

**LIVA INSURANCE COMPANY  
(PREVIOUSLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE  
INSURANCE COMPANY")  
(A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS  
(UNAUDITED)  
TOGETHER WITH THE INDEPENDENT AUDITORS' REVIEW REPORT**

**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED  
30 SEPTEMBER 2024**

**LIVA INSURANCE COMPANY  
(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")  
(A SAUDI JOINT STOCK COMPANY)  
INTERIM CONDENSED FINANCIAL STATEMENTS**

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**INDEPENDENT AUDITORS' REPORT ON THE  
REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENTS**

To the shareholders of  
LIVA Insurance Company  
(previously known as "Al Alamiya for Cooperative Insurance Company")  
(A Saudi Joint Stock Company)  
Kingdom of Saudi Arabia

**Introduction**

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

**Scope of review**

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

**For PricewaterhouseCoopers  
(Public Accountants)**

Khalid A. Mahdhar  
License Number 368



**for RSM Allied Accountants  
Professional Services**

Mohammed Farhan Bin Nader  
License Number 435



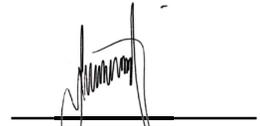
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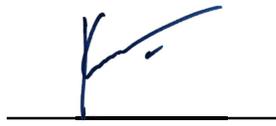
**LIVA INSURANCE COMPANY**  
**(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")**  
**(A SAUDI JOINT STOCK COMPANY)**  
**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2024**  
**(All amounts in Saudi Riyals thousands unless otherwise stated)**

		<b>30 September 2024</b>	31 December 2023
		<b>(Unaudited)</b>	(Audited)
	Notes		<i>(Restated - Note 16)</i>
<b>ASSETS</b>			
Bank balances and cash	5	<b>90,623</b>	105,128
Term deposits	6	<b>291,357</b>	340,345
Insurance contract assets	4.1	<b>5</b>	73
Reinsurance contract assets	4.2	<b>90,488</b>	59,263
Prepaid expenses and other assets		<b>27,790</b>	41,041
Investments	7	<b>311,410</b>	249,089
Due from related parties	11	<b>759</b>	52
Property and equipment, net		<b>1,297</b>	1,460
Intangible assets		<b>1,242</b>	714
Statutory deposit	15	<b>39,997</b>	39,985
Accrued commission income on statutory deposit		<b>1,535</b>	1,535
<b>TOTAL ASSETS</b>		<b>856,503</b>	<b>838,685</b>
<b>LIABILITIES</b>			
Accrued expenses and other liabilities		<b>43,936</b>	25,303
Insurance contract liabilities	4.1, 16	<b>270,503</b>	317,063
Reinsurance contract liabilities	4.2	<b>49,009</b>	30,946
Due to related parties	11	<b>5,704</b>	4,420
Provision for end-of-service benefits (EOSB)		<b>6,679</b>	6,926
Provision for zakat and income tax	12	<b>67,180</b>	62,500
Accrued income payable to Insurance Authority		<b>1,535</b>	1,535
<b>TOTAL LIABILITIES</b>		<b>444,546</b>	<b>448,693</b>
<b>EQUITY</b>			
Share capital	13	<b>400,000</b>	400,000
Statutory reserve		<b>1,161</b>	1,161
Accumulated losses		<b>(33,183)</b>	(55,148)
Investments fair value reserve		<b>41,561</b>	41,561
Remeasurement reserve for EOSB		<b>2,418</b>	2,418
<b>TOTAL EQUITY</b>		<b>411,957</b>	<b>389,992</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>856,503</b>	<b>838,685</b>

**COMMITMENTS AND CONTINGENCIES** 8

The accompanying notes 1 to 18 form an integral part of these interim condensed financial statements.

  
 Mohamed Al Tooblani  
 Chief Financial Officer

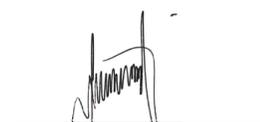
  
 Kamran Mazhar  
 Chief Executive Officer

  
 Tariq Al Naeem  
 Chairman

**LIVA INSURANCE COMPANY**  
**(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")**  
**(A SAUDI JOINT STOCK COMPANY)**  
**INTERIM CONDENSED STATEMENT OF INCOME**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024**  
**(All amounts in Saudi Riyals thousands unless otherwise stated)**

		For the three-month period ended		For the nine-month period ended	
		30 September 2024 (Unaudited)	30 September 2023 (Restated - Note 16)	30 September 2024 (Unaudited)	30 September 2023 (Restated - Note 16)
Insurance revenue		114,988	113,645	328,326	382,895
Insurance service expense		(97,971)	(92,874)	(268,278)	(338,147)
<b>Insurance service results before reinsurance contracts held</b>		<b>17,017</b>	<b>20,771</b>	<b>60,048</b>	<b>44,748</b>
Net expenses from reinsurance contracts held		(7,252)	(22,571)	(36,674)	(51,353)
<b>Insurance service results from Company's direct written business</b>		<b>9,765</b>	<b>(1,800)</b>	<b>23,374</b>	<b>(6,605)</b>
Share of surplus from insurance pools	16	-	6,140	100	15,396
<b>Total insurance service results</b>		<b>9,765</b>	<b>4,340</b>	<b>23,474</b>	<b>8,791</b>
Investment income calculated using effective profit rate		7,798	5,854	23,229	17,373
Net impairment (charge) / reversal on financial assets		(31)	(11)	(15)	43
<b>Total investment income</b>		<b>7,767</b>	<b>5,843</b>	<b>23,214</b>	<b>17,416</b>
Net finance expenses from insurance contracts	4.1	(1,420)	(1,200)	(3,957)	(5,255)
Net finance income from reinsurance contracts	4.2	350	586	1,030	2,750
<b>Net insurance finance expense</b>		<b>(1,070)</b>	<b>(614)</b>	<b>(2,927)</b>	<b>(2,505)</b>
<b>Net insurance and investment results</b>		<b>16,462</b>	<b>9,569</b>	<b>43,761</b>	<b>23,702</b>
Other operating expenses		(4,433)	(4,935)	(16,638)	(13,745)
<b>Profit for the period before zakat</b>		<b>12,029</b>	<b>4,634</b>	<b>27,123</b>	<b>9,957</b>
Provision for zakat	12	(1,311)	(2,000)	(5,158)	(5,350)
<b>Profit for the period after zakat</b>		<b>10,718</b>	<b>2,634</b>	<b>21,965</b>	<b>4,607</b>
<b>Basic and diluted earnings per share (expressed in Saudi Riyals per share)</b>		<b>0.27</b>	<b>0.07</b>	<b>0.55</b>	<b>0.12</b>

The accompanying notes 1 to 18 form an integral part of these interim condensed financial statements.

