



# KSA INDUSTRY UPDATE 2023



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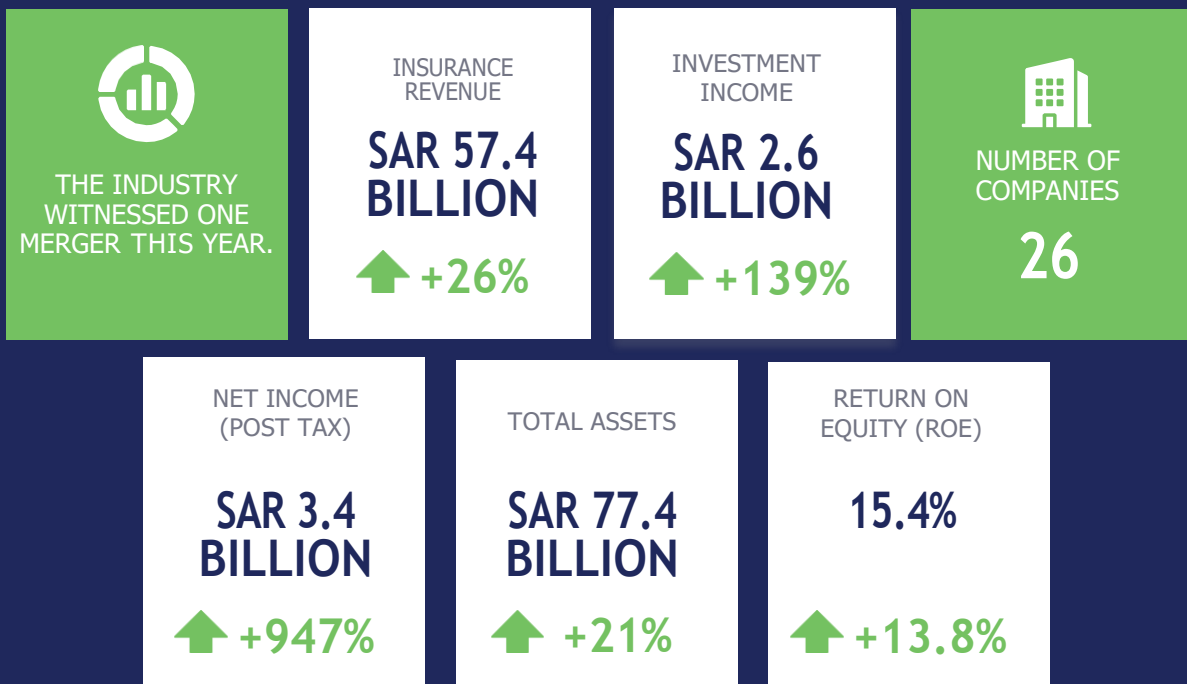
# INTEGRATION OF IFRS 17

Commencing January 1st, 2023, IFRS 17 has taken the reins from IFRS 4 as the standard dictating the accounting and financial reporting measurements and procedures for insurance and reinsurance companies operating in the Kingdom of Saudi Arabia. This revamped standard lays down fundamental guidelines governing the recognition, measurement, and disclosures pertinent to insurance and reinsurance contracts.

IFRS 17 mandates that companies assess insurance contracts utilizing updated estimates and assumptions, which accurately reflect the timing of cash flows and any associated uncertainties. Moreover, under IFRS 17, income recognition occurs as companies deliver insurance services, as opposed to when premiums are received. Consequently, a new suite of financial metrics emerges to encapsulate the ramifications of IFRS 17 such as:

- **Insurance Revenue:** This metric represents the income generated from providing insurance services over the duration of the contract, in alignment with IFRS 17's principles of recognizing revenue as services are rendered.
- **Insurance Service Expenses:** Insurance service expenses under IFRS 17 are the costs an insurance company incurs in fulfilling obligations under insurance contracts, such as claims, claims related expenses and other attributable expenses.

## KSA INSURANCE INDUSTRY IN 2023, AT A GLANCE



# Industry Overview

The results shown in this report are based on 26 audited financial statements (referred herein as “the market”, “the companies” or “the industry”) of KSA insurance companies listed on Saudi Stock Exchange (Tadawul).

When comparing IFRS 17 KPIs of 2023 to the restated values for 2022, the insurance revenue grew by 26.1% to SAR 57.4 billion during 2023. Total assets of the companies were recorded at SAR 77.4 billion—an increase of 21.1% during 2023. On a pre-tax basis, net income has grown from SAR 732 million in 2022 to SAR 3.9 billion (or SAR 3.4 billion post-tax) in 2023.

Both insurance results and investment results saw an improvement in 2023, however, about 68% of the pre-tax net income of the insurance industry in 2023 can be attributed to investment results. Insurance results improved driven by the enforcement of mandatory coverages and increases in motor and medical rates. These developments are expected to continue in 2024 and beyond, so we expect further growth in the insurance industry.

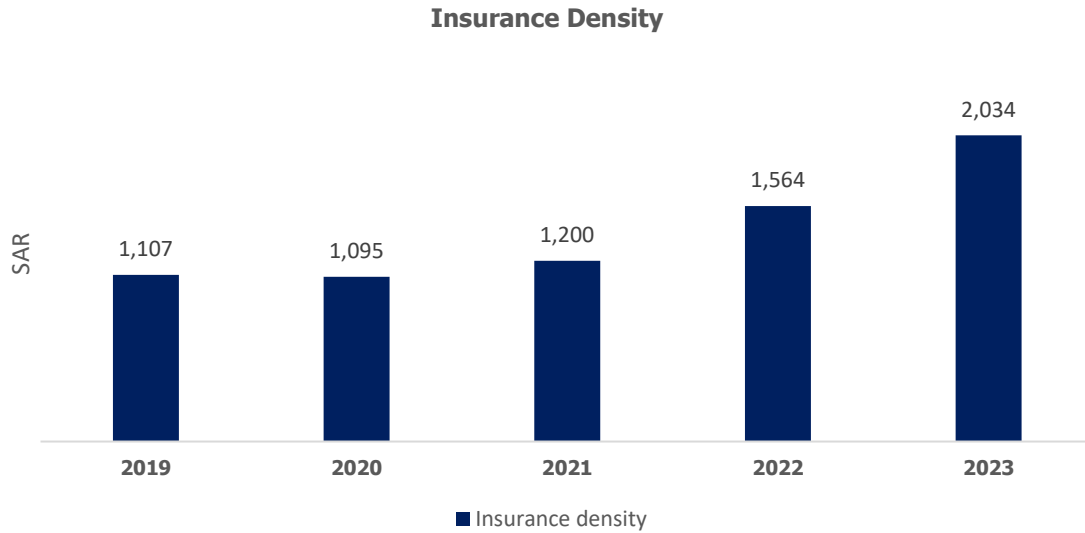
Where data for individual companies is shown, we have separated it into two categories of graphs: ‘Top 10’ in the main body of the report and ‘Remaining’ in the Appendix of this report. Each ‘Top 10’ graph includes the top 10 companies for a specific statistic only. It means that each ‘Top 10’ graph will have a different set of companies, depending on their ranking with respect to the statistic.

The remaining report will deep-dive into the market statistics to unveil the latest trends.



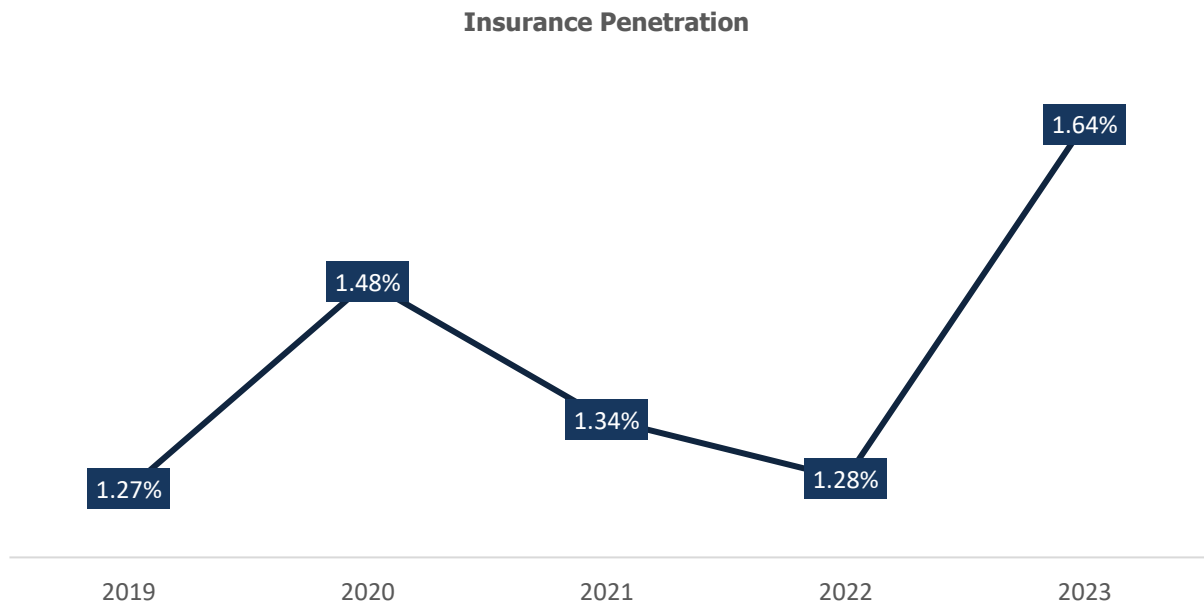


Graph 1 – Insurance density



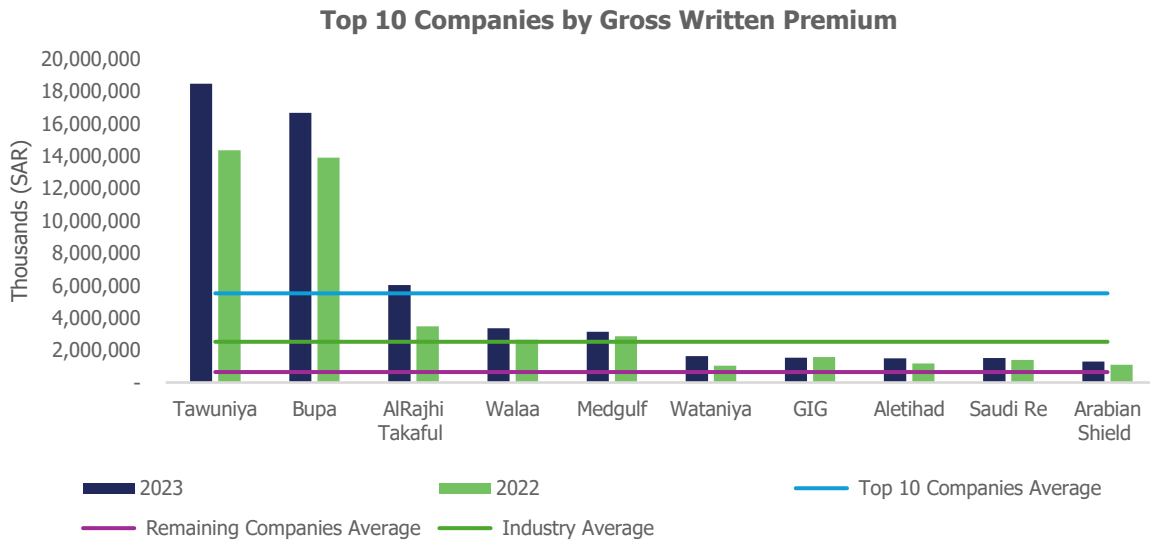
Insurance density, defined as the ratio of gross written premiums (GWP) to the population of Saudi Arabia, saw a marginal decline of 0.3% in 2020. Since then, the ratio has been on an upward trajectory, with substantial increases of 30% in 2022 and 2023, respectively. The recent growth in insurance density can primarily be attributed to economic progress, which has led to the rise of insurable assets and the introduction or enforcement of mandatory coverages.

Graph 2 – Insurance penetration



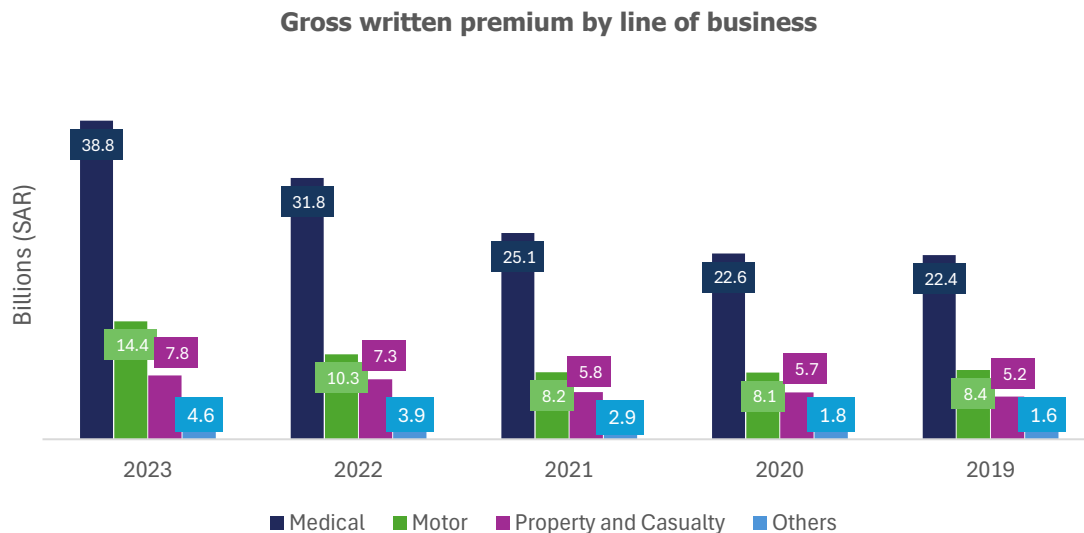
Insurance penetration is measured by the ratio of gross written premiums (GWP) to gross domestic product (GDP). Recent years have seen considerable growth in Saudi Arabia's GDP, which has been paralleled by significant increases in gross written premiums. Another key reason for this can be attributed to the expansion of mandatory products and their enforcement. As an example, a resolution issued by the General Traffic Department in October 2023 mandates that all individuals must have third-party liability (TPL) insurance coverage and any failure to comply with this requirement will result in the imposition of automatic penalties.

