# Compre Group Holdings Limited

**Interim Report and Condensed Consolidated Financial Statements**
**30 June 2026**

## Contents Page

## Directors and Officers

**Directors**

| Name | Appointed/resigned date |
|---|---|
| Luigi Sbrozzi | |
| Aaron Papps | |
| Will Bridger | |
| Anup Seth | |
| LoriAnn Lowery-Biggers | |
| Jonathan Reiss | |
| Derrick Estes | Resigned on 4 June 2026 |
| John Howard | |
| Balazs Lam | |
| Ben Kaplan | Appointed 4 June 2026 |

**Company secretary**

Carey Olsen Services Bermuda Limited

**Registered office**

Rosebank Centre
5th Floor
11 Bermudiana Road
Pembroke HM08
Bermuda

**Registered number**

56052

**Auditor**

Ernst & Young LLP
25 Churchill Place
London
E14 5EY

## Registered number 56052
## Performance Review

### Compre delivers a strong first half, completing three transactions, agreeing another, advancing its prospective platform and maintaining a resilient capital position

Compre entered 2026 with clear priorities: converting its strong pipeline into completed retrospective reinsurance transactions and growing its emerging prospective live reinsurance platform while maintaining underwriting and capital discipline. H1 2026 delivered on these objectives with three transactions completed and agreement reached on one further transaction. The Group reported a profit for the first half of the year of $19.4m against a loss of $(18.8)m for H1 2025, a period that traditionally sees less volume in comparison to the second half. Reported Tangible Net Asset Value[1] as at 30 June 2026 was $660m against year end 2025 of $648m.

### New Business Activity

In 2025 the Group broadened its operating platform and the products it offers. We continue to offer traditional legacy solutions where economic and operational risk are transferred. We see an increasing number of reinsurance transactions where clients are seeking capital support for ongoing underwriting through a release of capital on prior year reserves. These transactions are typically structured with a recurring feature where additional underwriting years can be added over time. Finally, we underwrite prospective reinsurance business. Again, these transactions are typically structured with a recurring feature. The prospective strategy will also generate retrospective reinsurance business for the Group either through our forward exit structures, packaged prospective and retrospective offering, or staged prospective-retrospective solutions through the risk lifecycle.

H1 2026 saw a good start to the year with three reinsurance transactions completed: a traditional loss portfolio transfer covering long-tail asbestos liabilities from Amerisure, a Michigan-based mutual insurer; a £250m European motor, liability and engineering adverse development cover (ADC) arrangement which incorporates a forward flow mechanism under which subsequent years can be added and the provision of capital to support Ariel Re's new syndicate 2006 across the 2026-28 underwriting years.

Additionally, in Q3 2026 we renewed a capital support transaction.

### Financial Performance

The Group reported a profit of $19.4m in H1 2026 against a loss of $(18.8)m in the comparable period in 2025, benefitting from the new transactions completed, an increase in investment income and continued disciplined cost management. The marked increase in Total Technical Income reflects the premiums earned in the period from our prospective underwriting.

Investment income increased to $49.3m in H1 2026 against $44.9m for 2025, supported by a further improvement of the blended gross book yield to 4.3% (H1 2025: 4.0%) and the benefit of additional assets under management from the new deals completed in Q4 2025 and Q1 2026.

### Capital and Solvency

Compre's capital position remains strong, with a Bermuda Solvency Capital Requirement ratio of 184% as at 30 June 2026 against 173% at the end of 2025, providing a significant surplus to support existing commitments and our future transaction opportunities. During the period the Group drew down a further $43m of Tier 3 subordinated debt.

The Group continues to evaluate opportunities for further capital raises in 2026 as part of maintaining an optimal capital position.

### Outlook and Leadership

Compre enters H2 2026 with a strong pipeline across all product areas and continued confidence in its growth ambitions across Europe, North America and Lloyd's of London. The Group remains focused on selective growth that preserves the underwriting discipline underpinning its 30-year track record while continuing to build its prospective reinsurance platform alongside established retrospective and capital relief solutions.

