

**Abu Dhabi National Insurance Company P.J.S.C.**  
**Chief Executive Officer's Statement**  
**For the six-month period ended 30 June 2023**

I am very pleased to provide the following status update on ADNIC's operating performance for the six-month period ended 30 June 2023.

As mentioned in our previous quarterly update, we continue to systematically leverage our core competencies of customer centricity, operational excellence, available capital base, solid solvency ratio, core underwriting excellence, robust enterprise risk management framework and market leading reinsurance arrangements. In addition, we continue to invest heavily in the development and engagement of our workforce with a constantly increasing number of available professional development courses and initiatives. We were the first amongst our peers to successfully implement IFRS 17 Insurance Contracts (IFRS 17) as of 1 January 2023. This has led to substantial transformations in the accounting of insurance and reinsurance contracts and we remain well ahead of the curve in understanding the long term business implications whilst we continue to graduate our operational rhythm towards this new order.

As we continue to navigate the evolving economic landscape in the second half of the year, our focus remains on continuing to invest in our core business lines and digital capabilities. By doing so, we are positioning ourselves optimally to capitalize on future growth opportunities and provide our customers with the best possible service.

Beyond our core business objectives, ADNIC continues to actively engage in community initiatives and support causes that are close to our hearts, both at home and abroad. In the past month alone, we have partnered with the Reach Campaign to support its efforts to combat neglected tropical diseases (NTDs), and with Emirates Nature-WWF for the third consecutive year to support their mission to build a future where people and nature can thrive.

**Key Financial Highlights (prior year numbers are reinstated in line with IFRS 17 standard requirements)**

***Total Insurance revenue***

For the six-month period ended 30 June 2023, ADNIC's total insurance revenue stood at AED 2.14 billion, compared to AED 2.24 billion for the same period in 2022. We continue to successfully reduce our relative exposure to highly reinsured corporate insurance programs and focus instead on maintaining and developing portfolios with strong underwriting income contribution potential.

***Net insurance service result***

For the six-month period ended 30 June 2023, ADNIC's net insurance service result stood at AED 178.1 million, against AED 196.4 million for the same period in 2022. This is aligned with the current stage of our financial planning and financial reporting transition necessary due to the new IFRS17 standard requirements.

***Net Income from investment***

ADNIC's net income from investment increased by 78.57% to AED 110.8 million for the six-month period ended 30 June 2023, compared to AED 62.0 million for the same period in 2022. This growth can be attributed to several key factors, including higher interest and coupon incomes, due to strategic changes made in asset allocation in the prior year, as well as mark-to-mark market gains.

***Other operating expenses***

Other operating expenses for the six-month period ended 30 June 2023 stood at AED 81.5 million, compared to AED 77.7 million for the same period in 2022. This reflects our commitment to the investments required to deliver our digital transformation strategic initiatives.

***Profit for the period***

The consolidated outcome of all of the above major financial streams for the six-month period ended 30 June 2023, is a Profit for the period increase of 15.46% to AED 204.4 million, compared to AED 177.0 million for the same period in 2022. We remain confident and committed that this strong trend will continue for the remainder of the year.

I would like to thank our Board of Directors for their guidance, mentorship and unrivaled support, and our management team and overall workforce for their hard work, discipline and dedication which is the driving force behind our continuous achievements and success.

---

**Charalampos Mylonas**  
**Chief Executive Officer**