

# 1H 2025 Investor Presentation

Saudi Reinsurance Company

TASI 8200  
RIC 8200.SE  
ISIN SA1210540419  
Saudi Re IR App :

IOS



Android



إعادة  
Saudi Re

# Soaring with vision, grounded in strength

From a foundation of trust and stability built on home soil, Saudi Re has achieved remarkable growth. As we embark on our Strategy Towards 2028, we are confident in our ability to navigate the complexities of a dynamic global reinsurance landscape with agility and adaptability. With our commitment to innovation and growth, guided by our core values and driven by renewed ambition, we aspire to reach new heights in a sustainable and prosperous future.



## Saudi Re Profile

**1st**

Saudi  
Reinsurer

**2008**

Established

SAR

**1,158.3**

Mn.  
Capital

**A2/A-**

Rating by  
Moody's / S & P

**PIF**

Portfolio Co.

Head Office

**Riyadh**

Branch  
Malaysia

**40+**

Countries

**Ranks 1st**

MENA Reinsurance

# Financial Strength Rating

Reflecting Competitive Advantages and Solid Financial Position



## A- Stable

S&P noted that Saudi Re has continued to strengthen its **competitive position via profitable business growth and diversification in recent years, thanks to local and international expansion**. At the same time, Saudi Re's exposure to catastrophe and other large risks is **relatively modest and the Company maintains capital adequacy above the 'AAA' level in S&P's model**.

As per S&P, the stable outlook reflects that Saudi Re will maintain excellent **capital adequacy and continue to profitably expand and diversify its business over the next two years**.

Furthermore, S&P views the **governance practices at Saudi Re as effective and appropriate**, and also **regards the consistency in strategy and management's expertise** and experience as a benefit to the Company.

\* S&P report on Saudi Re dated 16<sup>th</sup> December 2022 > [link to the Announcement](#)



## A2 Stable, Upgraded in April 2025

The A2 IFSR of Saudi Re reflects :

- **Strengthened business and financial profiles** following the **Public Investment Fund's acquisition** of a minority stake in Saudi Re and **the implementation of enhanced domestic cession regulations**, which Saudi Re is well positioned to take advantage of to support its market position and growth prospects in Saudi Arabia.
- Expectation that Saudi Re will continue to **benefit from ongoing growth and diversification of the Saudi economy** and government initiatives aimed at **fostering growth in the local insurance industry**.
- Despite potential challenges arising from **macroeconomic uncertainty and financial markets volatility**, we expect Saudi Re's **profitability to remain good over the next 12-18 months**, supported by both **underwriting performance and investment returns**. Its good **geographical mix** along with the **development of new products** will **positively contribute to the continued diversification, mitigating potential challenges**

\* Moody's report on Saudi Re dated 24<sup>th</sup> April 2025 > [Link to the Announcement](#)

# Saudi Re Geo Presence

## International Expansion & Diversification

**40+**  
Markets

Serving clients in  
**40+ countries** in  
MENA, Asia and  
Africa

**01**  
UK

**19**  
Africa

Algeria  
Botswana  
Cameroon  
Egypt  
Ethiopia  
Ghana  
Ivory Coast  
Kenya  
Madagascar  
Malawi  
Mauritius  
Morocco  
Nigeria  
Tanzania, united Rep.  
Togo  
Tunisia  
Zambia  
Zimbabwe

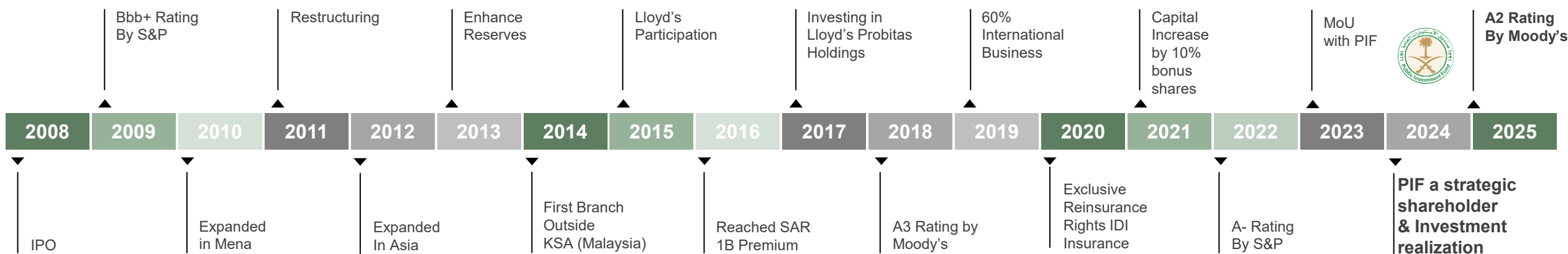
**09**  
Middle East

Saudi Arabia  
Bahrain  
Jordan  
Kuwait  
Oman  
Qatar  
Turkey  
UAE

**16**  
Asia

Bangladesh  
Brunei  
Cambodia  
China  
India  
Indonesia  
Kazakhstan  
Malaysia  
Pakistan  
Philippines  
Singapore  
South Korea  
Sri Lanka  
Taiwan  
Thailand  
Vietnam