  
Mohamed A. Tooblani  
Chief Financial Officer

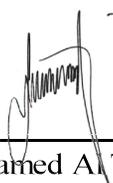
  
Kamran Mazhar  
Chief Executive Officer

  
Tariq Al Naeem  
Chairman

**LIVA INSURANCE COMPANY**  
**(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")**  
**(A SAUDI JOINT STOCK COMPANY)**  
**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024**  
**(All amounts in Saudi Riyals thousands unless otherwise stated)**

	For the three-month period ended		For the nine-month period ended	
	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
<b>Profit for the period after zakat</b>	<b>10,718</b>	2,634	<b>21,965</b>	4,607
<b>Other comprehensive income:</b>				
Total other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>10,718</b>	2,634	<b>21,965</b>	4,607

The accompanying notes 1 to 18 form an integral part of these interim condensed financial statements.

  
 \_\_\_\_\_  
 Mohamed Al Tooblani  
 Chief Financial Officer

  
 \_\_\_\_\_  
 Kamran Mazhar  
 Chief Executive Officer

  
 \_\_\_\_\_  
 Tariq Al Naeem  
 Chairman

**LIVA INSURANCE COMPANY  
(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")  
(A SAUDI JOINT STOCK COMPANY)  
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2024  
(All amounts in Saudi Riyals thousands unless otherwise stated)**

	Share capital	Statutory reserve	Accumulated losses	Investments fair value reserve	Remeasurement reserve for EOSB	Total equity
<b>2024</b>						
Balance as at 1 January 2024 (Audited)	400,000	1,161	(55,148)	41,561	2,418	389,992
Profit for the period after zakat	-	-	21,965	-	-	21,965
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	21,965	-	-	21,965
<b>Balance at 30 September 2024 (unaudited)</b>	<b>400,000</b>	<b>1,161</b>	<b>(33,183)</b>	<b>41,561</b>	<b>2,418</b>	<b>411,957</b>
<b>2023</b>						
Balance as at 1 January 2023 (Audited)	400,000	1,161	(66,406)	37,780	2,622	375,157
Profit for the period after zakat	-	-	4,607	-	-	4,607
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	4,607	-	-	4,607
<b>Balance at 30 September 2023 (unaudited)</b>	<b>400,000</b>	<b>1,161</b>	<b>(61,799)</b>	<b>37,780</b>	<b>2,622</b>	<b>379,764</b>

The accompanying notes 1 to 18 form an integral part of these interim condensed financial statements.

  
Mohamed Al Tooblani  
Chief Financial Officer

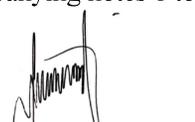
  
Kamran Mazhar  
Chief Executive Officer

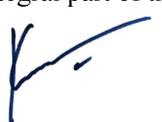
  
Tariq Al Naem  
Chairman

**LIVA INSURANCE COMPANY**  
**(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")**  
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**INTERIM CONDENSED STATEMENT OF CASH FLOWS**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2024**  
**(All amounts in Saudi Riyals thousands unless otherwise stated)**

	<b>For the Nine-month period ended</b>	
	<b>30 September 2024</b>	<b>30 September 2023</b>
Notes	(Unaudited)	(Unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the period before zakat	27,123	9,957
<u>Adjustments for non-cash items:</u>		
Amortisation of intangible assets	165	941
Depreciation of property and equipment	851	665
Amortisation of premium on investments	1,233	483
Net impairment charge / (reversal) on financial assets	15	(43)
Provision for end-of-service benefits	1,524	3,028
Investment income on financial assets at amortized cost	(23,229)	(17,373)
	<u>7,682</u>	<u>(2,342)</u>
<u>Changes in operating assets and liabilities:</u>		
Insurance contract assets	68	(2,112)
Insurance contract liabilities	(46,560)	(37,736)
Reinsurance contract assets	(31,225)	(6,541)
Reinsurance contract liabilities	18,063	8,082
Due from related parties	(707)	(56)
Prepaid expenses and other assets	13,251	(3,127)
Accrued expenses and other liabilities	19,304	25,389
Due to related parties	1,284	(12,282)
	<u>(18,840)</u>	<u>(30,725)</u>
Zakat paid	(478)	-
End-of-service benefits paid	(1,771)	(5,349)
<b>Net cash used in operating activities</b>	<u>(21,089)</u>	<u>(36,074)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Placement in term deposits	(698,099)	(483,074)
Proceeds from maturity of term deposits	752,781	602,042
Addition to intangible assets	(693)	(34)
Additions to property and equipment	(688)	(743)
Additions to investments in Sukuk carried at amortized costs	(75,137)	(51,082)
Proceeds from maturity of investments in Sukuk carried at amortized costs	11,026	11,309
Proceeds from commissions	17,388	17,065
<b>Net cash generated from investing activities</b>	<u>6,578</u>	<u>95,483</u>
Net change in cash and cash equivalents	(14,511)	59,409
Cash and cash equivalents at the beginning of the period	5 104,454	36,743
<b>Cash and cash equivalents at end of the period</b>	5 <u>89,943</u>	<u>96,152</u>

The accompanying notes 1 to 18 form an integral part of these interim condensed financial statements.

  
 \_\_\_\_\_  
 Mohamed Al Tooblani  
 Chief Financial Officer

  
 \_\_\_\_\_  
 Kamran Mazhar  
 Chief Executive Officer

  
 \_\_\_\_\_  
 Tariq Al Naeem  
 Chairman

**LIVA INSURANCE COMPANY  
(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")  
(A SAUDI JOINT STOCK COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024  
(All amounts in Saudi Riyals thousands unless otherwise stated)**

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**1 ORGANISATION AND PRINCIPAL ACTIVITIES**

Liva Insurance Company (formerly known as Al Alamiya for Cooperative Insurance Company) (the “Company”) is a Saudi joint stock Company registered on 29 Dhu-al Qu’dah, 1430H (17 November 2009) under commercial registration (CR) number 4030194978. The registered head office of the Company is in Riyadh under CR number of 1010287831 with branches in Jeddah (CR 4030194978) and Khobar (CR 2051042939). The registered address of the Company's head office is as follows:

Liva Insurance Company,  
8428 King Fahad Road, Al Muhammadiyah District,  
Grand Tower, Floor 20, P.O. Box: 6393,  
Riyadh 11442, Kingdom of Saudi Arabia.

The activities of the Company are to transact cooperative insurance and reinsurance operations and all related activities in accordance with the Law on Supervision of Cooperative Insurance Companies and its implementing regulations in the Kingdom of Saudi Arabia. On 26 Dhu Al Hijjah, 1430H (13 December 2009), the Company received the license from the Insurance Authority to transact insurance business in the Kingdom of Saudi Arabia.

