

BADRI Management Consultancy

A Glance at UAE Insurance Industry Performance Of Listed Companies Year End - 2021

(based on preliminary results)

Industry Snapshot

Gross Written Premium

- 2021: AED 26.09 Billion
- 2020: AED 24.40 Billion
- Growth: 7%

Net Profit

- 2021: AED 1.94 Billion
- 2020: AED 1.91 Billion
- Growth: 2%

Return on Equity

- 2021: 11%
- 2020: 11%

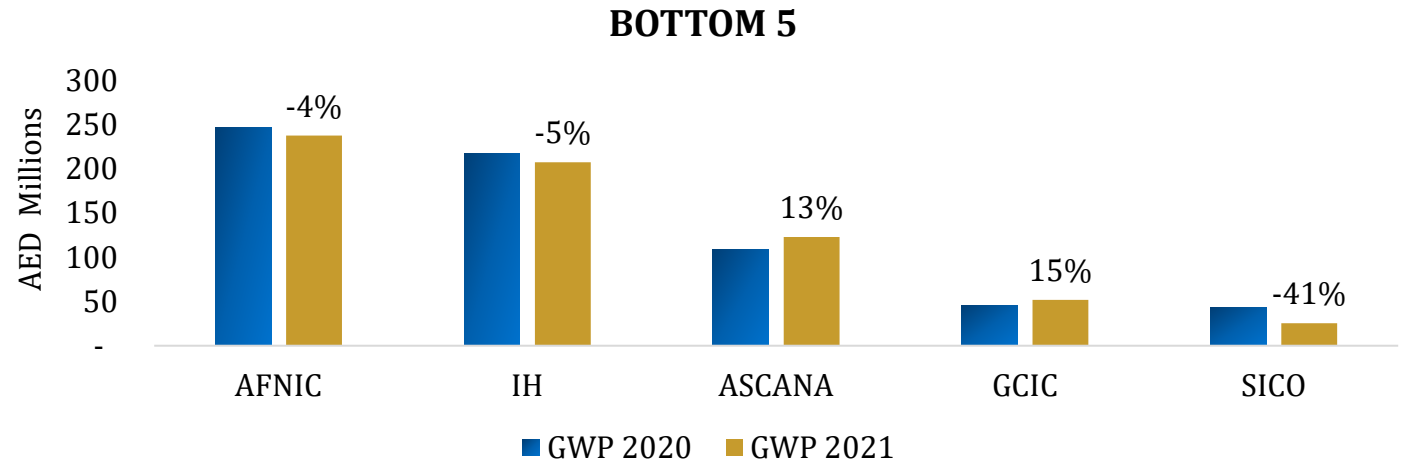
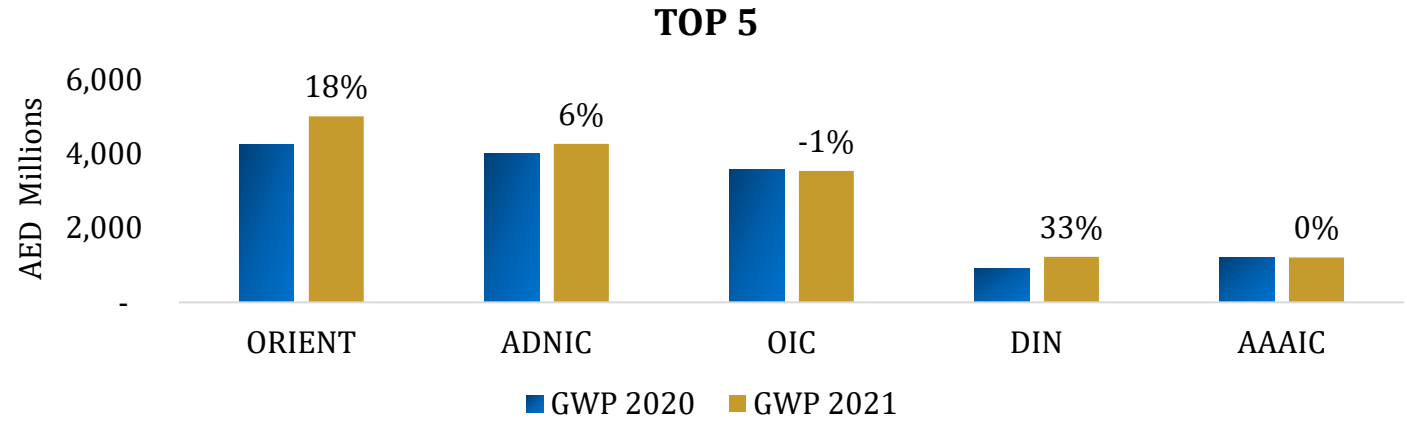