# Saudi Re Growth Journey



# Value Drivers 1H 2025

## NET PROFIT

**1H 2025** ↑ 17%  
**SR 87.99 million**  
1H 2024 – SR 75.28 million

## GROSS WRITTEN PREMIUM

**1H 2025** ↑ 44%  
**SR 2.09 billion**  
1H 2024 – SR 1.44 billion

## REINSURANCE REVENUE

**1H 2025** ↑ 53%  
**SR 738.18 million**  
1H 2024 – SR 482.69 million

## REINSURANCE SERVICE RESULTS

**1H 2025** ↑ 10%  
**SR 95.64 million**  
1H 2024 – SR 87.08 million

## TOTAL ASSETS

**1H 2025** ↑ 62%  
**SR 4.1 billion**  
1H 2024 – SR 2.5 billion

## COMBINED RATIO

**1H 2025**  
**93.3%**  
1H 2024 – 86.7%

## INTERNATIONAL BUSINESS

**40+ Countries**  
**1H 2025 45 %**  
1H 2024 – 51%

## INVESTMENT INCOME

**1H 2025** ↑ 143%  
**SR 67.06 million**  
1H 2024 – SR 27.60 million

## SHAREHOLDERS' EQUITY

**1H 2025** ↑ 74%  
**SR 2.12 billion**  
1H 2024 – SR 1.21 billion

## EARNINGS PER SHARE

**1H 2025**  
**SR 0.76**  
1H 2024 – SR 0.84

## ROE

**1H 2025**  
**4.3%**  
1H 2024 – 6.6%

## CREDIT RATING

**A2 Moody's, Stable**  
**A- S&P, Stable**



# Saudi Re 1H 2025 Results Highlights

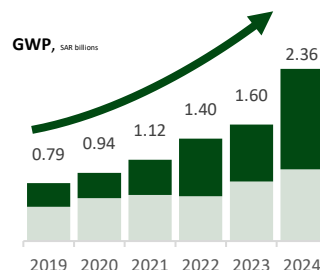
## Financial & Strategic Performance Update

### Value Creation for Shareholders



- **Robust Financial Growth:** Revenues surged **53% year-on-year to SAR 738 million**, driven by continued expansion across business lines. Net profit after Zakat **rose 17% to SAR 88 million**, with Q2 alone contributing SAR 52.6 million (+21% YoY), supported by solid underwriting and investment performance.
- **Capital Strengthening Initiative:** Plan to **increase capital by 46.6% to SAR 1.7 billion** through bonus shares funded from retained earnings, reinforcing financial capacity for future growth.

### Outstanding Growth Trajectory



- **Significant Premium Expansion** GWP grew **45% to reach SAR 2.1 billion**, compared to SAR 1.4 billion in H1 2024, underscores Saudi Re's role as the national reinsurer, supporting market development by channeling best-in-class knowledge and expertise to **foster innovative product offerings and the establishment of new risk pools**.
- **Inherent Defects Insurance:** Continue our position as the **reinsurance leader of the IDI program**, reinforcing our role in shaping market development and driving sustainable growth.
- Achieving **long-term scale**, while meeting the growing demand in the local market, requires a compatible **expansion of our international portfolio**. This a key pillar allow us to **balance growth, strengthen resilience, and deliver sustainable value**.

### PIF Synergies



- Partnering with the PIF enhances our **market leadership**, extends our **international reach**, improves **financial stability**, and positively impact our credit rating.
- PIF investment is expected to **amplify the insurance and reinsurance sector's economic impact**. A new product **Surety Insurance Bond Pool** marked the inaugural **outcome of the collaboration with PIF**.

### Financial Strength



- **"A2" rating from Moody's** affirms Saudi Re's financial strength and competitive position, and reinforces confidence in Saudi Re's credit worthiness, financial standing and strategic direction
- Credit rating at **A2 by Moody's** and **A- by S&P** with **stable outlook** a **testament to the company's financial strength and long-term stability**, following a sustained record of **financial soundness and resilience** despite fluctuations in the market.