**2 BASIS OF PREPARATION**

**(a) Basis of presentation**

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

As required by the Insurance Implementing Regulations of Insurance Authority, the Company maintains separate books of accounts for “Insurance Operations” and “Shareholders’ Operations”. Accordingly, assets, liabilities, revenues and expenses clearly attributable to either operation, are recorded in the respective accounts. In preparing the Company’s financial information in compliance with IFRS as endorsed in KSA, the balances and transactions of the insurance operations are amalgamated and combined with those of the shareholders’ operations. Interoperation balances, transactions and unrealized gains and losses, if any, are eliminated in full during amalgamation. The accounting policies adopted for the insurance operations and shareholders’ operations are uniform for like transactions and events in similar circumstances.

The interim condensed financial statements are prepared under the going concern basis and the historical cost convention, except for the measurement of investments at their fair value through other comprehensive income (FVOCI) and liabilities for defined benefit obligations i.e., Employees’ End Of Service Benefits (“EOSBs”) recorded at the present value using the projected unit credit method and liability for incurred claims (LIC) and assets for incurred claims (AIC) recorded at the present value at the current discount rates. The Company’s interim condensed statement of financial position is presented in order of liquidity.

The interim condensed financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended 31 December 2023. The interim condensed financial statements may not be considered indicative of the expected results for the full year.

**LIVA INSURANCE COMPANY**  
**(FORMERLY KNOWN AS "AL ALAMIYA FOR COOPERATIVE INSURANCE COMPANY")**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024**  
**(All amounts in Saudi Riyals thousands unless otherwise stated)**

**2 BASIS OF PREPARATION (CONTINUED)**

**(b) Critical accounting judgments, estimates and assumptions**

The preparation of interim condensed 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 expenses and the accompanying notes disclosures including disclosure of contingent liabilities. Actual results may differ from these estimates.

In preparing these interim condensed financial statements, the accounting judgements, estimates and assumptions made by management in applying the accounting policies and the key sources of estimation of 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 used in the preparation of these interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2023 except as mentioned in notes below:

**a) New IFRS standards and amendments thereof, adopted by the Company**

<b><u>Standard, interpretation and amendments</u></b>	<b><u>Description</u></b>	<b><u>Effective date</u></b>
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.	1 January 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 recognise any amount of the gain or loss that relates to the right of use it retains.	Annual periods beginning on or after 1 January 2024
Amendment to IAS 7 and IFRS 7 Supplier finance	These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a company's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concerns that some companies' supplier finance arrangements are not sufficiently visible, hindering investors' analysis. No material impact is expected for the Company.	Annual periods beginning on or after 1 January 2024 (with transitional reliefs in the first year)

The above standards, interpretations and amendments did not have a significant impact on the Company's interim condensed financial statements.

**LIVA INSURANCE COMPANY  
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024  
(All amounts in Saudi Riyals thousands unless otherwise stated)**

**3. MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**b) Standards issued but not yet effective**

The Company has not early adopted any standard, interpretation or amendment that has been issued but not yet effective for these interim condensed financial statements and is currently assessing their impact:

<b><u>Standard, interpretation and amendments</u></b>	<b><u>Description</u></b>	<b><u>Effective date</u></b>
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 is 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. No material impact is expected for the Company.	Annual periods beginning on or after 1 January 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
IFRS 19 - Reducing subsidiaries disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027

**LIVA INSURANCE COMPANY**  
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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024**  
**(All amounts in Saudi Riyals thousands unless otherwise stated)**

**4 INSURANCE AND REINSURANCE CONTRACTS**

**4.1 Analysis by remaining coverage and incurred claims for insurance contracts**

	<b>Nine-month period ended 30 September 2024 (Unaudited)</b>				<b>Total</b>
	<b>Liability for remaining coverage (LRC)</b>		<b>Liability for incurred claims (LIC)</b>		
	<b>Excluding loss component</b>	<b>Loss component</b>	<b>Estimates of present value of future cash flows</b>	<b>Risk adjustment for non-financial risk</b>	
Insurance contracts issued:					
<b>Opening insurance contract liabilities</b>	<b>150,379</b>	<b>11,619</b>	<b>149,506</b>	<b>5,559</b>	<b>317,063</b>
<b>Opening insurance contract assets</b>	<b>(73)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(73)</b>
<b>Net opening balance</b>	<b>150,306</b>	<b>11,619</b>	<b>149,506</b>	<b>5,559</b>	<b>316,990</b>
<b>Insurance revenue</b>	<b>(328,326)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(328,326)</b>
<u>Insurance service expenses</u>					
Incurred claims and other directly attributable expenses	-	-	227,691	3,559	231,250
Reversal of losses on onerous contracts	-	(4,131)	-	-	(4,131)
Changes that relate to past service - adjustments to the LIC	-	-	(21,273)	(3,700)	(24,973)
Insurance acquisition cash flows amortization	66,132	-	-	-	66,132
<b>Insurance service expenses</b>	<b>66,132</b>	<b>(4,131)</b>	<b>206,418</b>	<b>(141)</b>	<b>268,278</b>
<b>Insurance service result</b>	<b>(262,194)</b>	<b>(4,131)</b>	<b>206,418</b>	<b>(141)</b>	<b>(60,048)</b>
<b>Net finance expense from insurance contracts</b>	<b>-</b>	<b>-</b>	<b>3,698</b>	<b>259</b>	<b>3,957</b>
<u>Cash flows</u>					
Premiums received	260,459	-	-	-	260,459
Claims and other directly attributable expenses paid	-	-	(201,573)	-	(201,573)
Insurance acquisition cash flows paid	(49,287)	-	-	-	(49,287)
<b>Total cash flows</b>	<b>211,172</b>	<b>-</b>	<b>(201,573)</b>	<b>-</b>	<b>9,599</b>
<b>Closing insurance contract liabilities</b>	<b>99,289</b>	<b>7,488</b>	<b>158,049</b>	<b>5,677</b>	<b>270,503</b>
<b>Closing insurance contract assets</b>	<b>(5)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5)</b>
<b>Closing net insurance contract liabilities</b>	<b>99,284</b>	<b>7,488</b>	<b>158,049</b>	<b>5,677</b>	<b>270,498</b>

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**4 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)**

**4.1 Analysis by remaining coverage and incurred claims for insurance contracts (Continued)**

	Year ended 31 December 2023				Total
	Liability for remaining coverage (LRC)		Liability for incurred claims (LIC)		
	Excluding loss component	Loss component	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	
Insurance contracts issued:					
Opening Insurance contract liabilities - as previously reported	122,126	10,725	167,028	7,935	307,814
Restatement of insurance contract liabilities*	-	-	8,175	-	8,175
Opening insurance contract liabilities - as restated	122,126	10,725	175,203	7,935	315,989
Opening insurance contract assets	-	-	-	-	-
Net opening balance	122,126	10,725	175,203	7,935	315,989
Insurance revenue	(513,629)	-	-	-	(513,629)
<u>Insurance service expenses</u>					
Incurred claims and other directly attributable expenses	-	-	376,960	3,922	380,882
Losses on onerous contracts	-	894	-	-	894
Changes that relate to past service - Insurance acquisition cash flows amortization	86,017	-	-	-	86,017
Insurance service expenses	86,017	894	349,215	(2,773)	433,353
Insurance service result	(427,612)	894	349,215	(2,773)	(80,276)
Net finance expense from insurance contracts	-	-	6,627	397	7,024
<u>Cash flows</u>					
Premiums received	515,773	-	-	-	515,773
Claims and other directly attributable expenses paid	-	-	(381,539)	-	(381,539)
Insurance acquisition cash flows paid	(59,981)	-	-	-	(59,981)
Total cash flows	455,792	-	(381,539)	-	74,253
Closing insurance contract liabilities	150,379	11,619	149,506	5,559	317,063
Closing insurance contract assets	(73)	-	-	-	(73)
Closing net insurance contract liabilities	150,306	11,619	149,506	5,559	316,990

\* Refer note 16 for change in comparatives.