Gross Premium Analysis

Highest GWP = ORIENT (AED 5.01 Billion)

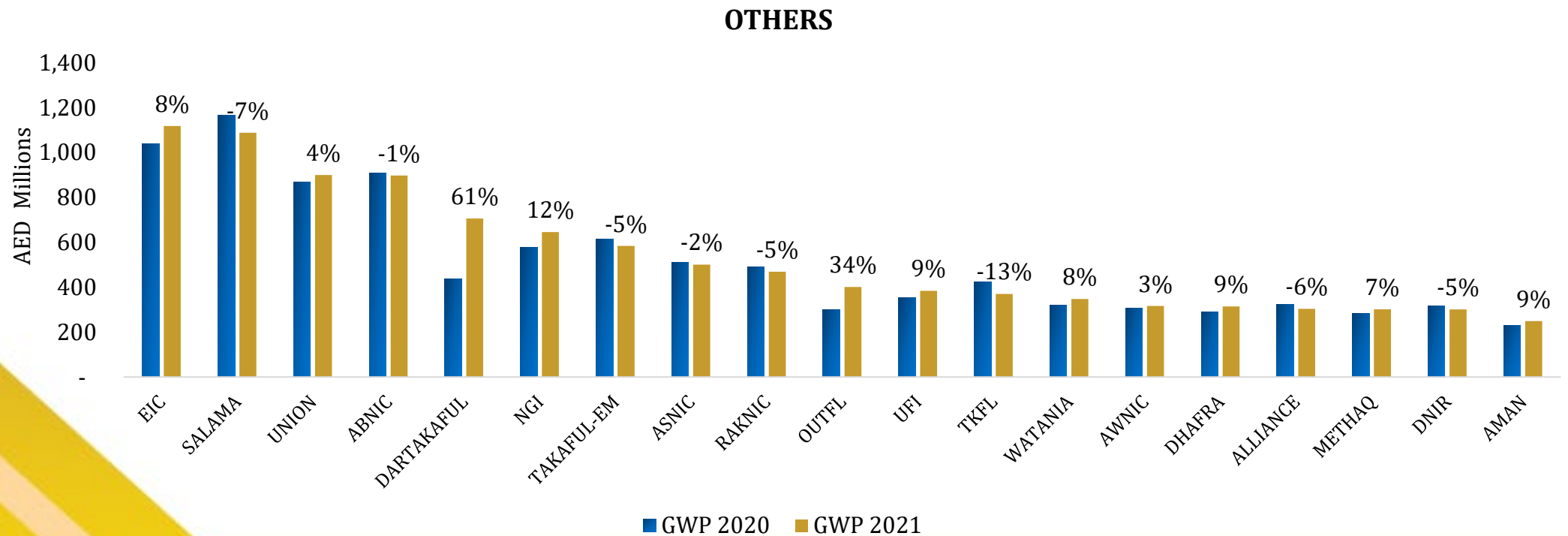
Weighted Average GWP Growth = 7%

**TOP 5 Companies,
Premium = AED 15.25 Billion.
Growth = 9%**



Comparative Gross Premium Analysis

Highest GWP Growth = DARTAKAFUL (61%)
Lowest GWP Growth = SICO (-41%)

