

مصرف البحرين المركزي

Central Bank of Bahrain

June 2021

Insurance Market Review

June 2021



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		
	2021	2020	% Δ	2021	2020	% Δ
	June	June		June	June	
Long-term	30,386	24,646	23%	19,227	11,063	74%
Fire, Property & Liability	18,165	16,526	10%	5,876	7,729	-24%
Miscellaneous Financial Loss	3,050	3,108	-2%	254	517	-51%
Marine & Aviation	2,731	2,876	-5%	314	699	-55%
Motor	34,508	36,592	-6%	19,688	23,964	-18%
Engineering	3,880	4,549	-15%	-518	519	-200%
Medical	45,729	41,929	9%	23,083	24,549	-6%
Others	5,250	4,398	19%	2,161	1,447	49%
Total	143,700	134,625	6.7%	70,085	70,486	-1%

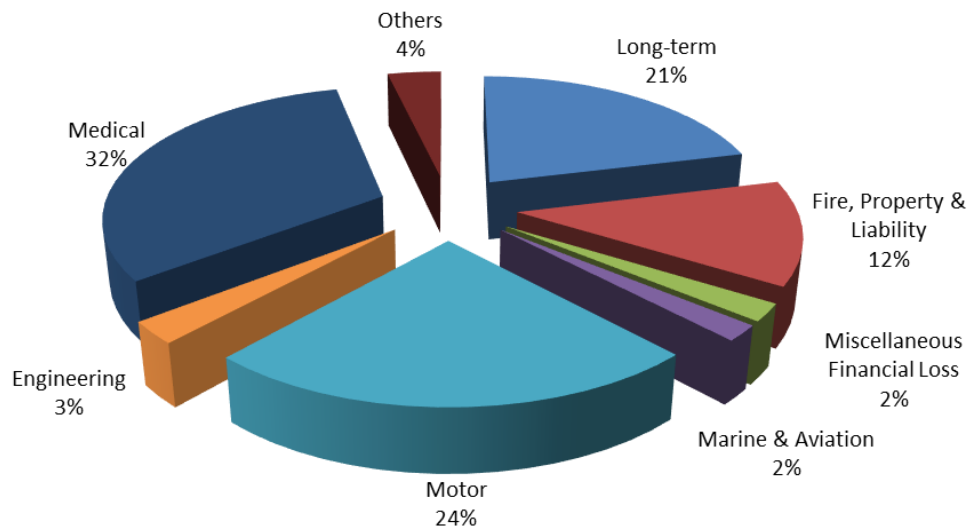


Figure 1-1 (Gross Premiums of Insurance Firms Operating in Bahrain as of 30th June 2021)



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Performance of Insurance Firms



Premiums and Claims

Table 2.1: Premiums and Claims of Insurance Firms Operating in Bahrain (By Class)

BD' 000	Gross Premiums			Net Premiums Written			Gross Claims			Net Claims		
	2021 June	2020 June	% Δ	2021 June	2020 June	% Δ	2021 June	2020 June	% Δ	2021 June	2020 June	% Δ
Long-term	30,386	24,646	23%	26,695	21,093	27%	19,227	11,063	74%	14,479	9,678	50%
Fire, Property & Liability	18,165	16,526	10%	2,575	2,820	-9%	5,876	7,729	-24%	372	580	-36%
Miscellaneous Financial Loss	3,050	3,108	-2%	118	134	-12%	254	517	-51%	84	106	-21%
Marine & Aviation	2,731	2,876	-5%	786	768	2%	314	699	-55%	222	136	64%
Motor	34,508	36,592	-6%	33,243	35,324	-6%	19,688	23,964	-18%	17,209	21,769	-21%
Engineering	3,880	4,549	-15%	825	889	-7%	-518	519	-200%	148	3	4340%
Medical	45,729	41,929	9%	30,345	27,164	12%	23,083	24,549	-6%	16,553	17,552	-6%
Others	5,250	4,398	19%	1,470	1,288	14%	2,161	1,447	49%	500	482	4%
Total	143,700	134,625	6.7%	96,058	89,481	7.4%	70,085	70,486	-1%	49,568	50,307	-1%

Retention and Loss Ratios

Table 2.2: Retention Ratio and Loss Ratio (By Class)

	Retention Ratio ¹		Loss Ratio ²	
	2021 June	2020 June	2021 June	2020 June
Long-term	88%	86%	59%	50%
Fire, Property & Liability	14%	17%	15%	22%
Loss	4%	4%	38%	59%
Marine & Aviation	29%	27%	32%	19%
Motor	96%	97%	51%	60%
Engineering	21%	20%	37%	1%
Medical	66%	65%	72%	76%
Others	28%	29%	41%	43%