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**4 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)**

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

<b>Nine-month period ended 30 September 2024 (Unaudited)</b>					
<b>Asset for remaining coverage (ARC)</b>		<b>Asset for incurred claims (AIC)</b>		<b>Total</b>	
<b>Excluding loss-recovery component</b>	<b>Loss-recovery component</b>	<b>Estimates of present value of future cash flows</b>	<b>Risk adjustment for non-financial risk</b>		
<b>Reinsurance contracts held:</b>					
<b>Opening reinsurance contract assets</b>	<b>(36,714)</b>	-	<b>(20,948)</b>	<b>(1,601)</b>	<b>(59,263)</b>
<b>Opening reinsurance contract liabilities</b>	<b>39,842</b>	-	<b>(8,403)</b>	<b>(493)</b>	<b>30,946</b>
<b>Net opening balance</b>	<b>3,128</b>	-	<b>(29,351)</b>	<b>(2,094)</b>	<b>(28,317)</b>
Reinsurance expense	<b>58,329</b>	-	-	-	<b>58,329</b>
Claims recovered and other directly attributable expenses	-	-	<b>(26,488)</b>	<b>(1,180)</b>	<b>(27,668)</b>
Changes that relate to past service - adjustments to the asset for incurred claims	-	-	<b>4,780</b>	<b>1,233</b>	<b>6,013</b>
<b>Net expense / (income) from reinsurance contracts held</b>	<b>58,329</b>	-	<b>(21,708)</b>	<b>53</b>	<b>36,674</b>
<b>Net finance income from reinsurance contracts</b>	-	-	<b>(933)</b>	<b>(97)</b>	<b>(1,030)</b>
<b>Cash flows</b>					
Premiums paid	<b>(56,252)</b>	-	-	-	<b>(56,252)</b>
Recoveries from reinsurance	-	-	<b>7,446</b>	-	<b>7,446</b>
<b>Total cash flows</b>	<b>(56,252)</b>	-	<b>7,446</b>	-	<b>(48,806)</b>
<b>Closing reinsurance contract assets</b>	<b>(46,470)</b>	-	<b>(42,052)</b>	<b>(1,966)</b>	<b>(90,488)</b>
<b>Closing reinsurance contract liabilities</b>	<b>51,675</b>	-	<b>(2,495)</b>	<b>(171)</b>	<b>49,009</b>
<b>Net closing balance</b>	<b>5,205</b>	-	<b>(44,546)</b>	<b>(2,138)</b>	<b>(41,479)</b>

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**4 INSURANCE AND REINSURANCE CONTRACTS (CONTINUED)**

**4.2 Analysis by remaining coverage and incurred claims for reinsurance contracts (Continued)**

	Year ended 31 December 2023				Total
	Asset for remaining coverage (ARC)		Asset for incurred claims (AIC)		
	Excluding loss-recovery component	Loss-recovery component	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	
Reinsurance contracts held:					
Opening reinsurance contract assets	10,348	-	(72,346)	(4,536)	(66,534)
Opening reinsurance contract liabilities	14,933	-	(5,645)	(271)	9,017
Net opening balance	25,281	-	(77,991)	(4,807)	(57,517)
Reinsurance expense	101,707	-	-	-	101,707
Claims recovered and other directly attributable expenses	-	-	(32,701)	(672)	(33,373)
Changes that relate to past service - adjustments to the asset for incurred claims	-	-	14,740	3,614	18,354
Net expense / (income) from reinsurance contracts held	101,707	-	(17,961)	2,942	86,688
Net finance income from reinsurance contracts	-	-	3,231	229	3,460
<u>Cash flows</u>					
Premiums paid	(123,860)	-	-	-	(123,860)
Recoveries from reinsurance	-	-	69,832	-	69,832
Total cash flows	(123,860)	-	69,832	-	(54,028)
Closing reinsurance contract assets	(36,714)	-	(20,948)	(1,601)	(59,263)
Closing reinsurance contract liabilities	39,842	-	(8,403)	(493)	30,946
Net closing balance	3,128	-	(29,351)	(2,094)	(28,317)

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**5. BANK BALANCES AND CASH**

Bank balances and cash comprise the following:

	<b>30 September 2024</b>	31 December 2023
	<b>(Unaudited)</b>	(Audited)
Bank balances (note 5.3)	<b>43,842</b>	58,018
Short term deposits (note 5.1)	<b>46,048</b>	46,385
Cash in hand	<b>14</b>	10
Accrued income on short term deposits	<b>39</b>	41
<b>Cash and cash equivalents in statement of cashflows</b>	<b>89,943</b>	104,454
Deposits against letters of guarantee (note 5.2)	<b>700</b>	700
	<b>90,643</b>	105,154
Less: Impairment allowance for credit losses	<b>(20)</b>	(26)
<b>Total bank balances and cash</b>	<b>90,623</b>	105,128

5.1 The deposits are held with banks and financial institutions registered with Saudi Central Bank (SAMA) in the Kingdom of Saudi Arabia. These deposits are denominated in Saudi riyals and have an original maturity of less than three months from the date of original placement. The average yield on these deposits is 4.9% per annum (31 December 2023: 4.5% per annum).

5.2 This represents letter of guarantee in favor of the Company's service providers.

5.3 Bank balances are placed with counterparties with sound credit ratings of A to BBB+ (as per S&P and Fitch) and A2 to Baa1 (as per Moody's).

**6. TERM DEPOSITS**

Term deposits are placed with counterparties which have credit rating of Baa1 ratings under Standards and Poor's and Fitch ratings methodology. Term deposits are placed with local banks with a maturity of more than three months from the date of original placement and earn investment income at weighted average rate of 6.13% per annum (31 December 2023: 5.47% per annum). Maturity of these term deposits range between three months to twelve months.