The Group strengthened its senior leadership team. David Atkins joined as Deputy CEO, bringing many years of experience from Premia and Enstar across operational excellence, transformation, integration and strategic growth in complex reinsurance platforms. Graham Taylor joined the Underwriting team as Managing Director, adding deep market experience across underwriting, transaction assessment and disciplined portfolio development. The Board and management team would like to take the opportunity to thank Simon Hawkins, Group COO, who recently left Compre to join Aon, for his extensive contribution since he joined the business in 2018.

Compre is continuing to invest in its people, with headcount reaching 200 as of 30 June 2026 following 33 new hires across the UK, US and Malta. The Board and management team remain confident in the Group's strategic direction and thank the Compre team for their continued commitment and execution focus.

Will Bridger
Chief Executive Officer
7 September 2026

[1] Tangible Net Asset Value (TNAV) excludes goodwill and other intangible assets from the net asset value.

**INDEPENDENT REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO COMPRE GROUP HOLDINGS LIMITED**

## Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Compre Group Holdings Limited (the 'Company' or the 'Group') as at 30 June 2026 which comprise the interim consolidated Statement of Financial Position as at 30 June 2026 and the related interim consolidated Profit and Loss Account, the consolidated Statement of Comprehensive Income, the consolidated Statement of Changes in Equity and the consolidated Statement of Cash Flows for the six-month period then ended, including a summary of significant accounting policies and the notes 1 to 14. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with FRS 104 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

## Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements do not present fairly, in all material respects, the financial position of the Company as at 30 June 2026, and of its financial performance and its cashflows for the six-month period then ended in accordance with FRS 104 "Interim Financial Reporting" (United Kingdom Generally Accepted Accounting Practice).

## Use of our report

This report is made solely to the group in accordance with guidance contained in International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Group, for our work, for this report, or for the conclusions we have formed.

Ernst & Young LLP
London
Date: 7 September 2026

## Consolidated profit and loss account
## For the six months ended 30 June 2026
## Technical account – General business

| | Note | 30 June 2026<br>$000 | 30 June 2025<br>$000 |
|---|---|---|---|
| **Earned premiums, net of reinsurance** | | | |
| Gross premiums written | | **63,360** | 1,145 |
| Outward reinsurance premiums | | **(6,898)** | 666 |
| Change in the net provision for unearned premiums | | **(31,557)** | 15 |
| **Total technical income** | 5 | **24,905** | 1,826 |
| | | | |
| **Claims incurred, net of reinsurance** | | | |
| Claims paid | | | |
| – gross amount | | **(188,989)** | (205,571) |
| – reinsurers' share | | **15,904** | 17,855 |
| | | **(173,085)** | (187,716) |
| | | | |
| Change in the provision for claims | | | |
| – gross amount | 5 | **214,979** | 157,001 |
| – reinsurers' share | 5 | **(19,932)** | (7,305) |
| | | **195,047** | 149,696 |
| **Claims incurred, net of reinsurance** | | **21,962** | (38,020) |
| | | | |
| Net operating expenses | 5 | **(46,061)** | (28,700) |
| **Total expenses and claims** | | **(24,099)** | (66,720) |
| **Balance on the technical account for general business** | | **806** | (64,894) |

The notes on pages 11 to 19 form an integral part of these condensed consolidated financial statements.

## Consolidated profit and loss account
## For the six months ended 30 June 2026
## Non-technical account

| | Note | 30 June 2026 $000 | 30 June 2025 $000 |
|---|---|---|---|
| **Balance on the general business technical account** | | **806** | (64,894) |
| Investment income | 6 | **49,286** | 44,925 |
| Unrealised net (losses)/gains on investments | 6 | **(9,357)** | 29,158 |
| Investment expenses and charges | 6 | **(21,279)** | (32,172) |
| Other income | 7 | **1,894** | 7,996 |
| Other charges | | **(1,960)** | (2,126) |
| **Profit/(loss) on ordinary activities before tax** | | **19,390** | (17,113) |
| Tax on profit/(loss) on ordinary activities | 8 | **(22)** | (1,730) |
| **Profit/(loss) after tax** | | **19,368** | (18,843) |

The notes on pages 11 to 19 form an integral part of these condensed consolidated financial statements.

