



مصرف البحرين المركزي

Central Bank of Bahrain

Insurance Market Review 2019

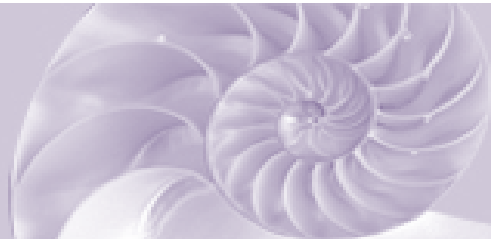




**His Majesty
King Hamad Bin Isa Al Khalifa
King of The Kingdom of Bahrain**



**His Royal Highness Prince
Salman Bin Hamad Al Khalifa
The Crown Prince, Deputy
Supreme Commander and
Prime Minister**



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Bahrain Insurance Market

Main Highlights

BD' 000	Gross Premiums			Gross Claims		
	2019	2018	% Δ	2019	2018	% Δ
Long-term	67,666	51,209	32%	27,346	36,882	-26%
Fire, Property & Liability	45,014	39,902	13%	-8,351	40,200	-121%
Miscellaneous Financial Loss	3,929	4,018	-2%	2,555	(319)	900%
Marine & Aviation	8,644	8,304	4%	1,783	1,667	7%
Motor	80,007	82,576	-3%	63,659	65,786	-3%
Engineering	6,309	22,594	-72%	5,160	43,151	-88%
Medical	67,618	65,497	3%	44,636	42,139	6%
Others	8,167	9,924	-18%	3,394	3,137	8%
Total	287,355	284,024	1.2%	140,182	232,643	-40%

Note: Certain items have been restated or reclassified and have been retrospectively adjusted in 2018.

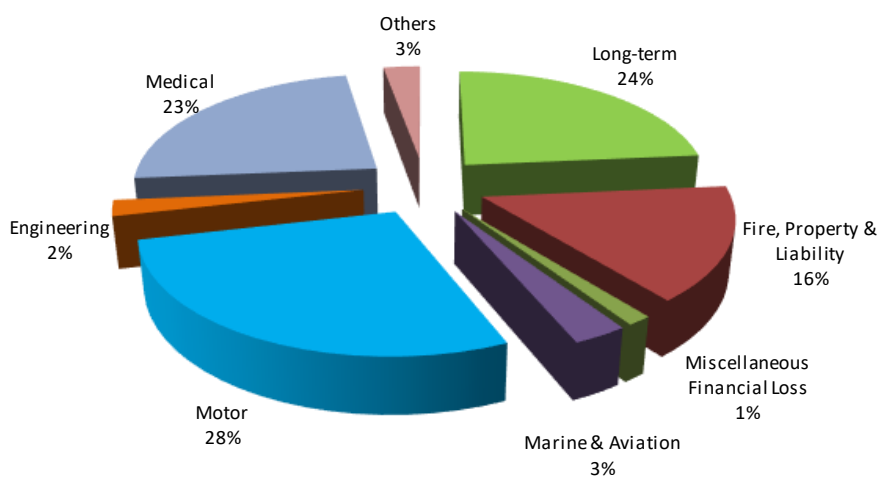


Chart 1-1: Gross Premiums of Insurance Firms Operating in Bahrain for the year 2019

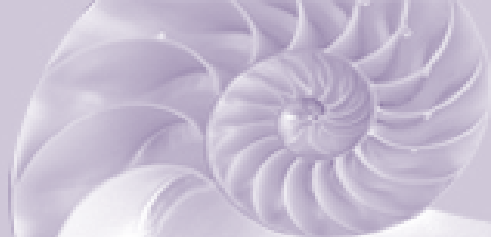


Table 1-1: Insurance Firms and Organisations Authorised in Bahrain (2010 - 2019)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Bahraini Insurance Firms	23	23	24	25	25	25	25	26	27	27
Overseas Insurance Firms (Foreign Branches)	12	12	12	11	11	11	11	11	11	11
Insurance Licensees Limited to Operation Outside Bahrain	17	20	25	25	25	28	32	33	37	41
Representative Offices	3	4	4	4	4	5	5	5	5	5
Insurance Brokers	34	32	31	31	31	31	31	31	33	33
Insurance Consultants	4	4	4	4	4	4	5	5	5	5
Loss Adjusters	12	13	13	13	11	11	11	11	11	11
Actuaries	30	29	29	27	27	23	31	30	27	25
Insurance Pools & Syndicates	2	2	2	2	2	2	2	2	2	2
Insurance Ancillary Services	7	7	7	6	6	6	6	3	3	2
Insurance Managers	4	4	4	4	5	3	3	3	3	3
Insurance Society	1	1	1	1	1	1	1	1	1	1
TOTAL	149	151	156	153	152	150	163	161	165	166

