

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%

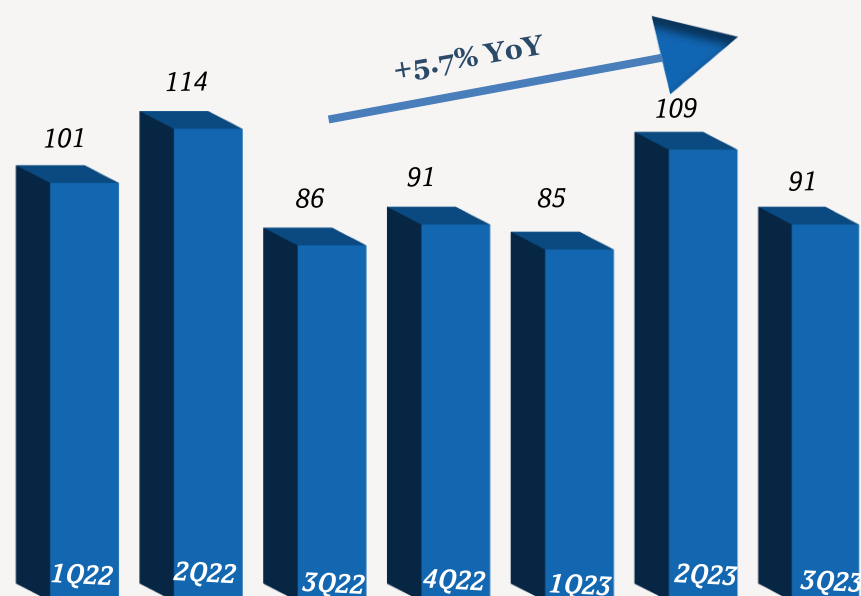
Note: Values are expressed in QR'mn unless explicitly stated

9M 2023 Earnings Performance

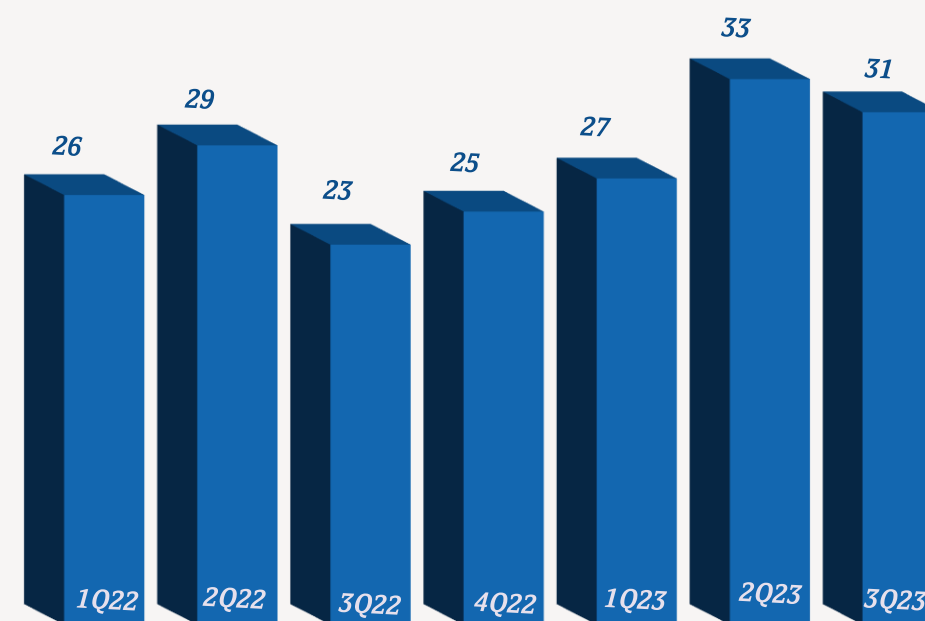
	9M2023	9M2022	YoY
Gross Written Premium	285.0	301.0	-5.3%
Net Earned Premium	204.4	195.8	4.4%
Net Claims Incurred	82.4	71.1	15.9%
Total Income	92.2	78.5	17.5%
Loss Ratio %	40.3%	36.3%	
Net Profit	52.9	42.3	25.3%
EPS (QR)	0.26	0.21	25.3%

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

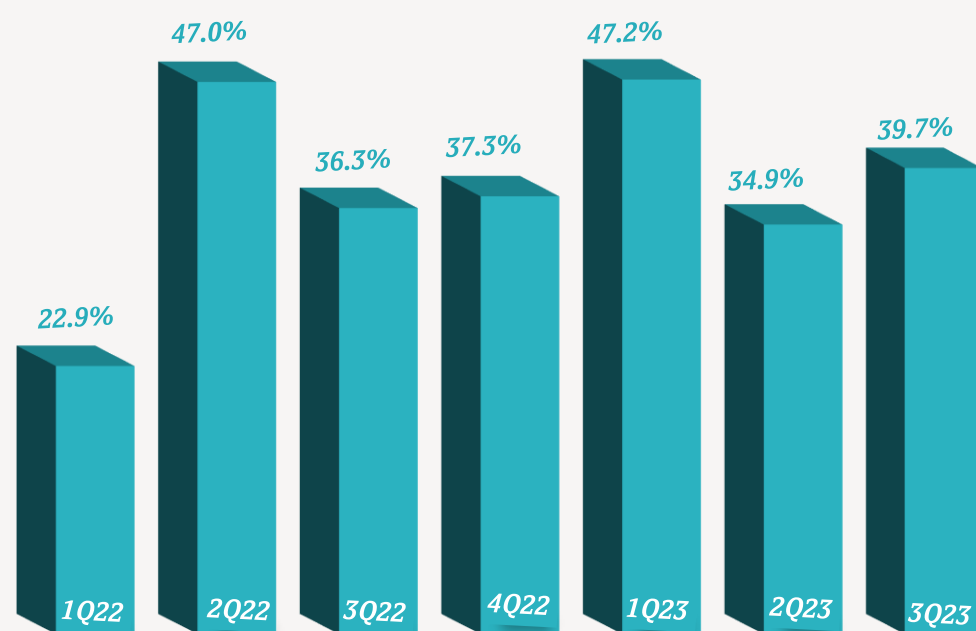
Gross Written Premium (QRmn)



