(390,947)	(6,637,200)	(1,467,203)	(417,354)	650,751	(8,403,271)
Other non-reinsurance items											
Investment income calculated using effective profit rate											16,092,865
Net income from financial instruments measured at FVIS											374,801
Investment management expenses											(703,944)
Net expected credit losses											(416,314)
Other income											2,139,464
Other finance costs											(298,275)
Other operating expenses											(11,611,547)
Share of profit of an equity accounted investee											13,819,019
Net income for the period before zakat and tax											<u>39,575,962</u>
The details of gross written premiums are as follows:											
Booked premiums	40,734,013	88,118,269	17,445,244	10,806,151	120,129,432	41,233,620	24,649,476	7,608,166	1,393,797	25,253,636	377,371,804
Pipeline premiums	26,382,969	(10,825,454)	2,842,973	16,170,314	(69,878,828)	14,282,224	3,985,845	5,523,994	(4,334,845)	(25,253,636)	(41,104,444)
Total gross written premiums	67,116,982	77,292,815	20,288,217	26,976,465	50,250,604	55,515,844	28,635,321	13,132,160	(2,941,048)	--	336,267,360

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22. SEGMENTAL INFORMATION (CONTINUED)

22.1 Business segments (continued)

	For the nine-month period ended 30 September 2024 (Unaudited)										
	Property and Casualty (P&C)							Inherent Defects Insurance	Total		
	Engineering	Fire	Marine	General Accident	Speciality	Others	Motor	Protection	Health		
Reinsurance revenue	84,924,070	201,721,603	43,582,992	50,042,980	81,921,437	205,837,912	59,695,229	15,124,982	24,330,663	56,972,659	824,154,527
Reinsurance service expenses	(56,884,349)	(214,388,084)	(43,825,931)	(30,008,818)	(47,353,975)	(132,654,963)	(93,238,910)	(8,305,759)	(20,958,847)	(32,207,001)	(679,826,637)
Net (expense) / income from retrocession contracts held	(16,262,390)	(442,882)	(3,878,509)	(10,780,194)	--	33,467,603	8,010,675	(261,529)	--	(13,429,244)	(3,576,470)
Reinsurance service results	11,777,331	(13,109,363)	(4,121,448)	9,253,968	34,567,462	106,650,552	(25,533,006)	6,557,694	3,371,816	11,336,414	140,751,420
Net finance (expense) / income from reinsurance contracts	(3,961,455)	(15,000,848)	(3,565,320)	(2,977,084)	4,787,383	(10,321,886)	(5,189,777)	(1,794,270)	(556,067)	(8,469,110)	(47,048,434)
Net finance (expense) / income from retrocession contracts	615,617	4,145,174	771,530	(76,759)	--	1,469,188	9,161	(12,759)	--	8,889,830	15,810,982
Net reinsurance finance (expense) / income	(3,345,838)	(10,855,674)	(2,793,790)	(3,053,843)	4,787,383	(8,852,698)	(5,180,616)	(1,807,029)	(556,067)	420,720	(31,237,452)
Other non-reinsurance items											
Investment income calculated using effective profit rate											52,420,368
Net loss from financial instruments measured at FVIS											495,701
Gain on sale of an equity accounted investee											365,949,388
Investment management expenses											(2,919,210)
Net expected credit losses											1,304,088
Other income											6,729,549
Other finance costs											(1,359,724)
Other operating expenses											(31,671,827)
Share of profit of an equity accounted investee											2,510,590
Net income for the period before zakat and tax											502,972,891
The details of gross written premiums are as follows:											
Booked premiums	129,662,167	193,499,027	45,831,477	47,876,027	(24,065,703)	170,730,038	11,284,533	(1,101,930)	19,263,974	263,975,453	856,955,063
Pipeline premiums	94,342,805	209,054,298	46,267,393	65,182,368	198,985,100	208,618,719	74,138,535	14,671,433	15,280,140	155,185,083	1,081,725,874
Total gross written premiums	224,004,972	402,553,325	92,098,870	113,058,395	174,919,397	379,348,757	85,423,068	13,569,503	34,544,114	419,160,536	1,938,680,937