Table 1-2: Bahrain Insurance Market Manpower (2015 - 2019)

	Bahraini Ins. Firms		Overseas Ins. Firms		Reinsurance / Retakaful Firms		TOTAL			
	Bahraini	Non Bah.	Bahraini	Non Bah.	Bahraini	Non Bah.	Bahraini	Non Bah.	Total	% of Bah.
2019	809	275	44	50	193	194	1,046	519	1,565	67%
2018	820	276	41	57	208	214	1,069	547	1,616	66%
2017	842	284	44	55	188	200	1,074	539	1,613	67%
2016	851	291	52	62	194	206	1,097	559	1,656	66%
2015	799	295	57	69	192	212	1,048	576	1,624	65%



Chart 1-2: Bahrain Insurance Market Manpower in 2019

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Performance of Insurance Firms

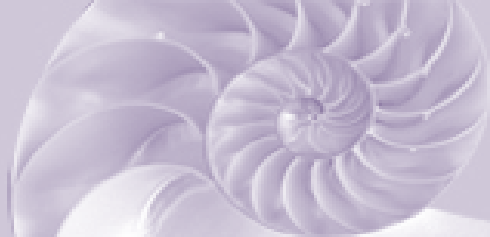


Table 2-1: Gross Premiums and Claims of Insurance Firms Operating in Bahrain (By Class)

BD' 000	Gross Premiums			Net Premiums Written			Gross Claims			Net Claims		
	2019	2018	% Δ	2019	2018	% Δ	2019	2018	% Δ	2019	2018	% Δ
Long-term	67,666	51,209	32%	61,598	45,688	35%	27,346	36,882	-26%	23,831	32,787	-27%
Fire, Property & Liability	45,014	39,902	13%	5,285	6,704	-21%	-8,351	40,200	-121%	998	4,231	-76%
Miscellaneous Financial Loss	3,929	4,018	-2%	488	675	-28%	2,555	(319)	900%	204	36	471%
Marine & Aviation	8,644	8,304	4%	1,396	1,494	-7%	1,783	1,667	7%	347	638	-46%
Motor	80,007	82,576	-3%	77,174	79,183	-3%	63,659	65,786	-3%	51,595	54,214	-5%
Engineering	6,309	22,594	-72%	989	331	199%	5,160	43,151	-88%	846	4,814	-82%
Medical	67,618	65,497	3%	45,062	42,716	5%	44,636	42,139	6%	32,642	29,962	9%
Others	8,167	9,924	-18%	2,576	4,140	-38%	3,394	3,137	8%	1,266	779	63%
Total	287,355	284,024	1.2%	194,568	180,932	7.5%	140,182	232,643	-40%	111,729	127,460	-12%

Table 2-2: Retention Ratio and Loss Ratio (By Class)

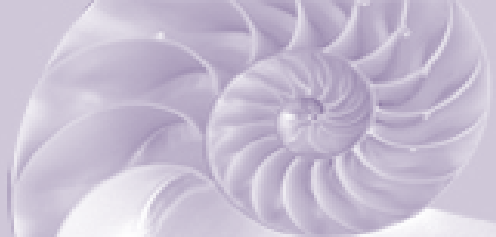
	Retention Ratio ¹		Loss Ratio ²	
	2019	2018	2019	2018
Long-term	91%	89%	40%	70%
Fire, Property & Liability	12%	17%	17%	58%
Miscellaneous Financial Loss	12%	17%	46%	5%
Marine & Aviation	16%	18%	26%	41%
Motor	96%	96%	66%	72%
Engineering	16%	1%	38%	128%
Medical	67%	65%	74%	74%
Others	32%	42%	44%	39%

¹ Net Premiums Written / Gross Premiums

² Net Claims Incurred / Net Premiums Earned

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Highlights of Insurance Business By Class



LONG-TERM INSURANCE:

Long-term Insurance coverage includes the following policies:

- Group life assurance;
- Group credit life assurance;
- Level and decreasing term assurance;
- Unit-linked assurance;
- Participating with profit policies; and
- Children's education policies.