Graph 3 – Top 10 companies by gross written premium



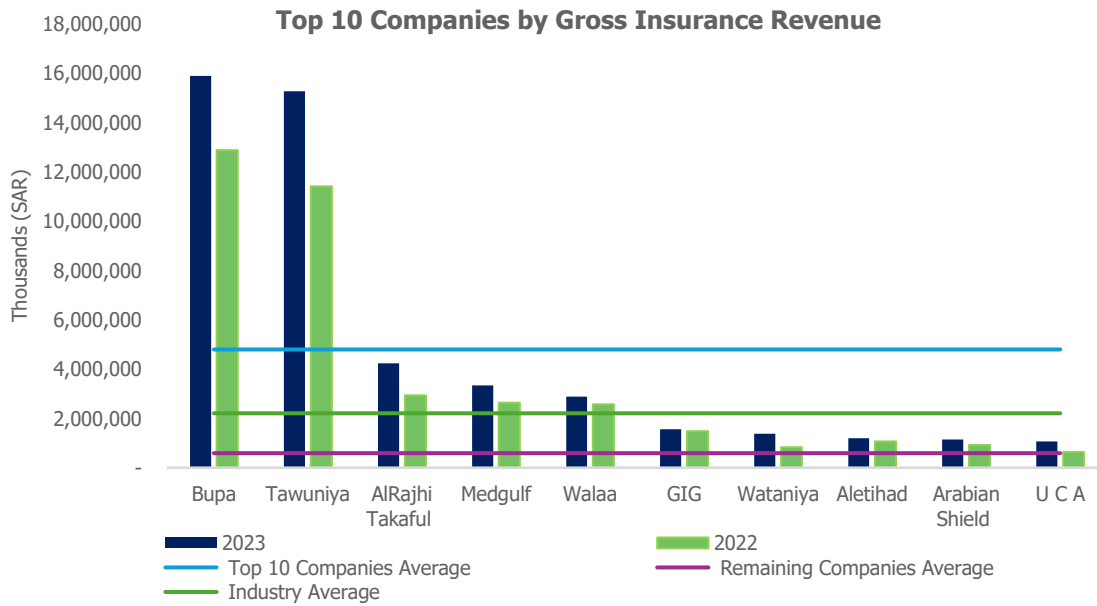
In the 2023 chart showcasing the top 10 insurance companies by gross written premium (GWP), Tawuniya and Bupa dominate the market significantly, with GWPs of SAR 18.5 billion and SAR 16.7 billion, respectively. This resulted in an improvement in insurance revenue to SAR 15.3 billion and SAR 15.9 billion for Tawuniya and Bupa, respectively. Their strong performance sets them apart from the rest of the pack, underscoring their market leadership. The average GWP for the top 10 companies stands at SAR 5.5 billion, highlighting a noticeable difference when compared to the remaining companies, who’s average GWP is just SAR 2.5 billion. This contrast illustrates the high concentration of premiums among the leading companies, emphasizing the competitive advantage held by Tawuniya and Bupa.

Graph 4 – 2023 Gross written premium by line of business



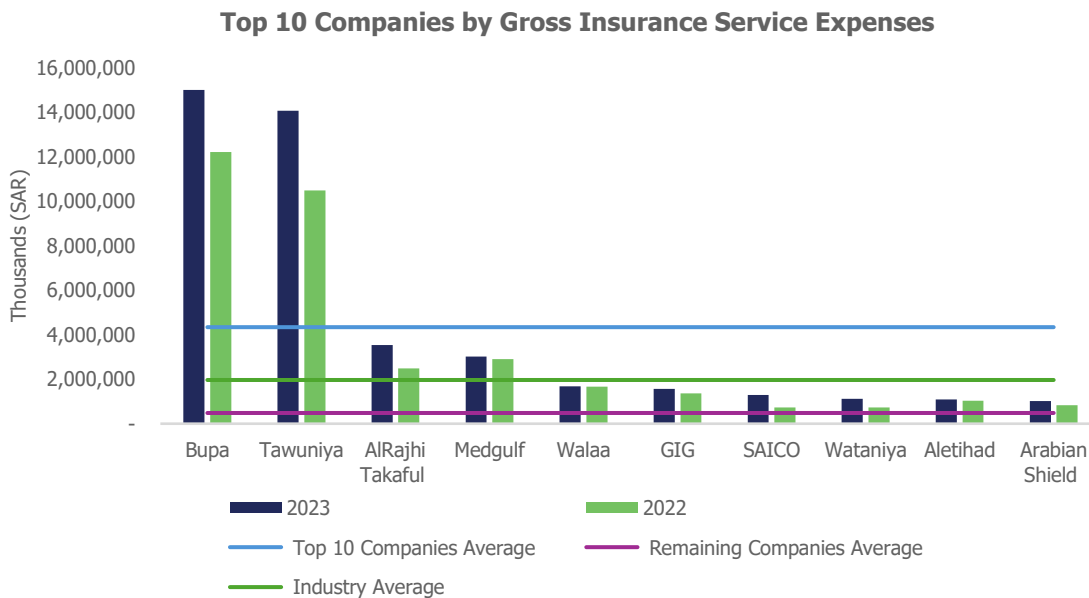
The overall market gross written premium (GWP) in 2023 is SAR 65.5 billion. Medical insurance dominates, accounting for 59.3% of the total. Motor insurance follows with a 21.9% share, while property and casualty (P&C) makes up 11.9%. Other lines of business comprise the remaining 7%. This distribution underscores the medical sector's significance and the notable roles of motor and P&C insurance in the market.

Graph 5 – Top 10 companies by gross insurance revenue



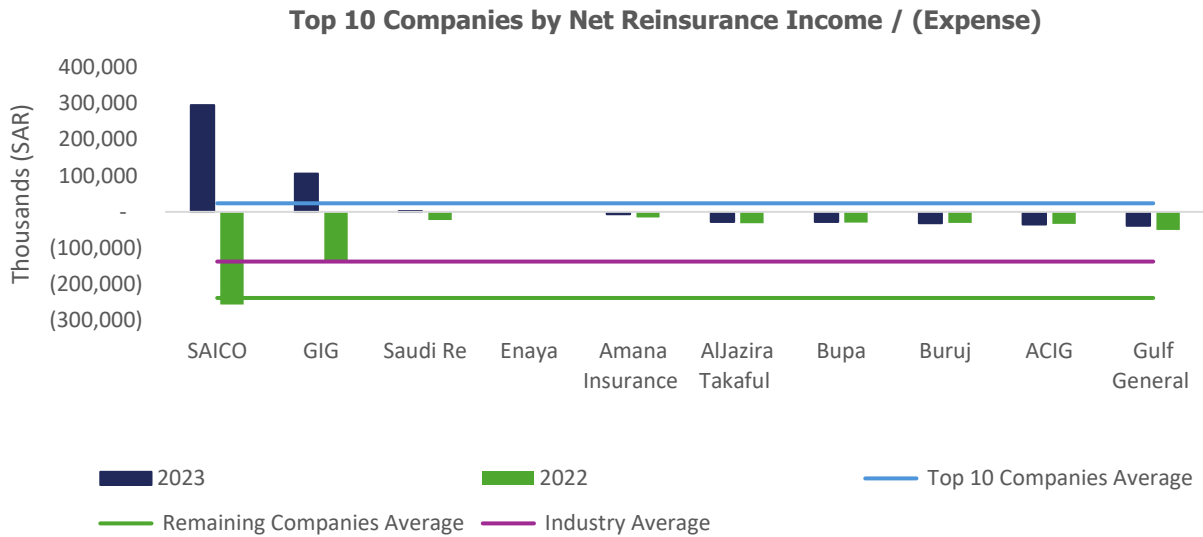
The chart above reveals significant growth in insurance revenue between 2022 and 2023. In 2022, the total revenue amounted to SAR 45.6 billion, while in 2023, it increased by 26% to reach SAR 57.4 billion. This is in line with the growth seen on gross written premiums above. The average revenue of the top 10 companies stands at SAR 4.8 billion, underscoring the substantial contribution of leading players to the overall industry revenue. These companies collectively account for a significant portion of the market.

Graph 6 – Top 10 companies by gross insurance service expenses



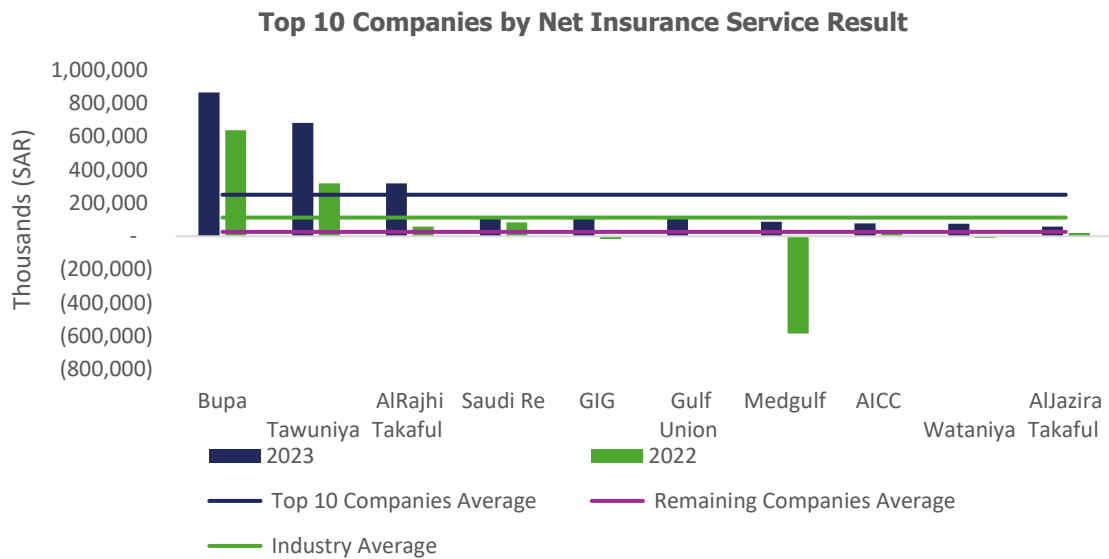
The graph of the top companies in terms of insurance service expenses shows a marked increase from SAR 41.65 billion in 2022 to SAR 51.07 billion in 2023, a rise of about 22.6%. The top 10 companies averaged SAR 4.3 billion in expenses, significantly higher than the industry average of SAR 2 billion. As expected, the largest companies from a market share perspective have the largest share of the costs.

Graph 7 – Top 10 companies by net reinsurance income / (expense)



The chart depicting net expense from reinsurance contracts held reveals a contrast between the top 10 insurance companies and the industry as a whole. This metric, which includes both the allocation of reinsurance premiums and amounts recoverable from reinsurers for incurred claims, shows that the top 10 companies maintain an average income of SAR 23.7 million. Meanwhile, the industry stands at an average expense of SAR 137.4 million.

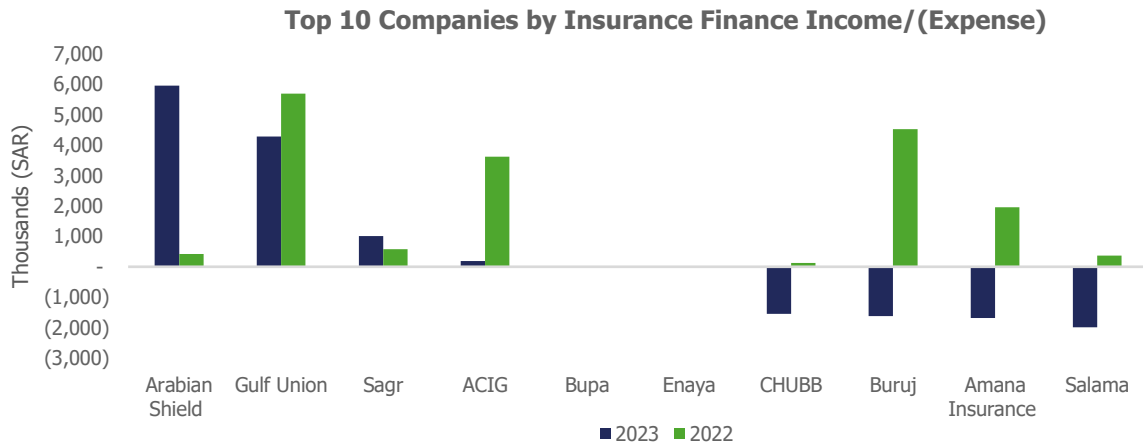
Graph 8 – Top 10 companies by net insurance service result



The chart on the insurance service result clearly illustrates the industry's recovery in 2023. The total insurance service result across the market reached SAR 2.9 billion, a substantial turnaround from a loss of SAR 2.9 million in 2022. With an industry average of SAR 112 million, this metric highlights a significant improvement, reflecting better underwriting performance and operational efficiency throughout the industry.