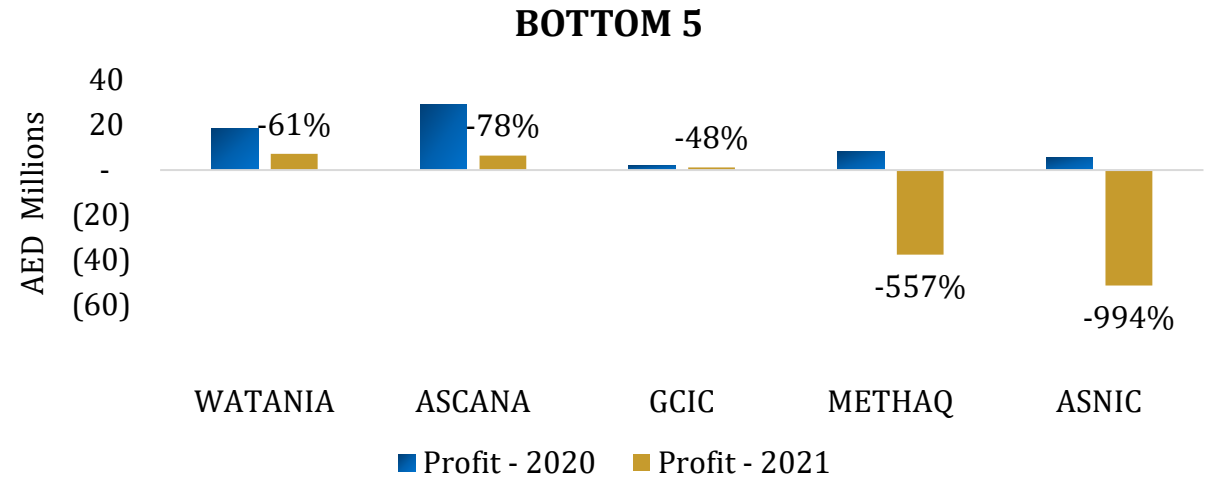
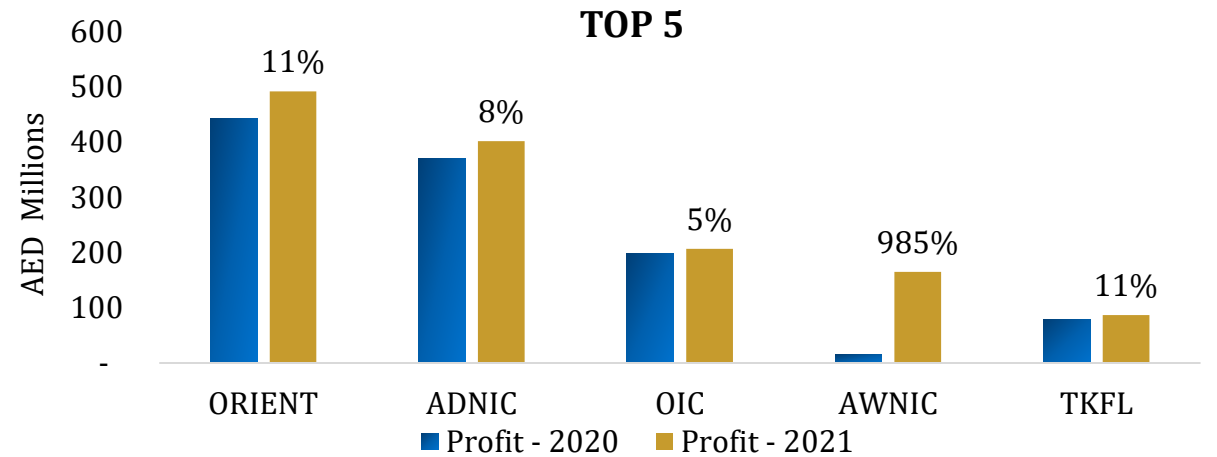


Comparative Profit Analysis

Highest Profit = ORIENT (AED 492.06 Million)

