Second Quarter 2026 Summary

DIRECT INSURANCE

Investor Presentation | August 2026

DIRECT INSURANCE

Legal Disclaimer

This presentation has been translated from Hebrew
In the event of any discrepancies, the Hebrew version shall prevail

- The information included in this presentation is based on what was included in the periodic report of IDI Insurance Company Ltd. (hereinafter: the "Company") for June 30, 2026, as well as on previous presentations and reports published by the Company, but does not replace review of the Company's aforementioned reports.
- In addition, the presentation includes data and information that are presented in a manner and/or in editing and/or segmentation that is different from the data included in the aforementioned reports, or that can be calculated from the data included in the Company's reports.
- As of the first quarter of 2025, the Company publishes its results in accordance with IFRS17 and the instructions of the Capital Market, Insurance and Savings Authority in connection with its implementation. In order to understand the report, readers are required to be familiar with the change in the accounting standard, and its implications for the way the company's data are presented. In addition, it should be clarified that this is a material change in accounting standards, both in the way the data is measured and in the way the data is presented, after many years of reporting according to the previous standard.
- The presentation does not constitute an offer to purchase the Company's securities or an invitation to receive such an offer, and is intended solely to provide information to investors. What is stated therein is not advice, recommendation, opinion or suggestion regarding the worthiness of an investment, and does not replace judgment, self-examination and personal advice in accordance with the special data of each investor. The Company shall not be liable for any damages and/or losses that may be caused as a result of the use of the information in this presentation.
- This presentation may include forward-looking information (as this term is defined in the Securities Law, 5728-1968) such as forecasts, objectives, estimates and estimates of the Company relating to future events and/or matters, the realization of which is uncertain and is not under the Company's control. Forward-looking information is by nature subject to risks of non-realization and is uncertain, inter alia, due to the influence of risk factors that characterize the Company's operations, developments in the economic environment in which the Company operates, external factors that may affect the Company's operations, and more.

  Therefore, readers of this presentation are hereby cautioned that the Company's actual results and achievements in the future may differ materially from those presented in the forward-looking information, to the extent contained in this presentation.
- In addition, forward-looking forecasts and assessments are based on data and information held by the Company at the time of publication of the presentation and the Company is not obligated to update or change any such forecast and/or estimate in order to reflect events or circumstances that will occur after the date of the presentation.