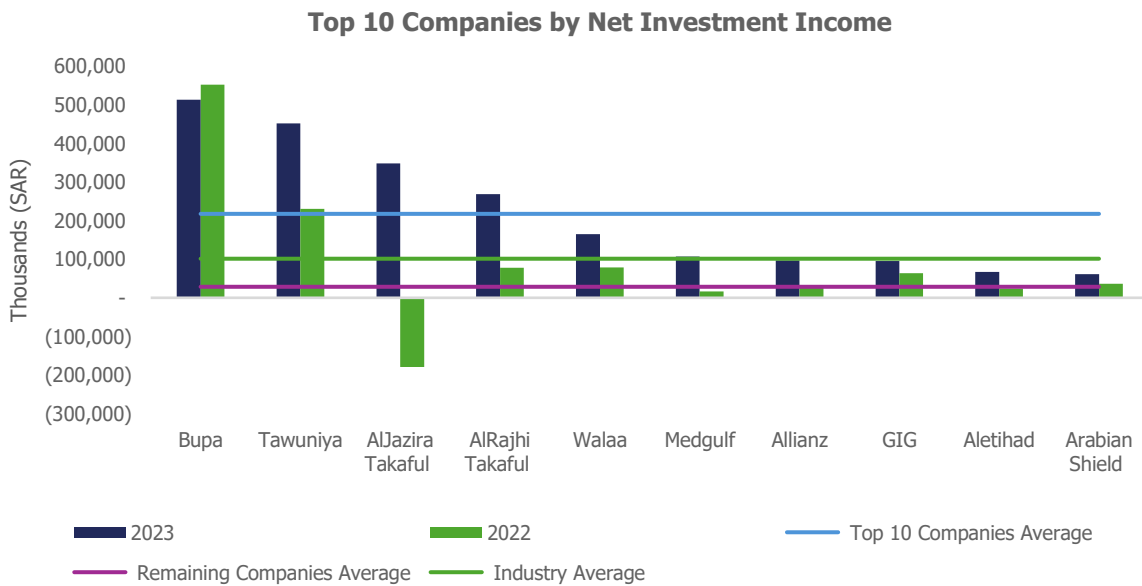


Graph 9 – Top 10 companies by insurance finance income / (expense)



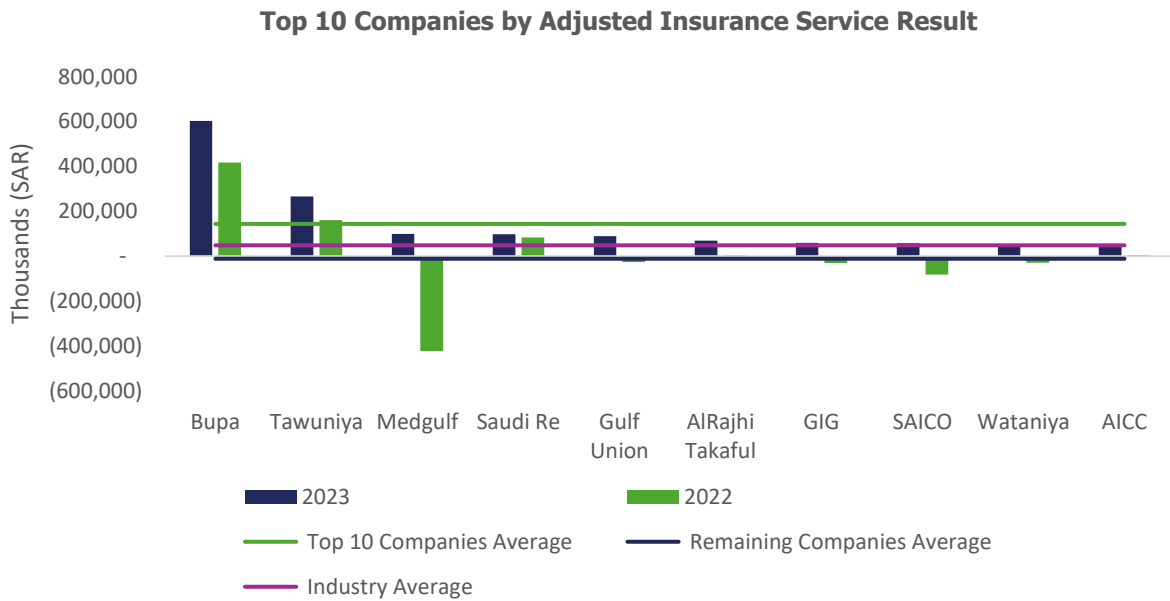
The chart displays the insurance finance income or expense across multiple insurers and highlights the disparities in this financial metric. Insurance finance income or expenses includes in it the effect on the carrying amount of insurance contracts of changes in financial assumptions (i.e. discount rate). In total, this contributed to a reduction in earnings of SAR 715 million for the insurance sector (most of the significant impacts were on those companies writing long term protections & savings contracts).

Graph 10 – Top 10 companies by net investment income



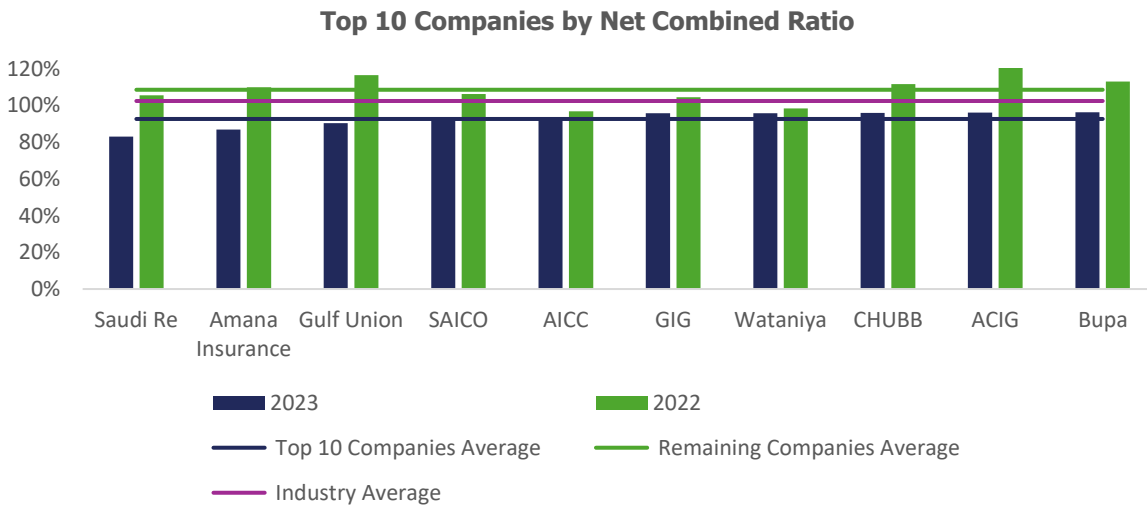
The Net Investment Income chart illustrates a notable surge in value from 2022 to 2023, with an overall value of SAR 1.1 billion to SAR 2.6 billion in 2023 showcasing a doubling of investment returns within a year. The Top 10 Companies' average of SAR 217.5 million significantly outpaces the industry average of SAR 101.2 million.

Graph 11 – Top 10 companies by **adjusted** insurance service result = Net insurance service result + insurance finance income/(expense) + other income/(expense)



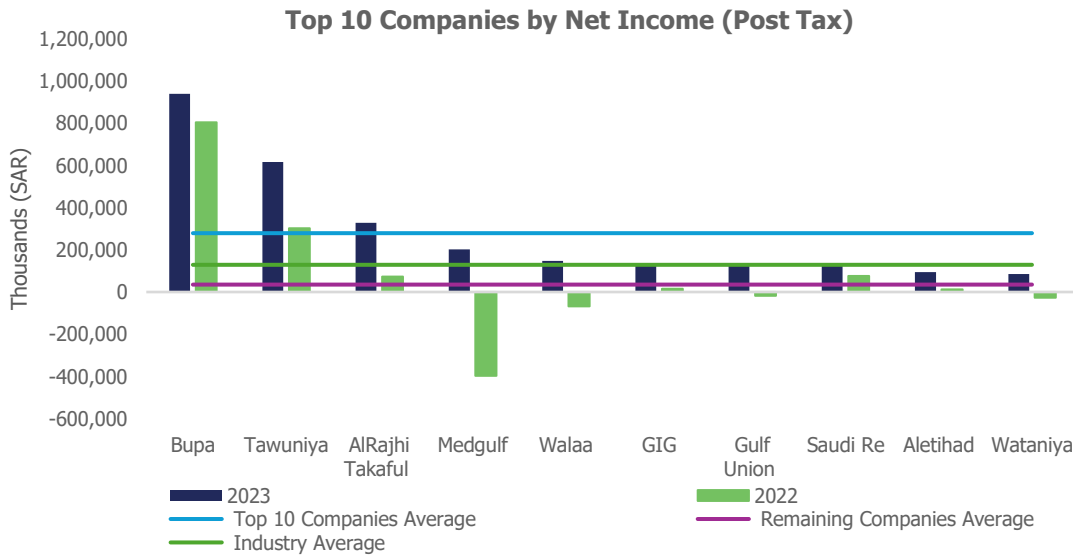
The graph above shows the top 10 companies with the highest total pre-tax profit without the inclusion of any investment income. For the overall market, the insurance sector has seen a turnround in this metric from a **loss** of SAR 372 million in 2022 to a profit of SAR 1.25 billion in 2023. These earnings have constituted 32% of the total pre-tax profit of the sector in 2023.

Graph 12 – Top 10 companies by net combined ratio = (Net insurance service expenses + insurance finance income/(expense) + other income/(expense)) / net insurance revenue



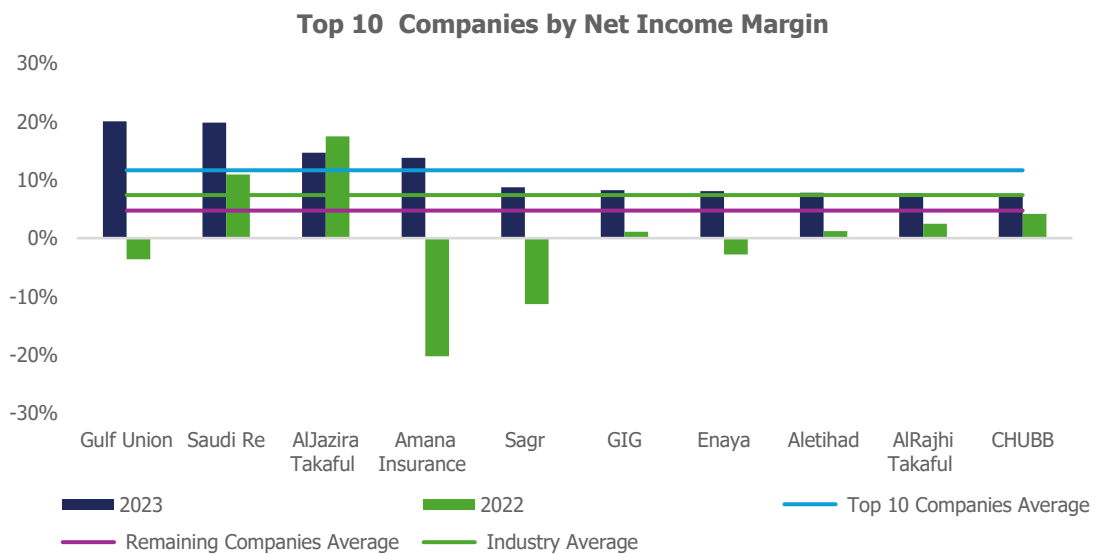
The graph above shows the 10 companies with the lowest net combined ratio in 2023. These companies have seen an improvement in net combined ratio from an average of 108% in 2022 to 93% in 2023. For the overall market, the net combined ratio has increased from an average of 109% in 2022 to 102% in 2023.

Graph 13 – Top 10 companies by net income (post tax)



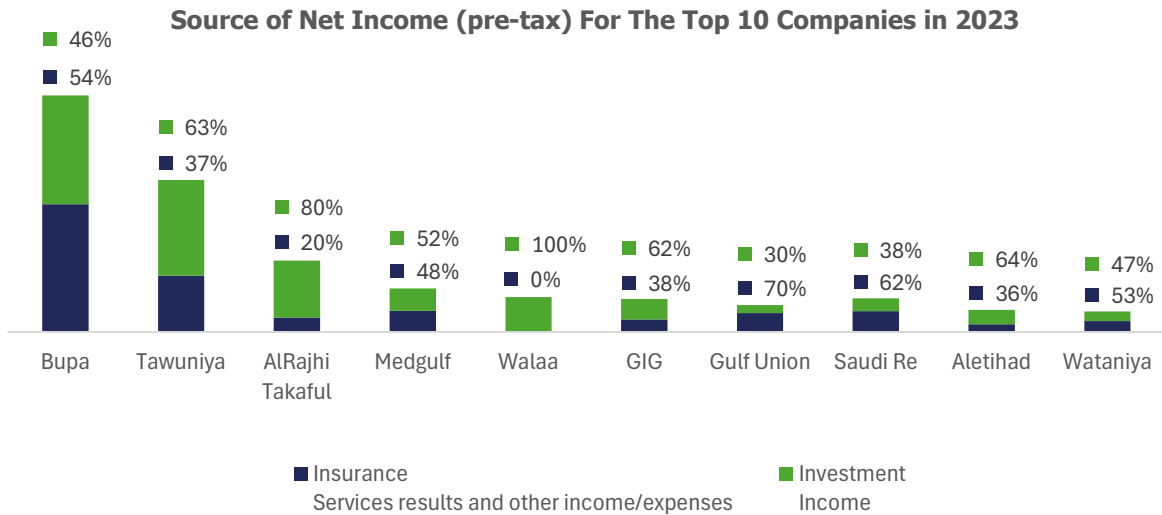
The graph of net income after tax illustrates a substantial increase from SAR 0.32 billion in 2022 to SAR 3.35 billion in 2023, highlighting significant growth. Bupa and Tawuniya are leading the market by a notable margin, with their financial performance surpassing their competitors. The industry average net income after tax stands at SAR 0.13 billion, emphasizing the dominance of market leaders.

Graph 14 – Top 10 companies net income margin = net income (after tax) / insurance revenue



The net income margin witnessed a substantial increase from 0.7% in 2022 to 5.8% in 2023, marking a significant improvement in profitability within just one year. This sharp uptrend is driven by improved insurance service results and investment income in 2023.

Graph 15 – Source of net income (pre-tax) for the top 10 companies in 2023



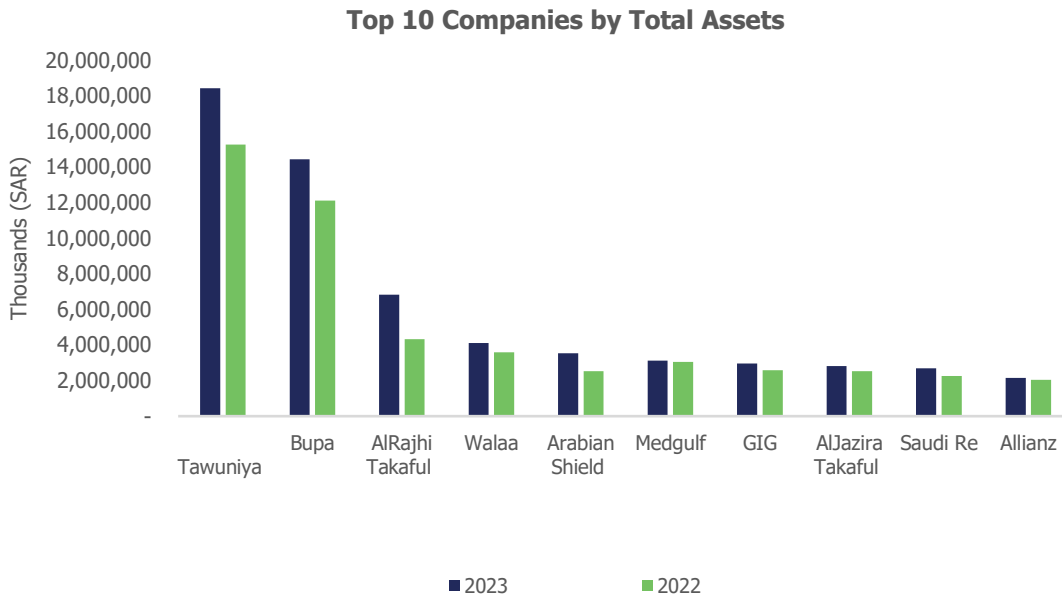
The "Net Income Sources" for the top 10 companies in the insurance market outlines the split between the "Insurance Services results (with other income and expenses clubbed in)" and "Investment income". The percentages reflect a share of the pre-tax net income. For the overall market, investment income represents 68% of the pre-tax net income, demonstrating that investment income was a dominant component of profitability this year.

