

Go Beyond

LIFE | HEALTH | INSURANCE | REINSURANCE | SAVINGS | PROPERTY

FMHL SHORT FORM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2025

SHORT-FORM FINANCIAL RESULTS

This short form financial announcement is the responsibility of the Directors which has been issued in terms of the Zimbabwe Stock Exchange (ZSE) Practice note 13. This announcement is only a summary of the information contained in the full preliminary report of the abridged consolidated financial statements for the six months ended 30 June 2025. Any investment decision by investors and/or shareholders should be based on consideration of the preliminary report of the abridged consolidated financial results for the six months ended 30 June 2025. The abridged consolidated financial statements have been released on the ZSE Data Portal: www.zse.co.zw and the Company's website: <https://firstmutualholdingsinvestor.com/>. The full preliminary report is available for inspection, at no charge, at the registered offices of First Mutual Holdings Limited at the office of the Company Secretary on working days between 8:00am and 4:30pm.

Unaudited Comprehensive Income highlights – IFRS Compliant

	Unaudited			Unaudited		
	30-June-25	30-June-24	Growth	30-June-25	30-June-24	Growth
	USD000	USD000	%	ZWG000	ZWG000	%
Insurance contract Revenue	87 746	73 539	19%	2 335 771	991 311	136%
Net Insurance and reinsurance performance	14 361	10 952	31%	382 295	147 638	159%
Rental income	4 322	4 292	1%	115 057	57 854	99%
Net Investment return	499	(503)	199%	13 287	(6 777)	296%
Fair value gains-investment property	1 015	(50 312)	102%	27 019	(678 207)	104%
Profit after tax	6 165	(32 688)	119%	164 098	(451 679)	136%
Headline Earnings per Share (Cents)	0.723	(1.994)		19.24	(26.88)	

Unaudited Financial position highlights – IFRS Compliant

	30-June-25	31-Dec-24	Growth	30-June-25	31-Dec-24	Growth
	USD000	USD000	%	ZWG000	ZWG000	%
Total assets	266 767	256 809	4%	7 188 863	6 617 765	9%
Total equity	97 502	91 554	6%	2 627 505	2 359 283	11%
Total Liabilities	169 265	165 255	2%	4 561 359	4 258 483	7%

OPERATIONS REVIEW

The operating environment remained complex and dynamic, characterised by an increasing informal sector activity in the economy. While the ZWG remained relatively stable during the first half of the year, the USD continued to dominate as the primary transacting currency, particularly within the informal sector. This trend was reflected in the Group's performance, with USD-denominated revenue contributing 80% of total revenue for the period ended 30 June 2025, up from 78% in the comparative period of 2024.

Clients continued to favour USD-denominated products, seeking stability and certainty of cover in the event of a claim. Insurance contract revenue for the period grew by 19%, from \$73.5 million in 2024 to \$87.7 million in 2025. This growth was primarily driven by increased uptake of the Group's insurance policies, as well as upward revisions of sums insured on ZWG-denominated policies—a mitigatory response to value erosion.

Rental Income and Investment return

The Group's rental income grew marginally during the first six months of the financial year by 1% to \$4.3 million. Fair value gains on investment property of \$1 million were recorded, recovering from a loss of \$32.7 million in 2024. The 2024 loss was mainly non-operational, driven by artificial investment property losses. Independent valuations on 1 January 2024 did not fully adopt the official exchange rate due to its

limited applicability in actual market transactions, leading to inflated opening balances that did not reflect true market asset values.

Profit for the period.

The Group reported a consolidated profit after tax of \$6.2 million for the six months ending 30 June 2025, rebounding from a \$32.7 million loss in the previous year. The 2024 loss was mainly non-operational, stemming from artificial investment property losses.

Statement of financial position

The Group's total assets grew by 4% to \$266.8 million compared to the 31 December 2024 position of \$256.8 million. The growth was mainly driven by increases in net fair value adjustments on investment properties. Liabilities rose by 2%, from \$165.3 million in 2024 to \$169.3 million as of 30 June 2025, mainly due to higher insurance contract liabilities driven by increased uptake of the Group's insurance policies.

Dividend

On 10 September 2025 the Board resolved that an interim dividend of \$0.65 million be declared from the reserves of the Company for the period ended 30 June 2025. The dividend will be payable in the split of \$0.52 million (USD0.071 cents per share) in United States Dollars and the balance of \$0.13 million (ZWG0.479 cents per share) in local currency. Further details on the payment of the dividend will be communicated in a separate dividend announcement.