Concluding another quarter of **Strong Performance**

Q2 | First Half | 2026

Return on equity

36%	**32%**
4-6/2026	1-6/2026
In annual terms	**In annual terms**

Comprehensive income

117	**206**
NIS Million	**NIS Million**
4-6/2026	1-6/2026

Total premiums

906	**1.91**
NIS Million	**NIS billion**
4-6/2026	1-6/2026

Investment income

64	**119**
NIS Million	**NIS Million**
4-6/2026	1-6/2026

Dividend yield

8.4%

Average 12-months dividend yield

Dividend declared

80

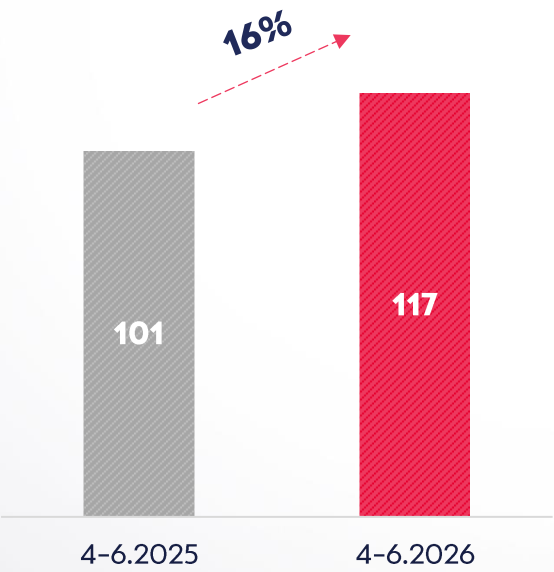
NIS Million

From second quarter's profits

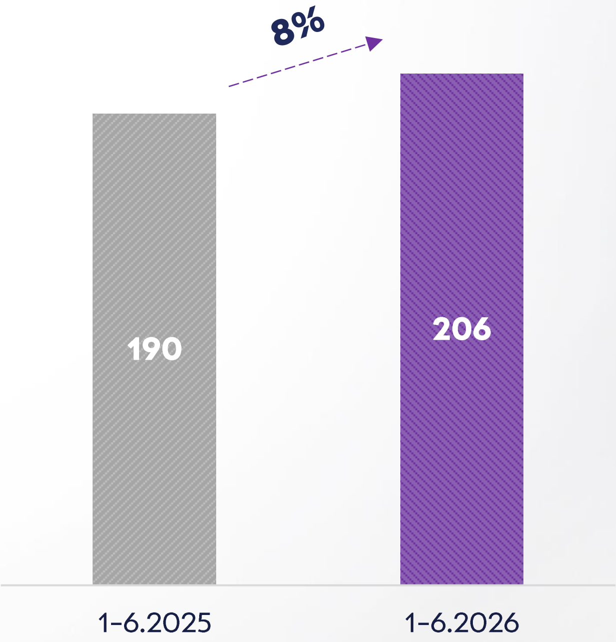
Profitability

Comprehensive Income after tax

Second Quarter

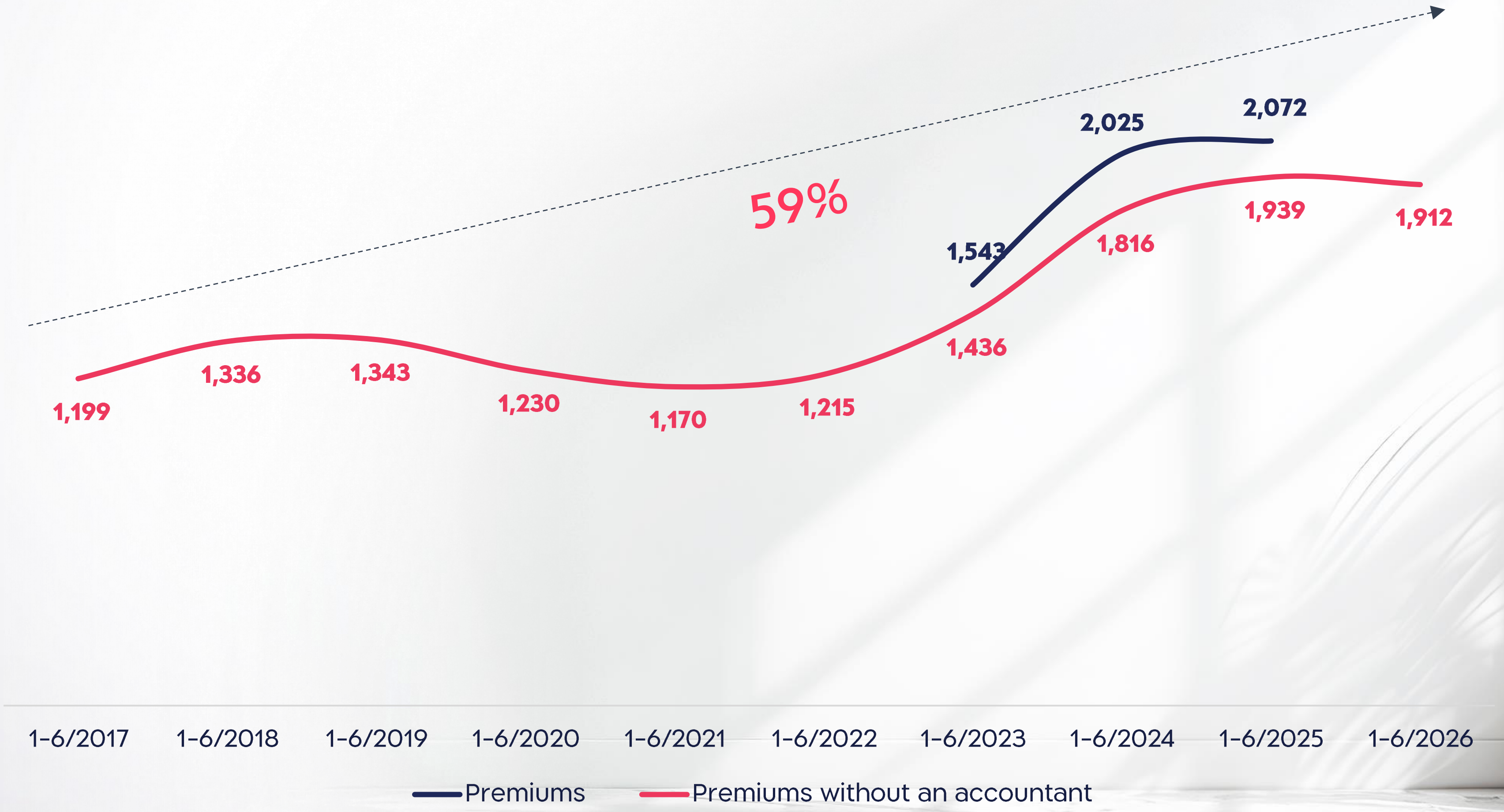


First Half



In millions of NIS.

Growth in Gross Premiums over the years



Continued growth in policy count across all business segments

In NIS million.
Premiums were down ~1% YoY, excluding Civil Servants Tender premiums, primarily driven by lower Casco pricing, alongside continued growth in customer count across all business lines.

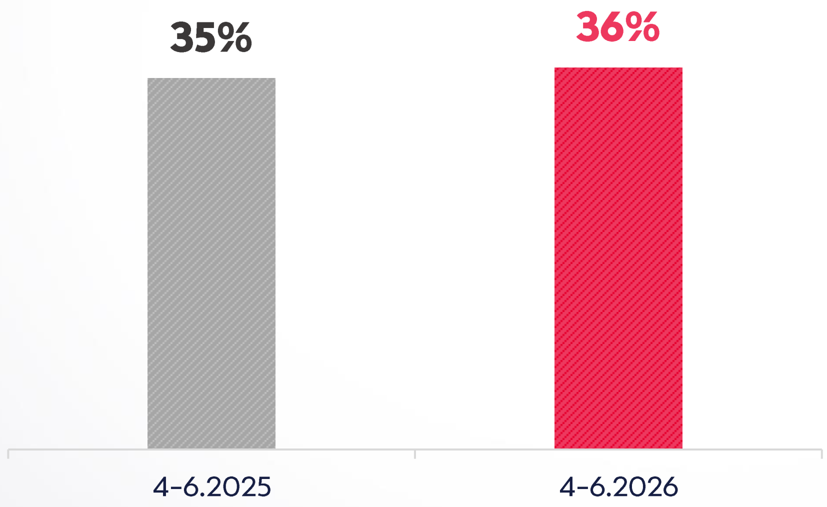
Quarterly profit over time

Total profit after tax, all periods measured according to IFRS17 standard
in NIS million

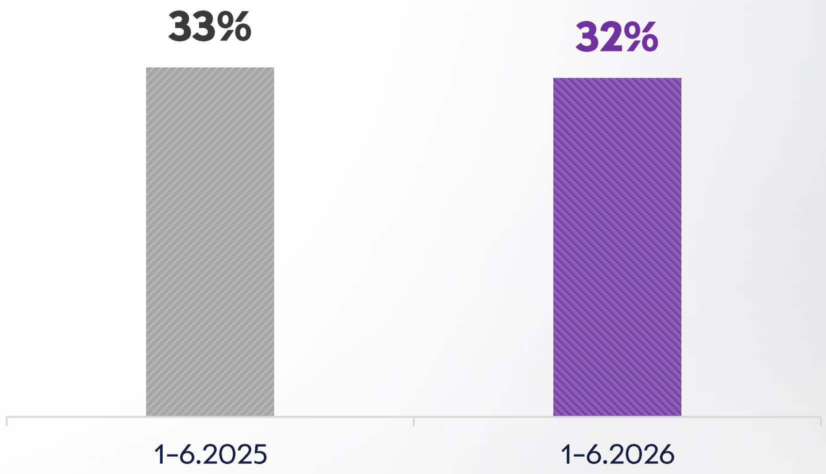
Profitability

Return on Equity*

Second Quarter



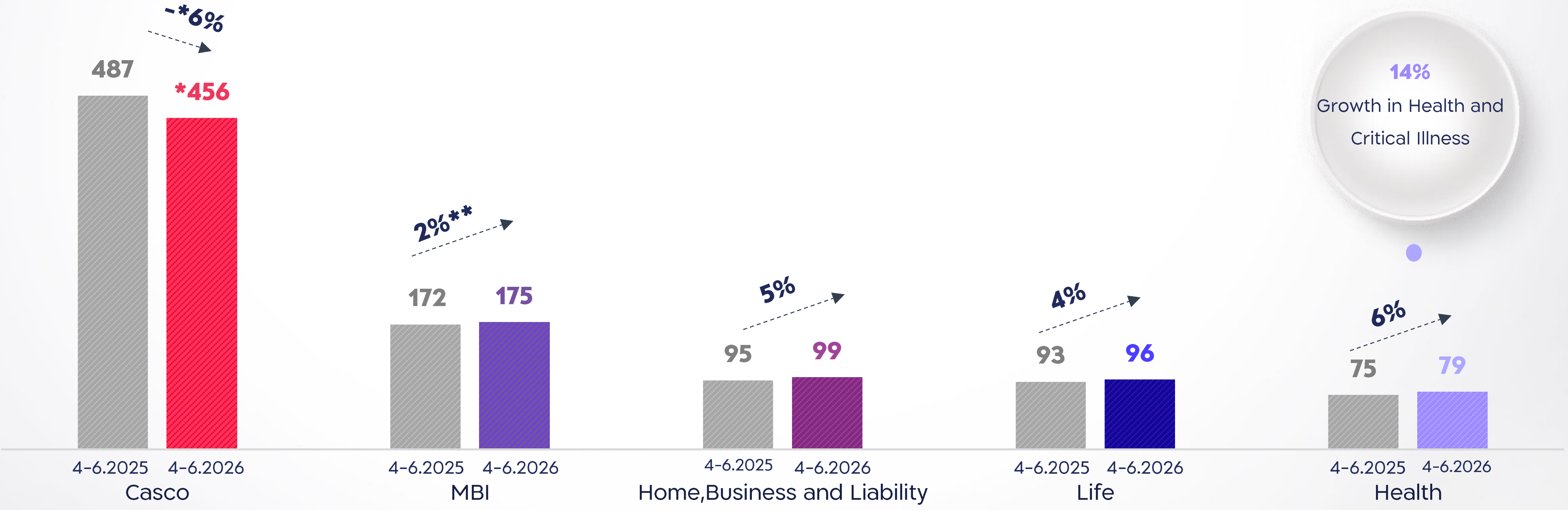
First Half



* Return on equity in annual terms.

Growth in Premiums by Segment

Second Quarter



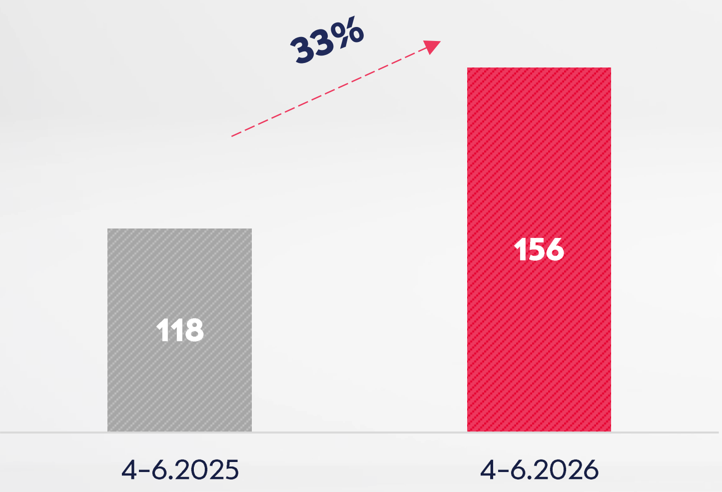
Continuous increase in the number of policies and the number of customers across all products

Exclusing Civil Servants Tender premiums
* A decrease in the prices of casco alongside an increase in the number of insured vehicles.
** 7% growth in MBI excluding the pool effect.
In millions of NIS before tax.

