



Earnings Flash Note
Damaan Islamic Insurance
3Q 2023 / 9M 2023



Daaman Islamic Insurance (BEMA)

- > **Net profit increased by 89.3% YoY to QR19.6mn (-0.4% QoQ) driven by higher total income in 3Q2023.** For 9M2023, net profit was up by 25.3% YoY to QR52.9mn.
- > **Total income grew by 38.0% to QR31.2mn (-7.0% QoQ) in 3Q2023,** while for 9M2023, it was up by 17.5% YoY.
- > **Net earned premium (NEP) of QR74.3mn came higher by 12.6% YoY (+7.1% QoQ)** primarily aided by higher gross written premium (+5.7% YoY, -16.9% QoQ) and lower re-takaful share in 3Q2023. For 9M2023, NEP rose 4.4% YoY to QR204.4mn.
- > **Loss ratio increased by 3.4ppts to 39.7% (+4.8ppts QoQ) owing to higher net claims incurred (+23.1% YoY, +21.7% QoQ) in 3Q2023.** For 9M2023, the loss ratio came at 40.3% (+4.0ppts YoY).

- > **For 3Q2023, EPS came at QR0.10 vs. QR0.05 in 3Q2022 while for 9M2023, EPS was 0.26 vs 0.21 in 9M2022.**
- > **The stock is currently trading at a TTM P/B multiple of 1.5x.**

3Q 2023 Earnings Performance

	3Q2023	3Q2022	YoY	2Q2023	QoQ
Gross Written Premium	90.8	85.9	5.7%	109.3	-16.9%
Net Earned Premium	74.3	65.9	12.6%	69.3	7.1%
Net Claims Incurred	29.5	24.0	23.1%	24.2	21.7%
Total Income	31.2	22.6	38.0%	33.5	-7.0%
Loss Ratio %	39.7%	36.3%		34.9%	
Net Profit	19.6	10.3	89.3%	19.7	-0.4%
EPS (QR)	0.10	0.05	89.3%	0.10	-0.4%

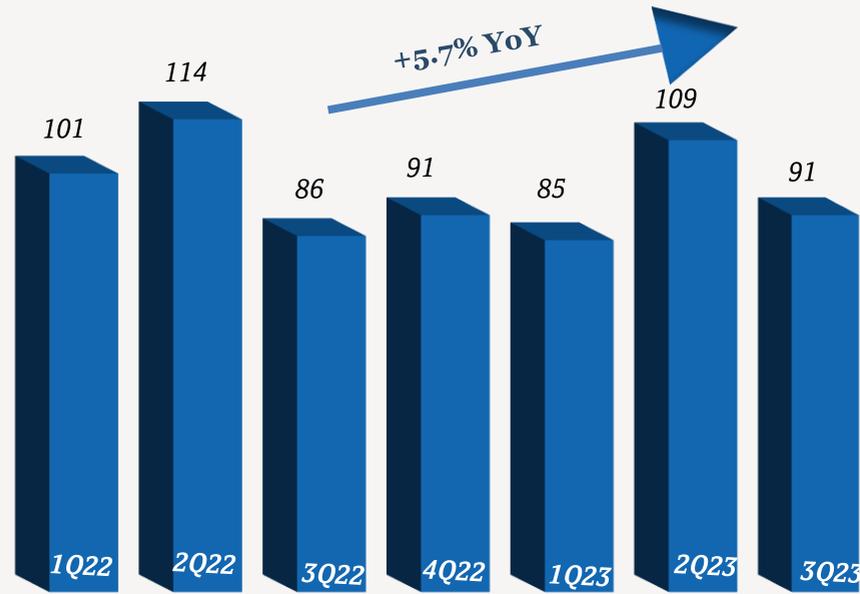
Note: Values are expressed in QR'mn unless explicitly stated

