

Solidarity Bahrain B.S.C Announces BD 1.5 million profit for the 1st Quarter of 2024.

MANAMA, BAHRAIN – 14 May 2024 – Solidarity Bahrain B.S.C. (Trading Code: SOLID), one of the largest insurance companies in Bahrain and a subsidiary of Solidarity Group Holding announces its financial results. This marks the company's voluntary early adoption, effective 1st January 2024, of the newly adopted Financial Accounting Standards (FAS) 30, 42 and 43, aligning with international best practices. These standards, established by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), are equivalent to the International Financial Reporting Standards (IFRS) 9 & 17. This adoption enhances transparency and comparability of Solidarity Bahrain's financial performance with peers.

The net profit attributed to shareholders' fund of BD 1.251 million for the three-month period ended 31st March 2024 against a net profit of BD 1.042 million for the corresponding previous period (restated), representing 20% increase. Comparatively, the earning per share for the three-month period ended 31st March 2024 was 9.39 fils compared to 7.88 fils for the same period in 2023.

The total net profit and surplus for the three-month period 31st March 2024 is BD 1.554 million compared to BD 1.116 million for the same period in 2023, representing an increase of 39% which is the result of improved technical surplus and investment income.

The shareholders' equity as of 31st March 2024 is BD 34.376 million as compared to BD 36.354 million as of 31st December 2023, representing 5% decrease, and total asset as of 31st March 2024 is BD 94.273 million as compared to BD 95.975 million as of 31st December 2023, representing 2% decrease.

The policyholder's fund reported a net surplus of BD 303 thousand for the three-month period ended 31st March 2024, as compared to BD 74 thousand surplus for the same period in 2023, representing an increase of 309%.

Recognised Takaful Contribution is BD 13.921 million as of 31st March 2024 compared to BD 12.733 million for the same period of the previous year, representing an increase of 9%. Recognized Takaful Costs increased to BD 8.691 million during the period ending on 31st March 2024, from BD 7.769 million in the same period of the previous year, representing an increase of 12%.

Commenting on the company's performance, His Excellency Shaikh Khalid bin Mustahail Al Mashani, Chairman to the Board of Directors said: "We are pleased to showcase positive outcomes and robust growth with an impressive surge of 39% in net profits. This accomplishment is complemented by the successful acquisition of Al Hilal Life and Al Hilal Takaful, solidifying Solidarity's position in the market and expanding its offerings to better serve the customers." He added: "Solidarity remains committed to capitalizing on growth opportunities within the expanding insurance market. By actively identifying these opportunities, the company aims to deliver exceptional value to its stakeholders and further solidify its presence as a leading insurance provider in the Kingdom. The company's unwavering dedication to executing its strategic vision will continue to drive its success and foster long-term sustainability."

Mr. Jawad Mohammed, CEO of Solidarity commented: "We are proud to announce the exceptional performance for the first quarter of 2024. These strong results are a testament to the collective effort, resilience, and adaptability of the entire Solidarity team, including the valuable contributions of the new team members from Al Hilal. We have successfully navigated market challenges while advancing our digital transformation initiatives and launching innovative solutions that meet evolving customer needs. This commitment to continuous improvement underscores the company's robust business strategy and its dedication to exceeding expectations. We remain dedicated to delivering outstanding value to our customers."

A full copy of the financial statements and press release is available on Bahrain Bourse's website.

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Attached Image:

His Excellency Shaikh Khalid Al Mashani, Chairman

Mr. Jawad Mohamed, CEO