PKF Al-Bassam
Chartered Accountants

AGREED-UPON PROCEDURES REPORT FACTUAL FINDINGS IN CONNECTION WITH THE ACCUMULATED LOSSES OF THE COMPANY SHOWN IN THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS COMPLETING THE REQUIREMENTS OF "PROCEDURES AND INSTRUCTIONS RELATED TO LISTED COMPANIES WITH ACCUMULATED LOSSES REACHING 20% OR MORE OF THEIR SHARE CAPITAL" ISSUED BY CAPITAL MARKET AUTHORITY

To Allied Cooperative Insurance Group (ACIG)
(A Saudi Joint Stock Company)

PURPOSE OF THIS AGREED-UPON PROCEDURES REPORT AND RESTRICTION ON USE AND DISTRIBUTION

Our report is solely for the purpose of assisting the Board of Directors (the "Intended User") in determining whether the accumulated losses of Allied Cooperative Insurance Group (the "Engaging Party" or the "Company") as a percentage of share capital as at 30 June 2026 are less than 50% of share capital. The report has been prepared in accordance with the requirements of the "Procedures and Instructions Related to Listed Companies with Accumulated Losses Reaching 20% or more of their share capital" issued by the Capital Market Authority (CMA) and may not be suitable for another purpose. This report is intended solely for the Engaging Party and Intended Users, and should not be used by, or distributed to, any other parties.

RESPONSIBILITIES OF THE ENGAGING PARTY

The Engaging Party has acknowledged that the agreed-upon procedures are appropriate for the purpose of the engagement. The Engaging Party (also the "Responsible Party") is responsible for the subject matter on which the agreed-upon procedures are performed, namely accumulated losses as a percentage of share capital as at 30 June 2026 are less than 50% of share capital and to comply with the applicable requirements of CMA procedures.

PRACTITIONER'S / AUDITOR'S RESPONSIBILITY

We have conducted the agreed-upon procedures engagement in accordance with International Standard on Related Services (ISRS) 4400 (Revised), *Agreed-Upon Procedures Engagement*, that is endorsed in the Kingdom of Saudi Arabia. An agreed-upon procedures engagement involves performing the procedures that have been agreed with the Engaging Party, and reporting the findings, which are the factual results of the agreed-upon procedures performed. We make no representation regarding the appropriateness of the agreed-upon procedures.

This agreed-upon procedures engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion.

Had we performed additional procedures, other matters might have come to our attention that would have been reported.

PROFESSIONAL ETHICS AND QUALITY MANAGEMENT

We have complied with the International Code of Ethics for Professional Accountants, issued by International Ethics Standard Board for Accountants, that is endorsed in the Kingdom of Saudi Arabia by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"), "referred as IESBA Code" and the independence requirements in Part 4A of IESBA Code.

Our firm applies International Standard on Quality Management (ISQM) 1, *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements*, that is endorsed in the Kingdom of Saudi Arabia and accordingly, maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

PKF Al-Bassam
Chartered Accountants

AGREED-UPON PROCEDURES REPORT FACTUAL FINDINGS IN CONNECTION WITH THE ACCUMULATED LOSSES OF THE COMPANY SHOWN IN THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS COMPLETING THE REQUIREMENTS OF "PROCEDURES AND INSTRUCTIONS RELATED TO LISTED COMPANIES WITH ACCUMULATED LOSSES REACHING 20% OR MORE OF THEIR SHARE CAPITAL" ISSUED BY CAPITAL MARKET AUTHORITY

To Allied Cooperative Insurance Group (ACIG)
(A Saudi Joint Stock Company)

PROCEDURES AND FINDINGS

We have performed the procedures described below, which were agreed upon with the Company in the terms of engagement dated **4 August 2026**, which are as follows:-

S.no	Procedures	Findings
1	Obtaining the Companys's interim condensed financial position (unaudited) as at 30 June 2026.	We obtained the Company's interim condensed financial position (unaudited) as at 30 June 2026 as in Appendix A. No exceptions were noted.
2	Obtaining the Interim condensed financial statements (unaudited) for the period ended 30 June 2026 approved by the Company's board of directors.	We obtained the Interim condensed financial statements (unaudited) for the period ended 30 June 2026 approved by the Company's board of directors. No exceptions were noted.
3	Recalculate the percentage of accumulated losses and verify that it is less than 50% of the share capital of the Company.	We recalculated the percentage of accumulated losses as at 30 June 2026. The percentage is 47.33% and no exceptions were noted.

PKF Al-Bassam
Chartered Accountants

شركة بي كي اف البسام
محاسبون ومراجعون قانونيون
C. R. 1010385804
PKF Al Bassam
chartered accountants

Ibrahim A. Al-Bassam
Certified Public Accountant
License No. 337
Riyadh: 26 Safar 1448 AH
Corresponding to: 9 August 2026

Annexure A

ALLIED COOPERATIVE INSURANCE GROUP (ACIG)
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION-(UNAUDITED)
AS AT 30 JUNE 2026

	Notes	SAR '000	
		30 June 2026 (Unaudited)	31 December 2025 (Audited)
ASSETS			
Cash and cash equivalents	6	**177,935**	350,661
Investments	7	**521,317**	511,473
Reinsurance contract assets	4	**74,324**	44,778
Prepayments and other receivables		**25,043**	18,627
Right-of-use assets, net		**2,588**	4,231
Accrued income on statutory deposit		**2,503**	1,162
Property and equipment, net		**6,126**	6,928
Intangible assets, net		**12,318**	13,228
Statutory deposit	8	**43,650**	43,650
TOTAL ASSETS		**865,804**	994,738
LIABILITIES			
Accruals and other payables		**53,344**	38,982
Insurance contract liabilities	4	**568,640**	704,848
Lease liabilities		**1,677**	3,442
Provision for zakat	10	**1,366**	3,500
Employees' terminal benefits	9	**20,231**	20,604
Accrued income on statutory deposit payable to Insurance Authority		**2,503**	1,162
TOTAL LIABILITIES		**647,761**	772,538
EQUITY			
Share capital	11	**291,000**	291,000
Accumulated losses		**(137,726)**	(133,569)
Fair values reserve on investments		**70,902**	70,902
Re-measurement reserve of employees' terminal benefits		**(6,133)**	(6,133)
TOTAL EQUITY		**218,043**	222,200
TOTAL LIABILITIES AND EQUITY		**865,804**	994,738

Contingencies and Commitments 12

The accompanying notes 1 to 21 form an integral part of these interim condensed financial statements.

Afroz Ali

Chairman of Board of Directors | Chief Executive Officer | Acting Chief Financial Officer