## Consolidated Statement of Comprehensive Income
## For the six months ended 30 June 2026

| | Note | 30 June 2026 | 30 June 2025 |
|---|---|---|---|
| | | **$000** | $000 |
| **Profit/(loss) after tax** | | **19,368** | (18,843) |
| | | | |
| **Other comprehensive income:** | | | |
| Currency translation differences | | **(3,387)** | 9,335 |
| Unrealised losses from available for sale securities | | **(3,065)** | (827) |
| **Other comprehensive (expense)/income, net of tax** | | **(6,452)** | 8,508 |
| **Total comprehensive income/(expense)** | | **12,916** | (10,335) |

The notes on pages 11 to 19 form an integral part of these condensed consolidated financial statements.

## Consolidated Statement of Financial Position
## As at 30 June 2026

| | Note | 30 June 2026<br>$000 | 31 December 2025<br>$000 |
|---|---|---|---|
| **Assets** | | | |
| **Intangible assets** | | | |
| Goodwill - Positive | 9 | **59,834** | 61,765 |
| Goodwill - Negative | 9 | **(13,393)** | (16,175) |
| Net goodwill | | **46,441** | 45,590 |
| Other intangible assets | | **2,168** | 2,168 |
| | | **48,609** | 47,758 |
| **Investments** | | | |
| Other financial investments | 10 | **1,879,361** | 1,615,161 |
| Deposits with ceding undertakings | 10 | **364,205** | 431,880 |
| | | **2,243,566** | 2,047,041 |
| **Reinsurers' share of technical provisions** | | | |
| Provision for unearned premiums | 5 | **5,843** | — |
| Claims outstanding | 5 | **149,750** | 124,504 |
| | | **155,593** | 124,504 |
| **Debtors** | | | |
| Debtors arising out of reinsurance operations | | **120,447** | 242,675 |
| Deferred tax assets | | **9,181** | 9,354 |
| Other debtors | | **11,756** | 15,053 |
| | | **141,384** | 267,082 |
| **Other assets** | | | |
| Tangible assets | | **283** | 384 |
| Right of use asset | | **1,706** | — |
| Cash at bank and in hand | | **17,551** | 10,696 |
| | | **19,540** | 11,080 |
| **Prepayments and accrued income** | | | |
| Accrued interest | | **17,618** | 14,766 |
| Deferred acquisition costs | | **18,435** | 11,850 |
| Other prepayments and accrued income | | **2,146** | 1,832 |
| | | **38,199** | 28,448 |
| **Total Assets** | | **2,646,891** | 2,525,913 |

## Consolidated Statement of Financial Position
## As at 30 June 2026

| | Note | 30 June 2026 $000 | 31 December 2025 $000 |
|---|---|---|---|
| **Equity and Liabilities** | | | |
| **Capital and reserves** | | | |
| Called up share capital | 11 | **2,698** | 2,698 |
| Share premium | 11 | **513,115** | 513,115 |
| Revaluation reserve | | **2,233** | 5,298 |
| Currency translation reserve | | **2,495** | 5,882 |
| Profit and loss account | | **188,164** | 168,796 |
| **Total equity** | | **708,705** | 695,789 |
| **Subordinated liabilities** | 12 | **323,387** | 282,134 |
| **Technical provisions** | | | |
| Provision for unearned premiums | 5 | **67,885** | 31,485 |
| Claims outstanding | 5 | **1,402,221** | 1,378,061 |
| | | **1,470,106** | 1,409,546 |
| **Provisions for other risks** | | | |
| Provision for deferred tax liabilities | | **1,196** | 1,325 |
| | | **1,196** | 1,325 |
| **Creditors** | | | |
| Creditors arising out of reinsurance operations | | **44,552** | 54,354 |
| Amounts owed to credit institutions | 12 | **65,573** | 53,569 |
| Other creditors including taxation and social security | 13 | **12,675** | 6,491 |
| | | **122,800** | 114,414 |
| **Accruals and deferred income** | | **20,697** | 22,705 |
| **Total liabilities** | | **1,938,186** | **1,830,124** |
| **Total equity and liabilities** | | **2,646,891** | **2,525,913** |