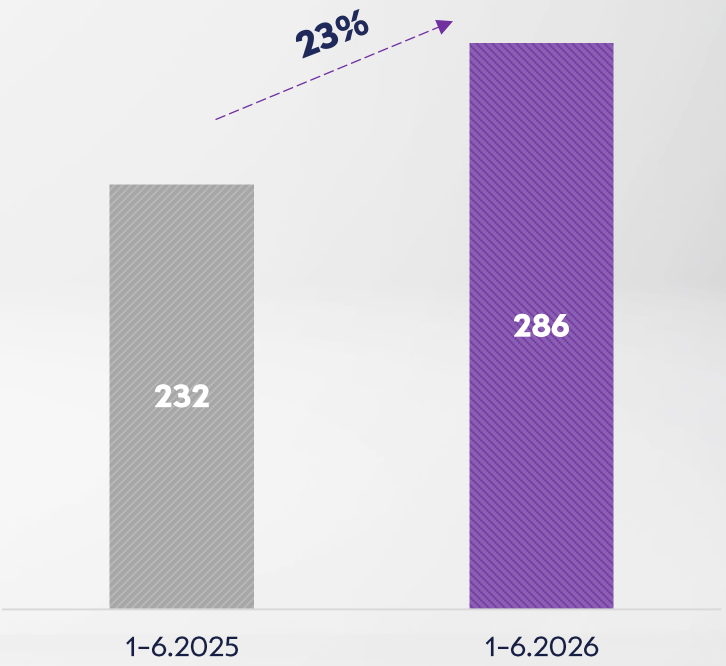
Profitability

Company-wide Income from Insurance Services, net of Operational Expenses

Second Quarter

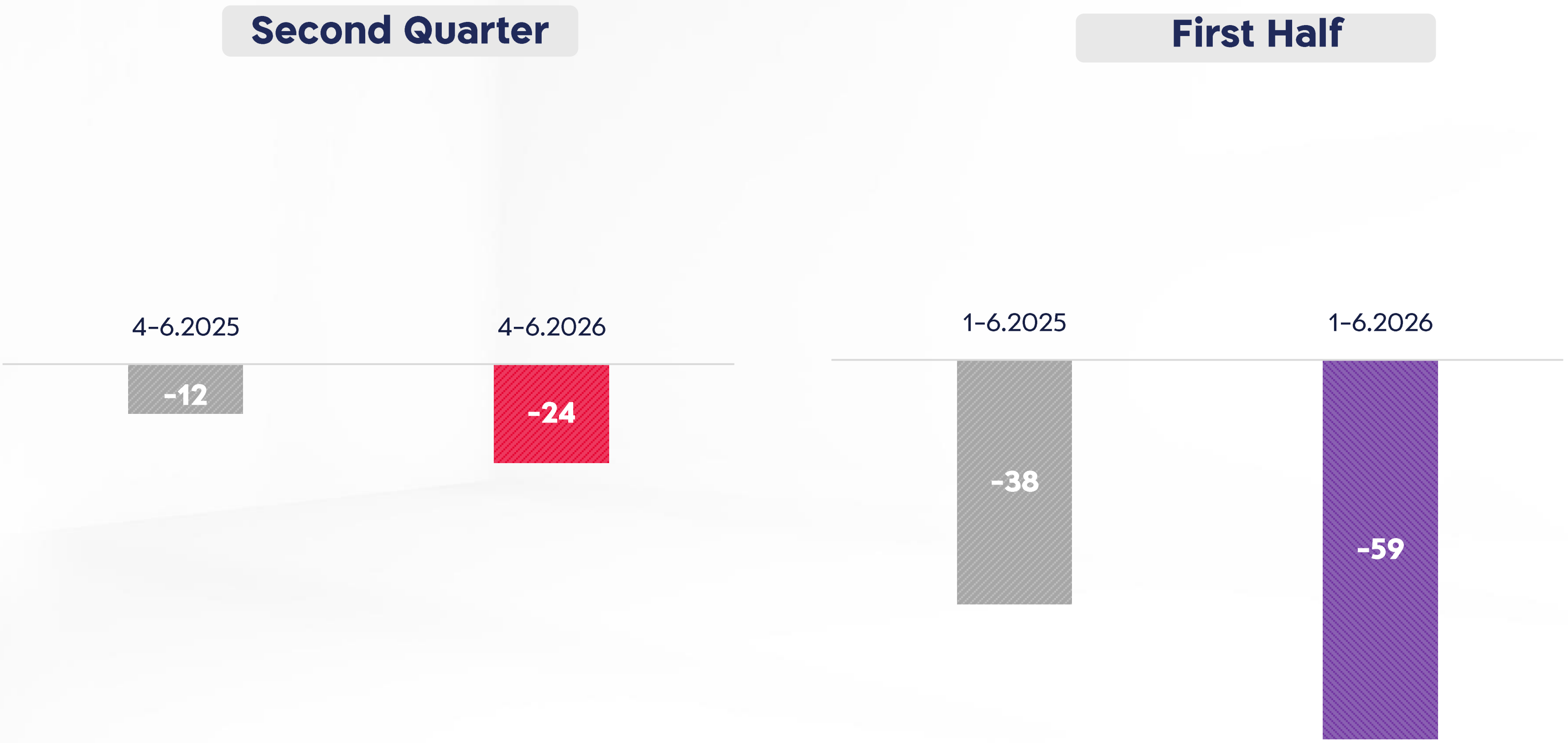


First Half



Millions of NIS before tax.
Operating expenses from operating segments, excluding expenses for investment contracts.

Finance Expenses from Insurance Contracts



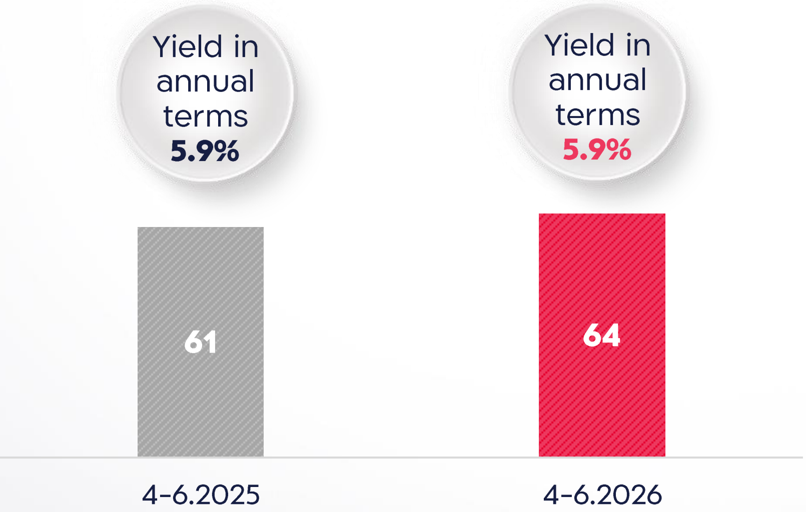
In NIS million, before tax.
Includes indexing, changes in yield curve and accumulated interest.