Graph 16 – Top 10 companies by shareholder's equity



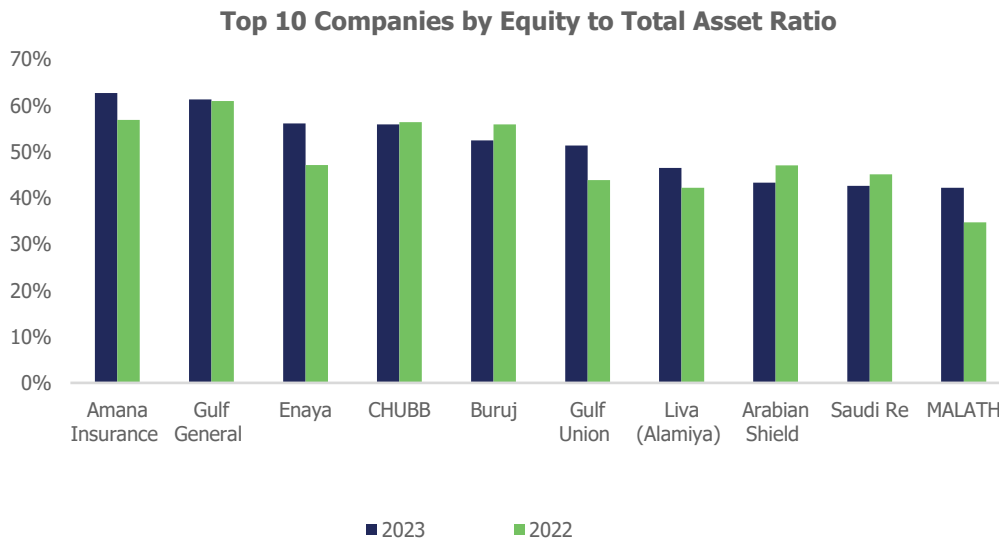
The Total Equity for the top 10 companies portrays a steady upward trajectory. The overall market equity increased from SAR 20 billion in 2022 to SAR 23.6 billion in 2023. This growth signals a robust financial standing and sustained capital accumulation among the leading entities in the insurance market.

Graph 17- Top 10 companies by total assets



The chart above highlights the top 10 insurance companies by total assets shows notable growth in 2023. With a market-wide average of SAR 2.98 billion, the industry's total assets increased by 21% compared to 2022, when the average was SAR 2.46 billion. This significant rise reflects strengthened the asset base among insurers, indicating strategic asset management and a robust financial outlook for the sector.

Graph 18 – Top 10 companies by equity to total assets ratio



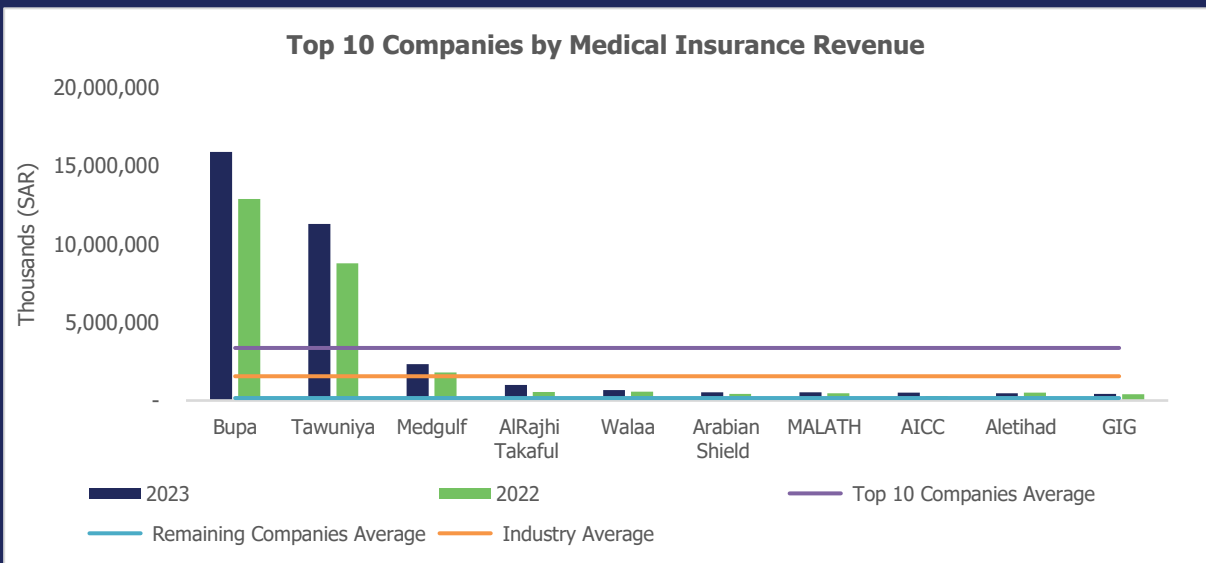
The top 10 insurers in terms of equity to asset ratio have an average of 51%, compared to the market-wide average of 38%. This ratio, calculated as total shareholders' equity divided by total assets, indicates whether companies are better capitalized to maintain stronger equity positions relative to their assets, reflecting effective risk management and financial stability.

# Medical

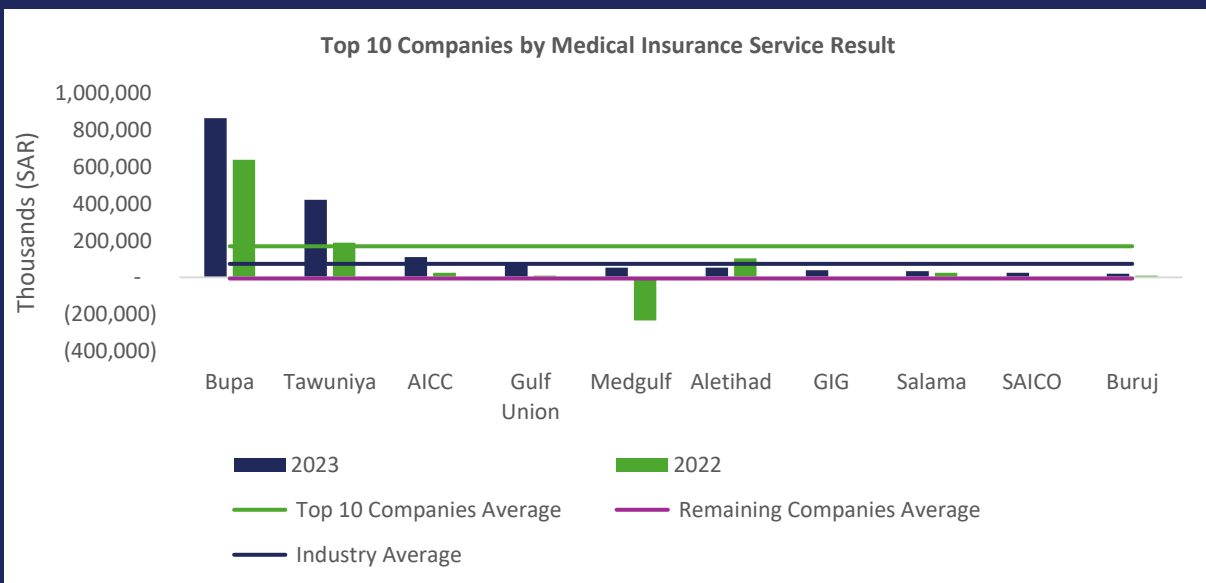
  
 NUMBER OF COMPANIES PROVIDING THIS LINE OF BUSINESS  
**23**

INSURANCE REVENUE  
**SAR 35.65 BILLION**  
 **+25.2%**

INSURANCE SERVICE RESULT  
**SAR 1.61 BILLION**  
 **+106%**



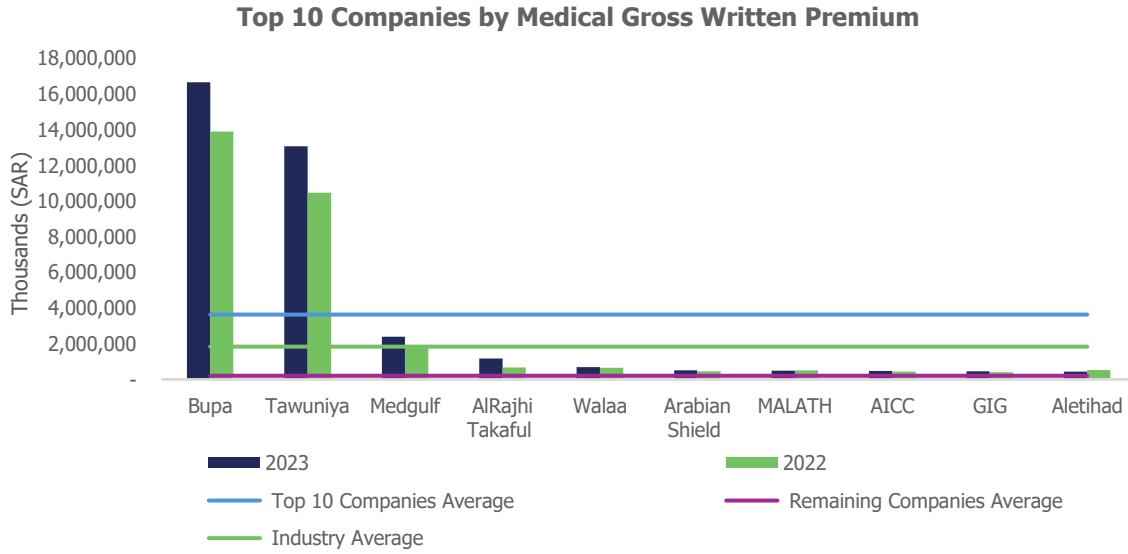
Medical insurance revenue grew by 25.2% during FY 2023 to reach SAR 35.7 billion. Bupa and Tawuniya are leading the market by a big margin as their combined insurance revenue is SAR 27.17 billion while the total insurance revenue for the rest of the market is SAR 8.5 billion.



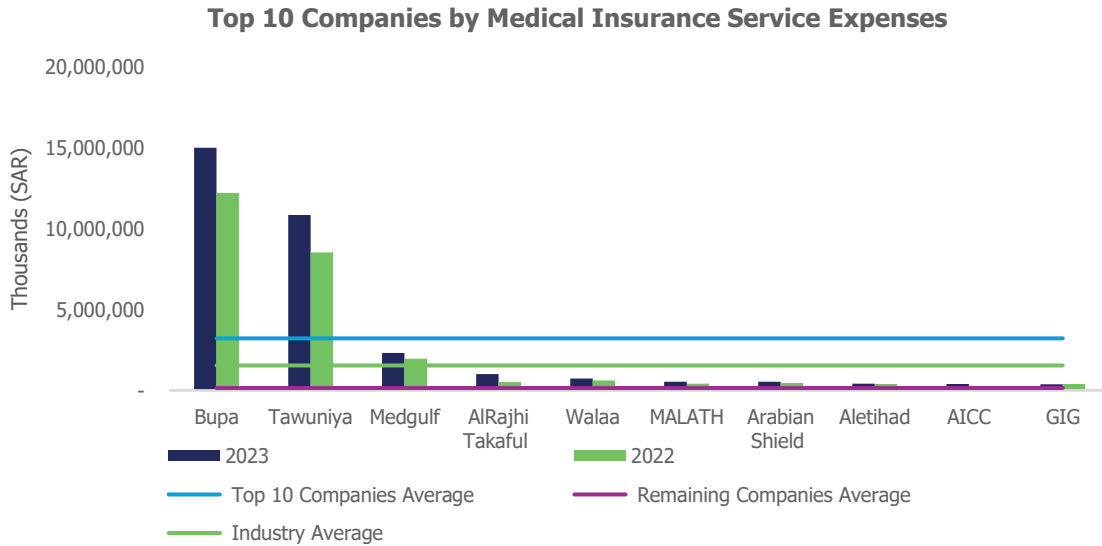
During FY 2023, medical insurance service results increased by 105.9%, totaling SAR 1.61 billion across companies. This is driven by an increase in benefits and medical rates.