	<b>30 September 2024</b>	31 December 2023
	<b>(Unaudited)</b>	(Audited)
Term deposits	<b>281,501</b>	336,183
Accrued investment income on term deposits	<b>9,915</b>	4,205
Less: Impairment allowance for credit losses	<b>(59)</b>	(43)
	<b>291,357</b>	340,345

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**7. INVESTMENTS**

Investments are classified as follows:

	<b>30 September 2024</b>	31 December 2023
	<b>(Unaudited)</b>	(Audited)
Investments in Sukuk carried at amortized costs	<b>265,873</b>	201,762
Accrued investment income on investments in Sukuk	<b>2,130</b>	3,903
Less: Impairment allowance	<b>(77)</b>	(60)
	<b>267,926</b>	205,605
Investments in equity carried at fair value through OCI	<b>43,484</b>	43,484
<b>Total investments</b>	<b>311,410</b>	249,089

The investment in equity security represents the 3.45% (31 December 2023: 3.45%) shareholding in Najm for Insurance Services, a Saudi Closed Joint Stock Company, which provides loss determination services in Saudi Arabia. This investment is in unquoted shares and is reported at fair value of SAR 43.5 million as at the reporting date (31 December 2023: SAR 43.5 million).

**8. COMMITMENTS AND CONTINGENCIES**

The Company's commitments and contingencies are as follows:

	<b>30 September 2024</b>	31 December 2023
	<b>(Unaudited)</b>	(Audited)
Letters of guarantee	<b>700</b>	700
Commitments for rent	<b>58</b>	276
	<b>758</b>	976

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

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**9 FAIR VALUE OF FINANCIAL INSTRUMENTS**

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

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

**a) 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.

<b>30 September 2024 (unaudited)</b>	<b>Carrying value</b>	<b>Fair value</b>		
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
<b><u>Financial assets measured at fair value:</u></b>				
- Investment at FVOCI – Equity	<b>43,484</b>	-	-	<b>43,484</b>

**Financial assets not measured at fair value:**

- Investments in Sukuk carried at amortized costs	<b>265,873</b>	-	<b>262,655</b>	-
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<b>31 December 2023</b>	<b>Carrying value</b>	<b>Fair value</b>		
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
<b><u>Financial assets measured at fair value:</u></b>				
- Investment at FVOCI – Equity	<b>43,484</b>	-	-	<b>43,484</b>

**Financial assets not measured at fair value:**

- Investments in Sukuk carried at amortized costs	<b>201,762</b>	-	<b>198,858</b>	-
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The fair values of statutory deposits, accrued investment income on statutory deposit, term deposits, bank balances and other financial assets in the statement of financial position which are carried at amortised cost, are not significantly different from the carrying values included in the financial statements due to the short-term nature of balances or they are receivable on demand.

The investment in equity security represents shareholding in Najm for Insurance Services. Its fair value has been calculated using a combination of discounted cash flow technique and comparable peer multiples.

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**9 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)**

There were no transfers between the different levels of fair value hierarchy during the period. The below details show significant unobservable inputs used in the valuation of level 3 investments.

Investment type:

Private equity

Valuation technique:

Discounted cash flows: The valuation model considers the present value of net cash flows to be generated from the investment, taking into account the expected growth rate. The expected net cash flows are discounted using risk adjusted discount rates.

Market multiples: Acquisition multiples of comparable private precedent transactions were used.

Significant unobservable input:

- Weighted Average Cost of Capital (WACC) - 16.5%
- Terminal Value Growth Rate - 1.5%
- Earnings multiple (EV/EBIDTA) - 7 times

Inter-relationship between significant unobservable inputs and fair value measurement:

The estimated fair value would (increase) / decrease if:

- the WACC was lower/ (higher);
- the TVGR was higher / (lower); or
- the earnings multiple were higher / (lower).

The following table shows a reconciliation from the beginning balances to the ending balances for the fair value measurement in level 3 of the fair value hierarchy:

	<b>30 September 2024 (Unaudited)</b>	<b>31 December 2023 (Audited)</b>
Balance at the beginning of the period	43,484	1,923
Impact on adoption of IFRS - 9	-	37,780
Net changes in fair value of investments carried at FVOCI	-	3,781
<b>Closing balance</b>	<b>43,484</b>	<b>43,484</b>

**Sensitivity analysis of Level 3 investments**

Reporting date	Sensitivity factor	Impact on fair value due to	
		increase in sensitivity factor	decrease in sensitivity factor
<b>30 September 2024</b>	+/-10% change in price	4,348	(4,348)
<b>31 December 2023</b>	+/-10% change in price	4,348	(4,348)

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**10. OPERATING SEGMENTS**

Operating segments are identified based on internal reports about components of the Company that are regularly reviewed by the Company's Chief Executive Officer in his function as chief operating decision maker to allocate resources to the segments and to assess their performance.

Transactions between the operating segments are on normal commercial terms and conditions. The revenue from external parties reported to the Board is measured in a manner consistent with that in the interim condensed statement of income.

Segment assets and liabilities only include the insurance and reinsurance contract liabilities and assets while the other accounts are not allocated.

The segment information provided to the Company's Board of Directors for the reportable segments for the Company's total assets and liabilities at 30 September 2024 and 31 December 2023 and its total revenues, expenses, and net income for the three-month and nine-month periods ended 30 September 2024 and 30 September 2023, are as follows:

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**10. OPERATING SEGMENTS (CONTINUED)**

As at 30 September 2024 (Unaudited)								
	Property	Motor	Engineering	Medical	Marine	Group Life	Others	Total - Insurance operations
<u>Assets</u>								
Insurance contract assets	-	-	-	-	-	-	-	5
Reinsurance contract assets	12,115	95	3,179	-	10,060	65,039	-	90,488
Unallocated assets	-	-	-	-	-	-	-	766,010
Total assets	12,115	95	-	-	-	65,039	-	856,503
<u>Liabilities</u>								
Insurance contract liabilities	26,368	191,152	11,700	-	20,776	19,975	532	270,503
Reinsurance contract liabilities	4,967	1,818	4,351	-	5,263	8,666	23,944	49,009
Unallocated liabilities	-	-	-	-	-	-	-	125,034
Total Liabilities	31,335	192,970	16,051	-	26,039	28,641	24,476	444,546

As at 31 December 2023								
	Property	Motor	Engineering	Medical	Marine	Group Life	Others	Total - Insurance operations
<u>Assets</u>								
Insurance contract assets	-	-	-	-	-	-	73	73
Reinsurance contract assets	8,569	2,739	248	-	-	22,485	25,222	59,263
Unallocated assets	-	-	-	-	-	-	-	779,349
Total assets	8,569	2,739	248	-	-	22,485	25,295	838,685
<u>Liabilities</u>								
Insurance contract liabilities	12,905	255,933	11,412	-	5,937	21,819	9,057	317,063
Reinsurance contract liabilities	16,918	5,931	1,965	-	4,924	304	904	30,946
Unallocated liabilities	-	-	-	-	-	-	-	100,684
Total Liabilities	29,823	261,864	13,377	-	10,861	22,123	9,961	448,693

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**10. OPERATING SEGMENTS (CONTINUED)**

