

Abu Dhabi National Insurance Company P.J.S.C.
Chief Executive Officer's Statement
For the six-month period ended 30 June 2024

I am very pleased to present the current state of affairs of Abu Dhabi National Insurance Company PJSC for the six-month period ended 30 June 2024. ADNIC continues to deliver outstanding performance in 2024, highlighted by solid financial results and successful execution of key strategic growth initiatives.

During this quarter we successfully completed the acquisition of a 51% stake in Allianz Saudi Fransi Cooperative Insurance Company (ASF) in Saudi Arabia using own funds only. This move solidifies our position as a leading insurer in the region and reinforces our commitment to delivering exceptional customer service and innovative insurance products across the GCC. We are confident that this acquisition will enable us to offer industry-leading solutions across all major insurance lines. All the financials discussed here follow the full consolidation of ASF performance from the date of the transaction's completion.

Earlier in the year the UAE experienced its heaviest rainfall in recorded history, resulting in severe flooding across the country. Despite the unprecedented disruption, the quick and effective response by the UAE's leadership, our emergency response teams, as well as the public and private sectors demonstrated the resilience of the nation during this unique time. ADNIC through its sophisticated Enterprise Risk Management framework and market leading comprehensive Reinsurance Risk Transfer programs was able to respond swiftly to this crisis.

Key Financial Highlights

Total Insurance revenue

For the six-month period ended 30 June, 2024, the total insurance revenue has grown by 54% year on year to reach an all time high of AED 3.3 billion, compared to AED 2.1 billion for the same period in 2023. This reflects our continuous excellence in the provision of corporate insurance solutions for mega projects as well as our underlying multi-channel, product line and territory infrastructure and readiness.

Net insurance service result

For the six-month period ended 30 June, 2024, net insurance service result has grown by 15% year on year to reach AED 204.3 million, against AED 178.1 million for the same period in 2023. This reflects the robustness and strong underwriting and analytical discipline in the way our business is managed and produced.

Net Income from investment

Net income from investment has grown by 8% year on year to reach AED 119.1 million for the six-month period ended 30 June 2024, compared to AED 110.8 million for the same period in 2023. It reflects the resilience of our underlying asset allocation mix to the underlying market conditions and trends.

Other operating expenses

Other operating expenses has increased to AED 108.9 million up from AED 81.6 million for the six-month period ended 30 June 2024. This follows the full Allianz Saudi Fransi Cooperative Insurance Company consolidation and ongoing corresponding projects required this year.

Profit for the period before tax

For the six-month period ended 30 June 2024, profit before tax has grown by 10% year on year to AED 224.3 million, compared to AED 204.4 million for the same period in 2023. Tax expense for the year is AED 19.1 million yielding a Profit After Tax for the year of AED 205.2 million.

As at 30 June 2024, at a consolidated Group level **Total Assets** has increased by 41% to AED 10.9 billion compared to AED 7.7 billion as at 31st Dec 2023. **Total Shareholders' Equity** stood at AED 3.2 billion.

Finally, I would also like to highlight that sustainability remains a core pillar of our strategy. We also recognise that this is not just about creating new products or services that reduce environmental impact, it's also about making them accessible to everyone. At ADNIC, we are committed to supporting our customers by making sustainability inclusive and available. In parallel, we understand that the transformation towards a sustainable future should begin at the very core of our business and that's why we've also taken decisive steps across our operations to make this a reality with innovative solutions.

I would like to thank our Board of Directors for their continuous support and guidance. I also extend my sincere gratitude to our exceptional team for their dedication, and to our valued clients and partners for their enduring trust. All their collective contributions have been vital to our continued success. By staying true to our values and embracing innovation, we are confident in delivering long-term value for our stakeholders and solidifying ADNIC's position as a regional market leader.



Charalampos Mylonas
Chief Executive Officer