9M 2023 Earnings Performance

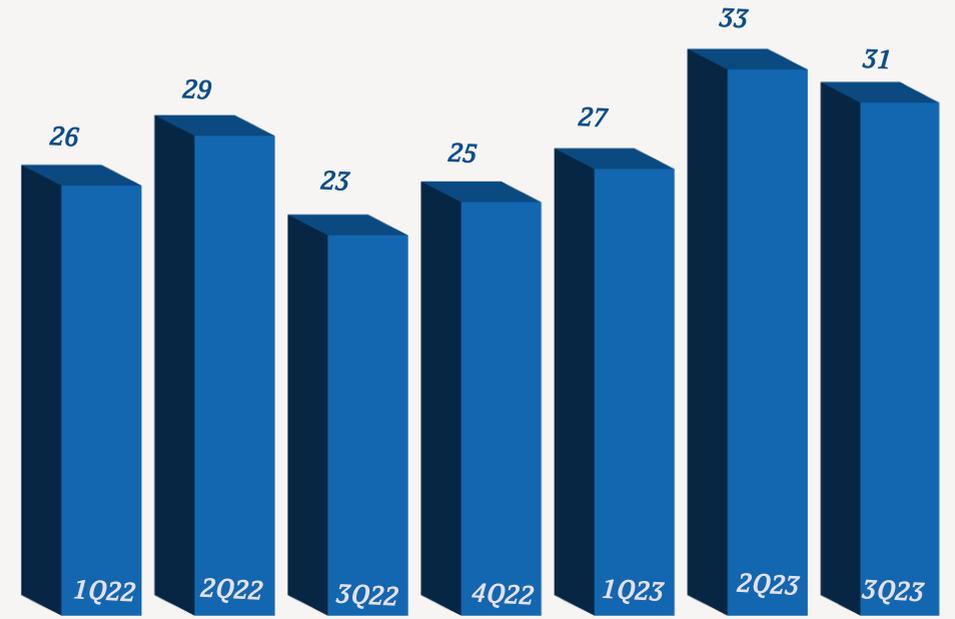
	9M2023	9M2022	YoY
Gross Written Premium	285.0	301.0	-5.3%
Net Earned Premium	204.4	195.8	4.4%
Net Claims Incurred	82.4	71.1	15.9%
Total Income	92.2	78.5	17.5%
Loss Ratio %	40.3%	36.3%	
Net Profit	52.9	42.3	25.3%
EPS (QR)	0.26	0.21	25.3%

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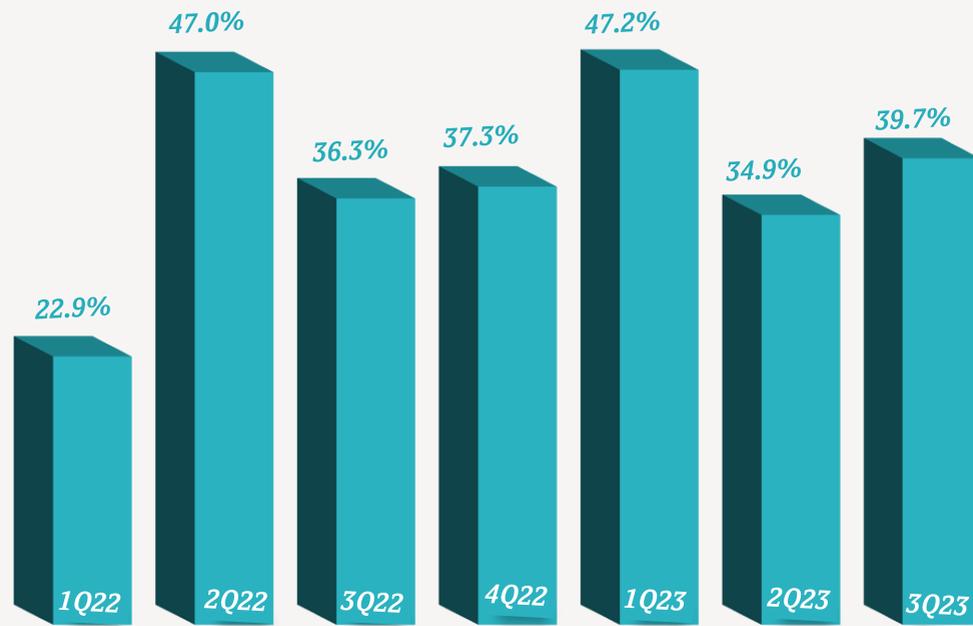
Gross Written Premium (QRmn)



Total Income (QRmn)



Loss Ratio %



EPS (QR) Trend



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