# Strategy Toward 2028



Saudi Re's strategy will make the best of a very large domestic opportunity, combined with sufficient international exposure to drive diversification across **2 pillars**

**Capitalizing on the growth potential of the Saudi economy and leveraging our advantageous presence in the Kingdom to**

- Supporting Saudi vision 2030, strengthening and de-risking businesses and key projects in KSA
- Play an anchor role in increased domestic market retention and absorption of risks
- Drive innovation to better capture new and emerging risks
- Aiming to grow the book of business by 2.5x
- Investment Assets would continue to grow in line with business growth and provide top quartile performance relative to peers.

**Maintaining a well-balanced portfolio with healthy composition of local and international business by**

- Becoming a prominent exporter of reinsurance capacity through the prudent underwriting of international risks
- Harnessing existing global reach to advance into new markets and vital capabilities

## Vision

*To evolve into a large and diversified reinsurer contributing to the growth of our economy aiming to be ranked among the top 50 global reinsurers*

# Saudi Re's Capital Increase Recommendation

## Overview

On March 16, 2025, Saudi Re's Board recommended a capital increase of **46.6%**, raising the capital from **SAR 1.1583 billion** to **SAR 1.6981 billion**,

## Benefits

- Support the Company's growth and strengthen its financial position.

## Distribution Detail

- A distribution of **4 shares for every 9 held** (44.44% of the capital increase), a total of **51.48 million shares** to be granted to shareholders.
- An allocation of **2.5 million shares** for the **Long-Term Employee Incentive Program** (2.16% of the capital increase).
- The increase will be funded by capitalizing **SAR 539.8 million** from 2024 retained earnings.

## Eligibility

Shareholders registered at the end of the second trading day following the Extraordinary General Assembly's approval (date to be announced).

# Financial Performance



# 1H 2025 Income Statement & Key Ratios

SAR Million

|  | 1H'25          | 1H'24          | %              |
|--|----------------|----------------|----------------|
| Reinsurance revenue                                | 738.18         | 482.69         | 52.93%         |
| Reinsurance service expenses                       | (574.89)       | (296.19)       | 94.10%         |
| Net expenses from retrocession contracts           | (67.65)        | (99.42)        | -31.96%        |
| <b>Reinsurance service result</b>                  | <b>95.64</b>   | <b>87.08</b>   | <b>9.83%</b>   |
| Finance expenses from reinsurance contracts issued | (47.45)        | (18.30)        | 159.29%        |
| Finance income from retrocession contracts         | 19.04          | 6.90           | 175.94%        |
| <b>Net finance expense</b>                         | <b>(28.41)</b> | <b>(11.40)</b> | <b>149.21%</b> |
| Net investment income                              | 67.06          | 27.60          | 142.97%        |
| Share of profit from Probitas                      | -              | 2.51           | -100%          |
| Other finance costs                                | (0.87)         | (0.88)         | -1.14%         |
| Other Income                                       | 4.76           | 4.37           | 8.92%          |
| Other operating expenses                           | (17.89)        | (11.36)        | 57.98%         |
| <b>Net profit before surplus, zakat and tax</b>    | <b>120.28</b>  | <b>97.92</b>   | <b>22.83%</b>  |
| Surplus  | (7.63)         | (8.12)         | -6.03%         |
| Zakat and tax                                      | (24.66)        | (14.53)        | 69.72%         |
| <b>Net profit after surplus, zakat and tax</b>     | <b>87.99</b>   | <b>75.28</b>   | <b>16.88%</b>  |
| EPS  | 0.76           | 0.84           | -9.52%         |

