

# Consolidated Statement of Cash Flows

For the year ended 31 December 2025

		2025	2024
	Note	KD 000's	KD 000's
<b>OPERATING ACTIVITIES</b>			
Profit for the year before contribution of KFAS and taxation		43,888	40,451
<b>Adjustments for:</b>			
Net investment income		(16,999)	(13,577)
Interest income		(40,096)	(39,438)
Share of results of investment in associates	10	(2,879)	(3,737)
Impairment of investment in associates	10	298	400
Gain on sale of investment in associates	10	(377)	(299)
Gain on sale of property and equipment		(25)	-
Depreciation of property and equipment and right of use assets		4,180	4,321
Amortization of intangible assets	13	8,120	7,374
Provision charged for end of service benefits	17	3,815	4,011
Monetary loss from hyperinflation		2,110	4,028
Finance costs		4,845	6,496
Impairment of intangible assets	13	130	-
		<b>7,010</b>	<b>10,030</b>
<b>Changes in operating assets and liabilities:</b>			
Insurance contract assets		(22,589)	(21,662)
Reinsurance contract assets		4,462	(22,140)
Other assets		(572)	584
Insurance contract liabilities		66,801	56,657
Reinsurance contract liabilities		12,914	(13,592)
Other liabilities		(44,725)	17,390
Remuneration paid to directors		(185)	(185)
Provision for end of service benefits paid	17	(1,202)	(3,761)
Income taxes paid		(7,191)	(7,978)
<b>Net cash flows generated from operating activities</b>		<b>14,723</b>	<b>15,343</b>

		2025	2024
	Note	KD 000's	KD 000's
<b>INVESTING ACTIVITIES</b>			
Movement in time deposits		(4,253)	26,810
Net purchases of investments at fair value through profit or loss		(44,695)	(13,692)
Net purchases of investments at fair value through other comprehensive income		(8,622)	(37,540)
Net movement of debt instruments at amortized cost		(6,902)	3,887
Net movement of loans secured by life insurance policies		62	481
Purchase of property and equipment	12	(2,433)	(2,451)
Additions of investment properties	11	-	(106)
Additions on intangible assets	13	(3,838)	(2,698)
Proceeds from sale of property and equipment		108	27
Proceeds from sale of investments properties		-	1,141
Interest income received		40,096	39,065
Dividend income received		4,140	3,094
Dividend received from investment in associates	10	2,746	2,736
Rental income received		502	400
Net proceeds from sale of investment in associates	10	5,977	10,405
Participation in issuance of share capital of an investment in associate		(74)	-
<b>Net cash flows (used in) generated from investing activities</b>		<b>(17,186)</b>	<b>31,559</b>
<b>FINANCING ACTIVITIES</b>			
Payment of lease liabilities		(1,661)	(2,222)
Term loans repaid		(80,274)	(2,250)
Term loans received		96,028	-
Finance costs paid		(4,543)	(6,190)
Proceeds from sale of treasury shares		-	1,598
Acquisition of non-controlling interest		(384)	(205)
Interest paid on subordinated perpetual Tier 2 bonds		(2,582)	(2,582)
Dividends paid	18	(6,530)	(10,529)
Dividends paid to non-controlling interests		(4,338)	(4,766)
<b>Net cash flows used in financing activities</b>		<b>(4,284)</b>	<b>(27,146)</b>
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(6,747)</b>	<b>19,756</b>
Cash and cash equivalents at beginning of the year		160,847	153,323
Foreign currency translation adjustments		(3,601)	(12,232)
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>5</b>	<b>150,499</b>	<b>160,847</b>

The attached notes 1 to 29 form part of this consolidated financial statements.