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22. SEGMENTAL INFORMATION (CONTINUED)

22.1 Business segments (continued)

	For the nine-month period ended 30 September 2023 (Unaudited)										
	Property and Casualty (P&C)									Inherent Defects Insurance	Total
	Engineering	Fire	Marine	General Accident	Speciality	Others	Motor	Protection	Health		
Reinsurance revenue	33,213,622	119,035,598	23,861,471	30,789,619	109,838,422	92,360,182	35,485,660	5,297,466	18,924,006	25,152,471	493,958,517
Reinsurance service expenses	(6,238,333)	(140,809,757)	(10,575,492)	(18,891,186)	(85,340,891)	(57,080,790)	(22,603,688)	(8,051,187)	(14,110,586)	(20,320,733)	(384,022,643)
Net (expense) / income from retrocession contracts held	(13,532,463)	45,304,175	(1,812,698)	(2,791,779)	--	(25,998,284)	16,207	(189,938)	--	(9,759,144)	(8,763,924)
Reinsurance service results	13,442,826	23,530,016	11,473,281	9,106,654	24,497,531	9,281,108	12,898,179	(2,943,659)	4,813,420	(4,927,406)	101,171,950
Net finance (expense) / income from reinsurance contracts	(1,558,246)	(8,070,246)	(1,707,233)	(3,510,595)	(2,110,791)	(3,377,656)	(15,938,899)	(3,631,897)	(2,105,151)	(21,324,875)	(63,335,589)
Net finance (expense) / income from retrocession contracts	614,750	3,910,383	1,813	595,424	--	2,206,623	1,691	(89)	--	20,921,980	28,252,575
Net reinsurance finance (expense) / income	(943,496)	(4,159,863)	(1,705,420)	(2,915,171)	(2,110,791)	(1,171,033)	(15,937,208)	(3,631,986)	(2,105,151)	(402,895)	(35,083,014)
Other non-reinsurance items											
Investment income calculated using effective profit rate											41,138,498
Net income from financial instruments measured at FVIS											2,840,082
Investment management expenses											(2,381,110)
Net expected credit losses											(1,749,908)
Other income											4,032,371
Other finance costs											(1,090,494)
Other operating expenses											(31,808,505)
Share of profit of an equity accounted investee											44,435,369
Net income for the period before zakat and tax											121,505,239
The details of gross written premiums are as follows:											
Booked premiums	91,253,246	216,820,290	47,767,089	52,479,755	122,255,263	189,942,903	46,800,774	15,681,402	12,652,441	53,602,037	849,255,200
Pipeline premiums	36,513,663	97,716,717	23,059,829	30,220,160	126,181,696	9,687,817	8,662,552	1,729,648	23,930,305	346,397,963	704,100,350
Total gross written premiums	127,766,909	314,537,007	70,826,918	82,699,915	248,436,959	199,630,720	55,463,326	17,411,050	36,582,746	400,000,000	1,553,355,550

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22. SEGMENTAL INFORMATION (CONTINUED)