	Nine-month period ended 30 September 2024 (Unaudited)							Total - Insurance operations
	Property	Motor	Engineering	Medical	Marine	Group Life	Others	
Insurance revenue	52,320	221,147	14,068	-	9,078	13,960	17,753	328,326
Insurance service expense	(26,033)	(203,819)	(7,276)	-	(19,063)	(8,373)	(3,714)	(268,278)
Net (expenses) / income from reinsurance contracts held	(23,876)	(2,277)	(3,061)	-	7,799	(5,440)	(9,819)	(36,674)
Share of surplus from insurance pools								100
Insurance service results	2,411	15,051	3,731	-	(2,186)	147	4,220	23,474
Investment income on financial assets at amortised cost								23,229
Net impairment reversal financial assets								(15)
Finance expense from insurance contracts issued	(713)	(1,939)	(223)	-	(287)	(737)	(58)	(3,957)
Finance income / (expenses) from reinsurance contracts held	227	-	123	-	78	616	(14)	1,030
Net insurance and investment result	1,925	13,112	3,631	-	(2,395)	26	4,148	43,761
Other operating expenses								(16,638)
Profit for the period before zakat								27,123

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**10. OPERATING SEGMENTS (CONTINUED)**

	Nine-month period ended 30 September 2023 (Unaudited)							Total - Insurance operations
	Property	Motor	Engineering	Medical	Marine	Group Life	Others	
Insurance revenue	42,352	273,929	8,561	-	6,092	38,532	13,429	382,895
Insurance service expense	(16,154)	(281,342)	(7,064)	-	(5,174)	(25,202)	(3,211)	(338,147)
Net expenses from reinsurance contracts held	(23,971)	(5,752)	(1,627)	-	(1,681)	(8,674)	(9,648)	(51,353)
Share of surplus from insurance pools								15,396
Insurance service results	2,227	(13,165)	(130)	-	(763)	4,656	570	8,791
Investment income on financial assets at amortised cost								17,373
Net impairment reversal on financial assets								43
Finance expense from insurance contracts issued	(499)	(1,849)	(143)	-	(158)	(2,563)	(43)	(5,255)
Finance income from reinsurance contracts held	466	-	128	-	134	2,016	6	2,750
Net insurance and investment result	2,194	(15,014)	(145)	-	(787)	4,109	533	23,702
Other operating expenses								(13,745)
Profit for the period before zakat								9,957

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10. OPERATING SEGMENTS (CONTINUED)

	Three-month period ended 30 September 2024 (Unaudited)							Total - Insurance operations
	Property	Motor	Engineering	Medical	Marine	Group Life	Others	
Insurance revenue	21,090	68,035	4,233	-	2,709	13,616	5,305	114,988
Insurance service expense	(8,017)	(60,190)	(941)	-	(16,689)	(10,543)	(1,591)	(97,971)
Net (expenses) / income from reinsurance contracts held	(8,837)	(807)	(2,699)	-	10,402	(3,014)	(2,297)	(7,252)
Insurance service results	4,236	7,038	593	-	(3,578)	59	1,417	9,765
Investment income on financial assets at amortised cost								7,798
Net impairment reversal on financial assets								(31)
Finance expense from insurance contracts issued	(373)	(645)	(104)	-	(92)	(184)	(22)	(1,420)
Finance income / (expense) from reinsurance contracts held	101	-	73	-	25	161	(10)	350
Net insurance and investment results	3,964	6,393	562	-	(3,645)	36	1,385	16,462
Other operating expenses								(4,433)
Profit for the period before zakat								12,029

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**10. OPERATING SEGMENTS (CONTINUED)**

	Three-month period ended 30 September 2023 (Unaudited)							
	Property	Motor	Engineering	Medical	Marine	Group Life	Others	Total - Insurance operations
Insurance revenue	13,002	88,524	3,127	-	839	4,196	3,957	113,645
Insurance service expense	(3,023)	(95,904)	(2,263)	-	(46)	9,045	(683)	(92,874)
Net expenses from reinsurance contracts held	(6,454)	(1,710)	(395)	-	199	(11,438)	(2,773)	(22,571)
Share of surplus from insurance pools								6,140
Insurance service result	3,525	(9,090)	469	-	992	1,803	501	4,340
Investment income on financial assets at amortised cost								5,854
Net impairment reversal on financial assets								(11)
Finance expense from insurance contracts issued	(164)	(466)	(39)	-	(37)	(481)	(13)	(1,200)
Finance income from reinsurance contracts held	146	-	33	-	31	373	3	586
Net insurance and investment result	3,507	(9,556)	463	-	986	1,695	491	9,569
Other operating expenses								(4,935)
Profit for the period before zakat								4,634

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**10. OPERATING SEGMENTS (CONTINUED)**

<b>For the nine-month period ended 30 September 2024 - (Unaudited)</b>				
	<b>Motor</b>	<b>Property, General Accident &amp; Others</b>	<b>Protection (Group Life) &amp; Savings</b>	<b>Total</b>
<b>Gross premiums written</b>				
<b>Large</b>	<b>17,627</b>	<b>87,228</b>	<b>64,118</b>	<b>168,973</b>
<b>Medium</b>	<b>3,455</b>	<b>9,214</b>	<b>259</b>	<b>12,928</b>
<b>Micro</b>	<b>2,815</b>	<b>7,312</b>	<b>49</b>	<b>10,176</b>
<b>Small</b>	<b>2,126</b>	<b>6,520</b>	<b>37</b>	<b>8,683</b>
<b>Individual</b>	<b>132,959</b>	<b>564</b>	<b>-</b>	<b>133,523</b>
	<b>158,982</b>	<b>110,838</b>	<b>64,463</b>	<b>334,283</b>

<b>For the nine-month period ended 30 September 2023 - (Unaudited)</b>				
	<b>Motor</b>	<b>Property, General Accident &amp; Others</b>	<b>Protection (Group Life) &amp; Savings</b>	<b>Total</b>
<b>Gross premiums written</b>				
<b>Large</b>	<b>10,093</b>	<b>60,971</b>	<b>38,586</b>	<b>109,650</b>
<b>Medium</b>	<b>7,656</b>	<b>15,874</b>	<b>39</b>	<b>23,569</b>
<b>Micro</b>	<b>803</b>	<b>1,701</b>	<b>-</b>	<b>2,504</b>
<b>Small</b>	<b>5,654</b>	<b>10,219</b>	<b>-</b>	<b>15,873</b>
<b>Individual</b>	<b>255,404</b>	<b>368</b>	<b>-</b>	<b>255,772</b>
	<b>279,610</b>	<b>89,133</b>	<b>38,625</b>	<b>407,368</b>

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**10. OPERATING SEGMENTS (CONTINUED)**