Investment Income - Nostro

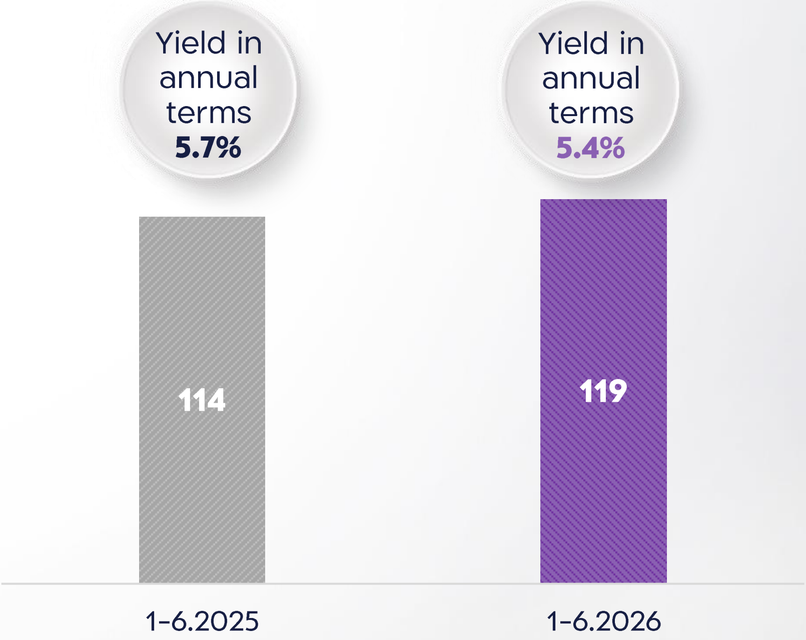
Average scope of investment portfolio
Approx. **4.5**

Investment Portfolio
A well-diversified and resilient investment portfolio generating attractive yields

Second Quarter



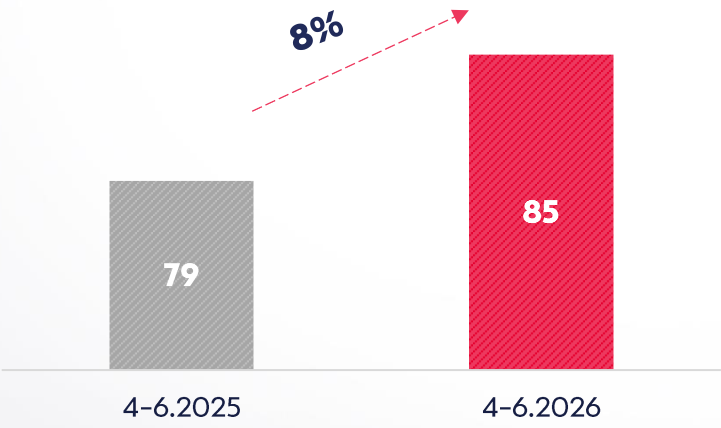
First Half



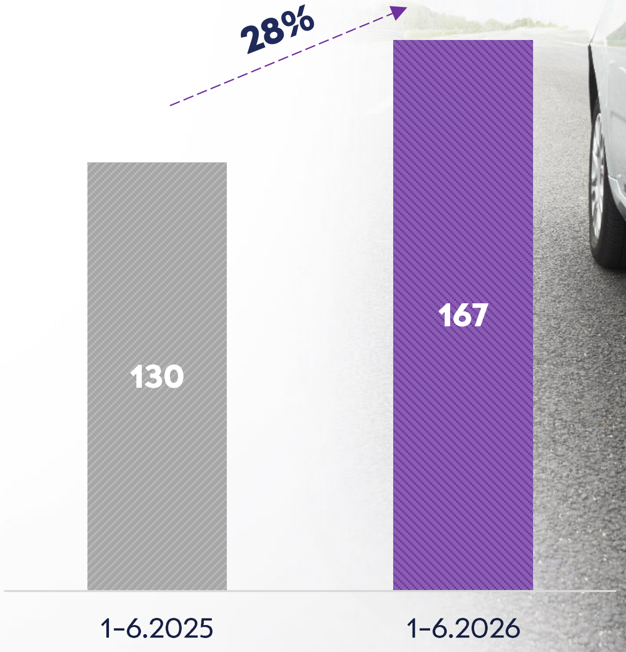
In millions of NIS before tax.
Excluding income from assets held for yield-dependent investment contracts.

Casco

Income from insurance services, net of operating expenses – Second Quarter



Income from insurance services, net of operating expenses - First Half



In millions of NIS before tax.

Casco

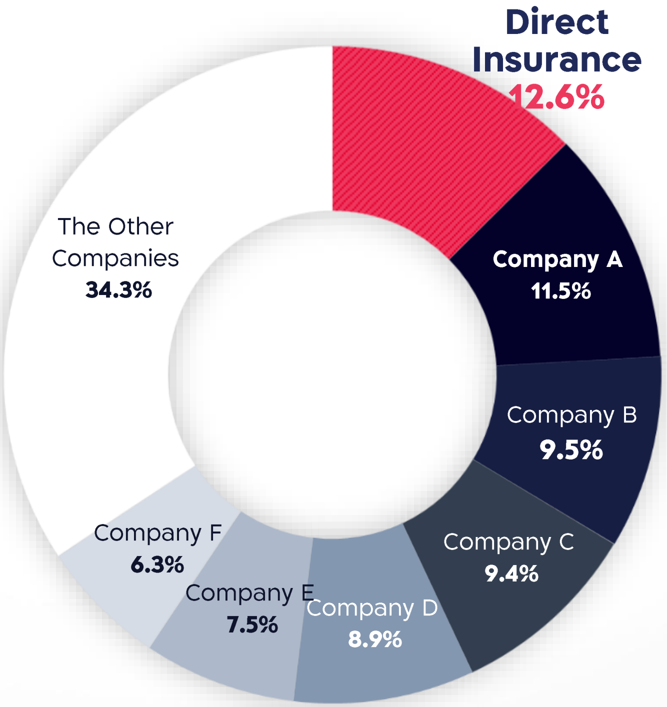
Growing and Leading in Market Share

Car insurance market share*

Disciplined underwriting **combined with data-driven, differentiated pricing**

Efficient claims management

One of the industry's highest **renewal rates**



Consistent balance between growth in business volume and profitability

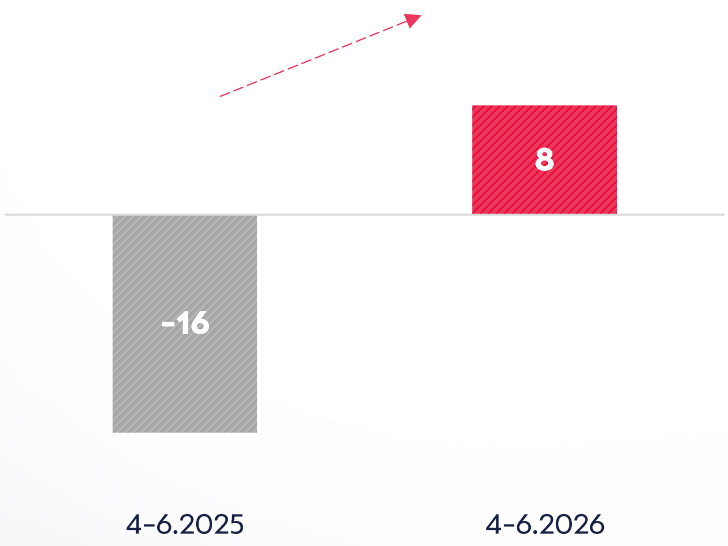
9 brand name - provides a comprehensive end-to-end digital experience A growing brand

* Car insurance market share in terms of insurance premiums according to the companies' financial statements (including Civil Servants Tender), as of March 31, 2026 (prior to publication of Capital Market Authority data). Direct Insurance focuses on private vehicles owned by individuals.