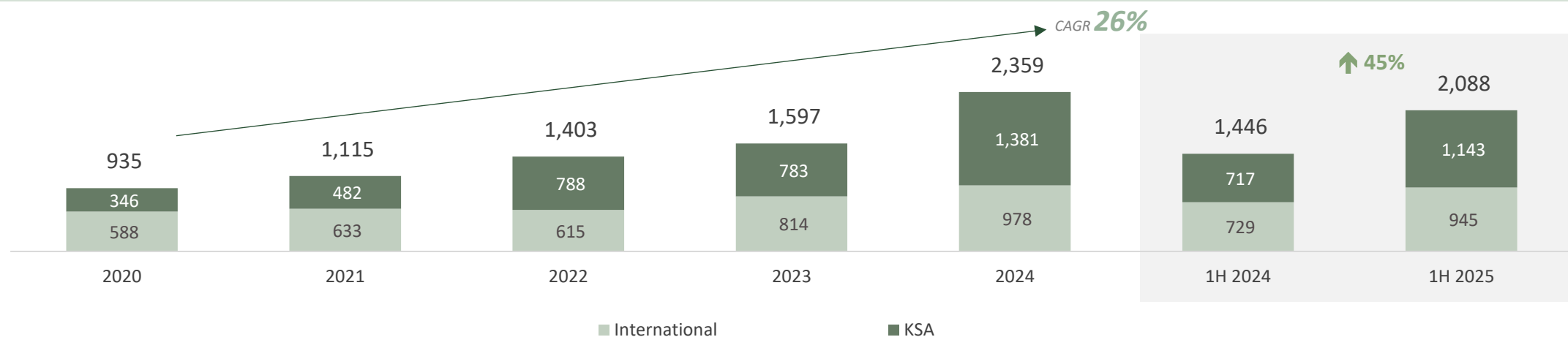
Key Ratios

|                                | 1H'25         | 1H'24         | Change (PP) |
|--------------------------------|---------------|---------------|-------------|
| Net UW Exp                     | 87.04%        | 81.96%        | 5.08        |
| Non attributable G&A Ratio     | 2.42%         | 2.35%         | 0.07        |
| <b>Net Combined Ratio</b>      | <b>89.46%</b> | <b>84.31%</b> | <b>5.15</b> |
| Finance Expense/(Income) Ratio | 3.85%         | 2.36%         | 1.49        |
| <b>Total Combined Ratio</b>    | <b>93.31%</b> | <b>86.67%</b> | <b>6.64</b> |

## Sustainable Track Record of Profitable Growth

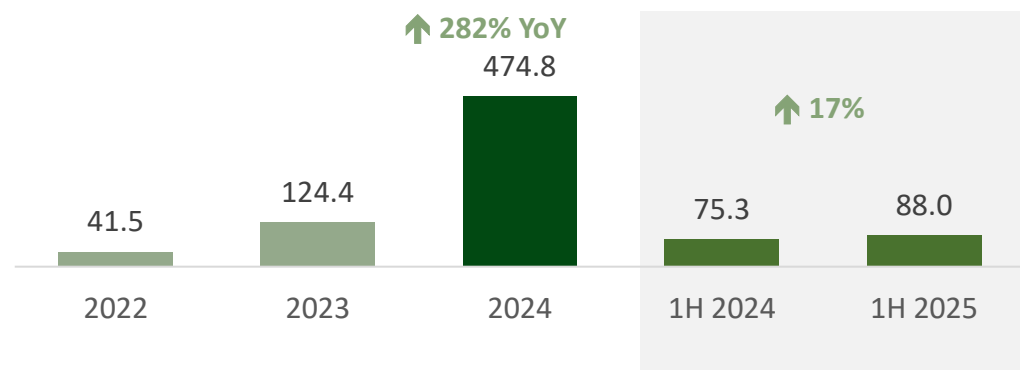
### Gross Written Premium (IFRS 4)