<b>For the three-month period ended 30 September 2024 - (Unaudited)</b>				
	<b>Motor</b>	<b>Property, General Accident &amp; Others</b>	<b>Protection (Group Life) &amp; Savings</b>	<b>Total</b>
<b>Gross premiums written</b>				
<b>Large</b>	<b>3,383</b>	<b>62,934</b>	<b>63,874</b>	<b>130,191</b>
<b>Medium</b>	<b>956</b>	<b>2,374</b>	<b>28</b>	<b>3,358</b>
<b>Micro</b>	<b>293</b>	<b>2,137</b>	<b>7</b>	<b>2,437</b>
<b>Small</b>	<b>950</b>	<b>2,901</b>	<b>6</b>	<b>3,857</b>
<b>Individual</b>	<b>54,009</b>	<b>254</b>	<b>-</b>	<b>54,263</b>
	<b>59,591</b>	<b>70,600</b>	<b>63,915</b>	<b>194,106</b>

<b>For the three-month period ended 30 September 2023 - (Unaudited)</b>				
	<b>Motor</b>	<b>Property, General Accident &amp; Others</b>	<b>Protection (Group Life) &amp; Savings</b>	<b>Total</b>
<b>Gross premiums written</b>				
<b>Large</b>	<b>2,739</b>	<b>40,554</b>	<b>3,261</b>	<b>46,554</b>
<b>Medium</b>	<b>2,145</b>	<b>7,765</b>	<b>-</b>	<b>9,910</b>
<b>Micro</b>	<b>93</b>	<b>98</b>	<b>-</b>	<b>191</b>
<b>Small</b>	<b>3,024</b>	<b>5,136</b>	<b>-</b>	<b>8,160</b>
<b>Individual</b>	<b>77,669</b>	<b>170</b>	<b>-</b>	<b>77,839</b>
	<b>85,670</b>	<b>53,723</b>	<b>3,261</b>	<b>142,654</b>

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**11 RELATED PARTY TRANSACTIONS AND BALANCES**

Related parties represent major shareholders, directors and key management personnel of the Company, and companies of which they are principal owners and any other entities controlled, jointly controlled, or significantly influenced by them. Pricing policies and terms of these transactions are approved by the Company's management and Board of Directors. The following are the details of the major related party transactions during the period and the related balances:

	<b>Transactions for the nine-month period ended - (Unaudited)</b>	
	<b>30 September 2024</b>	<b>30 September 2023</b>
<b>Shareholder with significant influence</b>		
Insurance policies issued	2,661	38,963
Claims paid	7,710	47,562
Investment income on term deposits	6,524	5,498
<b>Shareholder having control over the Company</b>		
Reinsurance premium ceded	1,183	-
Reinsurance commission income	46	-
Technical service charges	5,781	4,525
Brand fees	23	23
Operational expenses paid on behalf of affiliates and reinsurance	707	1,586
Operational expenses paid by affiliates on behalf of Company	(1,284)	(5,075)
	<b>Balance receivable / (payable) as at</b>	
	<b>30 September 2024</b>	<b>30 December 2023</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>Shareholder with significant influence</b>		
Outstanding claims reserves	(13,842)	(21,855)
Premium receivable	-	3,995
Bank balances	7,713	2,052
Term deposits	214,542	134,539
Statutory deposit including accrued income	41,535	41,535
Accrued interest income receivable on term deposits	6,312	2,290
Accrued expenses and other liabilities	(13,710)	(7,808)
<b>Shareholder having control over the Company</b>		
Due from related parties	759	52
Due to related parties	(5,704)	(4,420)

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**11 RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)**

The compensation of key management personnel during the period is as follows:

	<b>Transactions for the six-month period ended - (Unaudited)</b>	
	<b>30 September 2024</b>	30 September 2023
Salaries and other allowances	<b>5,296</b>	4,326
End of service benefits	<b>169</b>	147
	<b>5,465</b>	4,473

**12 ZAKAT AND INCOME TAX**

**Status of assessments**

The Company has submitted its zakat and income tax returns up till the year ended 31 December 2023.

Zakat, Tax and Custom Authority ("ZATCA") has raised assessments for the years ended from 2009 to 2013 with additional zakat and withholding tax ("WHT") liabilities amounting to SAR 11.2 million and SAR 8.9 million (together with 1% delay fine for each 30 days of delay), respectively. The Tax Violations and Disputes Resolution Committee ("TVDRRC") of the General Secretariat of Tax Committees ("GSTC") has issued its decision on the above years accepting certain points and reducing the zakat liability to SAR 7.1 million with no change in WHT liability. The Company has submitted an appeal to Tax Violations and Disputes Appeal Committee ("TVDAC") against TVDRRC's decision. Based on ZATCA's amnesty scheme, the Company settled additional WHT of SAR 8.9 million to remove associated delay fines, such settled liability will be refunded by ZATCA in case of a favorable decision by TVDAC. TVDAC issued their decision requesting the Company to settle an additional zakat liability of SAR 5.9 million and rejecting the Company's appeal on the Withholding Tax.

In respect of the assessment for the year 2014, the ZATCA has issued a revised assessment with an additional zakat liability of SAR 1.98 million. The Company has escalated the appeal case to the GSTC, and the TVDRRC has issued its decision where the TVDRRC has rejected the Company's appeal and supported ZATCA's assessment for all disputed items. The Company has settled the additional zakat liability of SAR 1.98 million and the case is closed.

ZATCA issued assessments for the years 2015 through 2018 with additional zakat liability of SAR 21 million. The Company filed its appeal to the GSTC. TVDRRC rejected Company's appeal and issued decision in favor of ZATCA. The Company submitted an appeal to Tax Violations and Disputes Appellate Committee ("TVDAC") on TVDRRC's decision. TVDAC issued its final decision and the Company is in process of agreeing the installment plan to settle the additional Zakat liability.

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**12 ZAKAT AND INCOME TAX (CONTINUED)**

ZATCA also issued assessments for the years 2019 and 2020 with additional zakat and income tax liability amounting to SAR 17 million and SAR 0.72 million and penalties of SAR 0.09 million till the date of the assessment (the penalties will increase by 1% for every 30 days of delay) respectively. The Company filed an appeal against the ZATCA's assessment which was rejected by ZATCA. Consequently, the Company filed its appeal to TVDRC. TVDRC issued its decision on the above years accepting certain points which reduce the zakat liability by SAR 0.125 million, approximately. The Company has filed an appeal to TVDAC on the partial rejection of TVDRC's decision. TVDAC issued its final decision and the Company is in the process of agreeing an installment plan to settle the additional zakat liability, income tax liability and penalties.