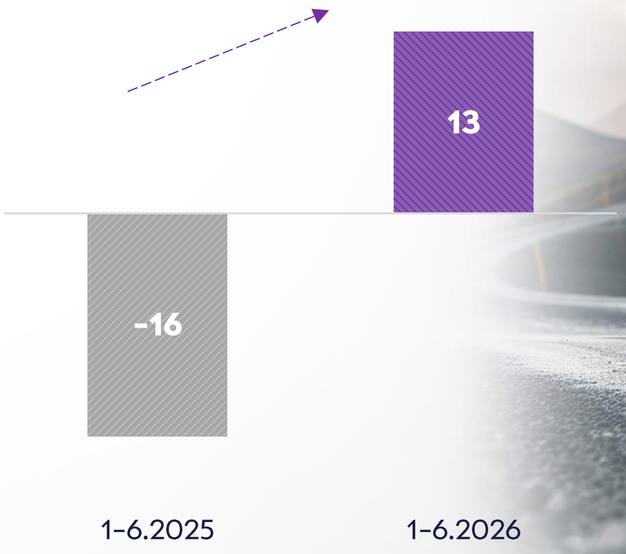
MBI

Casco supplemental product

Income from insurance services, net of operating expenses– Second Quarter



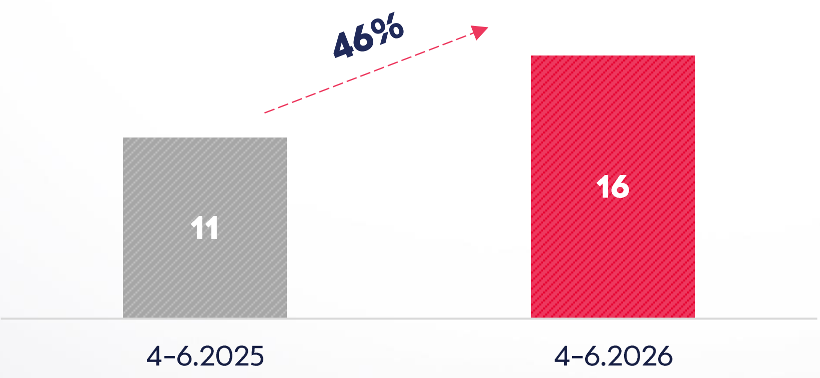
Income from insurance services, net of operating expenses – First Half



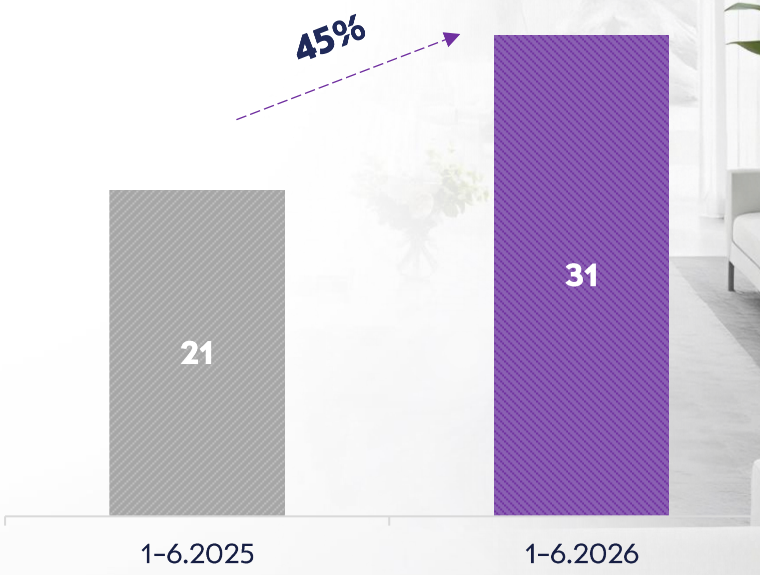
In millions of NIS before tax.

Other Property and Liability*

Income from insurance services, net of operating expenses– Second Quarter



Income from insurance services, net of operating expenses – First Half



*Mainly a homeowners insurance product, appears under 'Other' line item in the financial statements.
In millions of NIS before tax.

Other Property and Liability

An Anchor of Stability and Profitability

One of the industry's highest renewal rates, reflecting **high** customer loyalty

Demonstrating sustained **growth and profitability over time**

One of the largest players in the market Hundreds of thousands of insured homes

High cross-sell ratio of customers holding both motor and homeowners insurance

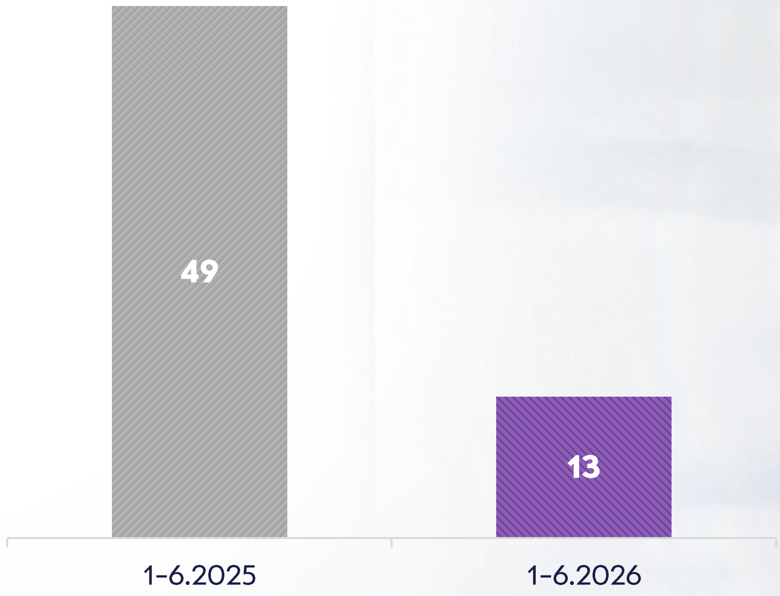
Reinsurance backing for natural perils and CAT

Increasing scope of coverage per customer

Life Insurance - Risk

Income from insurance services, net of operating expenses– Second Quarter

Income from insurance services, net of operating expenses – First Half



Lower profitability in the First Half due to higher-than-average claims volume in the first quarter of 2026

In millions of NIS before tax.
Excluding investment contracts.

Life Insurance

Risk - A Growth Subsegment

Leaders **in Mortgage Insurance**

Approx. **17%** of mortgages (by amount) on the market **are insured by Direct Insurance***

Pure risk

A profitable and growing line of business

Mortgage

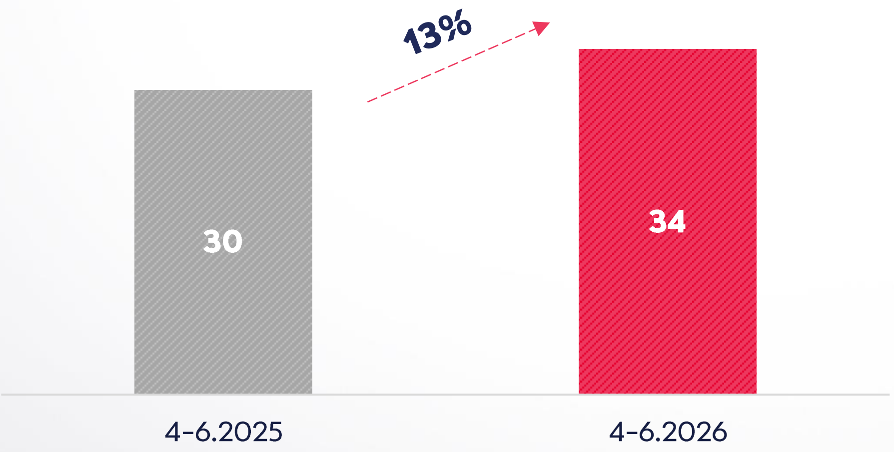
Expanding direct operations and discontinuing bank agency channels

*The rate is calculated according to the mortgage amounts insured by Direct Insurance out of total outstanding credit balances in the Israeli economy, on the part of the lenders, after provision for doubtful debts, based on data by the Bank of Israel. . As of March 2026.