The notes on pages 11 to 19 form an integral part of these condensed consolidated financial statements.

## Consolidated Statement of Changes in Equity
## For the six months ended 30 June 2026

| | Notes | Called-up share capital | Share premium | Revaluation reserve | Currency translation reserve | Profit and loss account | Total equity |
|---|---|---|---|---|---|---|---|
| | | $000 | $000 | $000 | $000 | $000 | $000 |
| At 1 January 2025 | | 2,698 | 513,115 | 2,507 | (4,793) | 162,023 | 675,550 |
| Loss after tax | | — | — | — | — | (18,843) | (18,843) |
| Other Comprehensive (expense)/ income, net of tax | | — | — | (827) | 9,335 | — | 8,508 |
| Total Comprehensive income, net of tax | | — | — | (827) | 9,335 | (18,843) | (10,335) |
| At 30 June 2025 | | 2,698 | 513,115 | 1,680 | 4,542 | 143,180 | 665,215 |
| **At 1 January 2026** | | **2,698** | **513,115** | **5,298** | **5,882** | **168,796** | **695,789** |
| Profit after tax | | **—** | **—** | **—** | **—** | **19,368** | **19,368** |
| Other Comprehensive expense, net of tax | | **—** | **—** | **(3,065)** | **(3,387)** | **—** | **(6,452)** |
| Total Comprehensive income, net of tax | | **—** | **—** | **(3,065)** | **(3,387)** | **19,368** | **12,916** |
| **At 30 June 2026** | | **2,698** | **513,115** | **2,233** | **2,495** | **188,164** | **708,705** |

The notes on pages 11 to 19 form an integral part of these condensed consolidated financial statements.

## Consolidated Statement of Cash Flows
## For the six months ended 30 June 2026

| | Note | 30 June 2026 | 30 June 2025 |
|---|---|---|---|
| | Note | **$000** | $000 |
| **Cash flow from operating activities** | | | |
| Profit/(loss) on ordinary activities before tax | | **19,390** | (17,113) |
| Adjustment for: | | | |
| - Change in operating assets | | **152,676** | (35,483) |
| - Change in operating liabilities | | **(132,149)** | (16,445) |
| - Investment income | | **(49,286)** | (44,925) |
| - Net finance costs | | **21,279** | 32,172 |
| - Change in intangible assets | | **(851)** | (2,474) |
| - Depreciation of property, plant and equipment | | **283** | 155 |
| - Fair value movements | | **12,422** | (13,527) |
| - Foreign currency movements | | **(17,463)** | 15,270 |
| - Net cash inflows from loss portfolio transfers | | **199,638** | — |
| | | **205,939** | (82,370) |
| Interest received | | **48,020** | 39,224 |
| Income tax paid | | **(9)** | (132) |
| **Net cash generated from/(used in) operating activities** | | **253,950** | (43,278) |
| | | | |
| **Cash flow from investing activities** | | | |
| Payment for acquisition of subsidiary, net of cash acquired | | — | 53,705 |
| Purchases of intangible assets | | — | (7) |
| Purchases of investments | | **(2,025,319)** | (1,070,351) |
| Proceeds from disposal of investments | | **1,741,791** | 1,094,210 |
| **Net cash (used in)/generated from investing activities** | | **(283,528)** | 77,557 |
| | | | |
| **Cash flow from financing activities** | | | |
| Proceeds from issue of borrowings | | **61,293** | 1,000 |
| Repayments of borrowings | | **(6,459)** | (20,798) |
| Repayment of principal amount of lease liabilities | | **(148)** | — |
| Interest paid | | **(18,084)** | (13,810) |
| **Net cash generated from/(used in) financing activities** | | **36,602** | (33,608) |
| | | | |
| **Net increase in cash at bank and in hand** | | **7,024** | 671 |
| Cash at bank and in hand at the beginning | | **10,696** | 16,475 |
| Exchange (losses)/gains on cash at bank and in hand | | **(169)** | 774 |
| Cash at bank and in hand at the end | | **17,551** | 17,920 |