SR 'M



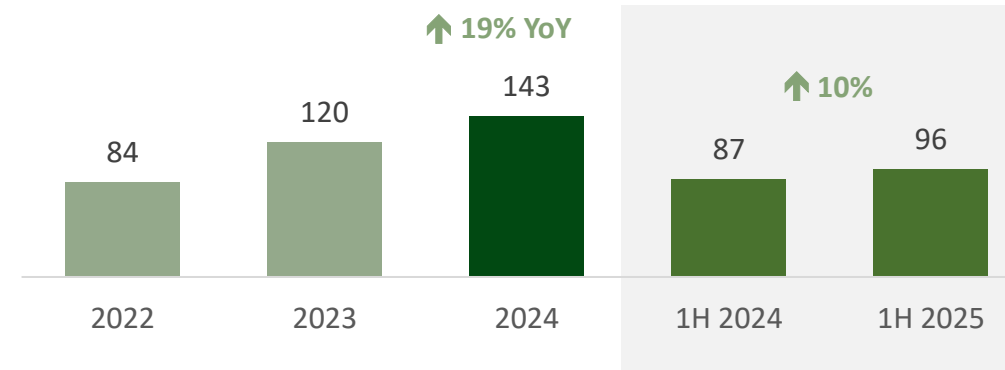
### Net Profit After Zakat

SAR M



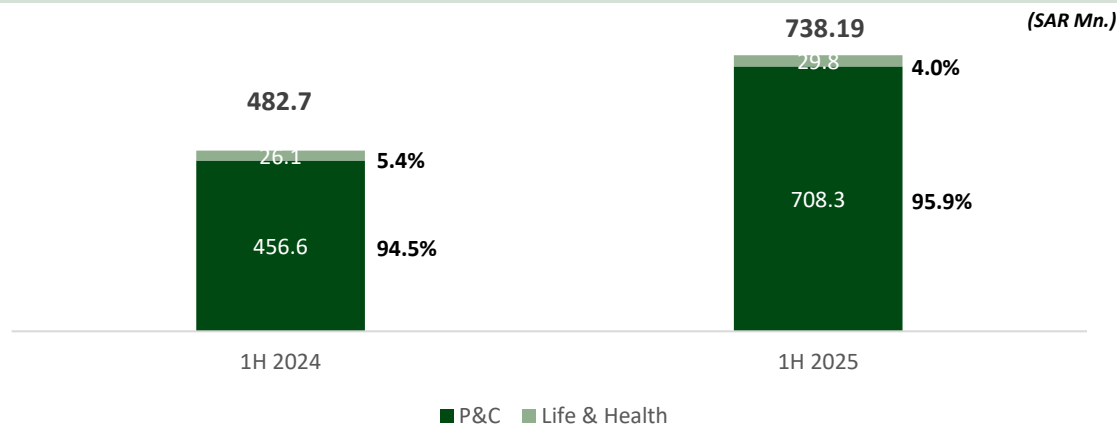
### Reinsurance Service Result

SAR M

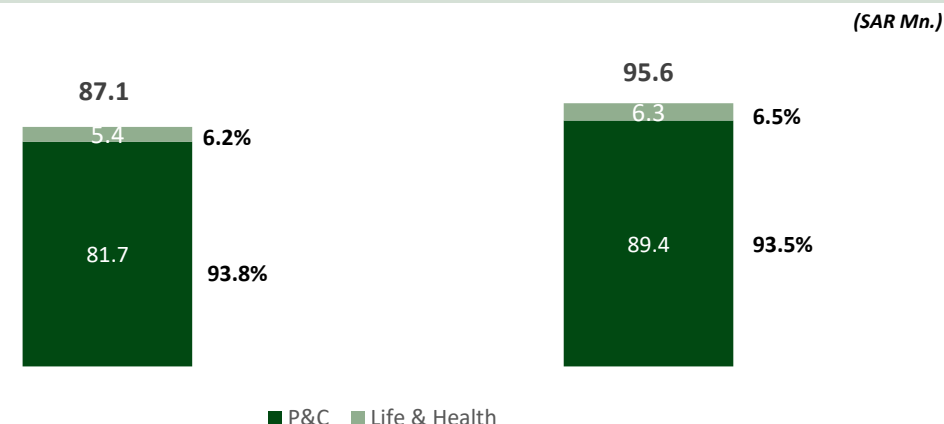


# Reinsurance Revenue & Reinsurance Service Results by Segment & GEO 1H 2025

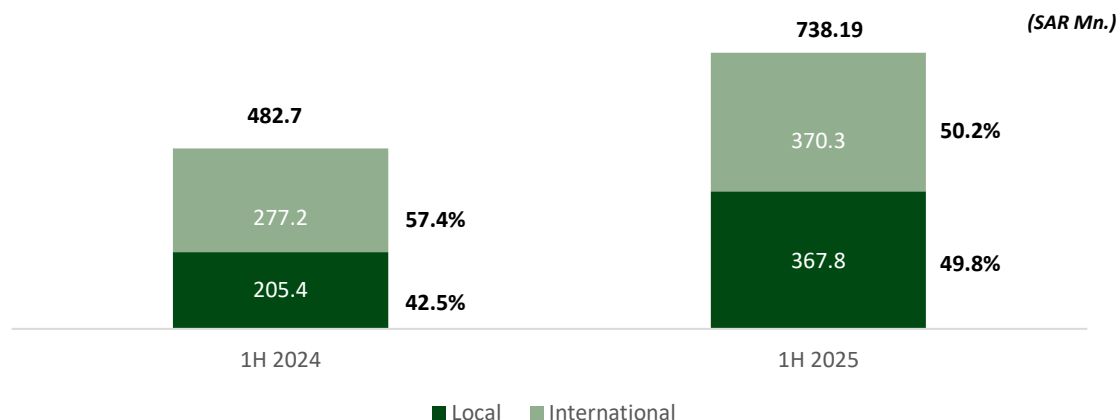
Reinsurance Revenue by Segment



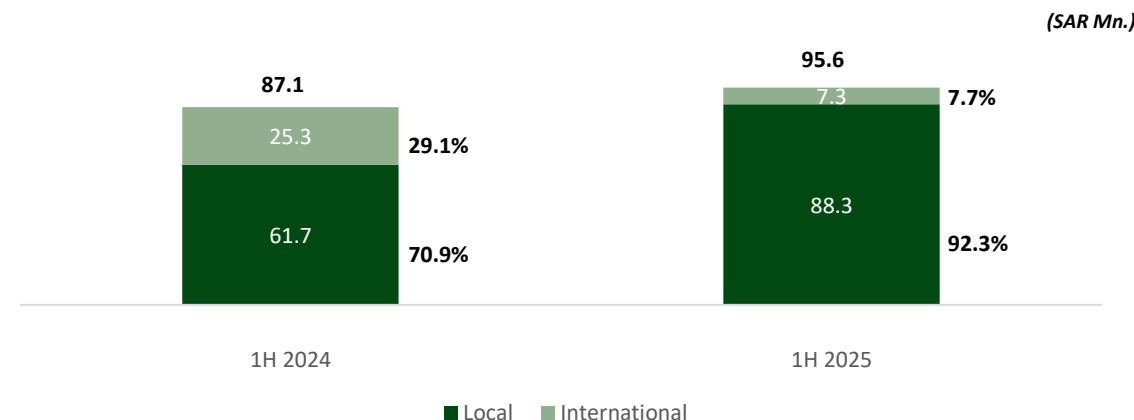
Reinsurance Service Results by Segment



Reinsurance Revenue by GEO



Reinsurance Service Results by GEO