¹ Net Premiums Written / Gross Premiums

² Net Claims Incurred / Net Premiums Earned



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Statistical Data



Gross Premiums

Table 3.1: 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	2021 June	15,367	3,374	18,740	11,646	30,386
	2020 June	9,944	4,066	14,010	10,636	24,646
Fire	2021 June	7,149	2,979	10,127	881	11,009
	2020 June	6,775	2,747	9,523	1,054	10,577
Damage to property	2021 June	2,899	762	3,661	-	3,661
	2020 June	2,344	826	3,170	-	3,170
Miscellaneous financial loss	2021 June	1,026	1,630	2,656	394	3,050
	2020 June	934	1,848	2,782	326	3,108
Marine cargo, marine hull	2021 June	2,076	394	2,470	230	2,700
	2020 June	2,192	496	2,688	163	2,851
Aviation	2021 June	-	31	31	-	31
	2020 June	19	6	25	-	25
Motor	2021 June	20,554	11,651	32,206	2,303	34,508
	2020 June	21,849	12,484	34,333	2,259	36,592
Engineering	2021 June	980	1,622	2,602	1,278	3,880
	2020 June	3,175	926	4,101	448	4,549
Liability	2021 June	2,421	947	3,367	128	3,496
	2020 June	1,918	812	2,730	49	2,779
Medical (≤ 1 year)	2021 June	21,918	18,209	40,127	5,602	45,729
	2020 June	18,434	17,319	35,754	6,176	41,929
Others	2021 June	2,693	2,162	4,854	396	5,250
	2020 June	1,651	2,358	4,009	390	4,398
TOTAL	2021 June	77,083	43,760	120,842	22,858	143,700
	2020 June	69,237	43,888	113,125	21,500	134,625



Net Premiums Written

Table 3.2: 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	2021 June	13,625	2,082	15,707	10,989	26,695
	2020 June	8,558	2,501	11,059	10,034	21,093
Fire	2021 June	1,026	287	1,312	349	1,661
	2020 June	842	339	1,181	650	1,830
Damage to property	2021 June	103	137	240	-	240
	2020 June	298	161	459	-	459
Miscellaneous financial loss	2021 June	(26)	122	96	22	118
	2020 June	22	91	113	21	134
Marine cargo, marine hull	2021 June	538	74	612	174	786
	2020 June	562	86	649	119	768
Aviation	2021 June	-	-	-	-	-
	2020 June	-	(0)	(0)	-	(0)
Motor	2021 June	19,888	11,155	31,043	2,200	33,243
	2020 June	21,149	11,987	33,136	2,188	35,324
Engineering	2021 June	348	107	455	370	825
	2020 June	363	167	530	359	889
Liability	2021 June	513	128	641	32	674
	2020 June	358	155	513	18	531
Medical (≤ 1 year)	2021 June	14,147	14,095	28,242	2,102	30,345
	2020 June	11,374	13,169	24,543	2,621	27,164
Others	2021 June	584	526	1,109	361	1,470
	2020 June	479	444	923	366	1,288
TOTAL	2021 June	50,746	28,712	79,458	16,599	96,058
	2020 June	44,004	29,100	73,105	16,376	89,481



Net Premiums Earned

Table 3.3: 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	2021 June	11,846	1,873	13,719	10,980	24,698
	2020 June	6,838	2,508	9,346	10,053	19,399
Fire	2021 June	1,147	178	1,325	510	1,835
	2020 June	978	244	1,222	568	1,789
Damage to property	2021 June	110	149	259	-	259
	2020 June	265	148	413	-	413
Miscellaneous financial loss	2021 June	64	144	208	16	224
	2020 June	59	103	162	19	181
Marine cargo, marine hull	2021 June	481	59	540	145	685
	2020 June	517	70	587	121	708
Aviation	2021 June	-	-	-	-	-
	2020 June	-	(0)	(0)	-	(0)
Motor	2021 June	19,853	11,639	31,492	2,287	33,779
	2020 June	21,797	12,312	34,109	2,196	36,304
Engineering	2021 June	136	91	227	178	405
	2020 June	210	145	355	190	545
Liability	2021 June	274	115	389	25	414
	2020 June	256	128	385	26	411
Medical (≤1 year)	2021 June	9,697	10,918	20,615	2,385	23,000
	2020 June	9,205	11,714	20,918	2,199	23,117
Others	2021 June	389	477	866	355	1,221
	2020 June	413	369	782	353	1,135
TOTAL	2021 June	43,996	25,642	69,639	16,880	86,519
	2020 June	40,536	27,742	68,279	15,724	84,003