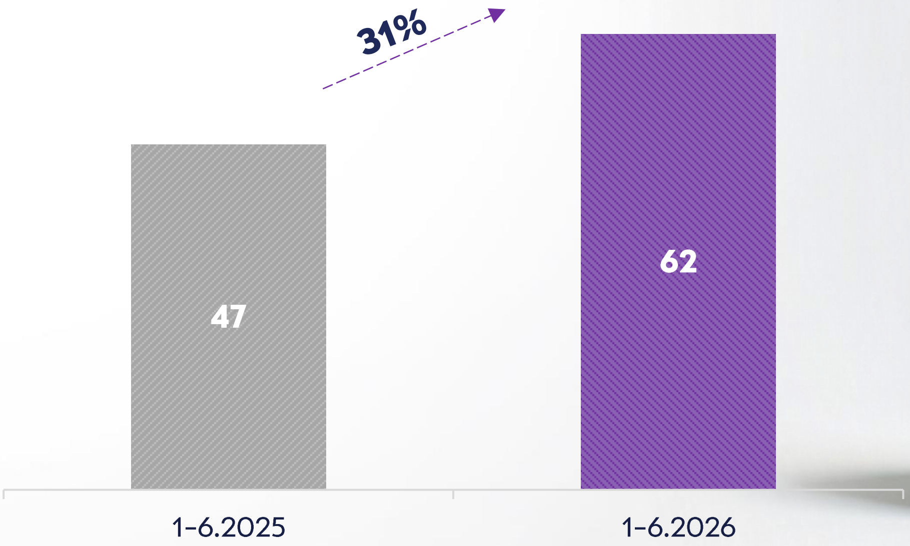
Health Insurance

Health - A Growth Subsegment

Income from insurance services, net of operating expenses– Second Quarter



Income from insurance services, net of operating expenses – First Half



In millions of NIS before tax.

Health Insurance

Growth Engines

12%
Growth

14%
Growth in Health and Critical illnesses*

Medical expenses

Full freedom of choice for surgeons and physicians

Critical illnesses

Consistent double-digit growth in policy volumes, alongside improved profitability

Growth in Travel insurance

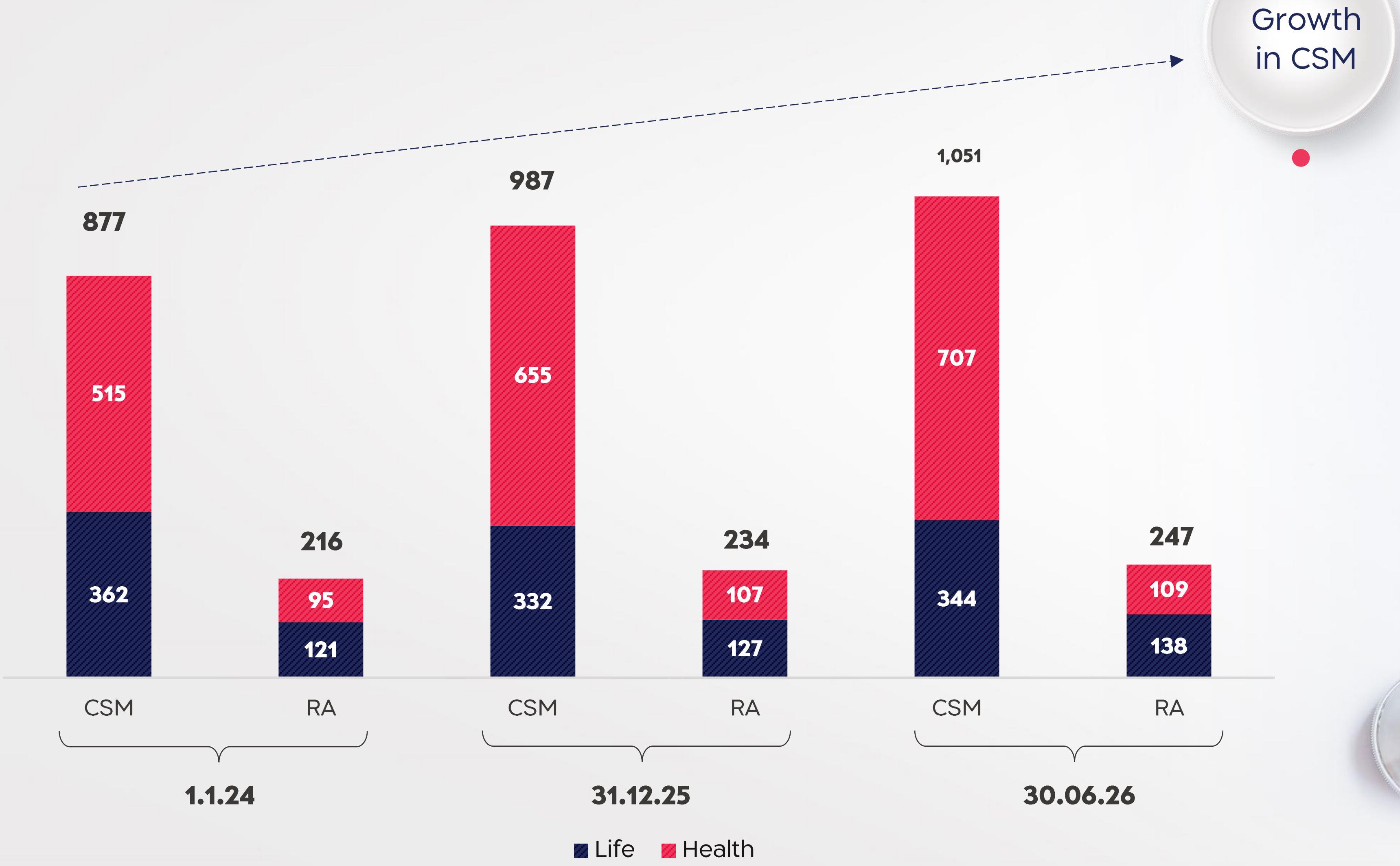
Excellent product with quality service

Ongoing expansion and enhancement of partnerships:

and more

Travel insurance product showed a recovery in the second quarter, after being affected in the first quarter by the suspension of flights during Operation 'Lion's Roar'
In millions of NIS, before tax.

CSM* & RA**



*Contractual service margin (CSM) - Expected profit from provision of insurance coverage. Recognized as profit across the insurance contracts coverage period.

** Risk adjustments (RA) - The risk premium for uncertainty regarding the amount and timing of the cash flows. Recognized in P&L upon release from the risk.

Growth in CSM over time is despite the decrease in the personal accidents product: The marketing of the new personal accident product was reduced, following the regulatory reform in this product, which adversely affected the product's economic viability.