The notes on pages 11 to 19 form an integral part of these condensed consolidated financial statements.

### 1. General information

Compre Group Holdings Limited (‘the company’) and its subsidiaries (together ‘the Group’) is a global specialty reinsurance business that provides capital and liability solutions to its clients, thereby giving them certainty on their portfolios.

The company is a private company limited by shares and is incorporated in Bermuda. The address of the registered office is Rosebank Centre, 5th Floor, 11 Bermudiana Road, Pembroke HM08.

### 2. Statement of compliance

The Group interim report and condensed consolidated financial statements of Compre Group Holdings Limited have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 104, ‘Interim Financial Reporting" ("FRS 104").

### 3. Accounting policies

The principal accounting policies applied in the preparation of these condensed consolidated financial statements are set out below. The accounting policies are consistent with those that were disclosed in the Group's consolidated financial statements for the year ended 31 December 2025 and have been applied to all the periods presented. There have been no significant changes in accounting policies unless otherwise stated.

### 3.1. Basis of preparation

The preparation of financial statements in conformity with FRS 102 and FRS 103 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 4.

### 3.2. Basis of measurement

The financial statements have been prepared on the historical cost basis with the exception of financial instruments measured at fair value, and insurance claims reserves that are measured at current value (note 4).

### 3.3. Going concern

The Directors have prepared a going concern assessment for the Group for the financial period to September 2027 (reflecting twelve months period from the date of the signing of the 2026 interim condensed consolidated accounts in September 2026). Business activities, together with the factors likely to affect the business’ future development, financial position, financial risk management objectives, details of financial instruments and exposures to credit, liquidity and cash flow risk are described in the Performance Review.

The Group has considerable financial resources together with long-term relationships with a number of customers and suppliers across different geographic areas and industries. As a consequence, the Directors believe that the Group is well placed to manage its business risks successfully despite elevated geopolitical risks adding to inherent economic uncertainty.

The Board expects the Group will continue to remain solvent for the foreseeable future as it remains a global specialty reinsurance business provider of capital and liability solutions.

After making enquiries, the Directors have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the Board continues to adopt the going concern basis in preparing the annual report and financial statements.

### 3.4. Presentation currency and level of rounding

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The condensed consolidated financial statements are presented in United States Dollars ("USD"). All financial information presented in USD has been rounded to the nearest thousand USD, except when otherwise indicated. In tables with rounded figures, sums may not add up due to rounding.

### 3.5. Leases – Group as lessee

The change in Section 20 of FRS102 was recognised at 1 January 2026 with the cumulative effect applied at that point. The comparative information for the period ended 30 June 2025 and 31 December 2025 was not restated. Upon adoption of the revised Section 20 the Group identified certain leases of properties with lease terms less than 12 months and has applied the 'short-term lease' exemption for these. The adoption of the change in Section 20 and other amendments as a result of the 2024 Periodic Review of FRS102 had no significant impact on the Group.

The right-of-use asset consists of the lease of offices which are carried under the cost model. Right-of-use assets are depreciated over the shorter of the lease term and the useful life of the underlying asset. Depreciation starts at the commencement date of the lease.
At inception of the contract, the Group assesses whether a contract is, or contains, a lease. It recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee. The right-of-use assets and the lease liabilities are presented as separate line items in the statement of financial position.