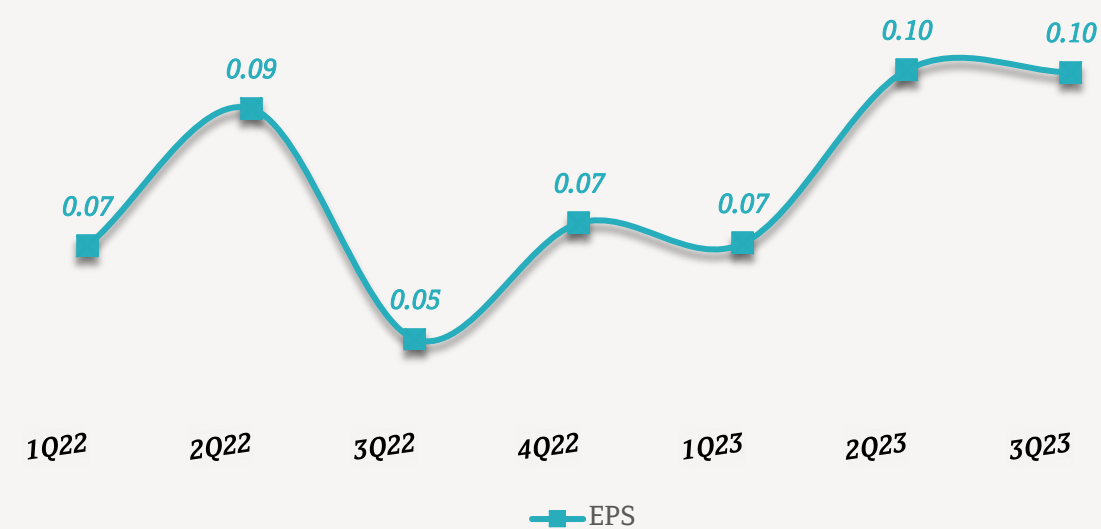
Total Income (QRmn)



Loss Ratio %



EPS (QR) Trend



Contacts

QNB Financial Services Co. W.L.L.
Contact Center: (+974)4476 6666
info@qnbfs.com.qa
Doha, Qatar

Saugata Sarkar, CFA, CAIA
Head of Research
saugata.sarkar@qnbfs.com.qa

Shahan Keushgerian
Senior Research Analyst
shahan.keushgerian@qnbfs.com.qa

Phibion Makuwerere, CFA
Senior Research Analyst
phibion.makuwerere@qnbfs.com.qa

Roy Thomas
Senior Research Analyst
roy.thomas@qnbfs.com.qa

Dana Saif Al Sowaidi
Research Analyst
dana.alsowaidi@qnbfs.com.qa

Disclaimer and Copyright Notice: This publication has been prepared by QNB Financial Services Co. W.L.L. ("QNBFS") a wholly-owned subsidiary of Qatar National Bank (Q.P.S.C.). QNBFS is regulated by the Qatar Financial Markets Authority and the Qatar Exchange. Qatar National Bank (Q.P.S.C.) is regulated by the Qatar Central Bank. This publication expresses the views and opinions of QNBFS at a given time only. It is not an offer, promotion or recommendation to buy or sell securities or other investments, nor is it intended to constitute legal, tax, accounting, or financial advice. QNBFS accepts no liability whatsoever for any direct or indirect losses arising from use of this report. Any investment decision should depend on the individual circumstances of the investor and be based on specifically engaged investment advice. We therefore strongly advise potential investors to seek independent professional advice before making any investment decision. Although the information in this report has been obtained from sources that QNBFS believes to be reliable, we have not independently verified such information and it may not be accurate or complete. QNBFS does not make any representations or warranties as to the accuracy and completeness of the information it may contain, and declines any liability in that respect. For reports dealing with Technical Analysis, expressed opinions and/or recommendations may be different or contrary to the opinions/recommendations of QNBFS Fundamental Research as a result of depending solely on the historical technical data (price and volume). QNBFS reserves the right to amend the views and opinions expressed in this publication at any time. It may also express viewpoints or make investment decisions that differ significantly from, or even contradict, the views and opinions included in this report. This report may not be reproduced in whole or in part without permission from QNBFS.

COPYRIGHT: No part of this document may be reproduced without the explicit written permission of QNBFS.