22.1 Business segments (continued)

	As at 30 September 2024 (Unaudited)											
	Property and Casualty (P&C)									Inherent Defects Insurance	Unallocated	Total
	Engineering	Fire	Marine	General Accident	Speciality	Others	Motor	Protection	Health			
ASSETS												
Cash and bank balances	--	--	--	--	--	--	--	--	--	--	102,514,765	102,514,765
Financial investments at fair value through income statement	--	--	--	--	--	--	--	--	--	--	556,237,446	556,237,446
Financial investments at fair value through other comprehensive income	--	--	--	--	--	--	--	--	--	--	218,647,331	218,647,331
Financial investments at amortized cost	--	--	--	--	--	--	--	--	--	--	1,387,397,164	1,387,397,164
Reinsurance contract assets	895,473	887,856	629,881	1,089,996	66,187,676	8,652,675	234,068	1,745,923	33,445	--	--	80,356,993
Retrocession contract assets	8,187,258	158,352,060	14,712,213	10,624,099	--	77,269,485	8,033,169	--	--	249,378,183	--	526,556,467
Prepaid expenses, deposits and other assets	--	--	--	--	--	--	--	--	--	--	169,822,491	169,822,491
Property and equipment, net	--	--	--	--	--	--	--	--	--	--	30,837,907	30,837,907
Intangible assets	--	--	--	--	--	--	--	--	--	--	5,672,686	5,672,686
Statutory deposit	--	--	--	--	--	--	--	--	--	--	89,100,000	89,100,000
Accrued income on statutory deposit	--	--	--	--	--	--	--	--	--	--	21,610,864	21,610,864
TOTAL ASSETS	9,082,731	159,239,916	15,342,094	11,714,095	66,187,676	85,922,160	8,267,237	1,745,923	33,445	249,378,183	2,581,840,654	3,188,754,114
LIABILITIES												
Margin loan payable	--	--	--	--	--	--	--	--	--	--	56,797,019	56,797,019
Reinsurance contract liabilities	92,511,765	438,937,102	54,424,818	65,240,714	1,273,002	209,662,530	127,290,951	19,644,588	5,830,353	292,690,071	--	1,307,505,894
Retrocession contract liabilities	--	--	--	--	--	--	--	116,012	--	--	--	116,012
Accrued expenses and other liabilities	--	--	--	--	--	--	--	--	--	--	114,258,645	114,258,645
Provision for employees' end of service benefits	--	--	--	--	--	--	--	--	--	--	27,620,886	27,620,886
Provision for zakat and tax	--	--	--	--	--	--	--	--	--	--	38,971,357	38,971,357
Accrued commission income payable to Insurance Authority	--	--	--	--	--	--	--	--	--	--	28,342,733	28,342,733
TOTAL LIABILITIES	92,511,765	438,937,102	54,424,818	65,240,714	1,273,002	209,662,530	127,290,951	19,760,600	5,830,353	292,690,071	265,990,640	1,573,612,546

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22. SEGMENTAL INFORMATION (CONTINUED)

22.1 Business segments (continued)

	As at 31 December 2023 (Audited)											
	Property and Casualty (P&C)									Inherent Defects Insurance	Unallocated	Total
	Engineering	Fire	Marine	General Accident	Speciality	Others	Motor	Protection	Health			
ASSETS												
Cash and bank balances	--	--	--	--	--	--	--	--	--	--	87,905,002	87,905,002
Financial investments at fair value through income statement	--	--	--	--	--	--	--	--	--	--	154,455,986	154,455,986
Financial investments at fair value through other comprehensive income	--	--	--	--	--	--	--	--	--	--	141,632,674	141,632,674
Financial investments at amortized cost	--	--	--	--	--	--	--	--	--	--	1,127,330,016	1,127,330,016
Reinsurance contract assets	910,046	614,626	749,431	593,995	66,734,438	6,305,086	468,928	1,417,258	33,479	--	--	77,827,287
Retrocession contract assets	3,983,524	126,995,109	57,513,908	7,947,089	--	42,571,554	13,565	--	--	200,568,418	--	439,593,167
Prepaid expenses, deposits and other assets	--	--	--	--	--	--	--	--	--	--	201,976,702	201,976,702
Property and equipment, net	--	--	--	--	--	--	--	--	--	--	31,276,602	31,276,602
Intangible assets	--	--	--	--	--	--	--	--	--	--	5,862,588	5,862,588
Investment in an equity accounted investee	--	--	--	--	--	--	--	--	--	--	208,989,740	208,989,740
Statutory deposit	--	--	--	--	--	--	--	--	--	--	89,100,000	89,100,000
Accrued income on statutory deposit	--	--	--	--	--	--	--	--	--	--	22,056,608	22,056,608
TOTAL ASSETS	4,893,570	127,609,735	58,263,339	8,541,084	66,734,438	48,876,640	482,493	1,417,258	33,479	200,568,418	2,070,585,918	2,588,006,372
LIABILITIES												
Margin loan payable	--	--	--	--	--	--	--	--	--	--	56,797,019	56,797,019
Reinsurance contract liabilities	63,437,455	426,839,928	79,313,844	71,936,308	2,037,949	197,257,543	85,788,370	24,002,379	5,707,906	229,639,571	--	1,185,961,253
Retrocession contract liabilities	--	--	--	--	--	--	--	189,653	--	--	--	189,653
Accrued expenses and other liabilities	--	--	--	--	--	--	--	--	--	--	112,072,472	112,072,472
Provision for employees' end of service benefits	--	--	--	--	--	--	--	--	--	--	18,633,092	18,633,092
Provision for zakat and tax	--	--	--	--	--	--	--	--	--	--	41,548,376	41,548,376
Accrued commission income payable to Insurance Authority	--	--	--	--	--	--	--	--	--	--	25,982,468	25,982,468
TOTAL LIABILITIES	63,437,455	426,839,928	79,313,844	71,936,308	2,037,949	197,257,543	85,788,370	24,192,032	5,707,906	229,639,571	255,033,427	1,441,184,333