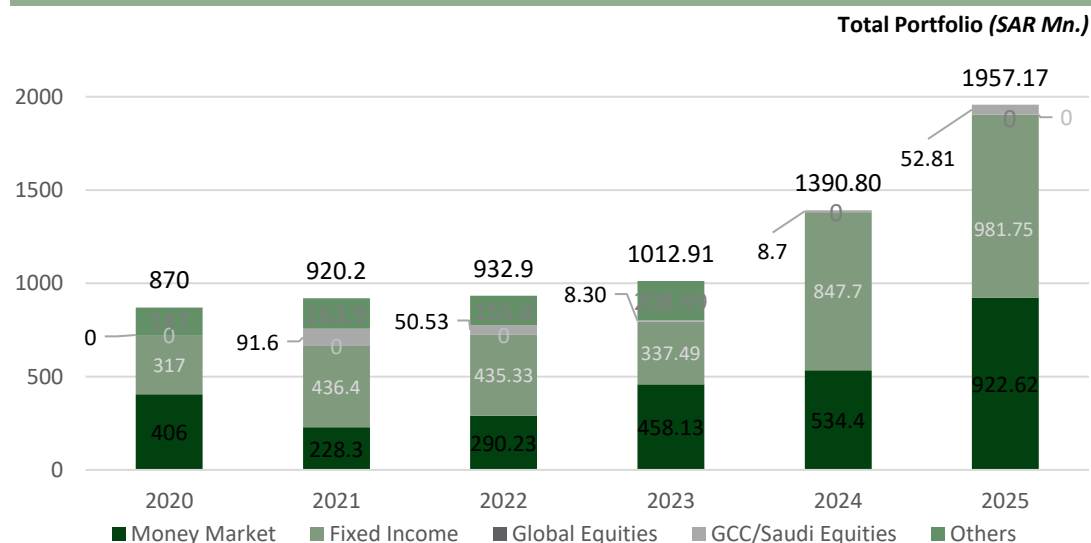
# Investment Performance



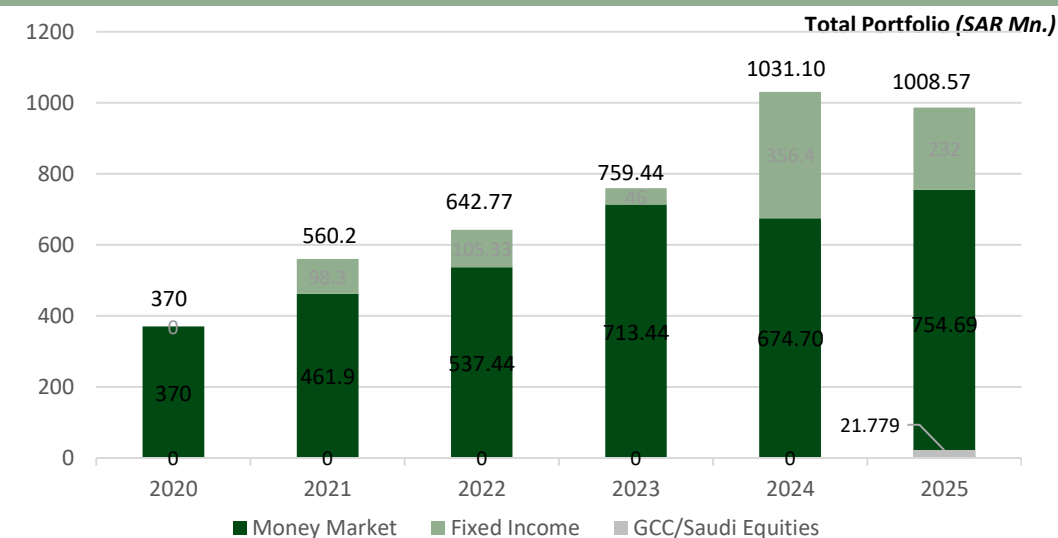
# Investments Q2 2025

## Quality Investment Assets and Robust Returns

### Shareholders' Funds



### Policyholders' Funds



### Return Q2 2025

|              | YTD<br>SAR (000') | YTD<br>%    |
|--------------|-------------------|-------------|
| Probitas     | 0                 | 0           |
| RE           | (1,151)           | (15.77)     |
| Saudi Equity | 3,723             | 348.09      |
| Global FI    | 56                | 0           |