The lease liability is initially measured at the present value of the lease payments payable over the lease term, discounted at the rate implicit in the lease. If this rate cannot be readily determined, the Group uses its incremental borrowing rate. It is subsequently measured by increasing the carrying amount to reflect interest on the lease liability and by reducing the carrying amount to reflect the lease payments made.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, plus lease payments made on or before the commencement day, less any lease incentives received and plus any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

The Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases. The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

## 4. Significant management judgements in applying accounting policies and estimation uncertainty

When preparing the financial statements, management makes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

The following are significant management judgements in applying accounting policies and estimation uncertainties of the Group that have a significant risk of resulting in a material adjustment to the carrying amount of the Group's assets and liabilities in the next financial year. Where there is uncertainty, the Group bases its assumptions and estimates on parameters available at the time when the condensed consolidated financial statements are prepared. Existing circumstances and assumptions about future developments are however inherently subject to change (or changes in circumstances) that are beyond the Group's control. Any such changes are reflected in the assumptions when they occur.

The most significant management judgements and estimates have been applied in the calculation of insurance contract provisions and reinsurers' share of insurance liabilities, and future claims handling expenses. Information about these estimates and assumptions that have the most significant effect on the recognition of assets, liabilities, income and expenses is provided below.

**Technical provisions for outstanding claims and reinsurers' share of insurance liabilities**

The Group is exposed to technical provisions for outstanding claims, against which it holds assets representing reinsurers' share of those insurance liabilities. Claims outstanding include an estimate of provisions for claims incurred but not reported ("IBNR"). The carrying amount of the gross liabilities and of the reinsurers' share thereof is disclosed in note 5. Measurement of these provisions inherently gives rise to measurement uncertainty as the ultimate costs of gross claims, as well as amounts recovered from reinsurers, could vary materially from the amounts recognised in these financial statements.

Provisions for outstanding claims are established based on actuarial and statistical projections and other estimates of the ultimate cost of settlement. The Group estimates claims outstanding gross of reinsurance recoveries, and performs a netting down exercise to calculate the amounts that will be recoverable from reinsurers. Traditional actuarial techniques are used to estimate future liabilities for each major class of liabilities and other estimates of the ultimate cost of settlement, and to derive IBNR reserves for the Group's exposure. The models are designed explicitly to reflect the features of the risks and all information currently available in the market.

These techniques and projections are however dependent on a number of assumptions, and actual experience will often differ from these assumptions. Whilst management believe that the provisions for outstanding claims are fairly stated, these estimates inevitably contain inherent uncertainties, also because significant periods of time may elapse between the occurrence of an incurred loss, the reporting of that loss to the Group and the Group's payment of the loss and the receipt of reinsurance recoveries. These uncertainties are inherent in much of the business underwritten by the Group, and may cause the ultimate net costs of settling the liabilities to differ from the amounts previously estimated. Changes in the carrying amount of net claims outstanding that are attributable to changes in these estimates and assumptions are recognised in the Group's profit and loss account in the accounting period in which the estimates and assumptions are updated.

The Group calculates its actuarial liabilities using standard actuarial claim projection techniques, based on empirical data and current assumptions that may include a management margin. Those projections of claims outstanding are discounted to present value; this calculation is based on the estimated timing of cash outflows required to settle the claims, and the determination of interest rates used to discount those cash flows. The discount rates used by the Group are aligned with the Bermuda Solvency Coverage Requirements rules.

**Fair value of financial instruments**

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The carrying value of these instruments is $218m (31 December 2025: $218m) as disclosed in note 10. The Group uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

**Estimated impairment of positive goodwill**

The Group assesses for impairment of positive goodwill in accordance with the accounting policy. The recoverable amounts of cash-generating units have been determined based on value-in-use calculations. These calculations require the use of estimates. The carrying value of goodwill is $60m (31 December 2025: $62m). The assumptions on which any goodwill impairment testing is based include, but are not limited to, discount rate, useful life and cash flow forecasts for future business generation. These assumptions have been subject to sensitivity analysis, however, if any assumptions made prove to be inaccurate, this may mean that the value of the goodwill is not supportable, which could have a material effect on the Group's financial position.