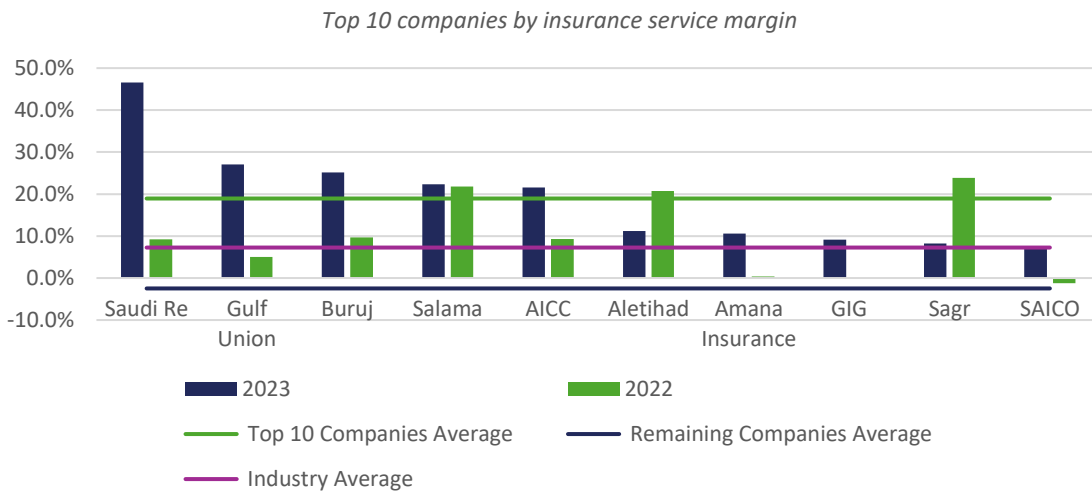
Graph 21 – Top 10 companies by medical gross written premium



Graph 22 – Top 10 companies by medical insurance service expenses



Graph 23 – Top 10 companies by medical insurance service margin = insurance service results / insurance service revenue

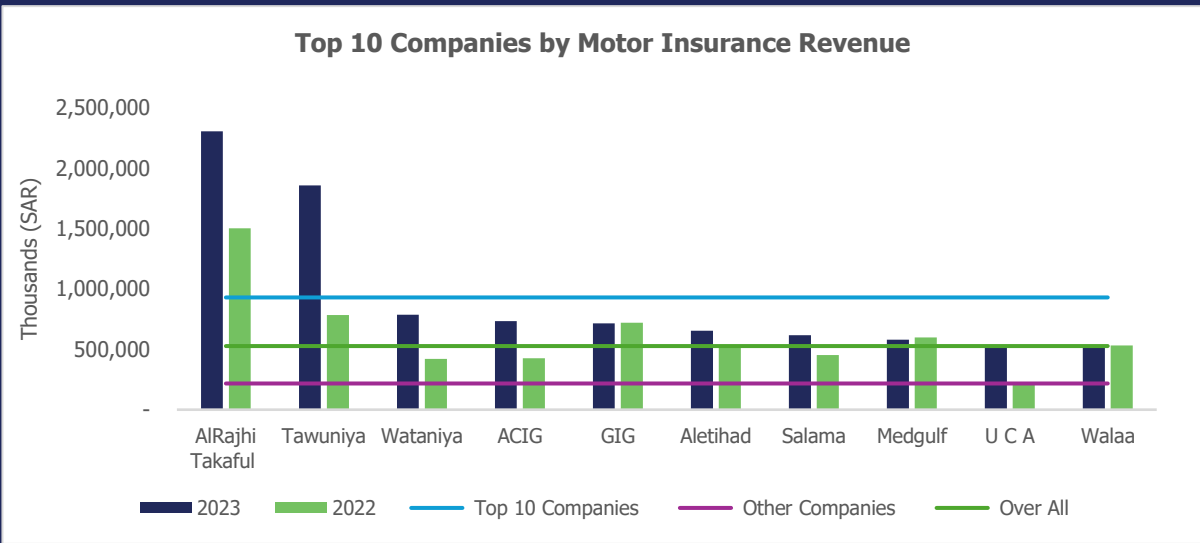


# Motor

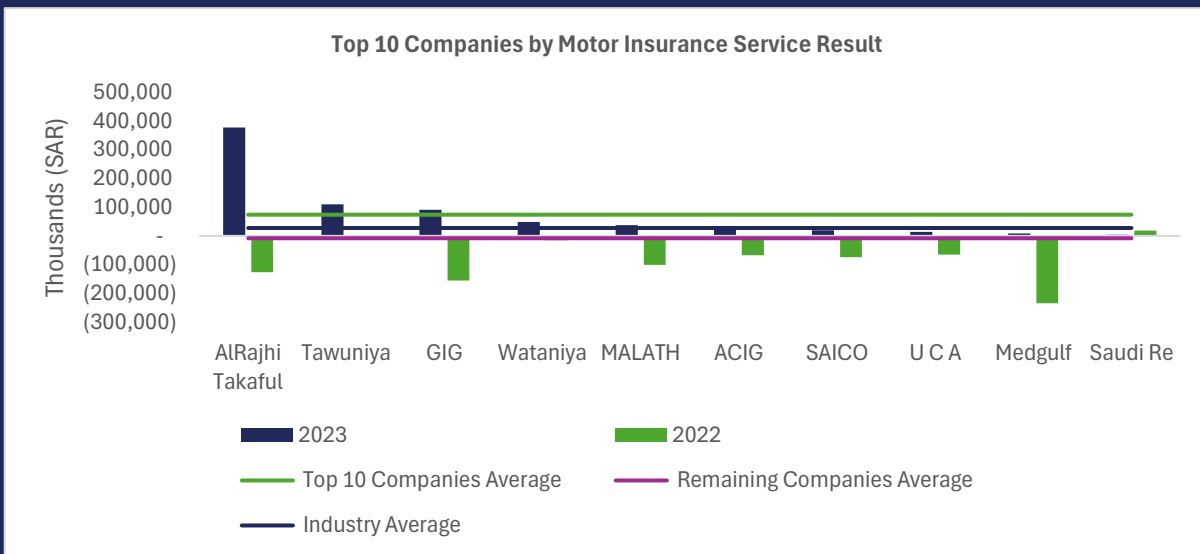
  
 NUMBER OF COMPANIES PROVIDING THIS LINE OF BUSINESS  
**24**

INSURANCE REVENUE  
**SAR 12.11 BILLION**  
 **+38.5%**

INSURANCE SERVICE RESULT  
**SAR 631.1 MILLION**  
 **+140.1%**

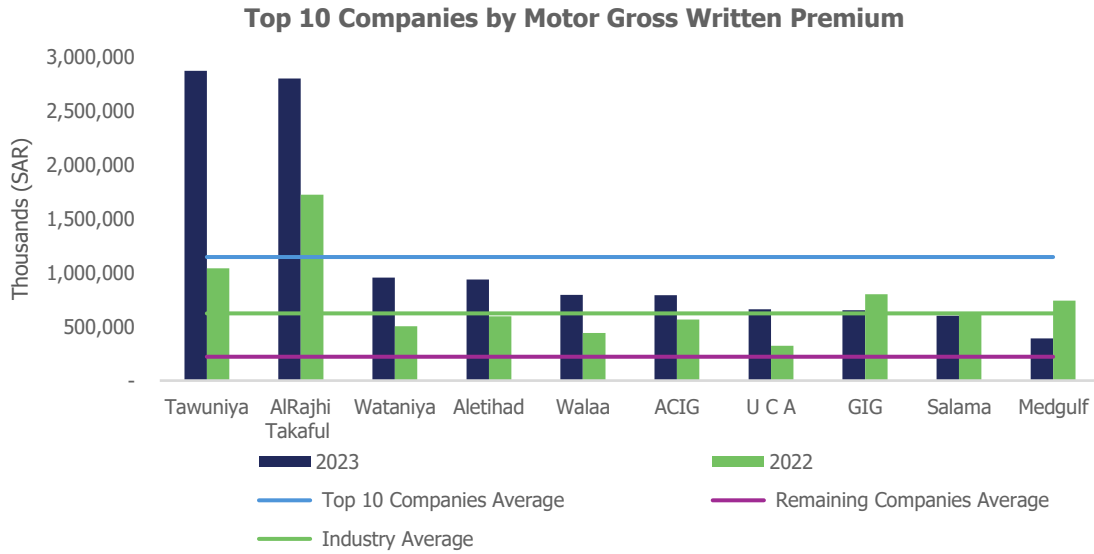


In FY year 2023, revenue from motor insurance surged by 38.5%, reaching SAR 12.11 billion. Al Rajhi Takaful and Tawuniya dominate the market significantly, with a combined SAR 4.16 billion in insurance revenues, representing 34.4% of the market's insurance revenue.

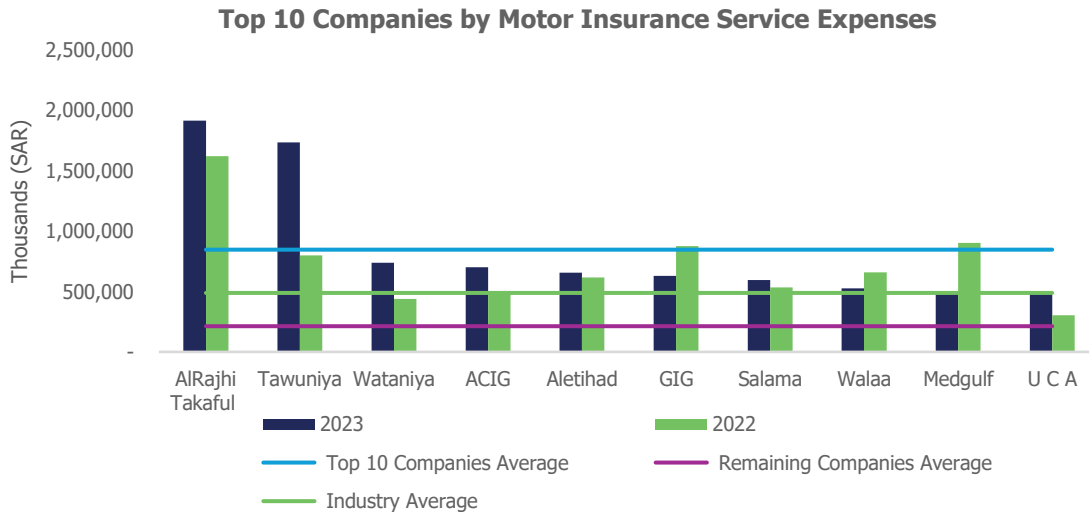


During FY 2023, motor insurance service results recorded a positive value totaling SAR 637.71 million across companies. This sharp increase can be attributed to various incentives rolled out to increase or enforce motor insurance coverage in 2023.

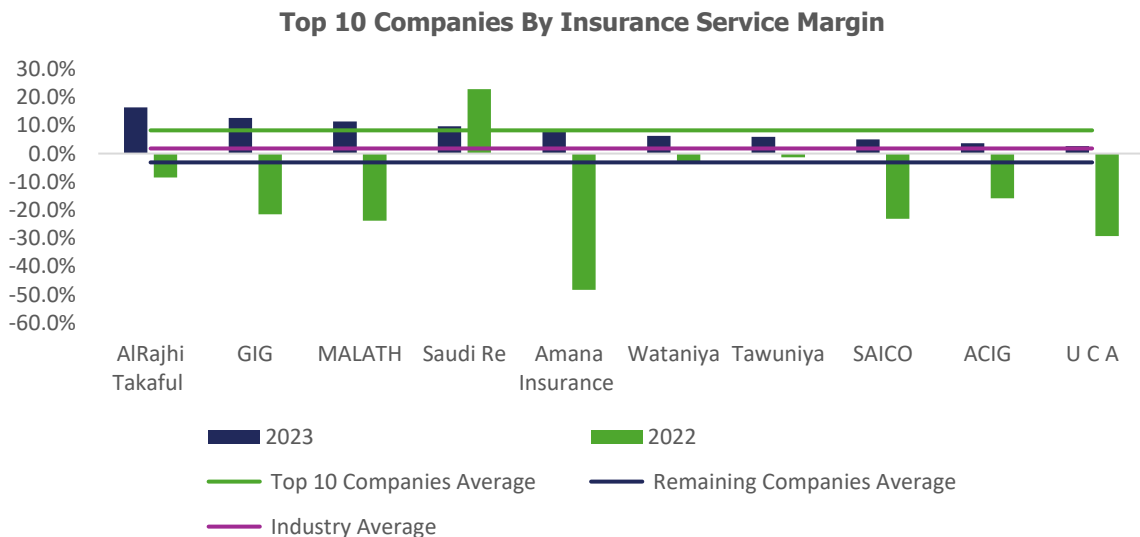
Graph 26 – Top 10 companies by motor gross written premium



Graph 27 – Top 10 companies by motor insurance service expenses



Graph 28 – Top 10 companies by motor insurance service margin = insurance service results / insurance service revenue



# Exhibit 1

GWP (SAR Thousands)

INSURANCE COMPANY	GWP		MARKET SHARE BY GWP		MARKET RANK BY GWP		
	2023	2022	2023	2022	2023	2022	CHANGE
Tawuniya	18,470,350	14,355,513	28.2%	27.1%	1	1	0
Bupa	16,668,744	13,896,883	25.5%	26.3%	2	2	0
AlRajhi Takaful	6,022,857	3,470,070	9.2%	6.6%	3	3	0
Walaa	3,346,161	2,641,932	5.1%	5.0%	4	5	1
Medgulf	3,135,525	2,854,602	4.8%	5.4%	5	4	-1
Wataniya	1,627,878	1,042,418	2.5%	2.0%	6	10	4
GIG	1,541,590	1,567,251	2.4%	3.0%	7	6	-1
Aletihad	1,489,053	1,176,701	2.3%	2.2%	9	8	-1
Saudi Re	1,504,812	1,403,281	2.3%	2.7%	8	7	-1
Arabian Shield	1,297,129	1,106,285	2.0%	2.1%	10	9	-1
SAICO	1,061,781	1,039,423	1.6%	2.0%	11	11	0
ACIG	1,047,403	830,697	1.6%	1.6%	12	14	2
UCA	1,029,420	821,844	1.6%	1.6%	13	15	2
Allianz	960,945	848,255	1.5%	1.6%	14	13	-1
AICC	923,581	733,193	1.4%	1.4%	15	17	2
MALATH	870,589	944,376	1.3%	1.8%	16	12	-4
Salama	788,970	792,108	1.2%	1.5%	17	16	-1
Gulf Union	690,921	548,431	1.1%	1.0%	18	18	0
Liva (Alamiya)	522,108	455,529	0.8%	0.9%	19	20	1
Sagr	471,495	475,264	0.7%	0.9%	20	19	-1
AlJazira Takaful	437,416	415,621	0.7%	0.8%	21	21	0
Buruj	422,801	368,839	0.6%	0.7%	22	23	1
CHUBB	350,870	303,677	0.5%	0.6%	23	24	1
Gulf General	330,639	373,293	0.5%	0.7%	24	22	-2
Enaya	250,026	227,474	0.4%	0.4%	25	26	1
Amana Insurance	173,577	230,515	0.3%	0.4%	26	25	-1
<b>Totals</b>	<b>65,436,641</b>	<b>52,923,475</b>	<b>100%</b>	<b>100%</b>			

# Exhibit 2

Net Income (SAR Thousands)

INSURANCE COMPANY	NET INCOME		MARKET RANK		
	2023	2022	2023	2022	CHANGE
Bupa	940,163	805,117	1	1	0
Tawuniya	616,426	302,193	2	2	0
AlRajhi Takaful	328,061	72,391	3	4	1
Medgulf	201,472	(396,870)	4	26	22
Walaa	147,977	(68,080)	5	24	19
GIG	128,526	15,913	6	6	0
Gulf Union	125,037	(18,300)	7	14	7
Saudi Re	124,429	76,052	8	3	-5
Aletihad	93,896	12,702	9	7	-2
Wataniya	84,581	(27,662)	10	15	5
SAICO	71,098	(61,647)	11	23	12
ACIG	63,406	(17,344)	12	12	0
AICC	60,462	6,200	13	10	-3
Salama	51,302	(38,866)	14	17	3
AlJazira Takaful	44,254	38,520	15	5	-10
Arabian Shield	44,188	(18,225)	16	13	-3
Sagr	42,300	(53,460)	17	21	4
Malath	38,188	(41,378)	18	18	0
Allianz	36,987	8,576	19	9	-10
Amana Insurance	25,439	(48,183)	20	20	0
Chubb	24,818	12,538	21	8	-13
Enaya	20,222	(6,355)	22	11	-11
Buruj	20,083	(29,000)	23	16	-7
Liva (Alamiya)	11,258	(42,945)	24	19	-5
UCA	5,292	(55,482)	25	22	-3
Gulf General	3,532	(106,017)	26	25	-1
<b>Total</b>	<b>3,353,398</b>	<b>320,388</b>			