| Fixed Income | 23,941            | 2.43        |
| Money Market | 23,838            | 2.64        |
| <b>Total</b> | <b>50,407</b>     | <b>2.64</b> |

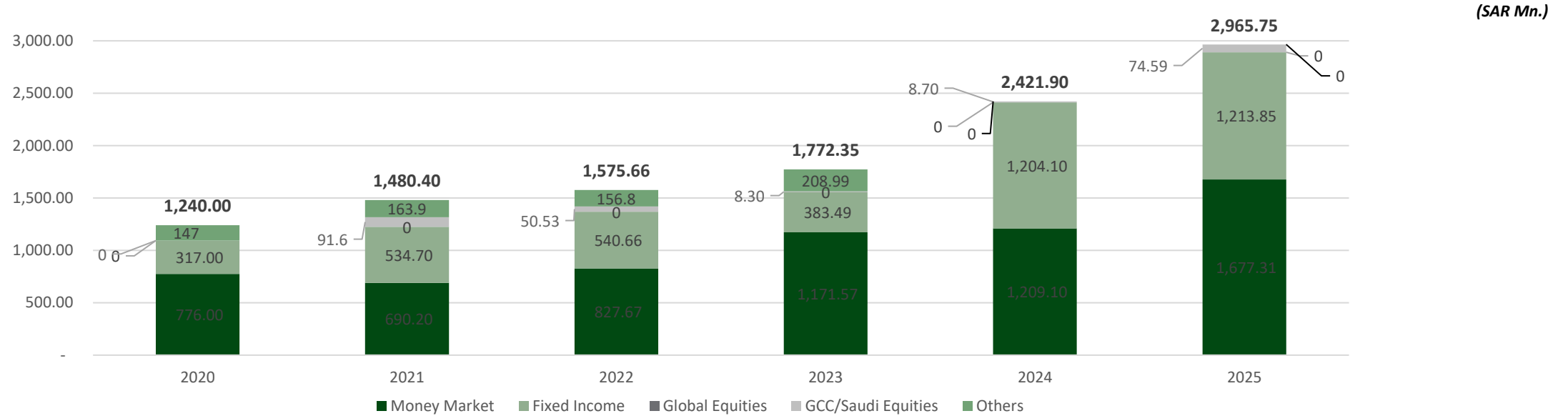
### Return Q2 2025

|              | YTD<br>SAR (000') | YTD<br>%    |
|--------------|-------------------|-------------|
| Fixed Income | 5,749             | 2.59        |
| Money Market | 22,081            | 3.15        |
| Saudi Equity | 1,779             | 8.89        |
| <b>Total</b> | <b>29,609</b>     | <b>3.19</b> |

