



## Press Release

Manama – Kingdom of Bahrain [3<sup>rd</sup> August 2021]

### **Takaful International achieves net profits of BD 746K for the six months ended 30 June 2021**

The Board of Directors of Takaful International Company B.S.C. (Trading Code: TAKAFUL) approved the financial results for the period ended 30 June 2021. The net profit attributable to the shareholders of the parent for the three months ended 30 June 2021 was BD 226K compared to BD 129K for the same period last year, an increase of 75%, and a corresponding earnings per share at 2.66 Fils compared with 1.52 Fils for the same period last year. Total comprehensive income attributable to the shareholders of the parent for the three months ended 30 June 2021 stood at BD 253K compared to BD 275 for the same period last year, a decrease of 8%.

The Company reported a total net profit of BD 289K for the second quarter 2021 compared to BD 203K for the same period last year with an increase percentage of 42%, which is attributed to the improved performance of the General Takaful fund that achieved a surplus of BD 131K compared to a surplus of BD 82K for the same period last year, as well as the improved performance of the shareholders' fund which achieved a net profit of BD 226K compared to a net profit of BD 129K for the same period last year. The Family Takaful fund achieved a deficit of BD 68K in the second quarter 2021 compared to a deficit of BD 8K for the same period last year.

Total gross contributions were BD 5.414m in the second quarter 2021 compared to BD 5.727m for the same period last year, a decrease of 6%.

As for the results of the six months ended 30 June 2021, the net profit attributable to the shareholders of the parent was BD 482K compared to BD 360K for the same period last year, an increase of 34%, and a corresponding earnings per share at 5.67 Fils compared with 4.23 Fils for the same period last year. Total comprehensive income attributable to the shareholders of the parent for the six months ended 30 June 2021 stood at BD 529K compared to BD 256 for the same period last year, an increase of 107%.

Net profit for the six months ended 30 June 2021 was BD 746k compared to BD 553K for the same period last year with an increase percentage of 35%, which is attributed to the improved performance of the General Takaful fund which achieved a surplus of BD 329K compared to a surplus of BD 239K for the same period last year, an increase of 38%, as well as the improved performance of the shareholders' fund which achieved a net profit of BD 482K in the six months ended 30 June 2021 compared to a net profit of BD 360K for the same period last year. The Family Takaful fund achieved a deficit of BD 65K in the current period compared to a deficit of BD 46K for the same period last year.



Total gross contributions increased by 8% to BD 14.954m for the six months ended 30 June 2021 compared to BD 13.801m for the same period last year. Net earned contributions also increased by 6% to BD 8.740m as compared to BD 8.255m for the same period last year. The net incurred claims decreased by 1% to BD 5.857m for the six months ended 30 June 2021 as compared to BD 5.936m for the same period last year.

The Company's total equity attributable to the shareholders of the parent grew by 1% to BD 11.262m as at 30 June 2021 compared to BD 11.164m as at 31 December 2020.

Total assets of the Company increased by 12% to BD 46,578m as at 30 June 2021 compared to BD 41,240m as at 31 December 2020.

In light of the financial results achieved by the company during the six months ended 30 June 2021, Mr. Jamal Ali Al-Hazeem, Chairman of the Company's Board of Directors commented that the results achieved are the outcomes of the underwriting and investment policies pursued by the company as we were able to deal with the exceptional circumstances that affected the performance of the International Financial Markets, explaining that the company had increased its technical and investment reserves to achieve stable long-term performance.

On his part, Mr. Essam Al-Ansari, CEO of the company, said the financial results achieved reflect the company's stable performance despite the repercussions of the pandemic. He also added that the company improved its online point of sale services to facilitate the completion of customer transactions during the COVID-19 pandemic. The company's mobile application has also been updated to support the new mechanism recently developed for dealing with minor traffic accidents as per the directives of the General Traffic Directorate which shall speed up the procedures related to minor accidents.

It is worth noting that the figures for the three months ended 30 June of last year 2020 shown above are unreviewed. This was pursuant to the Central Bank of Bahrain's exemption for public shareholding companies from the preparation and publication of the quarterly reviewed financial results for the first quarter of 2020 as a measure to ease the difficulties due to COVID-19 pandemic.

Takaful International Company B.S.C. is the first Islamic Insurance Company in Bahrain. It was established in 1989. The Company provides a wide range of insurance covers and products consistent with the principles of Islamic Shari'a that serves the various needs of individuals and corporates. The Company is a subsidiary of gig-Bahrain and is assigned a rating of A- Excellent by AM Best Credit Rating Agency.

The full set of financial statements is available on Bahrain Bourse's website.

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