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22. SEGMENTAL INFORMATION (CONTINUED)

22.2 Geographical segments

	For the three-month period ended 30 September 2024 (Unaudited)					
	Kingdom of Saudi Arabia	Other Middle Eastern Countries	Africa	Asia	Other territories	Total
Reinsurance revenue	128,255,124	59,205,104	9,834,827	117,158,865	27,009,989	341,463,909
Reinsurance service expenses	(73,775,526)	(211,027,414)	(4,040,630)	(80,856,970)	(13,940,522)	(383,641,062)
Net (expense) / income from retrocession contracts held	(15,737,217)	125,341,273	1,708,819	(16,039,642)	574,342	95,847,575
Reinsurance service results	38,742,381	(26,481,037)	7,503,016	20,262,253	13,643,809	53,670,422
Net finance (expense) / income from reinsurance contracts	(13,669,882)	(7,319,242)	(972,237)	(7,974,426)	1,187,192	(28,748,595)
Net finance income / (expense) from retrocession contracts	7,419,667	1,217,739	25,457	239,811	11,571	8,914,245
Net reinsurance finance (expense) / income	(6,250,215)	(6,101,503)	(946,780)	(7,734,615)	1,198,763	(19,834,350)
Other non-reinsurance items						
Investment income calculated using effective profit rate						22,381,579
Net loss from financial instruments measured at FVIS						1,678,189
Gain on sale of an equity accounted investee						365,949,388
Investment management expenses						(680,337)
Net expected credit losses						325,573
Other income						2,356,685
Other finance costs						(484,142)
Other operating expenses						(12,195,238)
Share of profit of an equity accounted investee						--
Net income for the year before zakat and tax						413,167,769

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22. SEGMENTAL INFORMATION (CONTINUED)

22.2 Geographical segments (continued)

	For the three-month period ended 30 September 2023 (Unaudited)					
	Kingdom of Saudi Arabia	Other Middle Eastern Countries	Africa	Asia	Other territories	Total
Reinsurance revenue	81,774,122	21,549,743	7,791,086	54,866,470	41,349,239	207,330,660
Reinsurance service expenses	(74,057,992)	(51,365,344)	(15,956,906)	(28,398,430)	(40,701,066)	(210,479,738)
Net income / (expense)from retrocession contracts held	19,457,848	20,333,951	300,928	(8,477,684)	117,199	31,732,242
Reinsurance service results	27,173,978	(9,481,650)	(7,864,892)	17,990,356	765,372	28,583,164
Net finance income / (expense) from reinsurance contracts	378,611	(2,319,482)	(5,799,430)	(341,645)	1,816,674	(6,265,272)
Net finance (expense) / income from retrocession contracts	(2,704,551)	483,359	(8,311)	69,932	21,572	(2,137,999)
Net reinsurance finance (expense) / income	(2,325,940)	(1,836,123)	(5,807,741)	(271,713)	1,838,246	(8,403,271)
Other non-reinsurance items						
Investment income calculated using effective profit rate						16,092,865
Net income from financial instruments measured at FVIS						374,801
Investment management expenses						(703,944)
Net expected credit losses						(416,314)
Other income						2,139,464
Other finance costs						(298,275)
Other operating expenses						(11,611,547)
Share of profit of an equity accounted investee						13,819,019
Net income for the year before zakat and tax						39,575,962

