Press Release

5 November 2025

Arig reported its financial results for nine months ended 30th September 2025

Bahrain: Arig (Ticker: ARIG), recorded a consolidated net profit of US$ 1.8 million attributable to shareholders for the third quarter 2025 (third quarter 2024: net profit of US$ 7.6 million), a decrease of 76% mainly due to lower insurance service results as compared to prior year. Earnings per share for the third quarter of 2025 was US cents 0.9 compared to US cents 3.8 for the same period in 2024. Comprehensive income attributable to shareholders for the third quarter of 2025 was US$ 2.4 million (third quarter 2024: US$ 11.0 million), a decrease of 78%, mainly due to lower profits as compared to the previous year.

For the nine months ended 2025, Arig recorded a consolidated net profit of US$ 4.7 million, attributable to shareholders (nine months 2024: net profit of US$ 21.1 million) a decrease of 78% mainly due to lower insurance service results and a recovery of US$ 6.0 million in 2024 following an adjudication favoring the Company. Earnings per share for the nine months of 2025 was US cents 2.4 compared to US cents 10.7 for the same period in 2024. Comprehensive income attributable to shareholders for the nine months ended 2025 was US$ 10.1 million (nine months 2024: US$ 24.9 million) a decrease of 59% due to higher profits in 2024.

Arig's shareholders' equity stood at US$ 268.1 million at 30 September 2025 (end of 2024: US$ 282.8 million) a decrease of 5%, primarily due to payout of dividends of 12.5% amounting US$ 24.8 million, partly offset by the profits of US$ 4.7 million during the period. The total assets as at 30 September 2025 was US$ 352.6 million compared to US$ 372.5 million as at 31 December 2024, a decrease of 5%. Retained earnings of the Company stood at US$ 9.5 million at 30 September 2025 (end of 2024: retained earnings US$ 29.4 million), representing 4.3% of paid-up capital.

Insurance revenue for the third quarter of 2025 stood at US$ 0.5 million (third quarter 2024: US$ 0.2 million) an increase of 150% largely due to higher premium earned. The insurance service result for the third quarter of 2025 was negative US$ 1.3 million (third quarter 2024: US$ 6.4 million) mainly due to adverse claim experience in 2025. Consolidated investment income attributable to shareholders and insurance funds for the third quarter 2025 was US$ 3.2 million (third quarter 2024: income US$ 3.7 million), a decrease of 14%.

Insurance revenue for the nine months ended 2025 stood at US$ 1 million (nine months 2024: US$ 0.8 million) an increase of 25%. The insurance service result for the nine months of 2025 was negative US$ 3.5 million (nine months 2024: US$ 5.6 million) due to adverse claim experience in 2025. Consolidated investment income attributable to shareholders and insurance funds for the nine months of 2025 was US$ 9.7 million (nine months of 2024: US$ 11.5 million) a decrease of 16% due to reduction in investable funds on payout of dividends and prevailing lower interest yields in 2025.

Book value per share was US$ 1.35 at the end of the period (end of 2024: US$ 1.43).

The full set financial statements and the notes are available on Arig's website and Bahrain Bourse's website.

For further information, please contact Daad Amin,
Tel: +973 17 544 160, Fax: +973 17 531 155, or email: Daad.m@arig.com.bh

Financial Highlights as at 30 September 2025 (in US$ million)

	As at 30 September		Full Year
	2025	**2024**	**2024**
Insurance revenue	1.0	0.8	1.6
Insurance service expenses	(3.3)	6.9	8.2
Net expense from reinsurance contracts held	(1.2)	(2.1)	(2.5)
Insurance service result	(3.5)	5.6	7.3
Investment income attributable to shareholders and insurance funds	9.7	11.5	14.7
Insurance finance expenses	(3.4)	(4.0)	(4.0)
Reinsurance finance income	0.3	0.3	0.3
Net profit	4.7	21.1	26.4
Net profit ratio (Net profit/insurance revenue)	4.7	23.4	16.5
Investment assets	342.8	364.4	362.6
Insurance contract liabilities	75.5	82.7	77.8
Reinsurance contract assets	3.8	4.7	3.6
Shareholders' equity	268.1	279.7	282.8
Total assets	352.6	375.7	372.5
Book value per share (US$)	1.35	1.41	1.43

About Arig

Arig is a reinsurance provider headquartered in the Kingdom of Bahrain and its shares are listed on the stock exchange in Bahrain (trading code 'ARIG'). Arig's subsidiaries include Takaful Re (Dubai) – currently in run-off, and Gulf Warranties W.L.L. (Bahrain) (under voluntary liquidation). Additional information about Arig can be obtained at www.arig.net

Arab Insurance Group (B.S.C.) is a reinsurance firm regulated by the Central Bank of Bahrain.

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