This is in addition to the ancillary benefits that are normally attached to such types of life assurance.

Table 3-1: Gross Premiums & Claims of Long-term Insurance for the last five years

BD '000	Gross Premiums	Gross Claims
2015	55,028	39,923
2016	51,620	33,000
2017	52,422	30,734
2018	51,209	36,882
2019	67,666	27,346



Chart 3-1: Gross Premiums of Long-term Insurance Firms for the year 2019

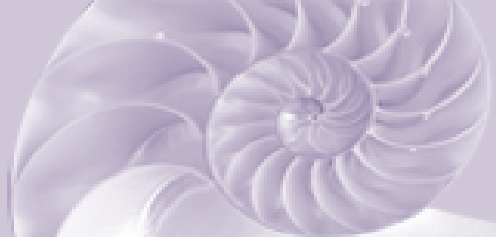
FIRE, PROPERTY & LIABILITY INSURANCE:

Table 3-2: Gross Premiums & Claims of Fire, Property & Liability Insurance for the last five years

BD '000	Gross Premiums	Gross Claims
2015	47,319	2,189
2016	40,314	8,249
2017	33,929	73,581
2018	39,902	40,200
2019	45,014	(8,351)



Chart 3-2: Gross Premiums of Fire, Property & Liability Insurance for the year 2019



MARINE & AVIATION INSURANCE:

Table 3-3: Gross Premiums & Claims of Marine & Aviation Insurance for the last Five years

BD '000	Gross Premiums	Gross Claims
2015	7,367	1,381
2016	5,966	1,864
2017	6,424	1,370
2018	8,304	1,667
2019	8,644	1,783



Chart 3-3: Gross Premiums of Marine & Aviation Insurance for the year 2019

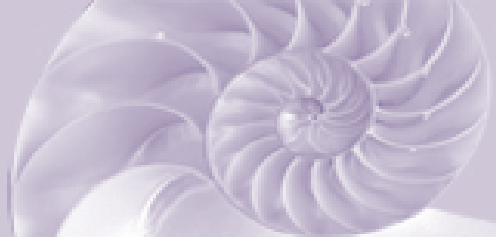
MOTOR INSURANCE:

Table 3-4: Gross Premiums & Claims of Motor Insurance for the last five years

BD '000	Gross Premiums	Gross Claims
2015	76,157	65,715
2016	78,879	67,509
2017	80,909	75,261
2018	82,576	65,786
2019	80,007	63,659



Chart 3-4: Gross Premiums of Motor Insurance for the year 2019



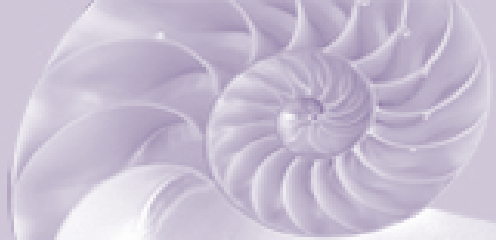
MEDICAL INSURANCE:

Table 3-5: Gross Premiums & Claims of Medical Insurance for the last five years

BD '000	Gross Premiums	Gross Claims
2015	52,198	38,481
2016	62,108	41,992
2017	66,229	42,724
2018	65,497	42,139
2019	67,618	44,636



Chart 3-5: Gross Premiums of Medical Insurance for the year 2019



OTHER CLASSES OF INSURANCE:

Other Classes of insurance have been grouped to include the following:

- Miscellaneous Financial Loss
- Engineering
- Others

Table 3-6: Gross Premiums & Claims for Other Classes of Insurance for the last five years

BD '000	Gross Premiums	Gross Claims
2015	34,737	7,237
2016	33,155	5,625
2017	28,735	48,702
2018	36,537	45,969
2019	18,405	11,110