Dividend and Dividend Yield

Dividend declared from **Q2 2026 earnings**

NIS **80 million**

Representing ~68% of period earnings

Average **5-year** dividend yield

7.2%

Dividend distribution policy

At least **50%** of annual income

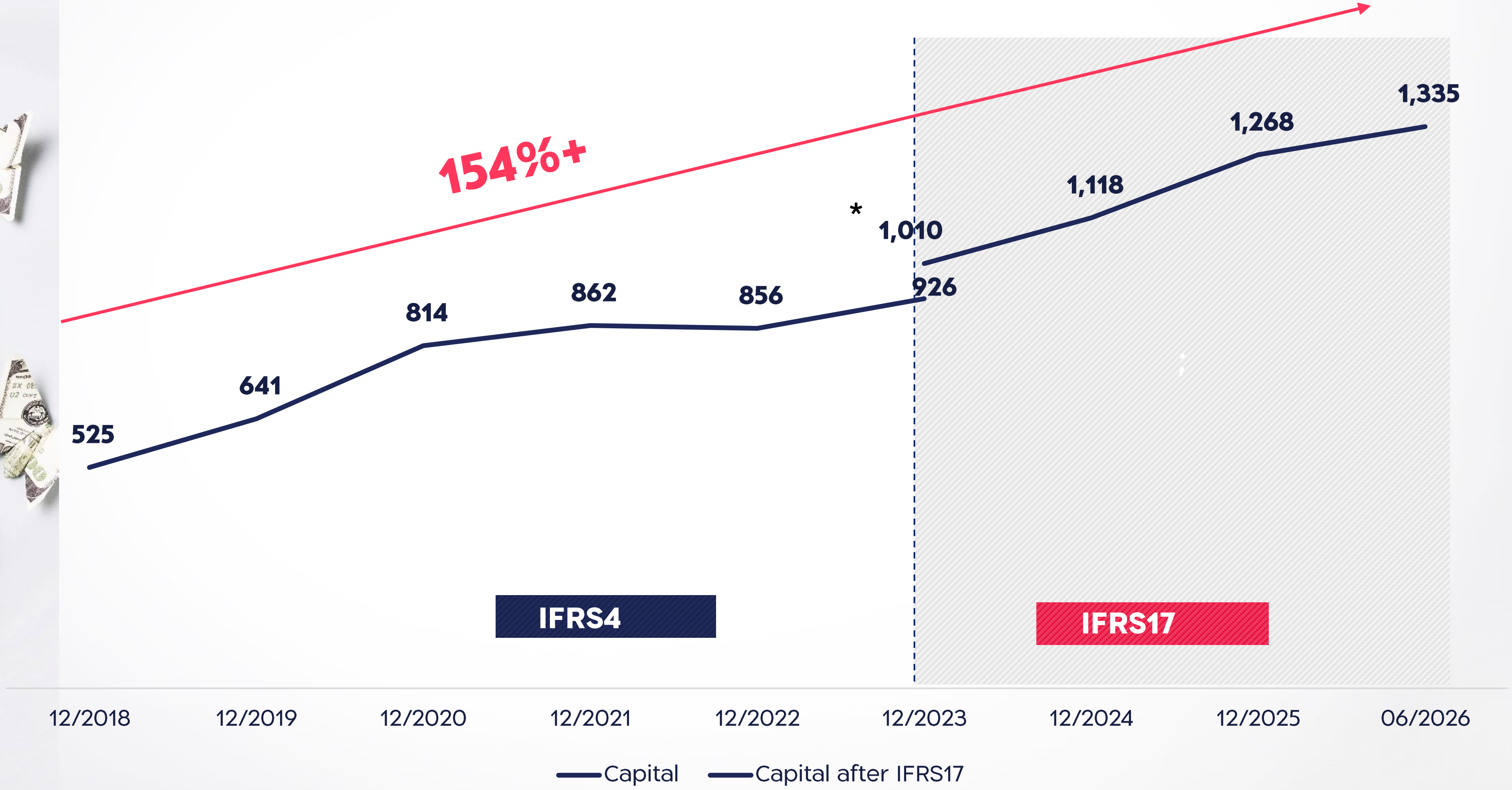
Distribution threshold conditions

120% in solvency

Since 2018, ~NIS 1.3 billion in **dividend distributed** out of a cumulative **~NIS 1.9 billion in earnings**

DIRECT INSURANCE

Capital Development



In NIS million
* Including the effect of the initial application of IFRS 17 on January 1, 2024, totaling ~NIS 84 million.

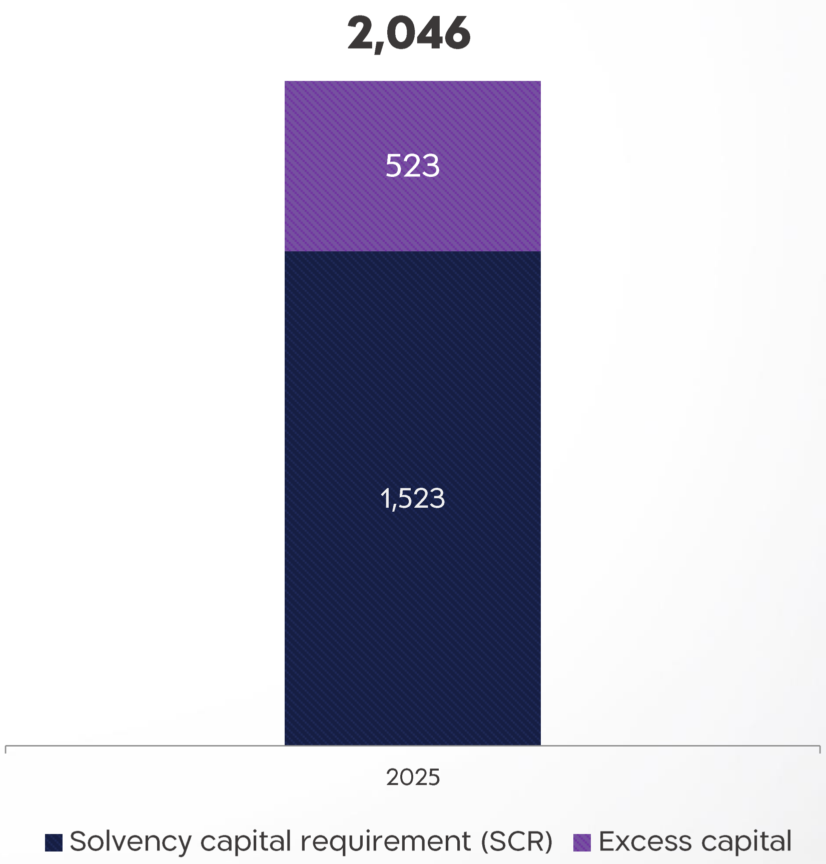
DIRECT INSURANCE

Reported Solvency Ratio

As of December 31, 2025

***134%**
Solvency ratio

Rating
The Company is rated Aa2
Tier 2 capital is rated A1
According to Midroog



*After reflecting a ~NIS 140 million dividend declared in March and May 2026

In NIS million The model in its present form is highly sensitive to changes in market and other variables.

Financial data by segment

Casco

6%-
Decrease in
Premiums*

Excluding Civil Servants Tender

Second Quarter

	4-6/26	4-6/25
Gross premiums net of Civil Servants Tender premiums**	**456.2**	**487.1**
Income from insurance services	92.9	88.1
Income from insurance services, net of operating expenses	85.3	78.8
Finance expenses	(13.1)	(12.2)
Investment revenues*** attributed to subsegment	21.2	23.1
Comprehensive income	**93.5**	**89.7**

First Half

	1-6/26	1-6/25
Gross premiums net of Civil Servants Tender premiums**	**980.4**	**1,050.1**
Income from insurance services	181.3	146.7
Income from insurance services, net of operating expenses	166.9	129.7
Finance expenses	(14.9)	(15.5)
Investment revenues*** attributed to subsegment	25.2	33.5
Comprehensive income	**177.1**	**147.7**

7%-
Decrease in
Premiums*

Excluding Civil Servants Tender

* The decline in premiums is affected by the reduction in insurance rates, while at the same time there was an increase in the number of customers.
** Premiums including the Civil Servants Tender's in the first half of 980.4 vs. 1,147.7 last year, and in the quarter 456.2 vs. 490.1 last year
The section includes other finance expenses.
All the data is in millions of NIS. Total profit and profit from pre-tax insurance services.