# Exhibit 3

Total Assets and Shareholder's Equity (SAR Thousands)

INSURANCE COMPANY	TOTAL ASSETS		SHAREHOLDER'S EQUITY	
	2023	2022	2023	2022
Tawuniya	18,416,726	15,260,390	3,621,817	3,132,560
Bupa	14,438,351	12,114,931	4,675,529	4,200,889
AlRajhi Takaful	6,824,187	4,331,174	1,722,786	1,327,360
Walaa	4,107,249	3,587,872	1,268,455	1,116,436
Arabian Shield	3,531,551	2,520,772	1,528,991	1,185,172
Medgulf	3,120,006	3,046,383	917,420	706,718
GIG	2,960,458	2,587,332	1,064,840	939,034
AlJazira Takaful	2,812,630	2,533,534	940,276	892,718
Saudi Re	2,689,947	2,256,070	1,146,822	1,017,184
Allianz	2,155,386	2,050,052	800,684	745,680
SAICO	2,128,264	1,150,965	313,602	235,438
Aletihad	1,869,813	1,515,459	671,620	536,614
Wataniya	1,864,246	1,333,966	488,278	400,038
AICC	1,799,925	1,383,531	559,916	242,804
Gulf Union	1,067,226	946,809	547,992	415,437
ACIG	929,554	762,789	254,343	188,947
MALATH	924,140	1,020,120	390,090	354,015
Buruj	847,638	752,057	444,836	420,484
Liva (Alamiya)	838,685	790,444	389,992	333,423
Salama	806,249	666,810	204,979	60,856
CHUBB	758,403	700,192	423,840	394,802
UCA	629,846	747,546	265,155	256,151
Sagr	573,956	567,895	198,198	153,458
Gulf General	490,197	481,552	300,393	293,654
Amana Insurance	450,911	441,452	282,696	251,207
Enaya	339,800	360,743	190,757	170,062
<b>Total</b>	<b>77,375,345</b>	<b>63,910,840</b>	<b>23,614,307</b>	<b>19,971,140</b>



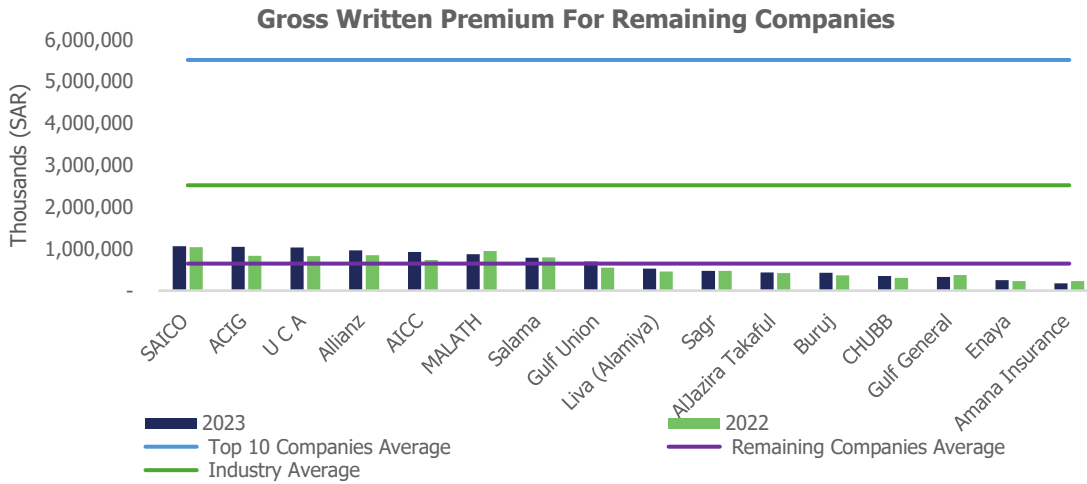
## Exhibit 4

The Exhibit below illustrates the impact of the transition to IFRS 17 on each company's equity as of January 1, 2022. It provides a perspective on the effects of the accounting standard change. Some entities may experience notable fluctuations in reported equity figures due to the reevaluation of contract liabilities and the recognition of new accounting components mandated by IFRS 17.

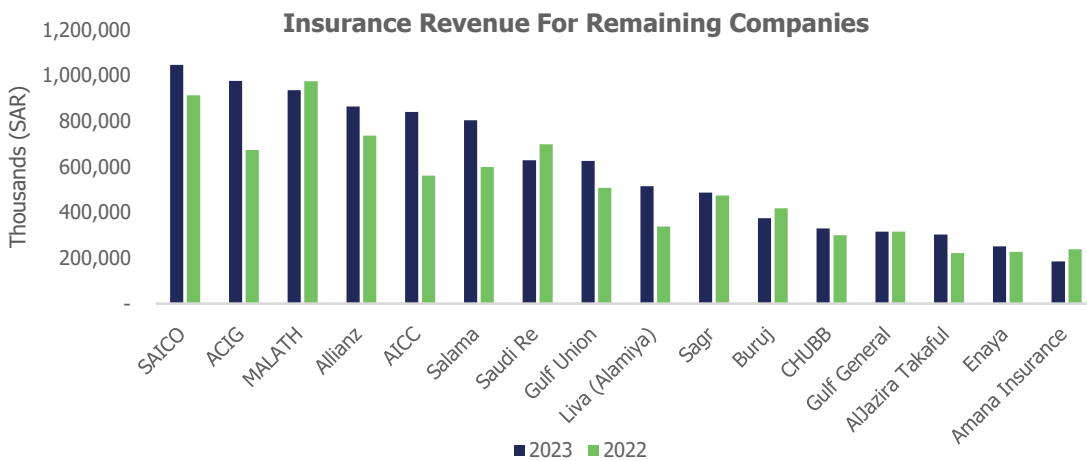
<b>INSURANCE COMPANY</b>	<b>Transition to IFRS-17 (by equity) as at Jan 1, 2022</b>
Bupa	(34,335)
Tawuniya	(102,693)
AlRajhi Takaful	56,460
Arabian Shield	22,357
Walaa	15,965
Saudi Re	2,580
GIG	15,681
AlJazira Takaful	3,295
Medgulf	60,987
Allianz	13,530
Aletihad	(29,359)
AICC	(14,917)
Gulf Union	(4,010)
Wataniya	(8,795)
Buruj	(27,459)
CHUBB	(6,017)
MALATH	(12,792)
Liva (Alamiya)	13,574
SAICO	(25,851)
Gulf General	(9,474)
Amana Insurance	(5,346)
UCA	18,645
ACIG	(6,856)
Salama	(33,795)
Sagr	(47,167)
Enaya	(4,241)
<b>Totals</b>	<b>(150,034)</b>

# Appendix

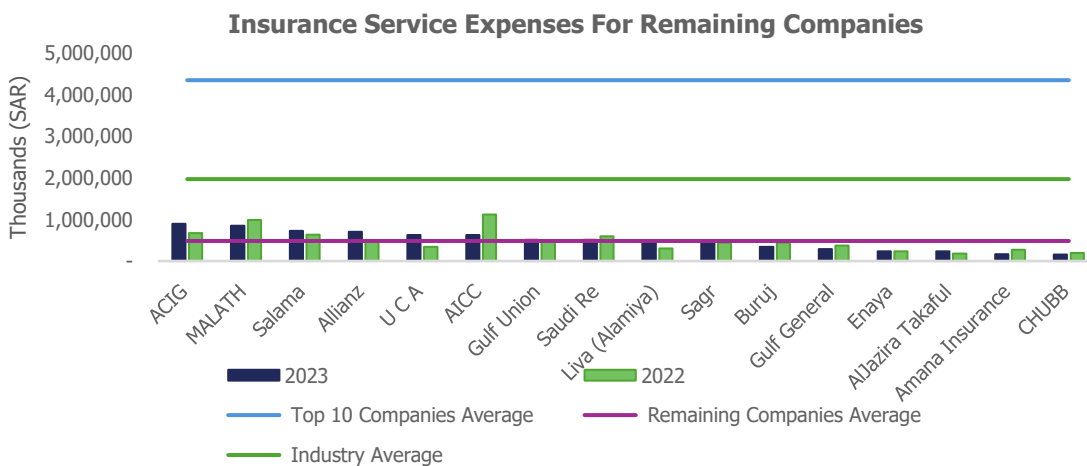
Graph 29 – Remaining companies by gross written premium



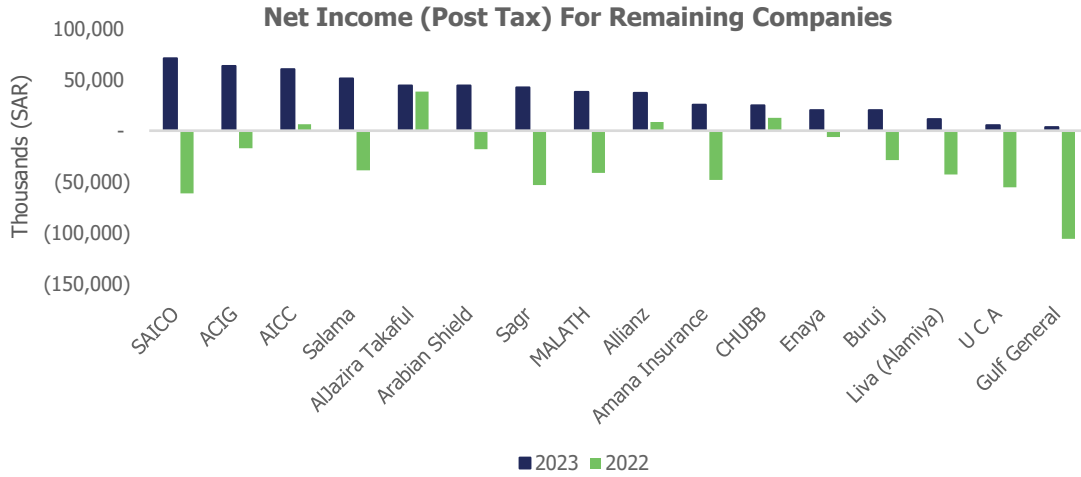
Graph 30 – Remaining companies by insurance revenue



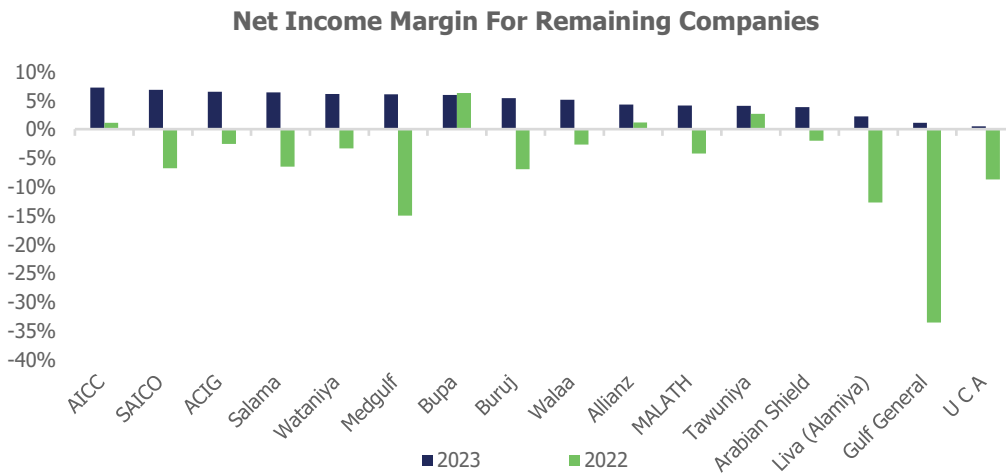
Graph 31 – Remaining companies by insurance service expenses



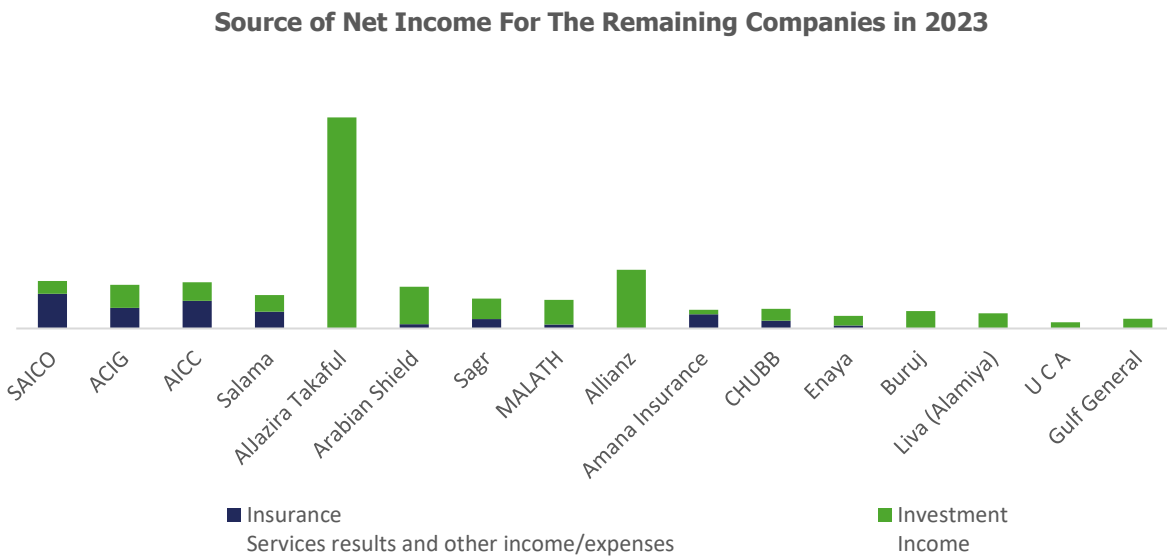
Graph 32 – Remaining companies by net income (post tax)