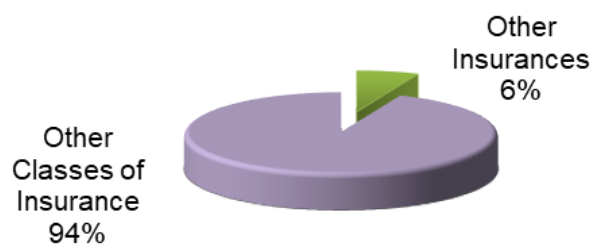


Chart 3-6: Gross Premiums for Other Classes of Insurance for the year 2019

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Statistical Data

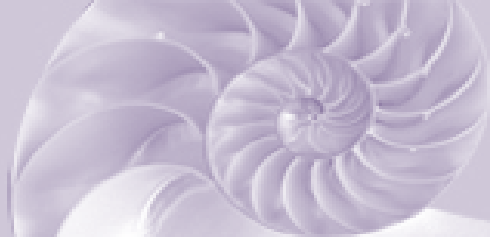


Table 4-1: Gross Premiums of Insurance Firms Operating in Bahrain

BD '000		Bahraini Insurance Firms		Total Bahraini Insurance Firms	Overseas Insurance Firms	GRAND TOTAL
		Conventional Firms	Takaful Firms			
Long-term	2019	35,268	15,437	50,705	16,961	67,666
	2018	25,291	6,046	31,338	19,871	51,209
Fire	2019	24,581	4,653	29,234	1,939	31,172
	2018	20,332	4,196	24,529	3,179	27,708
Damage to property	2019	6,931	1,354	8,285	0	8,285
	2018	5,168	1,278	6,446	0	6,446
Miscellaneous financial loss	2019	1,477	2,266	3,743	185	3,929
	2018	1,425	1,950	3,375	643	4,018
Marine cargo, marine hull	2019	4,658	905	5,563	758	6,321
	2018	5,157	858	6,015	440	6,455
Aviation	2019	15	2,308	2,323	0	2,323
	2018	18	1,831	1,849	0	1,849
Motor	2019	49,686	25,843	75,529	4,478	80,007
	2018	52,004	26,429	78,432	4,143	82,576
Engineering	2019	2,464	1,780	4,244	2,065	6,309
	2018	12,458	1,956	14,413	8,181	22,594
Liability	2019	3,843	1,419	5,263	294	5,557
	2018	3,329	1,326	4,655	1,093	5,748
Medical (≤1 year)	2019	29,088	30,910	59,998	7,621	67,618
	2018	28,018	30,035	58,053	7,444	65,497
Others	2019	3,042	4,208	7,250	918	8,167
	2018	3,994	3,607	7,601	2,323	9,924
TOTAL	2019	161,053	91,083	252,137	35,218	287,355
	2018	157,193	79,512	236,706	47,319	284,024

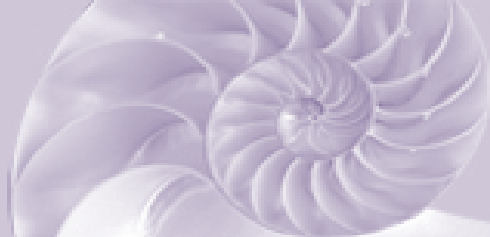


Table 4-2: Net Premiums Written of Insurance Firms Operating in Bahrain

BD '000		Bahraini Insurance Firms		Total Bahraini Insurance Firms	Overseas Insurance Firms	GRAND TOTAL
		Conventional Firms	Takaful Firms			
Long-term	2019	32,569	13,010	45,579	16,019	61,598
	2018	22,920	3,819	26,739	18,949	45,688
Fire	2019	1,937	449	2,386	1,144	3,530
	2018	2,578	381	2,959	1,720	4,679
Damage to property	2019	527	240	767	0	767
	2018	461	239	700	0	700
Miscellaneous financial loss	2019	193	237	430	58	488
	2018	104	297	401	274	675
Marine cargo, marine hull	2019	917	160	1,077	319	1,396
	2018	1,035	156	1,190	304	1,494
Aviation	2019	0	0	0	0	0
	2018	0	0	0	0	0
Motor	2019	48,098	24,773	72,871	4,303	77,174
	2018	50,154	25,142	75,296	3,887	79,183
Engineering	2019	434	175	609	380	989
	2018	605	177	782	(451)	331
Liability	2019	636	232	868	119	987
	2018	594	219	813	512	1,325
Medical (≤1 year)	2019	19,225	22,429	41,655	3,408	45,062
	2018	17,326	21,955	39,281	3,435	42,716
Others	2019	956	842	1,798	778	2,576
	2018	2,087	708	2,795	1,345	4,140
TOTAL	2019	105,492	62,548	168,040	26,528	194,568
	2018	97,863	53,093	150,957	29,975	180,932