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22. SEGMENTAL INFORMATION (CONTINUED)

22.2 Geographical segments

	For the nine-month period ended 30 September 2024 (Unaudited)					
	Kingdom of Saudi Arabia	Other Middle Eastern Countries	Africa	Asia	Other territories	Total
Reinsurance revenue	333,739,390	128,653,479	24,316,263	254,608,269	82,837,126	824,154,527
Reinsurance service expenses	(136,644,710)	(310,389,086)	(13,853,047)	(164,585,113)	(54,354,681)	(679,826,637)
Net (expense) / income from retrocession contracts held	(96,629,605)	124,804,986	(1,585,554)	(29,801,796)	(364,501)	(3,576,470)
Reinsurance service results	100,465,075	(56,930,621)	8,877,662	60,221,360	28,117,944	140,751,420
Net finance (expense) / income from reinsurance contracts	(25,703,193)	(11,142,882)	(2,169,289)	(12,640,240)	4,607,170	(47,048,434)
Net finance income / (expense) from retrocession contracts	13,857,000	2,105,638	70,084	(262,165)	40,425	15,810,982
Net reinsurance finance (expense) / income	(11,846,193)	(9,037,244)	(2,099,205)	(12,902,405)	4,647,595	(31,237,452)
Other non-reinsurance items						
Investment income calculated using effective profit rate						52,420,368
Net loss from financial instruments measured at FVIS						495,701
Gain on sale of an equity accounted investee						365,949,388
Investment management expenses						(2,919,210)
Net expected credit losses						1,304,088
Other income						6,729,549
Other finance costs						(1,359,724)
Other operating expenses						(31,671,827)
Share of profit of an equity accounted investee						2,510,590
Net income for the year before zakat and tax						502,972,891

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22. SEGMENTAL INFORMATION (CONTINUED)

22.2 Geographical segments (continued)

	For the nine-month period ended 30 September 2023 (Unaudited)					
	Kingdom of Saudi Arabia	Other Middle Eastern Countries	Africa	Asia	Other territories	Total
Reinsurance revenue	188,376,460	48,891,493	12,120,434	133,892,724	110,677,406	493,958,517
Reinsurance service expenses	(131,073,401)	(72,004,496)	(4,699,923)	(90,252,267)	(85,992,556)	(384,022,643)
Net income / (expense)from retrocession contracts held	(9,600,050)	20,650,129	(1,133,720)	(18,610,045)	(70,238)	(8,763,924)
Reinsurance service results	47,703,009	(2,462,874)	6,286,791	25,030,412	24,614,612	101,171,950
Net finance expense from reinsurance contracts	(36,830,122)	(6,346,976)	(15,710,033)	(2,822,056)	(1,626,402)	(63,335,589)
Net finance income from retrocession contracts	25,941,380	1,365,996	85,083	779,963	80,153	28,252,575
Net reinsurance finance (expense) / income	(10,888,742)	(4,980,980)	(15,624,950)	(2,042,093)	(1,546,249)	(35,083,014)
Other non-reinsurance items						
Investment income calculated using effective profit rate						41,138,498
Net income from financial instruments measured at FVIS						2,840,082
Investment management expenses						(2,381,110)
Net expected credit losses						(1,749,908)
Other income						4,032,371
Other finance costs						(1,090,494)
Other operating expenses						(31,808,505)
Share of profit of an equity accounted investee						44,435,369
Net income for the year before zakat and tax						121,505,239

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22. SEGMENTAL INFORMATION (CONTINUED)