## 5. Management of insurance and financial risks

The Group's activities expose it to a variety of insurance and financial risks. Management is responsible for managing the Group's exposure to these risks and, where possible, for introducing controls and procedures that mitigate the effects of the exposure to risk.

The following describes the Group's exposure to the more significant risks and the steps management have taken to mitigate their impact.

The Group includes insurance risk carriers who provide run-off services but in 2025 have commenced covering prospective insurance so live underwriting operations. The Group is therefore exposed to underwriting risk as provided below under reserving risk.

**Analysis of technical provisions**

| | Gross liabilities | Reinsurance of liabilities | Net liabilities |
|---|---|---|---|
| | $000 | $000 | $000 |
| **30 June 2026** | | | |
| Unearned premium reserve | **67,885** | **(5,843)** | **62,042** |
| Provision for outstanding claims | **1,361,731** | **(143,850)** | **1,217,881** |
| Insurance claims handling expenses | **40,490** | **(5,900)** | **34,590** |
| **Total** | **1,470,106** | **(155,593)** | **1,314,513** |
| 31 December 2025 | | | |
| Unearned premium reserve | 31,485 | – | 31,485 |
| Provision for outstanding claims | 1,342,621 | (120,452) | 1,222,169 |
| Insurance claims handling expenses | 35,440 | (4,052) | 31,388 |
| Total | 1,409,546 | (124,504) | 1,285,042 |

**Movement in technical provisions**

| | Gross liabilities | Reinsurance of liabilities | Net liabilities |
|---|---|---|---|
| | $000 | $000 | $000 |
| **30 June 2026** | | | |
| Opening Balance | **1,409,546** | **(124,504)** | **1,285,042** |
| Movement through the income statement | **(183,417)** | **19,927** | **(163,490)** |
| Liabilities acquired on portfolio transfers | **261,837** | **(52,963)** | **208,874** |
| Technical adjustments on prior year portfolio transfers | **(1,833)** | **—** | **(1,833)** |
| Exchange rate changes | **(16,027)** | **1,947** | **(14,080)** |
| **Closing Balance** | **1,470,106** | **(155,593)** | **1,314,513** |
| 31 December 2025 | | | |
| Opening balance | 1,285,084 | (127,475) | 1,157,609 |
| Movement through the income statement | (398,874) | 16,465 | (382,409) |
| Liabilities acquired on portfolio transfers and business acquisition | 455,609 | (5,848) | 449,761 |
| Technical adjustments on previous portfolio transfers | 6,467 | — | 6,467 |
| Exchange rate changes | 61,260 | (7,646) | 53,614 |
| **Closing Balance** | 1,409,546 | (124,504) | 1,285,042 |

The movement for portfolio transfers reflects claims portfolio reserves taken on in the period which are matched by equivalent transfers of financial assets at fair value and reflected in investments and cash in the balance sheet.

Gross claims liabilities include a provision for future claims handling and run off expenses of $40.5m (31 December 2025:$35.4m).

In October 2025 the Group underwrote a whole account quota share covering business to be written in 2025 and 2026 and as a result at 30 June 2026 has recognised $18.4m (31 December 2025: $11.8m) of deferred acquisition costs.

**Total technical income and net operating expenses**

Total technical income increased during 2026 reflecting the premiums earned in the period from prospective business, with associated net operating expenses also rising as a result.

**Reserving risk**

Reserving risk represents a significant risk to the Group in terms of driving capital requirements and the potential impact to profit and loss.

Reserving risk is managed through the application of an appropriate reserving approach and the application of extensive due diligence on transactions prior to acceptance.