Gross Claims

Table 3.4: 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	2021 June	16,411	1,548	17,958	1,269	19,227
	2020 June	10,055	600	10,655	409	11,063
Fire	2021 June	5,103	182	5,285	130	5,414
	2020 June	4,179	162	4,340	(315)	4,025
Damage to property	2021 June	155	2	157	-	157
	2020 June	3,087	81	3,168	-	3,168
Miscellaneous financial loss	2021 June	143	110	253	1	254
	2020 June	-	518	518	(1)	517
Marine cargo, marine hull	2021 June	93	105	198	116	314
	2020 June	475	219	694	4	699
Aviation	2021 June	-	-	-	-	-
	2020 June	-	-	-	-	-
Motor	2021 June	11,370	7,029	18,398	1,289	19,688
	2020 June	15,437	7,252	22,688	1,275	23,964
Engineering	2021 June	110	151	261	(779)	(518)
	2020 June	463	210	672	(154)	519
Liability	2021 June	273	32	305	(0)	304
	2020 June	365	172	538	(2)	536
Medical (≤1 year)	2021 June	10,595	8,515	19,110	3,973	23,083
	2020 June	11,089	10,076	21,165	3,383	24,549
Others	2021 June	1,236	1,033	2,269	(108)	2,161
	2020 June	1,231	202	1,433	14	1,447
TOTAL	2021 June	45,487	18,707	64,194	5,891	70,085
	2020 June	46,381	19,491	65,872	4,614	70,486



Net Claims

Table 3.5: 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	2021 June	13,130	306	13,436	1,043	14,479
	2020 June	8,920	339	9,259	419	9,678
Fire	2021 June	(88)	74	(14)	215	200
	2020 June	507	147	654	(354)	300
Damage to property	2021 June	28	79	107	-	107
	2020 June	236	39	275	-	275
Miscellaneous financial loss	2021 June	22	61	83	1	84
	2020 June	17	90	107	(1)	106
Marine cargo, marine hull	2021 June	17	94	111	111	222
	2020 June	91	42	133	3	136
Aviation	2021 June	-	-	-	-	-
	2020 June	-	-	-	-	-
Motor	2021 June	9,637	6,587	16,223	986	17,209
	2020 June	12,938	7,793	20,731	1,037	21,769
Engineering	2021 June	27	60	87	61	148
	2020 June	46	106	152	(149)	3
Liability	2021 June	25	40	65	(0)	65
	2020 June	(5)	12	7	(2)	5
Medical (≤1 year)	2021 June	6,439	8,359	14,799	1,754	16,553
	2020 June	6,570	9,488	16,058	1,494	17,552
Others	2021 June	406	204	609	(109)	500
	2020 June	316	149	465	17	482
TOTAL	2021 June	29,642	15,864	45,506	4,061	49,568
	2020 June	29,637	18,205	47,842	2,465	50,307



Number of Policies

Table 3.6: 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	2021 June	66,237	5,682	71,919	7,540	79,459
	2020 June	68,778	3,997	72,775	7,960	80,735
Fire	2021 June	3,316	5,325	8,641	760	9,401
	2020 June	3,349	5,966	9,315	755	10,070
Damage to property	2021 June	986	1,632	2,618	-	2,618
	2020 June	1,489	1,783	3,272	-	3,272
Miscellaneous financial loss	2021 June	278	2,114	2,392	93	2,485
	2020 June	692	1,821	2,513	91	2,604
Marine cargo, marine hull	2021 June	4,615	1,442	6,057	1,028	7,085
	2020 June	4,339	1,630	5,969	1,087	7,056
Aviation	2021 June	-	5	5	-	5
	2020 June	2	5	7	-	7
Motor	2021 June	348,065	106,808	454,873	25,080	479,953
	2020 June	942,213	104,916	1,047,129	22,369	1,069,498
Engineering	2021 June	327	763	1,090	1,804	2,894
	2020 June	504	695	1,199	289	1,488
Liability	2021 June	1,997	1,140	3,137	108	3,245
	2020 June	2,193	990	3,183	52	3,235
Medical (≤ 1 year)	2021 June	1,840	11,469	13,309	436	13,745
	2020 June	2,453	14,514	16,967	210	17,177
Others	2021 June	15,576	1,586	17,162	785	17,947
	2020 June	9,886	1,552	11,438	660	12,098
TOTAL	2021 June	443,237	137,966	581,203	37,634	618,837
	2020 June	1,035,898	137,869	1,173,767	33,473	1,207,240