22.2 Geographical segments (continued)

	As at 30 September 2024 (Unaudited)					
	Kingdom of Saudi Arabia	Other Middle Eastern Countries	Africa	Asia	Other territories	Total
ASSETS						
Cash and bank balances	89,220,005	--	--	13,294,760	--	102,514,765
Financial investments at fair value through income statement	556,237,446	--	--	--	--	556,237,446
Financial investments at fair value through other comprehensive income	214,952,081	3,695,250	--	--	--	218,647,331
Financial investments at amortized cost	1,299,763,138	86,099,249	--	--	1,534,777	1,387,397,164
Reinsurance contract assets	5,635,244	1,404,384	876,763	4,472,680	67,967,922	80,356,993
Retrocession contract assets	333,533,434	207,932,414	4,497,522	(20,302,661)	895,758	526,556,467
Prepaid expenses, deposits and other assets	169,822,491	--	--	--	--	169,822,491
Property and equipment, net	30,837,907	--	--	--	--	30,837,907
Intangible assets	5,672,686	--	--	--	--	5,672,686
Statutory deposit	89,100,000	--	--	--	--	89,100,000
Accrued income on statutory deposit	21,610,864	--	--	--	--	21,610,864
TOTAL ASSETS	2,816,385,296	299,131,297	5,374,285	(2,535,221)	70,398,457	3,188,754,114
LIABILITIES						
Margin loan payable	--	56,797,019	--	--	--	56,797,019
Reinsurance contract liabilities	536,646,198	378,890,722	14,430,549	372,149,514	5,388,911	1,307,505,894
Retrocession contract liabilities	116,012	--	--	--	--	116,012
Accrued expenses and other liabilities	114,258,645	--	--	--	--	114,258,645
Provision for employees' end of service benefits	27,620,886	--	--	--	--	27,620,886
Provision for zakat and tax	38,971,357	--	--	--	--	38,971,357
Accrued commission income payable to Insurance Authority	28,342,733	--	--	--	--	28,342,733
TOTAL LIABILITIES	745,955,831	435,687,741	14,430,549	372,149,514	5,388,911	1,573,612,546

Saudi Reinsurance Company (A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and nine-month periods ended 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

22. SEGMENTAL INFORMATION (CONTINUED)

22.2 Geographical segments (continued)

	As at 31 December 2023 (Audited)					
	Kingdom of Saudi Arabia	Other Middle Eastern Countries	Africa	Asia	Other territories	Total
ASSETS						
Cash and bank balances	76,380,947	--	--	11,524,055	--	87,905,002
Financial investments at fair value through income statement	154,455,986	--	--	--	--	154,455,986
Financial investments at fair value through other comprehensive income	138,039,424	3,593,250	--	--	--	141,632,674
Financial investments at amortized cost	1,030,935,919	94,916,573	--	--	1,477,524	1,127,330,016
Reinsurance contract assets	3,803,724	1,831,026	1,182,491	858,129	70,151,917	77,827,287
Retrocession contract assets	370,158,250	71,775,491	3,159,904	(6,720,311)	1,219,833	439,593,167
Prepaid expenses, deposits and other assets	201,976,702	--	--	--	--	201,976,702
Property and equipment, net	31,276,602	--	--	--	--	31,276,602
Intangible assets	5,862,588	--	--	--	--	5,862,588
Investment in an equity accounted investee	--	--	--	--	208,989,740	208,989,740
Statutory deposit	89,100,000	--	--	--	--	89,100,000
Accrued income on statutory deposit	22,056,608	--	--	--	--	22,056,608
TOTAL ASSETS	2,124,046,750	172,116,340	4,342,395	5,661,873	281,839,014	2,588,006,372
LIABILITIES						
Margin loan payable	--	56,797,019	--	--	--	56,797,019
Reinsurance contract liabilities	581,150,010	186,512,439	10,854,359	405,001,978	2,442,467	1,185,961,253
Retrocession contract liabilities	79,308	--	9,382	100,963	--	189,653
Accrued expenses and other liabilities	112,072,472	--	--	--	--	112,072,472
Provision for employees' end of service benefits	18,633,092	--	--	--	--	18,633,092
Provision for zakat and tax	41,548,376	--	--	--	--	41,548,376
Accrued commission income payable to Insurance Authority	25,982,468	--	--	--	--	25,982,468
TOTAL LIABILITIES	779,465,726	243,309,458	10,863,741	405,102,941	2,442,467	1,441,184,333