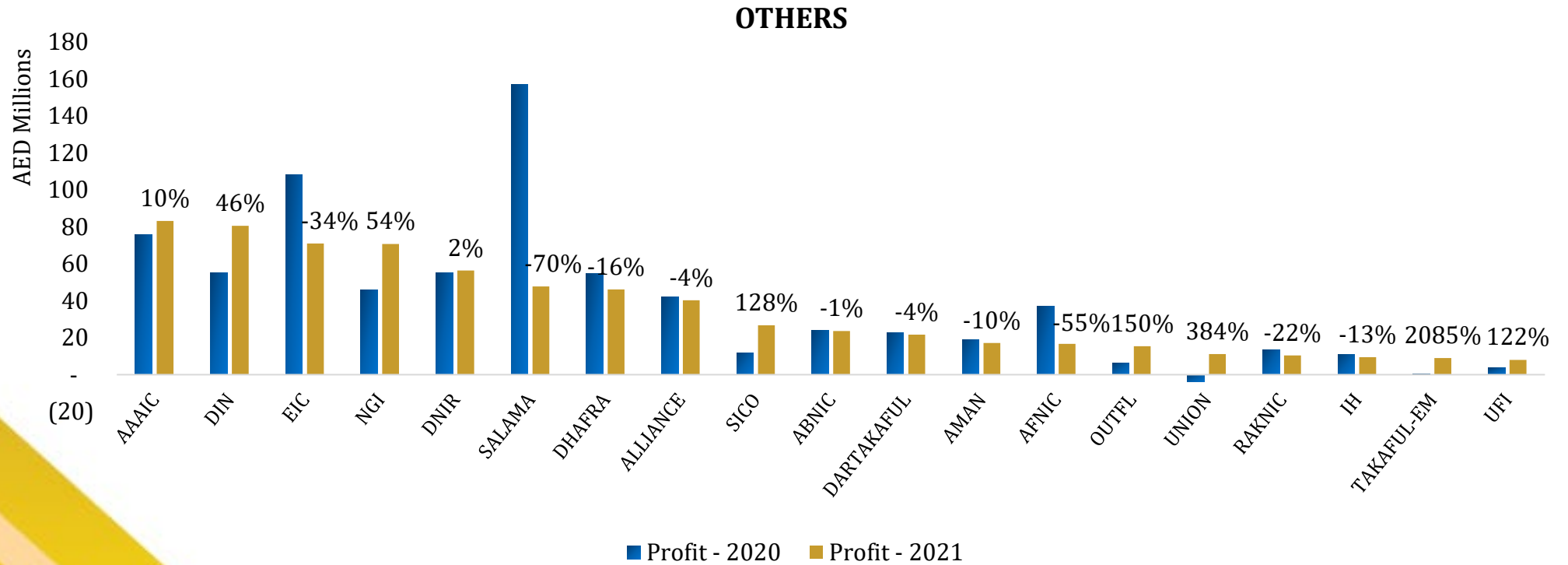
Weighted Average Profit Growth = 2%

Lowest Profit = ASNIC (AED -51.39 Million)



Comparative Profit Analysis

Highest Profit Growth = TAKAFUL-EM (2085%)
Lowest Profit Growth = ASNIC (-994%)