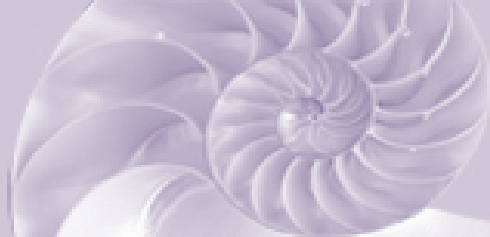


Table 4-3: Net Premiums Earned of Insurance Firms Operating in Bahrain

BD '000		Bahraini Insurance Firms		Total Bahraini Insurance Firms	Overseas Insurance Firms	GRAND TOTAL
		Conventional Firms	Takaful Firms			
Long-term	2019	30,458	13,409	43,867	16,016	59,882
	2018	23,025	4,651	27,676	18,951	46,627
Fire	2019	2,131	412	2,542	1,395	3,937
	2018	2,250	491	2,741	2,426	5,167
Damage to property	2019	512	235	747	0	747
	2018	424	216	640	0	640
Miscellaneous financial loss	2019	118	214	332	107	439
	2018	106	170	276	489	765
Marine cargo, marine hull	2019	927	146	1,073	286	1,359
	2018	1,066	155	1,221	327	1,548
Aviation	2019	0	0	0	0	0
	2018	0	0	0	0	0
Motor	2019	49,477	25,007	74,484	3,940	78,424
	2018	49,887	21,326	71,213	3,940	75,153
Engineering	2019	500	153	653	1,586	2,239
	2018	598	138	735	3,038	3,774
Liability	2019	621	224	845	256	1,100
	2018	615	211	826	655	1,481
Medical (≤1 year)	2019	18,377	22,624	41,001	3,266	44,266
	2018	16,527	20,302	36,829	3,527	40,356
Others	2019	980	930	1,910	969	2,878
	2018	1,093	695	1,788	196	1,984
TOTAL	2019	104,099	63,354	167,453	27,819	195,272
	2018	95,590	48,356	143,946	33,549	177,495

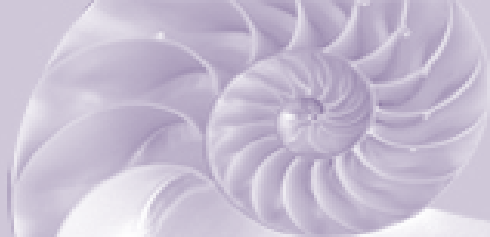


Table 4-4: Gross Claims of Insurance Firms Operating in Bahrain

BD '000		Bahraini Insurance Firms		Total Bahraini Insurance Firms	Overseas Insurance Firms	GRAND TOTAL
		Conventional Firms	Takaful Firms			
Long-term	2019	25,252	1,228	26,480	866	27,346
	2018	33,476	2,594	36,070	812	36,882
Fire	2019	(10,081)	806	(9,275)	(4,131)	(13,406)
	2018	35,772	683	36,456	1,060	37,516
Damage to property	2019	2,227	354	2,581	0	2,581
	2018	1,570	581	2,151	0	2,151
Miscellaneous financial loss	2019	721	2,134	2,855	(300)	2,555
	2018	153	(577)	(424)	104	(319)
Marine cargo, marine hull	2019	1,686	97	1,783	(0)	1,783
	2018	1,428	136	1,564	102	1,667
Aviation	2019	0	0	0	0	0
	2018	0	0	0	0	0
Motor	2019	40,806	19,887	60,692	2,967	63,659
	2018	45,261	17,765	63,026	2,760	65,786
Engineering	2019	3,516	276	3,792	1,368	5,160
	2018	809	364	1,173	41,979	43,151
Liability	2019	1,981	348	2,329	145	2,473
	2018	269	(46)	223	311	534
Medical (≤1 year)	2019	19,466	19,706	39,173	5,463	44,636
	2018	20,437	16,427	36,865	5,275	42,139
Others	2019	1,279	1,314	2,593	800	3,394
	2018	1,708	800	2,508	629	3,137
TOTAL	2019	86,854	46,149	133,003	7,178	140,182
	2018	140,884	38,728	179,611	53,032	232,643