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three-month and nine-month periods ended 30 September 2024

(All amounts in Saudi Riyals unless otherwise stated)

23. CONTINGENCIES AND COMMITMENTS

The Company operates in the reinsurance industry and is subject to legal proceedings in the normal course of business. While it is not practicable to forecast or determine the final results of all pending or threatened legal proceedings, management does not believe that such proceedings (including litigations) will have a material effect on its results and financial position.

24. FAIR VALUE

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 to sell the asset or transfer the liability takes place either:

- In the principal market of the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

Determination of fair value and fair value hierarchy

The Company 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 following table shows the carrying amount of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value.

30 September 2024 (Unaudited)	Fair value				Carrying value
	Level 1	Level 2	Level 3	Total	
Financial investments at FVIS					
Money market funds	--	546,702,097	--	546,702,097	546,702,097
Investment funds	7,471,100	--	--	7,471,100	7,471,100
Equity securities	2,064,249	--	--	2,064,249	2,064,249
Financial investments at FVOCI					
Tier 1 Sukuk	--	218,647,331	--	218,647,331	218,647,331
Financial investments at amortized cost					
Time deposits	--	--	994,361,860	994,361,860	984,147,458
Debt securities	--	401,167,782	--	401,167,782	403,249,706
Total	9,535,349	1,166,517,210	994,361,860	2,170,414,419	2,162,281,941
31 December 2023 (Audited)	Fair value				Carrying value
	Level 1	Level 2	Level 3	Total	
Financial investments at FVIS					
Money market funds	--	146,156,801	--	146,156,801	146,156,801
Investment funds	8,299,185	--	--	8,299,185	8,299,185
Financial investments at FVOCI					
Tier 1 Sukuk	--	141,632,674	--	141,632,674	141,632,674
Financial investments at amortized cost					
Time deposits	--	--	876,272,635	876,272,635	887,797,603
Debt securities	--	243,077,849	--	243,077,849	239,532,413
Total	8,299,185	530,867,324	876,272,635	1,415,439,144	1,423,418,676

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**For the three-month and nine-month periods ended 30 September 2024****(All amounts in Saudi Riyals unless otherwise stated)****24. FAIR VALUE (CONTINUED)**

The fair value used for valuation of level 2 Sukuk and debt securities is based on prices quoted on reliable and third-party sources including Reuters, Bloomberg, etc. The discounted cash flow ("DCF") method has been used to value the level 3 time deposits. This method considers the present value of net cash flows to be generated from the time deposits, discounted at the market rate of similar quoted instruments. Significant unobservable inputs used for the purpose of valuation of term deposits are the coupons expected to be received in future (i.e. floating index, cap and floor) and discount rate.

25. RECLASSIFICATION

During the period, the Company has reclassified premium and claims deposits and value added tax from prepaid expenses, deposits and other assets to reinsurance contract liabilities. The reclassification was done to conform to the current period presentation and the impact to the overall financial statement's presentation is not material.

The following table shows the impact on each financial statement caption affected by the reclassification:

Financial statement caption	31 December 2023 (before reclassification)	Reclassification	31 December 2023 (after reclassification)
Prepaid expenses, deposits and other assets	303,917,481	(101,940,779)	201,976,702
Reinsurance contract liabilities	1,287,902,032	(101,940,779)	1,185,961,253

26. APPROVAL OF THE CONDENSED INTERM FINANCIAL STATEMENTS

These condensed interim financial statements have been approved by the Board of Directors on 26 Rabi Al-Thani 1446H corresponding to 29 October 2024.