**Press Release**

12 February 2026

## Arig reported its financial results for year ended 31st December 2025

Bahrain: Arab Insurance Group (B.S.C.) (Ticker: ARIG), recorded a consolidated net loss of US$ 0.8 million, attributable to shareholders, for the fourth quarter of 2025 (fourth quarter 2024: net profit of 5.3 US$ million), due to higher insurance service expenses as compared to prior year. Earnings per share for the fourth quarter of 2025 were negative US 0.40 cents compared to US cents 2.7 for the same period in 2024. Comprehensive income attributable to shareholders for the fourth quarter of 2025 was a loss of US$ 0.4 million (fourth quarter 2024: profit US$ 3.0 million).

For the year 2025, consolidated net profit attributable to shareholders was US$ 3.9 million (2024: US$ 26.4 million), a decrease of 85%, mainly due to lower insurance service and financial insurance results and a recovery of US$ 6.0 million in 2024 following an adjudication favoring the Company. Earnings per share for the year 2025 were US cents 2.0 compared to US cents 13.3 for the year 2024. Comprehensive income attributable to shareholders for the year 2025 was a profit of US$ 9.7 million (2024: profit US$ 27.9 million), a decrease of 65%.

Arig's shareholders' equity stood at US$ 267.7 million at 31 December 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$ 3.9 million during the year. The total assets at 31 December 2025 were US$ 355.2 million compared to US$ 376.6 million at the end of December 2024, a reduction of 6%. Retained earnings of the Company stood at US$ 8.3 million at year end (end of 2024: retained earnings US$ 29.4 million), representing 4% of paid-up capital.

Insurance revenue for the fourth quarter of 2025 increased by US$ 0.02 million (fourth quarter 2024 US$ 0.8 million) a decrease of 98% due to lower premium earned. The insurance service result for the fourth quarter was negative US$ 1.2 million (fourth quarter 2024: positive US$ 1.3 million), mainly due to unfavorable claim experience as compared to the fourth quarter 2024. Consolidated investment income attributable to shareholders and insurance funds for the fourth quarter 2025 was US$ 2.6 million (fourth quarter 2024: US$ 3.2 million), a decrease of 19%.

Insurance revenue for the year 2025 stood at US$ 1.0 million (2024: US$ 1.6 million) a decrease of 38%. The insurance service result for 2025 was a loss of US$ 4.7 million (2024: profit US$ 7.0 million) due to unfavorable claim experience as compared to 2024. Consolidated investment income attributable to shareholders and insurance funds for 2025 was US$ 12.3 million (2024: investment income of US$ 14.7 million) a decrease of 16%. Policyholders and shareholders' funds are mainly invested in fixed income portfolio.

The Directors have recommended a dividend of US cents 3.25 per share or 3.25% of the paid-up capital net of treasury shares amounting to US$ 6.4 million (2024: US cents 12.5 per share or 12.5% amounting to US$ 24.8 million), subject to the approval of the Central Bank of Bahrain and the company's shareholders during the upcoming Annual General Meeting.

The book value per share was US$ 1.35 at the end of the year (end of 2024: US$ 1.43).

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

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**Financial Highlights as at 31 December 2025 (in US$ million)**

| | As at 31st December | |
|---|---|---|
| | **2025** | **2024** |
| Insurance revenue | 1.0 | 1.6 |
| Insurance service expenses | (4.5) | 7.9 |
| Net expense from reinsurance contracts held | (1.2) | (2.5) |
| Insurance service result | (4.7) | 7.0 |
| Investment income attributable to shareholders and insurance funds | 12.3 | 14.7 |
| Insurance finance expenses | (4.3) | (4.0) |
| Reinsurance finance income | 0.4 | 0.3 |
| Net profit | 3.9 | 26.4 |
| Net profit ratio (Net profit/insurance revenue) | 3.9 | 16.5 |
| Investment assets | 341.1 | 362.6 |
| Insurance contract liabilities | 74.2 | 77.8 |
| Reinsurance contract assets | 8.2 | 7.8 |
| Shareholders' equity | 267.7 | 282.8 |
| Total assets | 355.2 | 376.6 |
| Book value per share (US$) | 1.35 | 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, 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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