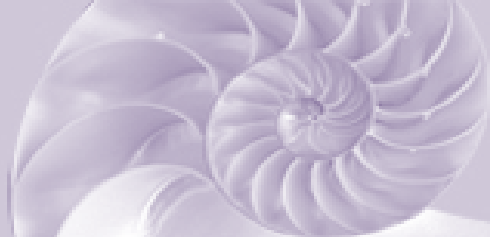


Table 4-5: Net Claims of Insurance Firms Operating in Bahrain

BD '000		Bahraini Insurance Firms		Total Bahraini Insurance Firms	Overseas Insurance Firms	GRAND TOTAL
		Conventional Firms	Takaful Firms			
Long-term	2019	22,462	470	22,932	898	23,831
	2018	31,252	899	32,151	636	32,787
Fire	2019	468	127	596	(275)	321
	2018	1,179	183	1,362	2,170	3,532
Damage to property	2019	304	141	445	0	445
	2018	370	113	483	0	483
Miscellaneous financial loss	2019	84	36	120	84	204
	2018	25	(1)	24	11	36
Marine cargo, marine hull	2019	320	50	370	(23)	347
	2018	487	53	540	98	638
Aviation	2019	0	0	0	0	0
	2018	0	0	0	0	0
Motor	2019	31,587	17,560	49,146	2,449	51,595
	2018	36,898	14,990	51,888	2,326	54,214
Engineering	2019	115	56	171	675	846
	2018	486	(137)	349	4,465	4,814
Liability	2019	99	22	121	112	233
	2018	92	25	117	98	216
Medical (≤1 year)	2019	12,078	18,318	30,396	2,246	32,642
	2018	11,311	16,321	27,632	2,330	29,962
Others	2019	406	260	667	599	1,266
	2018	567	(109)	458	321	779
TOTAL	2019	67,923	37,040	104,963	6,766	111,729
	2018	82,666	32,337	115,004	12,456	127,460

Table 4-6: Number of Insurance Policies Issued by Insurance Firms Operating in Bahrain

BD '000		Bahraini Insurance Firms		Total Bahraini Insurance Firms	Overseas Insurance Firms	GRAND TOTAL
		Conventional Firms	Takaful Firms			
Long-term	2019	70,480	5,504	75,984	23,079	99,063
	2018	72,594	7,882	80,476	12,240	92,716
Fire	2019	8,282	10,768	19,050	1,328	20,378
	2018	6,641	9,798	16,439	1,762	18,201
Damage to property	2019	2,874	3,080	5,954	0	5,954
	2018	2,817	3,011	5,828	0	5,828
Miscellaneous financial loss	2019	3,507	9,147	12,654	384	13,038
	2018	3,350	7,428	10,778	852	11,630
Marine cargo, marine hull	2019	15,841	6,391	22,232	2,407	24,639
	2018	11,889	7,023	18,912	2,957	21,869
Aviation	2019	2	21	23	0	23
	2018	2	21	23	0	23
Motor	2019	4,661,484	206,770	4,868,254	39,919	4,908,173
	2018	4,399,529	212,819	4,612,348	33,766	4,646,114
Engineering	2019	1,251	1,894	3,145	866	4,011
	2018	1,034	1,976	3,010	618	3,628
Liability	2019	4,273	2,363	6,636	147	6,783
	2018	3,549	2,631	6,180	670	6,850
Medical (≤1 year)	2019	8,218	13,516	21,734	373	22,107
	2018	6,554	17,609	24,163	297	24,460
Others	2019	37,044	6,108	43,152	4,949	48,101
	2018	18,519	6,287	24,806	4,059	28,865
TOTAL	2019	4,813,256	265,562	5,078,818	73,452	5,152,270
	2018	4,526,478	276,485	4,802,963	57,221	4,860,184