The zakat and income tax charge for the period / year ended are as follows:

	<b>Nine-month period ended 30 September 2024 (Unaudited)</b>	<b>Year ended 31 December 2023 (Audited)</b>	<b>Nine-month period ended 30 September 2023 (Unaudited)</b>
Opening zakat liability	<b>62,500</b>	56,331	56,331
Zakat charge for the period / year	<b>5,158</b>	6,169	5,350
Settled during the period / year	<b>(478)</b>	-	-
<b>Closing zakat liability</b>	<b>67,180</b>	62,500	61,681



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**14 CAPITAL MANAGEMENT**

The Company manages its capital to ensure that it is able to continue as going concern and comply with the regulator’s capital requirements of the market in which the Company operates while maximizing the return to stakeholders through the optimization of equity balance. The capital structure of the Company consists of equity attributable to equity holders comprising paid share capital and reserves. The operations of the Company are subject to local regulatory requirements in the Kingdom of Saudi Arabia. Such regulations not only prescribe approval and monitoring of activities but also impose certain restrictive provisions e.g., capital adequacy to minimize the risk of default and insolvency on the part of the insurance companies and to enable them to meet unforeseen liabilities as these arise. In order to maintain or adjust the capital structure, the Company may issue right shares. As per guidelines laid out by Insurance Authority in Article 66 table 3 and 4 of the Implementing Insurance Regulations detailing the solvency margin required to be maintained, the Company maintains solvency margin equivalent to the highest of the three methods as per Insurance Implementing Regulations issued by Insurance Authority.

The Company has fully complied with the externally imposed capital requirements during the reported financial period.

**15 STATUTORY DEPOSIT**

In compliance with Insurance Implementing Regulations of Insurance Authority, the Company deposited 10% of its paid-up capital, amounting to SR 40 million (2023: SR 40 million) in a bank designated by Insurance Authority. The accrued return on investment of statutory deposit as at 30 September 2024 amounts to SR 1.5 million (31 December 2023: SR 1.5 million) and has been disclosed in assets as “Accrued commission income on statutory deposit” and the corresponding amount is shown in the liabilities as “Accrued commission income payable to Insurance Authority” as this deposit cannot be withdrawn without Insurance Authority’s consent.

	<b>30 September 2024</b>	31 December 2023
	<b>(Unaudited)</b>	(Audited)
Statutory deposit	<b>40,000</b>	40,000
Less: Impairment allowance	<b>(3)</b>	(15)
	<b>39,997</b>	39,985

**16 CHANGE IN COMPARATIVE INFORMATION**

During the period, the Company reconsidered the presentation of certain balances in the interim condensed statement of financial position and the interim condensed statement of income to ensure compliance with IFRS as endorsed in the Kingdom of Saudi Arabia. Accordingly, the comparative figures have been restated to correct the accounting treatment and are presented below in accordance with International Accounting Standard 8 - Accounting policies, changes in accounting estimates and errors (“IAS 8”).

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**16 CHANGE IN COMPARATIVE INFORMATION (CONTINUED)**

**a. Reclassification of share of surplus from insurance pools from 'Other income':**

The Company adopted IFRS 17 - Insurance Contracts ("IFRS 17") during the 2023 interim reporting periods and the year ended 31 December 2023. During the nine-month period ended 30 September 2024, it was noted that certain items were not appropriately presented in the interim reporting periods. As a result, the financial line items for the interim condensed financial statements of the prior period is required to be restated and the relevant line items in the interim condensed statement of income are being restated to ensure alignment with the requirements of International Financial Reporting Standards ("IFRS"), that are endorsed in the Kingdom of Saudi Arabia.

The co-insurance arrangements, in which the Company is a participant, are insurance contracts as defined in IFRS 17 and the Company shares the surpluses and losses, if applicable, from the insurance pool of such co-insurance arrangements. Accordingly, the financial results of the co-insurance arrangements should have been shown as part of the net insurance results and not in other income, as previously shown in the interim condensed statement of income for the prior periods. Given the rights and obligations from the co-insurance arrangements are managed and settled on a net basis and the bespoke nature of these arrangements, the Company has presented the results from these arrangement on a net basis as part of insurance service results as a separate line item named 'Share of surplus from insurance pools' in the interim condensed statement of income.

Accordingly, the Company has restated the comparative information for the three-month and nine-month periods ended 30 September 2023 and the 'share of surplus from insurance pool' amounting to Saudi Riyals 6.1 million and Saudi Riyals 15.4 million, respectively, have been presented separately from 'other income' in the interim condensed statement of income. As a result, the "Total insurance service result" and "Net insurance and investment results" line items for such period have increased by the same amount.

However, this change has had no impact on the statement of financial position as at 31 December 2023 and the related interim condensed statements of changes in equity and cash flows for the nine-month period ended 30 September 2023, net profit for the period attributable to the shareholders or the basic and diluted earnings per share for the three-month and nine-month periods ended 30 September 2023.

**b. Reclassification of accumulated surplus from accrued expenses and other liabilities**

Management has re-evaluated the presentation of insurance surplus payable to policyholders in the interim condensed statement of financial position to determine if such balances have been presented appropriately in line with the requirements of IFRS as endorsed in the Kingdom of Saudi Arabia. The surplus is payable to policyholders and in accordance with IFRS 17, the cash flows are part of the insurance contract boundary and should therefore form part of the insurance expenses. The surplus attributed to the insurance operations amounting to Saudi Riyals 8.563 million as at 31 December 2023, which was previously classified as part of 'accrued expenses and other liabilities' was corrected to be presented as part of 'insurance contract liabilities' as at 31 December 2023.

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**16 CHANGE IN COMPARATIVE INFORMATION (CONTINUED)**

***b. Reclassification of accumulated surplus from accrued expenses and other liabilities (continued)***

However, this change has had no impact on the related interim condensed statements of changes in equity and cash flows for the nine-month period ended 30 September 2023, net profit for the period attributable to the shareholders or the basic and diluted earnings per share for the three-month and nine-month periods ended 30 September 2023.

**Interim condensed statement of financial position**

	<b>As at 31 December 2023 - as previously reported</b>		<b>Restatement</b>	<b>As at 31 December 2023 - as restated</b>
Accrued expenses and other liabilities	33,866	(8,563)		25,303
Insurance contract liabilities	308,500	8,563		317,063

**17 PROPOSED MERGER**

The Company signed a non-binding Memorandum of Understanding (the "MOU") with Malath Cooperative Insurance on 21 August 2024 (corresponding to 17 Safar 1446H) to evaluate a potential merger between the two companies (the "Proposed Transaction"). Both companies will conduct technical, financial, legal, and actuarial due diligence and engage in non-binding discussions on the terms and conditions of the Proposed Transaction.

The Proposed Transaction will be implemented through a statutory merger whereby one company will be fully absorbed by the other company. It should be noted that the implementation of the Proposed Transaction is subject to the two companies entering into a final binding agreement that sets out the terms and conditions of the transaction. The consideration under the Proposed Transaction will be in the form of newly issued ordinary shares issued by one company to the shareholders of the other company and shall be based on an agreed exchange ratio which shall be determined after each party concluding (to its satisfaction) all due diligence measures.

The Company has announced the appointment of SNB Capital as its financial advisor in connection with this proposed merger.

**18 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS**

The interim condensed financial statements have been approved by the Board of Directors on, 31 October 2024 corresponding to Rabi' II 28 1446H.