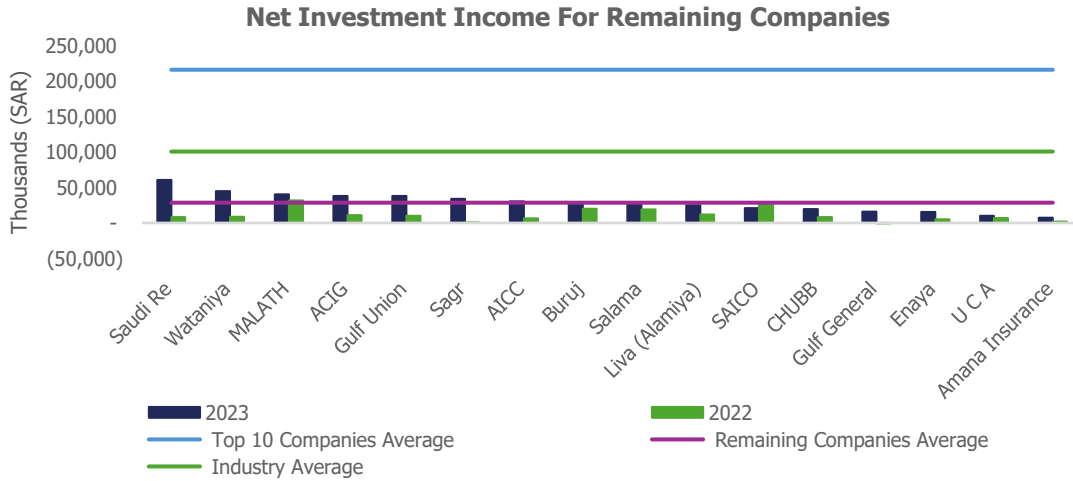
Graph 33 – Remaining companies Net income margin



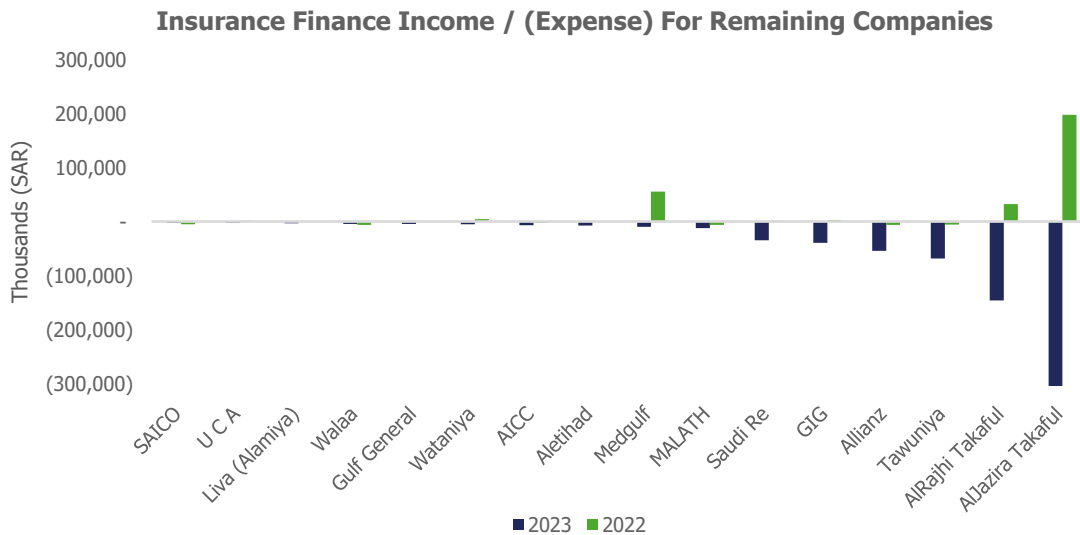
Graph 34 – Net income sources for remaining companies in 2023



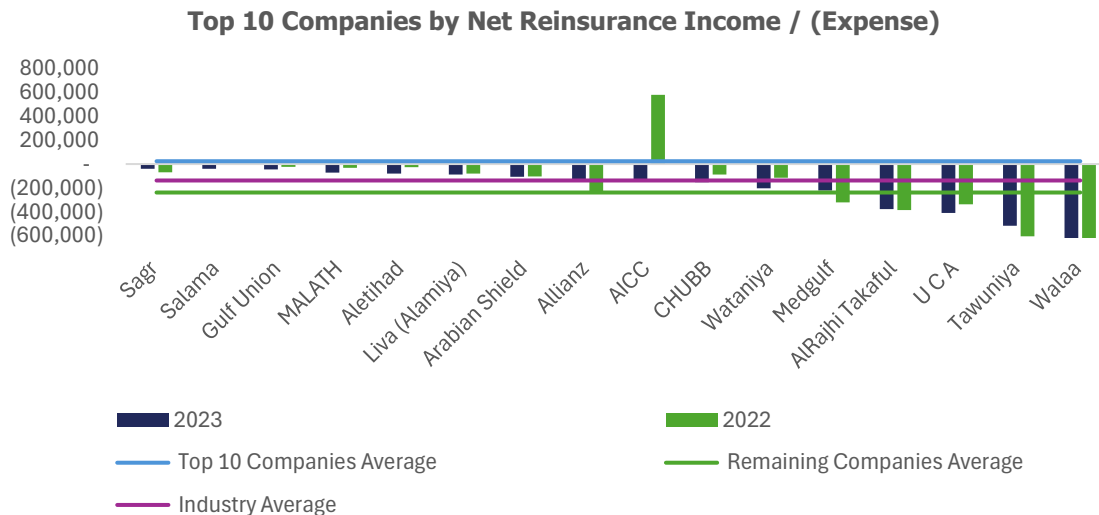
Graph 35 – Remaining companies by net investment income



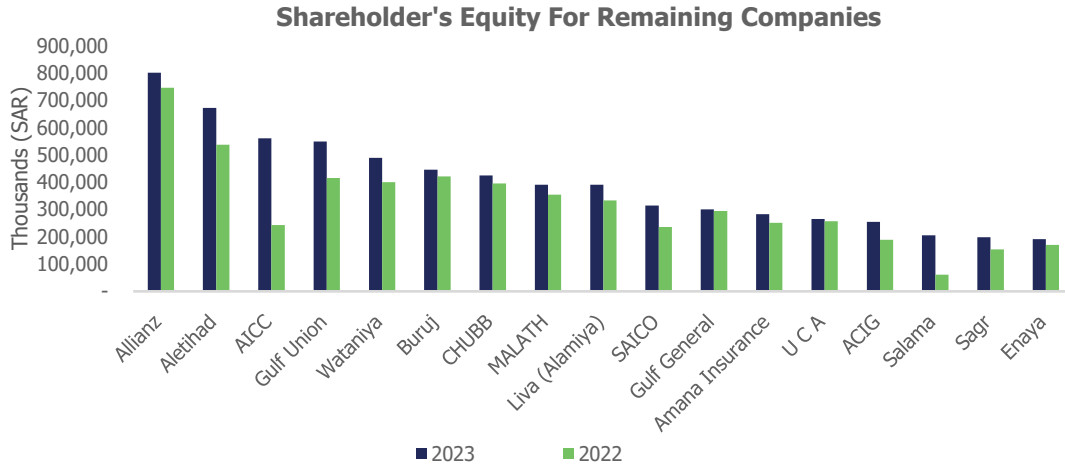
Graph 36 – Remaining companies by insurance finance income / (expense)



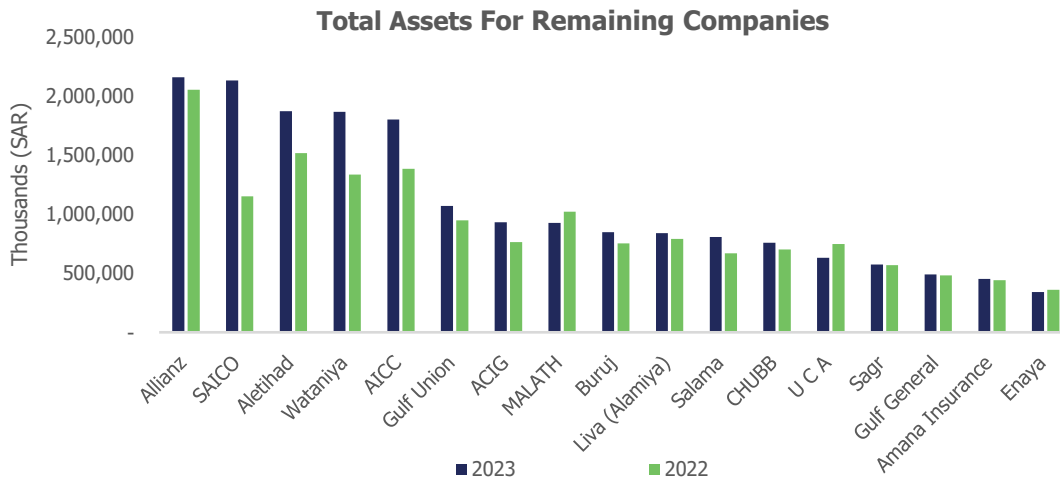
Graph 37 – Remaining companies by net reinsurance income / (expense)



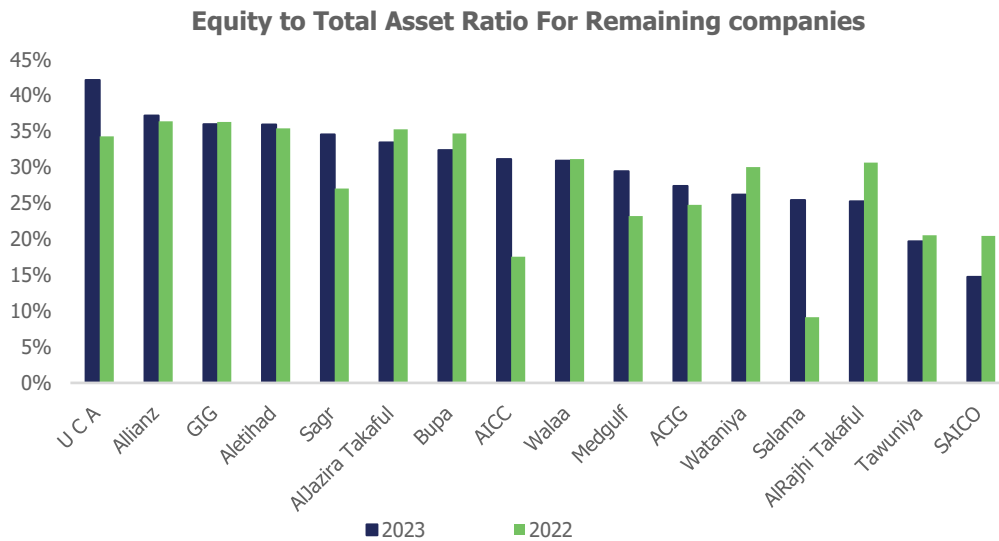
Graph 38 – Remaining companies by shareholder’s equity



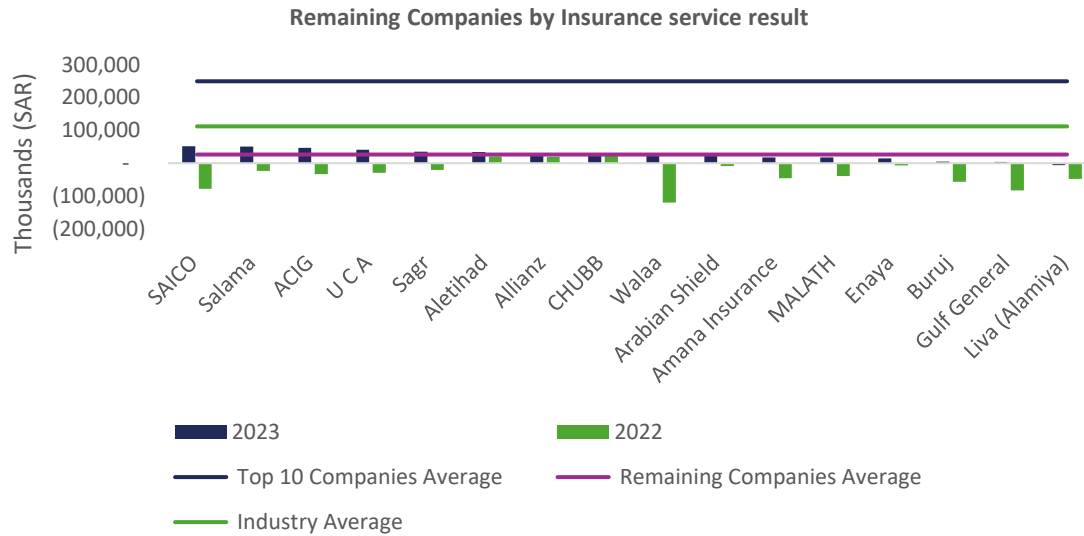
Graph 39 – Remaining companies by total assets



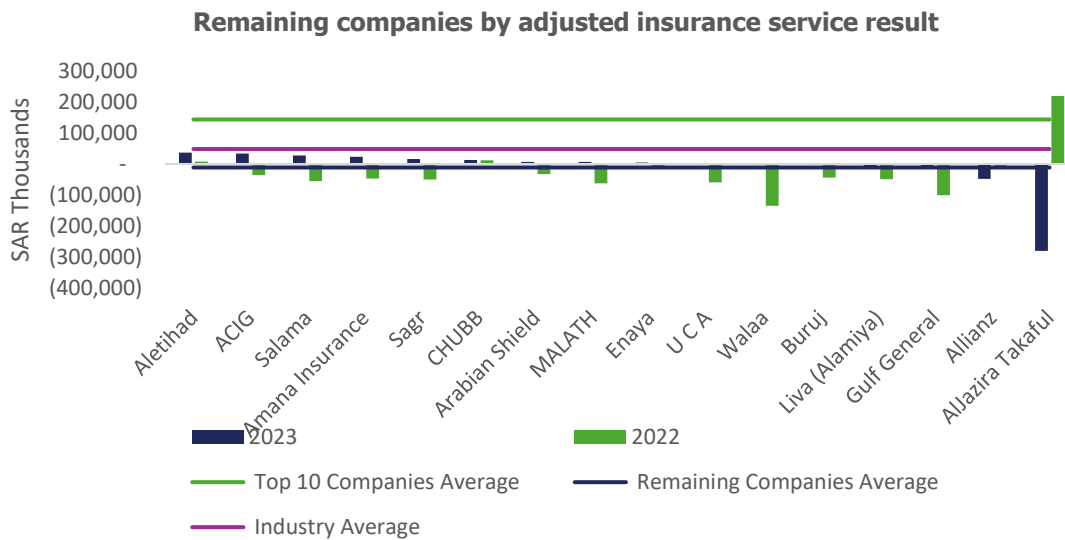
Graph 40 – Remaining companies by equity to total assets ratio



