Press Release

10 August 2026

Arig reported its financial results for six months ended 30th June 2026

Bahrain: Arig (Ticker: ARIG), recorded a consolidated net profit of US$ 2.50 million attributable to shareholders for the second quarter 2026 (second quarter 2025: net profit of US$ 1.29 million), an increase of 93% mainly due to lower insurance service expenses and higher financial insurance results as compared to prior year. Earnings per share for the second quarter of 2026 were US cents 1.3 compared to US cents 0.7 for the same period in 2025. Comprehensive income attributable to shareholders for the second quarter 2026 was US$ 0.1 million (second quarter 2025: US$ 2.42 million), a decrease of 96%, mainly due to changes in fair value of investments.

For the six months 2025, Arig recorded a consolidated net profit of US$ 5.25 million, attributable to shareholders (six months 2025: net profit of US$ 2.94 million) an increase of 79% mainly due to lower insurance expenses and higher financial insurance results in 2026. Earnings per share for the six months of 2026 was US cents 2.6 compared to US cents 1.5 for the same period in 2025. Comprehensive income attributable to shareholders for the six months 2026 was US$ 0.52 million (six months 2025: US$ 7.69 million), a decrease of 93% due to changes in fair value of investments.

Arig's shareholders' equity stood at US$ 261.81 million at 30 June 2026 (end of 2025: US$ 267.72 million) a decrease of 2%, primarily due to payout of dividends of 3.25% of the paid up capital. The total assets as at 30 June 2026 was US$ 344.51 million compared to US$ 355.16 million as at 31 December 2025, a decrease of 3%. Retained earnings of the Company stood at US$ 7.25 million at the period end (end of 2025: retained earnings US$ 8.34 million), representing 3.29% of paid-up capital.

Insurance revenue for the second quarter of 2026 stood at US$ 0.16 million (second quarter 2025: US$ 0.22 million), a decrease of 26% largely due to lower income from long-term life portfolio. The insurance service result for the second quarter of 2026 was a loss of US$ 0.45 million (second quarter 2025: loss US$ 1.05 million), the reduction of loss of 57% was mainly due to lower insurance service expenses as compared to the second quarter 2025. Consolidated investment income attributable to shareholders and insurance funds for the second quarter 2026 was US$ 2.99 million (second quarter 2025: income US$ 3.23 million), a decrease of 7%.

Insurance revenue for the six months 2026 stood at negative US$ 0.03 million (six months 2025: positive US$ 0.54 million). The insurance service result for the six months of 2026 was a loss of US$ 0.36 million (six months 2025: loss US$ 1.19 million), the reduction of loss of 70% was due to lower insurance service expenses. Consolidated investment income attributable to shareholders and insurance funds for the six months of 2026 was US$ 5.91 million (six months of 2025: US$ 6.42 million), a decrease of 8% due to lower yields on fixed income portfolio.

Book value per share was US$ 1.32 at the end of the period (end of 2025: US$ 1.35).

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

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

	As at 30 June		Full Year
	2026	**2025**	**2025**
Insurance revenue	(0.03)	0.54	1.02
Insurance service expenses	0.92	(1.04)	(4.49)
Net expense from reinsurance contracts held	(1.25)	(0.69)	(1.19)
Insurance service result	(0.36)	(1.19)	(4.66)
Investment income attributable to shareholders and insurance funds	5.91	6.42	12.26
Insurance finance expenses	(0.58)	(1.97)	(4.26)
Reinsurance finance income	0.07	0.19	0.41
Net profit (loss)			
Attributable to shareholders	5.25	2.94	3.91
Attributable to non-controlling interests	(0.12)	(0.11)	(0.22)
Investment assets	330.26	342.71	341.08
Insurance contract liabilities	68.96	76.39	74.22
Reinsurance contract assets	8.43	7.41	8.20
Shareholders' equity	261.81	265.69	267.72
Total assets	344.51	356.12	355.16
Book value per share (US$)	1.32	1.34	1.35

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 subsidiary includes Takaful Re (Dubai) – currently in run-off. 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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