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Financial Data

Table 5-1: Key Performance Figures of Insurance Firms – Financial Position

BD '000	Bahraini Insurance Firms				Overseas Insurance Firms		Total	
	Conventional		Takaful					
	2019	2018	2019	2018	2019	2018	2019	2018
Assets								
General Insurance Business								
Total investments in group undertakings and participating interests	114,759	114,524	7,010	7,392	0	0	121,769	121,916
Total Investments	459,982	433,427	43,623	47,005	66,590	73,665	570,195	554,098
Deposits with ceding undertakings	0	0	0	0	0	0	0	0
Total reinsurance assets	218,521	195,173	0	0	47,476	62,508	265,997	257,681
Total Insurance receivables	137,948	109,813	0	0	6,217	5,413	144,165	115,226
Total other receivables	27,152	35,999	3,513	3,900	1,285	6,128	31,950	46,027
Tangible assets	11,183	9,338	1,494	1,428	141	47	12,817	10,814
Total cash at bank and in hand	150,498	145,628	7,290	3,533	9,785	7,103	167,573	156,264
Total prepayments and accrued income	47,419	40,955	4,445	4,295	1,112	2,081	52,976	47,332
Total other assets	4,555	1,593	1,610	5,208	17	136	6,182	6,937
T. Shareholders assets (Takaful)			68,985	72,762			68,985	72,762
Total General insurance business assets	1,172,018	1,086,451	80,811	72,678	132,622	157,081	1,385,450	1,316,209
Long-Term Business Assets	843,743	809,583	30,502	22,669	19,692	18,734	893,937	850,986
Linked long term assets	5,363	5,540	26,024	15,903	114,915	105,053	146,303	126,497
Total Assets	2,021,124	1,901,574	206,322	184,012	267,229	280,868	2,494,674	2,366,454
Liabilities								
Shareholders liabilities (Takaful)			9,305	15,975			9,305	15,975
Total General insurance business liabilities	724,362	663,385	84,413	76,639	68,700	96,918	877,475	836,943
Long term business liabilities	775,880	739,589	30,163	22,165	163,081	156,322	969,125	918,076
Total Liabilities	1,500,242	1,402,974	123,881	114,779	231,781	253,241	1,855,905	1,770,994
Capital Resources ¹								
Eligible Paid-up ordinary shares	144,133	144,210	68,150	68,150	-	-	212,283	212,360
Total Tier 1 Capital	505,495	498,582	66,717	64,287	-	-	572,213	562,870
Total Capital Resources	274,844	264,505	62,098	58,196	28,990	23,138	365,932	345,839

Notes: Capital Resources in accordance with CBB rules.

Table 5-2: Consolidated data of Insurance Firms – Income Statement

BD '000	Bahraini Insurance Firms (include Bahrain & Non-Bahrain business)				Overseas Insurance Firms		Total	
	Conventional		Takaful		2019	2018	2019	2018
	2019	2018	2019	2018				
Gross Premiums/Contributions	573,256	540,404	95,355	82,586	35,219	47,319	703,831	670,309
Reinsurance/Retakaful Ceded	121,597	121,670	29,779	27,071	8,689	17,344	160,065	166,084
Net Premiums/Contributions Written	451,659	418,734	65,576	55,515	26,531	29,976	543,766	504,225
Net Premiums/Contributions Earned	444,355	409,692	66,493	50,556	27,749	33,492	538,597	493,740
Total Underwriting Revenue	444,355	409,692	69,676	53,991	23,008	25,847	537,039	489,530
Total Claims and Expenses	474,583	446,650	70,515	53,683	20,056	27,037	565,153	527,369
Underwriting Profit (Loss)	(30,321)	(36,934)	(838)	308	2,952	(1,190)	(28,208)	(37,815)
Net Investment Income	172,726	155,942	1,484	438	2,843	2,645	177,053	159,025
Net Profit (Loss) of Conventional	22,802	1,812	-	-	6,172	2,649	28,974	4,461
Takaful Net Income								
Surplus (deficit) of Takaful Funds			645	746				
Profit (loss) of Shareholders Fund			3,806	3,183				

Notes: Results include both Bahrain and non-Bahrain business.

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