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Financial Data



Financial Position

Table 4.1: Key Performance Figures of Insurance Firms – Financial Position

BD '000	Bahraini Insurance Firms				Overseas Insurance Firms		Total	
	Conventional 2021 June	Conventional 2020 June	Takaful 2021 June	Takaful 2020 June	2021 June	2020 June	2021 June	2020 June
Assets								
General Insurance Business								
Total investments in group undertakings and participating interests	114,051	112,682	6,725	7,045	0	0	120,776	119,727
Total Investments	512,757	494,280	41,203	40,514	50,569	60,068	604,530	594,862
Deposits with ceding undertakings	0	0	0	0	0	0	0	0
Total reinsurance assets	167,591	206,802	0	0	7,357	38,259	174,948	245,062
Total Insurance receivables	134,601	147,225	0	0	3,893	9,697	138,494	156,922
Total other receivables	20,930	23,169	4,936	7,129	562	232	26,428	30,530
Tangible assets	14,151	17,010	2,298	2,276	115	142	16,564	19,428
Total cash at bank and in hand	69,910	67,727	3,884	4,055	15,092	12,219	88,886	84,001
Total prepayments and accrued income	34,570	29,702	3,883	4,508	1,413	1,608	39,865	35,818
Total other assets	6,079	4,899	1,983	1,884	62	108	8,125	6,890
T. Shareholders assets (Takaful)			64,912	67,411			64,912	67,411
Total General insurance business assets	1,074,641	1,103,495	85,290	82,555	79,063	122,334	1,238,994	1,308,384
Long-Term Business Assets	821,051	782,095	32,628	33,826	21,108	18,818	874,786	834,739
Linked long term assets	94,100	69,263	21,543	22,998	129,505	110,956	245,148	203,216
Total Assets	1,989,792	1,954,853	204,372	206,789	229,677	252,107	2,423,840	2,413,750
Liabilities								
Shareholders liabilities (Takaful)			10,285	11,188			10,285	11,188
Total General insurance business liabilities	633,017	668,951	86,470	85,279	21,263	61,274	740,750	815,504
Long term business liabilities	769,641	787,248	32,240	33,329	171,835	156,286	973,715	976,863
Total Liabilities	1,402,657	1,456,199	128,995	129,796	193,097	217,560	1,724,750	1,803,555
Capital Resources ¹								
Eligible Paid-up ordinary shares	190,190	144,073	53,971	53,971	-	-	244,161	198,044
Total Tier 1 Capital	558,066	487,431	58,465	61,652	-	-	616,531	549,083
Total Capital Resources	355,019	290,430	53,670	59,679	33,757	32,103	442,446	382,212

Notes: Capital Resources in accordance with CBB rules.



Income Statement

Table 4.2: Consolidated data of Insurance Firms – Income Statement

	Bahraini Insurance Firms (i include Bahrain & Non-Bahrain business)				Overseas Insurance Firms		Total	
	Conventional		Takaful		2021 June	2020 June	2021 June	2020 June
	2021 June	2020 June	2021 June	2020 June				
BD '000								
Gross Premiums/Contributions	293,363	271,018	46,398	46,691	22,858	22,305	362,619	340,014
Reinsurance/Retakaful Ceded	70,316	60,537	15,858	15,720	6,258	4,808	92,433	81,064
Net Premiums/Contributions Written	223,046	210,481	30,540	30,971	16,600	17,497	270,186	258,950
Net Premiums/Contributions Earned	192,811	183,565	27,281	29,309	16,850	16,755	236,943	229,628
Total Underwriting Revenue	193,312	183,837	29,202	30,804	10,622	12,029	233,136	226,670
Total Claims and Expenses	196,873	184,080	28,552	30,598	9,089	8,314	234,513	222,992
Underwriting Profit (Loss)	(3,656)	(287)	650	206	1,534	3,715	(1,472)	3,634
Net Investment Income	25,609	24,319	712	300	957	1,065	27,278	25,684
Net Profit (Loss) of Conventional	19,453	23,388	-	-	2,790	5,207	22,243	28,595
Takaful Net Income								
Surplus (deficit) of Takaful Funds			1,361	506				
Profit (loss) of Shareholders Fund			2,644	2,317				

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

Central Bank of Bahrain



مصرف البحرين المركزي

Central Bank of Bahrain
Insurance Supervision Directorate
P.O. Box: 27
Manama, Kingdom of Bahrain
Tel: +973 17 547303
www.cbb.gov.bh