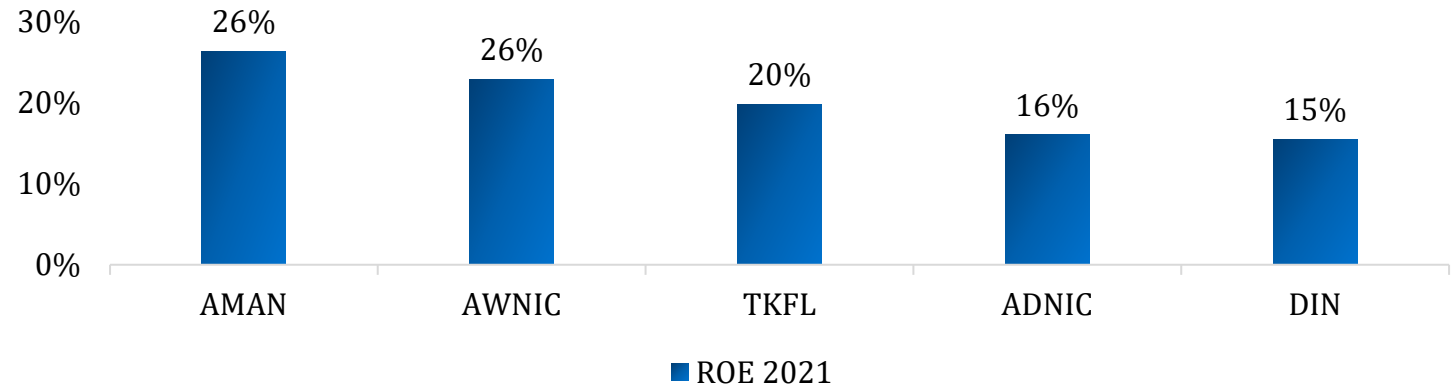
Return on Equity

Highest ROE = AMAN (26%)

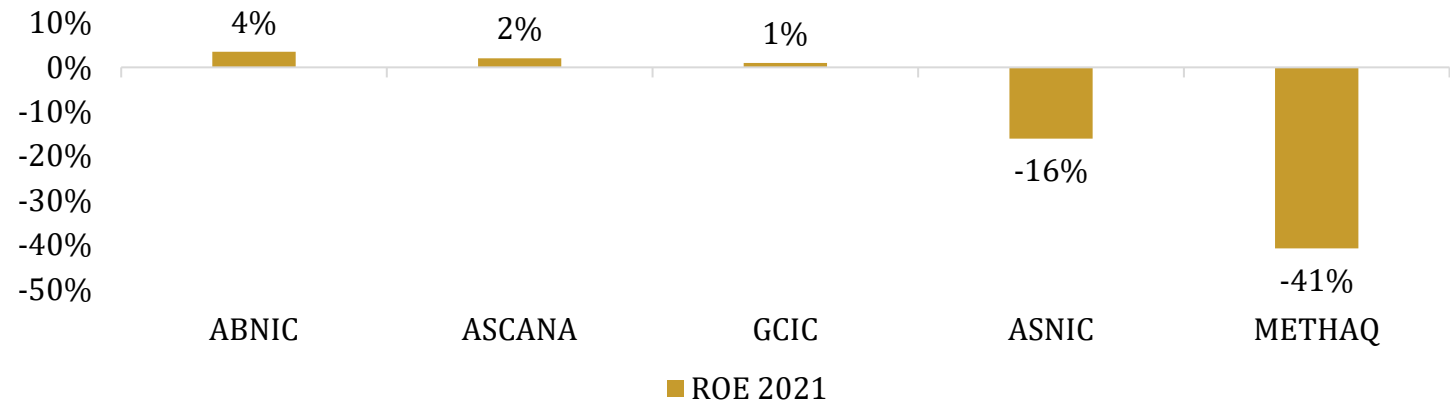
Weighted Average ROE = 11%

Lowest ROE = METHAQ (-41%)