MBI

Second Quarter

	4-6/26	4-6/25
Gross premiums net of Civil Servants Tender premiums**	**175.1**	**171.6**
Income from insurance services	10.2	(13.8)
Income from insurance services, net of operating expenses	7.6	(16.5)
Finance expenses	(43.7)	(30.3)
Investment revenues*** attributed to subsegment	25.6	23.1
Comprehensive income	**(10.5)**	**(23.8)**

2% Growth in Premiums Excluding Civil Servants Tender

7% Growth in premiums Excluding Civil Servants Tender and without the Pool

First Half

	1-6/26	1-6/25
Gross premiums net of Civil Servants Tender premiums**	**373.7**	**358.8**
Income from insurance services	18.1	(10.2)
Income from insurance services, net of operating expenses	13.4	(15.7)
Finance expenses	(43.3)	(33.9)
Investment revenues*** attributed to subsegment	30.7	34.3
Comprehensive income	**0.9**	**(15.3)**

4% Growth in Premiums Excluding Civil Servants Tender

* Premiums in the half, including the Civil Servants Tender, 373.7 vs. 394.5 last year, and in the quarter, 175.1 vs. 172.3 last year.
**Includes other finance expenses.
All the data is in millions of NIS. Total profit and profit from pre-tax insurance services.

Other Property and Liability

5%
Growth in
Premiums

Second Quarter	4-6/26	4-6/25
Gross premiums net of Civil Servants Tender premiums**	**99.0**	**94.6**
Income from insurance services	18.2	13.2
Income from insurance services, net of operating expenses	16.3	11.2
Finance expenses	(2.5)	(1.9)
Investment revenues*** attributed to subsegment	3.4	3.0
Comprehensive income	**17.0**	**12.3**

First Half	1-6/26	1-6/25
Gross premiums net of Civil Servants Tender premiums**	**208.1**	**196.8**
Income from insurance services	34.5	25.3
Income from insurance services, net of operating expenses	31.0	21.4
Finance expenses	(2.7)	(2.3)
Investment revenues*** attributed to subsegment	3.8	4.4
Comprehensive income	**32.1**	**23.5**

6%
Growth in
Premiums

*This section includes other finance expenses.
All the data is in millions of NIS. Total profit and profit from pre-tax insurance services.

Life Insurance

4%
Growth in
Premiums

Second Quarter	4-6/26	4-6/25
Gross premiums	**96.4**	**92.8**
Income from insurance services	16.3	17.4
Income from insurance services, net of operating expenses	13.2	14.4
Finance income	16.8	13.8
Investment loss*	(0.4)	(0.2)
Loss on investment contracts	(2.1)	(0.6)
Comprehensive income (loss)	**27.4**	**27.4**

First Half	1-6/26	1-6/25
Gross premiums	**192.0**	**184.4**
Income from insurance services	18.9	55.1
Income from insurance services, net of operating expenses	13.0	49.1
Finance income	4.9	7.5
Investment loss*	(0.3)	(0.2)
Loss on investment contracts	(5.4)	(0.6)
Comprehensive income (loss)	**12.1**	**55.8**

4%
Growth in
Premiums

*This section includes other finance expenses.
All the data is in millions of NIS. Total profit and profit from pre-tax insurance services.

DIRECT INSURANCE

Health

14%
Growth in Health Premiums and Critical Illness*

Second Quarter	4-6/26	4-6/25
Gross premiums	**79.4**	**74.8**
Income from insurance services	36.1	32.2
Income from insurance services, net of operating expenses	33.6	29.9
Finance income	18.2	18.3
Investment revenues**	0.0	0.0
Comprehensive income	**51.8**	**48.1**

First Half	1-6/26	1-6/25
Gross premiums	**157.4**	**148.5**
Income from insurance services	66.3	51.6
Income from insurance services, net of operating expenses	61.8	47.3
Finance income	(3.3)	6.4
Investment revenues**	0.1	0.1
Comprehensive income	**58.6**	**53.8**

14%
Growth in Health Premiums and Critical Illness*

* The growth in premiums in the health segment as a whole stands at about 6% in the half and quarter, despite the fact that the marketing of the new personal accident product was reduced, following the regulatory reform in 2021,
which negatively affected the economic viability of the product.
**Includes other finance expenses.
All the data is in millions of NIS. Total profit and profit from pre-tax insurance services.

Finance expenses arising from insurance contracts

First Half and Second Quarter

1. The effects of changes in the interest rate curve and the index on gross profit intensified with the transition to IFRS17
2. Thanks to the structure of the Direct Insurance portfolio, there is partial hedging between the non-life, life and health segments.

	1-6/2026	1-6/2025	4-6/2026	4-6/2025
Non-life				
Index	(30.4)	(36.7)	(33.0)	(30.3)
Interest rate curve change	(4.3)	3.9	(14.0)	(3.4)
Interest accrued	(26.2)	(18.7)	(12.3)	(10.6)
Non-life Total	**(60.9)**	**(51.5)**	**(59.3)**	**(44.3)**
Life & Health				
Index	13.9	15.6	15.0	12.9
Interest rate curve change	(3.0)	6.8	24.5	23.5
Interest accrued	(9.3)	(8.6)	(4.5)	(4.3)
Total Life and Health	**1.6**	**13.8**	**35.0**	**32.1**
Total Effects	**(59.3)**	**(37.7)**	**(24.4)**	**(12.3)**

In NIS million.

Business Focus

The Pioneer and Leader
of the Direct Insurance Model in Israel

Efficiency and price
A direct model that allows competitive pricing and customization

A digital leader
in enabling seamless policy purchase and claims management at the click of a button

A fast, personalized **customer experience** at every touchpoint

A wide range of products for individuals and families,
specializing in car and home insurance, health, travel policies, life, mortgages and savings

“More service at a direct price”

DIRECT INSURANCE

“9 Insurance - digital and low-cost”

DIRECT INSURANCE

Concluding another quarter of Strong Performance

Q2/26

Growth

Growth in customer base and total premiums across various subsegments

Higher profitability

Sustainable Balancing of profitability and growth

Technological innovation

Completion of the upgrade of most core infrastructure, alongside the delivery of an enhanced user experience, including integration of Gen AI applications.

Expanding partnerships

Expanding the scope of business partnerships as a distribution channels

Disciplined Underwriting & Claims Management

Disciplined underwriting, claims management, and personalized, differentiated pricing

Key Growth Drivers

Organic, profitable growth across core businesses

AI Integration

across the Company's core business activities

Strong growth momentum and expanding activity in health and travel.

Development of financial products for families and individuals Such as: savings policies, credit cards* etc.

* In collaboration with CAL and subject to receipt of the requisite approvals.

AI Solutions Integrated into Core Business Operations

AI

Empowering Employees with AI Capabilities

- Implementing intra-organizational tools
- Cross-enterprise training
- Development using AI tools

Operational Excellence through AI Integration Across Key Business Processes

Examples:

- AI-powered document summarization and improved processing efficiency
- Fraud detection tool
- Monitoring service rep calls

Enhancing Customer Experience

Examples:

- **"Nina"** – Car-related bot in 9 insurance app
- **"Shir"** – a travel insurance assistant bot
- Car policy renewal bot in WA

The Customer as Strategic Asset

Direct Insurance as a Customer-Centric Company

Leveraging the relative advantage to increase product offering and customer tenure across insurance and financial products

- Direct customer engagement and personalized service, with multiple touchpoints and strong distribution and sales capabilities
- A strong, well-recognized brand with excellent service enables expansion in the financial worlds
- A comprehensive product suite and value propositions across all insurance segments for individuals and families
- Strong, advanced digital platforms and technology assets
- The only customer loyalty program among insurance companies and platinum service for multi-product customers
- Growth in savings and expansion of the financial value proposition to other areas such as credit cards

Strategic Partnerships*

As a Business Growth Engine

Motor

Travel policies

Mortgage

Combined

* Partial list

A quarter of achievements

Winning the Defense Minister's Shield

The only financial company to win the award for employers who **support reserve-duty personnel and their families**

Maximum rating in the Maala Index

Platinum+ in environment, social and corporate governance, according to globally accepted ESG principles, **alongside a ★★★★★ rating in the Diversity and Inclusion Index**

6th place in the BDI ranking

And first in the finance sector **among the 100 best workplaces to work at**

DIRECT INSURANCE

Thank you.

Continuing full speed ahead

DIRECT INSURANCE