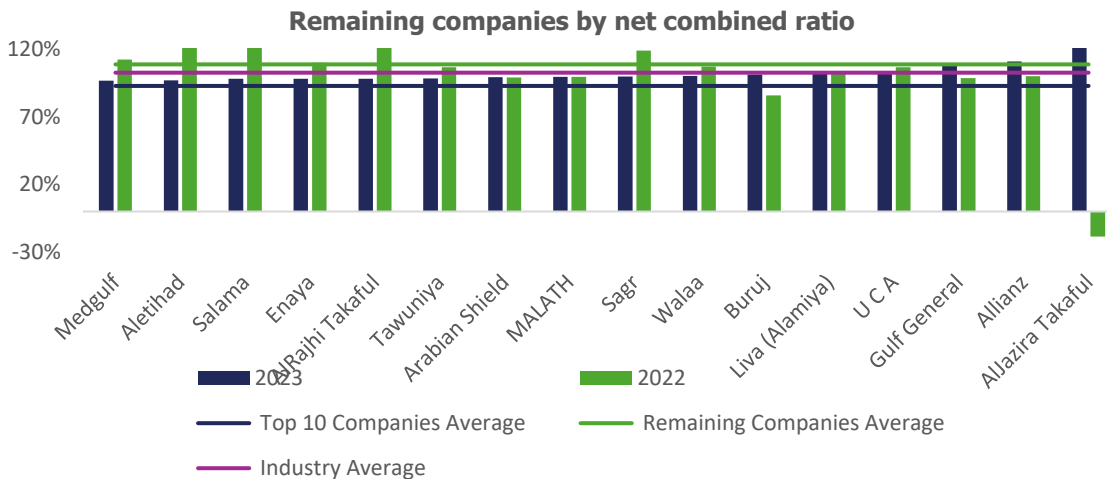
Graph 41 – Remaining companies by insurance service results



Graph 42 – Remaining companies by **adjusted** insurance service result = Net insurance service result + insurance finance income/(expense) + other income/(expense)

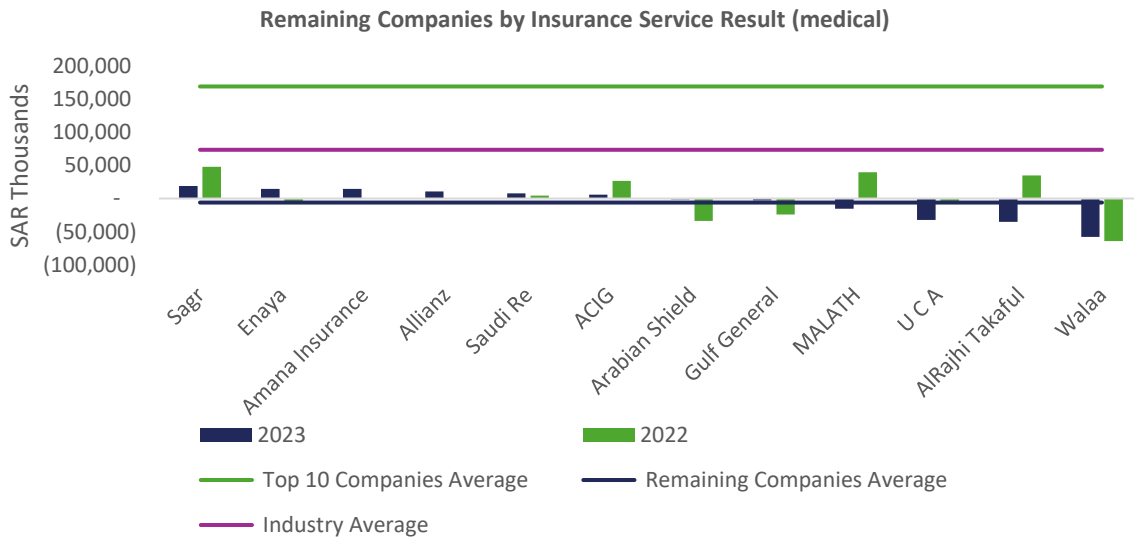


Graph 43 – Remaining companies by net combined ratio= (Net insurance service expenses + insurance finance income/(expense) + other income/(expense)] / net insurance revenue

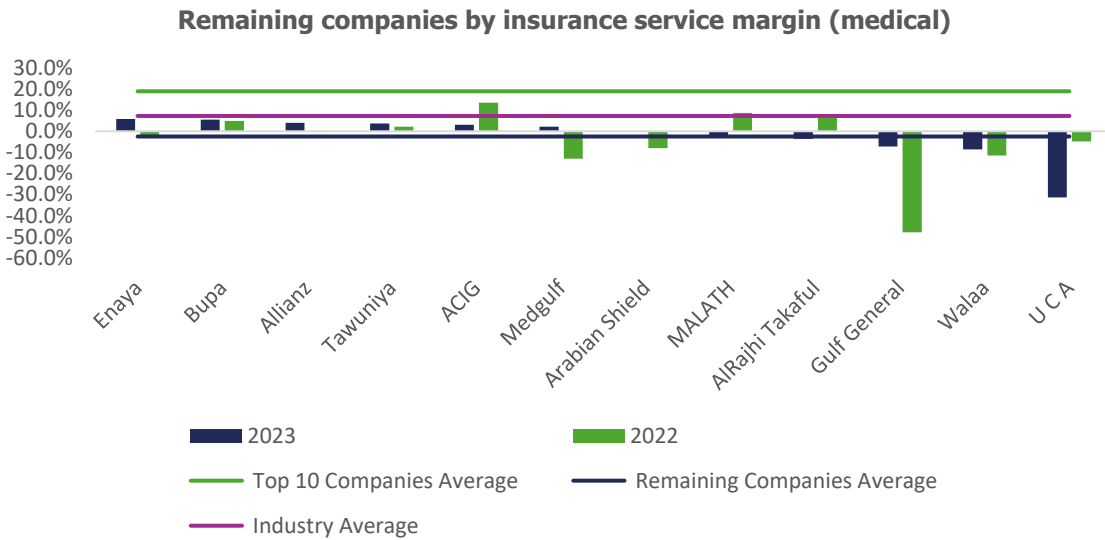




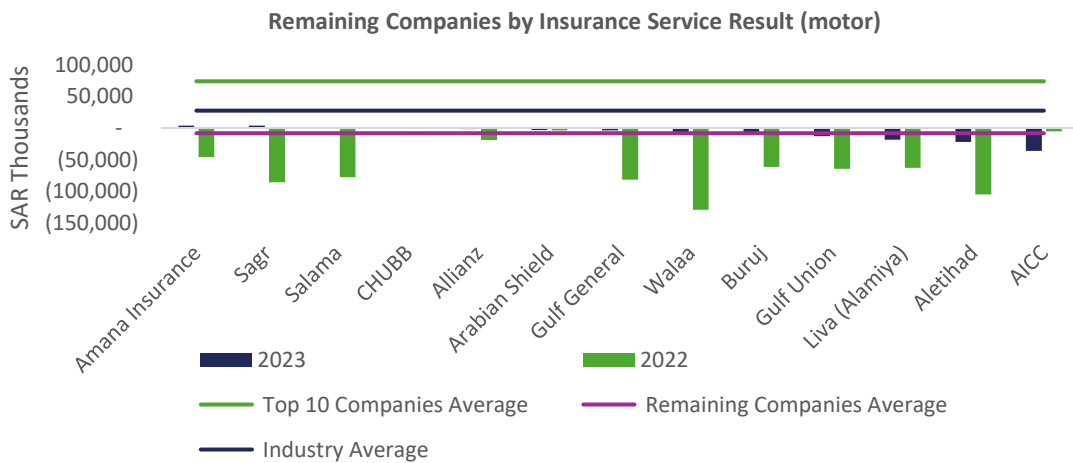
Graph 45 – Remaining companies by insurance service results (medical)



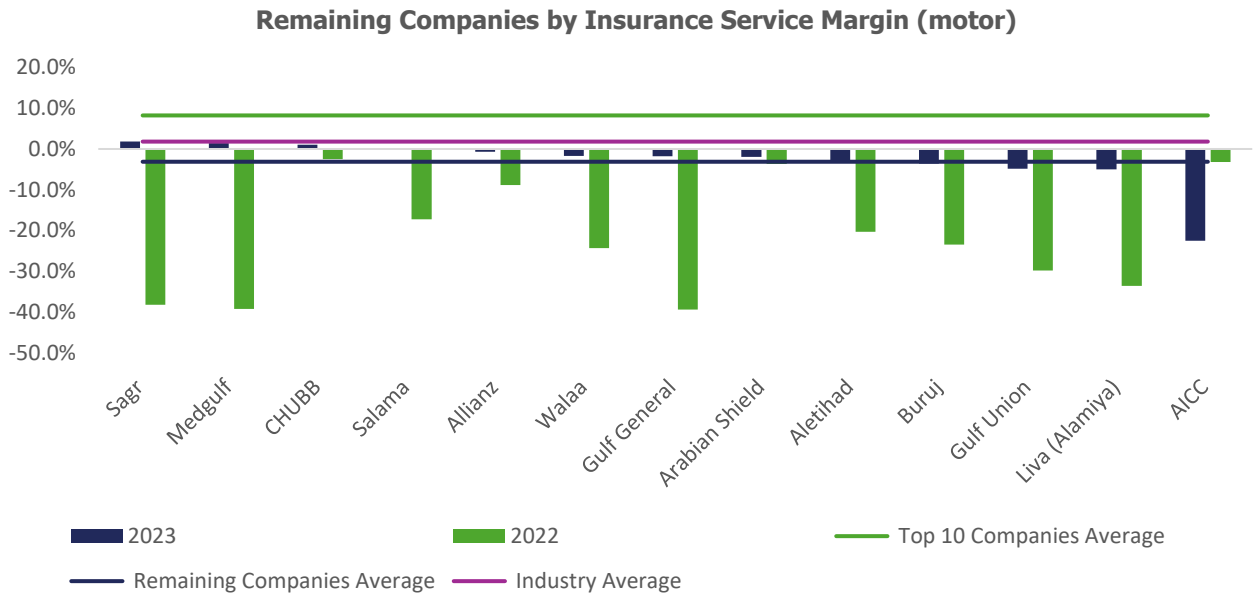
Graph 46 – Remaining companies by medical insurance service margin = insurance service results / insurance service revenue



Graph 47 – Remaining companies by insurance service results (motor)



Graph 48 – Remaining companies by motor insurance service margin = insurance service results / insurance service revenue



# Regulatory Updates

The highlights of the KSA insurance regulatory activities include the following:

- **The Insurance Authority:** In line with the evolving landscape of financial regulation, the Kingdom of Saudi Arabia (KSA) has introduced significant changes to its insurance sector. The establishment of the Insurance Authority (IA) marks a pivotal moment, signifying a shift towards enhanced oversight and regulation within the industry. The IA was established by royal decree No. 85 on 15/08/2023, signaling a decisive step towards comprehensive regulation of the insurance sector in KSA. Officially commencing its duties on 23 November 2023, the IA assumed all competencies and responsibilities previously held by the Saudi Arabia Central Bank (SAMA) in regulating and supervising the insurance sector. This transition underscores the government's commitment to bolstering regulatory frameworks to ensure the stability and integrity of the insurance industry.
- **Insurtech Rules:** The approval of the Insurtech Rules. These rules comprehensively govern the underlying business and its activities, ensuring protection of all parties, and promoting fair competition in offering solutions and services to customers.
- **Expanding motor coverage:** To achieve the objective of increasing motor insurance penetration in the market, the No Claims Discount (NCD) levels were discontinued between August 2023 to November 2023 and replaced with NCD 1 or 0 depending upon whether there was a claim in last 12 months or not. Further, a bonus NCD of 12 was applied to vehicles with no policy or claims history facilitating a 'welcoming discount' for first-time insured.
- **Minimum capital requirement increase on the horizon:** On December 15<sup>th</sup> 2024, minimum capital requirement is expected to be raised to SAR 300 million from SAR 100 million.



# Market Developments & Updates

## Insurance Market Mergers

- As part of Saudi Arabia's financial sector development initiatives, IA is actively promoting mergers to create stronger insurance entities, ensuring a competitive and sustainable industry in Saudi Arabia.
- Arabian Shield and Alinma Tokio Marine have merged in Q4 2023. Marking it as the sixth insurance company merger within the kingdom.
- Anticipating an acceleration of mergers, the Saudi insurance sector is strategically positioning itself for enhanced profitability and competitiveness. IA, which is now overseeing the industry, is actively promoting mergers and acquisitions to create fewer but stronger insurance entities. By fostering consolidation, IA aims to align the sector with the objectives outlined in Vision 2030, ensuring a robust and sustainable insurance industry.



## Additional Developments

- The Insurance Authority has declared the issuance of the Revised Comprehensive Motor Insurance Rules, demonstrating its continuous commitment to regulating the insurance sector and safeguarding beneficiaries' rights. These updated regulations aim to broaden insurance coverage by encompassing relatives, private drivers, and sponsored individuals of the insured. Furthermore, the amendments focus on individual clients, allowing corporate clients more flexibility to tailor insurance coverage and benefits to meet their unique requirements.
- The recently enacted marine insurance coverage instructions. Formulated in collaboration with the Transport General Authority (TGA), these directives encompass both obligatory and discretionary marine insurance. By stipulating minimum thresholds for coverage and benefits, they bolster risk management practices and safeguard stakeholders engaged in maritime operations.
- A resolution issued by the General Traffic Department in October 2023 mandates that all individuals must have third-party liability (TPL) insurance coverage and any failure to comply with this requirement will result in the imposition of automatic penalties, emphasizing the importance of adequate insurance for all drivers. This measure aims to enhance road safety and ensure financial protection in case of accidents.

## Medical Insurance

On 4th March 2024, a significant change occurred in Saudi Arabia's regulatory framework as the Insurance Authority assumed the health insurance responsibilities previously held by the Council of Health Insurance. This results in the Insurance Authority having a unified mandate covering all insurance sectors. The existing rules and regulations will continue to be enforced.



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