# Investments Q2 2025

## Quality Investment Assets and Robust Returns

### Total Investments

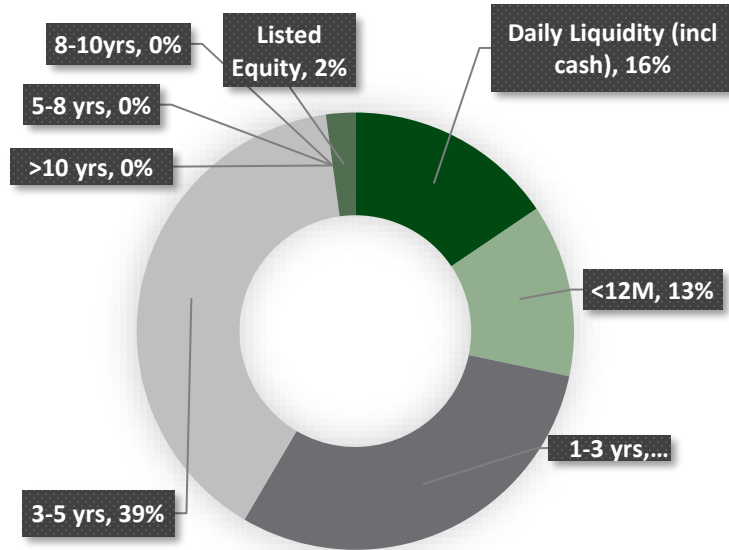


| Return Q2 2025 | YTD<br>SAR (000') | YTD<br>%    |
|----------------|-------------------|-------------|
| Probitas       | 0                 | 0           |
| RE             | (1,151)           | (15.77)     |
| Saudi Equity   | 5,502             | 240         |
| Global FI      | 56                | 0           |
| Fixed Income   | 29,690            | 2.46        |
| Money Market   | 45,919            | 2.87        |
| <b>Total</b>   | <b>80,016</b>     | <b>2.82</b> |

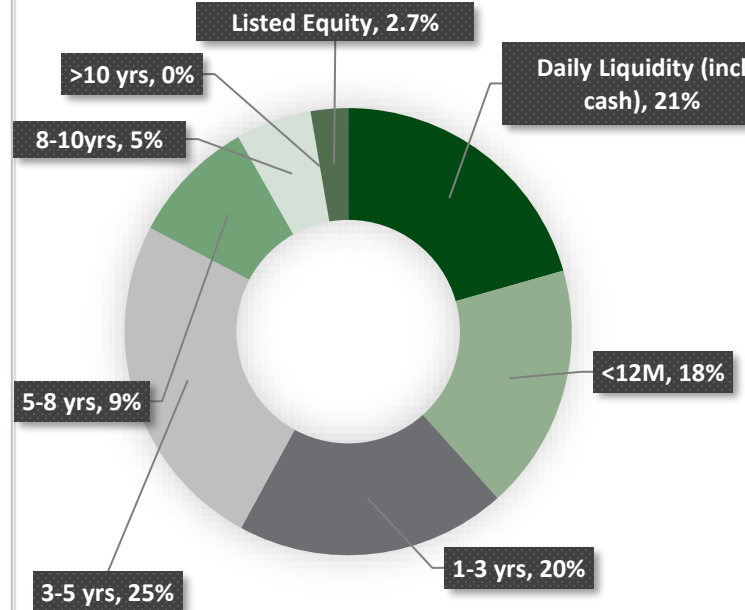
# Investment Maturity Q2 2025

## Flexible and Diversified Profile

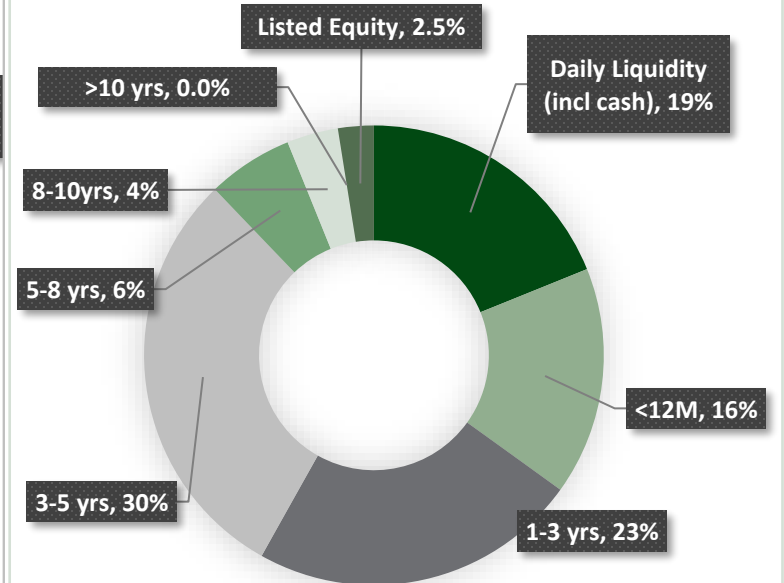
Policyholders Investments



Shareholder Investments



Total Investments



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Saudi Re Director's Report 2024