ROE - TOP 5

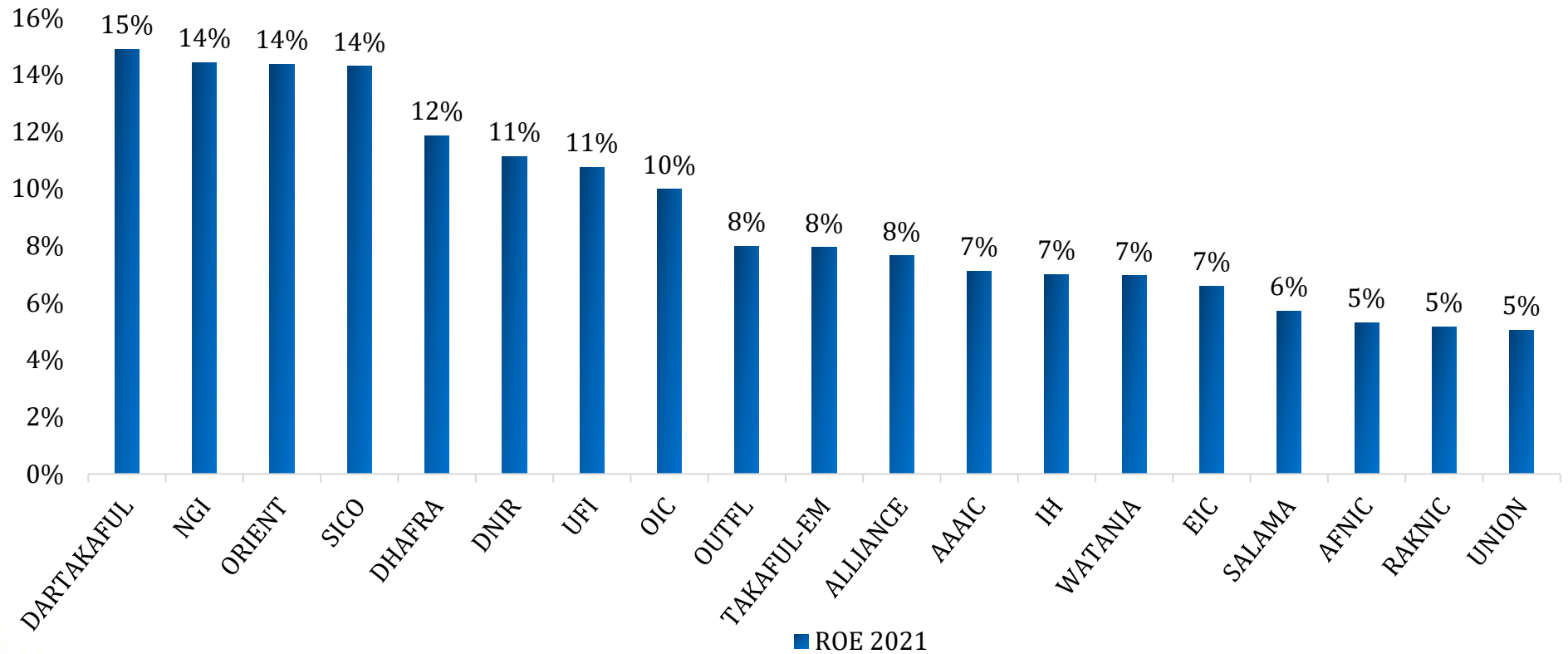


ROE - BOTTOM 5



Return on Equity

ROE - OTHERS



Conclusion

- The listed insurance companies in UAE observed an increase in topline of 7% in 2021, with premium volumes increasing from AED 24.40 billion in 2020 to AED 26.09 billion. 16 out of 29 listed companies included in this report exhibited growth in their topline from year end 2020.
- The net profits however did not increase at the same pace, going from AED 1.91 billion in 2020 to 1.94 billion in 2021, an increase of only 2%. 14 out of 29 companies were able to generate profits in 2021. Operational profits fell by 11% as compared to 2021, indicating that the profit growth is largely sustained by investment income whereas underwriting results worsened in 2021
- The shareholders' return on equity of the listed insurance companies remained stable around 11% in 2021, same as previous year.
- AKIC had not published their preliminary results for 2021-Q4 as of the compilation of this report. Hence, they are not included in our analysis

Disclaimer

We have undertaken an analysis of the Key Performance Indicators (KPIs) of the listed insurance companies in UAE for the year end 2021. The data has been extracted from the preliminary reports of those companies which were publicly listed and available till the compilation of this report.

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Due to availability of limited information, we were unable to segregate further. Once all companies start publishing preliminary reports with uniform level of segregation, this can be done.

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