The Group faces risk under insurance and reinsurance contracts from which the actual amounts of claims and benefit payments, or the timings thereof, differ from expectations. The frequency of claims, their severity, actual benefits paid, subsequent development of long- tail claims and external factors beyond the Group's control, especially inflation, legal and regulatory developments, and others, have an influence on the principal risk faced by the Group. Additionally, the Group is subject to the underwriting of cedants for certain insurance and reinsurance treaties and to claims management by companies and other data provided by them.

Despite these uncertainties, the Group seeks to ensure that sufficient reserves are available to cover its liabilities.

## 6. Investment return and expenses

| | **30 June 2026** | 30 June 2025 |
|---|---|---|
| | **$000** | $000 |
| **Investment income:** | | |
| Interest income on financial assets not at fair value through profit or loss | **7,440** | 4,752 |
| Income from financial assets at fair value through profit or loss | **41,565** | 37,535 |
| **Income from financial investments** | **49,005** | 42,287 |
| Net gains on the realisation of investments | **281** | 2,638 |
| | **49,286** | 44,925 |
| Net unrealised (losses)/gains on investments | **(9,357)** | 29,158 |
| **Total investment return** | **39,929** | 74,083 |
| | | |
| **Investment expenses and charges:** | | |
| Interest payable on financial liabilities at amortised cost | **15,817** | 12,655 |
| Other investment management expenses and amortisation of fees | **2,297** | 1,248 |
| Net losses on the realisation of investments | **3,165** | 18,269 |
| **Total investment management expenses, including interest** | **21,279** | 32,172 |

## 7. Other income

Other non-technical income comprises the below amounts.

| | **30 June 2026** | 30 June 2025 |
|---|---|---|
| | **$000** | $000 |
| Net foreign exchange gains | **1,886** | 6,289 |
| Other income | **8** | 1,707 |
| | **1,894** | 7,996 |

## 8. Taxation

| | **30 June 2026** | 30 June 2025 |
|---|---|---|
| | **$000** | $000 |
| **Current tax** | | |
| Current tax on income for the period | **(78)** | (660) |
| Adjustments in respect of prior periods | **49** | — |
| **Total current tax** | **(29)** | **(660)** |
| | | |
| **Deferred tax** | | |
| Deferred tax for current period | **22** | (1,070) |
| Deferred tax in respect of prior period | **(15)** | — |
| **Total deferred tax** | **7** | **(1,070)** |
| | | |
| **Tax (charge)/credit on loss on ordinary activities** | **(22)** | **(1,730)** |

## 9. Goodwill

| | **Goodwill Positive** | **Goodwill Negative** |
|---|---|---|
| | **$000** | **$000** |
| **30 June 2026** | | |
| Opening net book amount | 61,765 | (16,175) |
| Amortisation | (1,931) | — |
| Amounts recognised in the profit and loss | — | 2,782 |
| Closing net book amount | **59,834** | **(13,393)** |
| | | |
| **30 June 2026** | | |
| Cost | **77,206** | **(24,177)** |
| Accumulated amortisation and impairment | **(17,372)** | **10,784** |
| Net book amount | **59,834** | **(13,393)** |

## 10. Investments

The following table analyses the Group's investments by financial asset category.

| | **30 June 2026** | 31 December 2025 |
|---|---|---|
| | **$000** | $000 |
| **Other financial assets** | | |
| Financial assets at fair value through profit or loss | **1,661,835** | 1,397,145 |
| Available-for-sale financial assets | **217,526** | 218,016 |
| | **1,879,361** | 1,615,161 |
| **Deposits with ceding undertakings** | | |
| Loans and receivables | **364,205** | 431,880 |
| | | |
| **Total financial investments** | **2,243,566** | 2,047,041 |

The following table analyses the Group’s financial investments by class of investment.

| | 30 June 2026 | 31 December 2025 |
|---|---|---|
| | $000 | $000 |
| **Other financial assets** | | |
| Investments in bonds: | | |
| - Government bonds | **328,969** | 313,520 |
| - Corporate bonds | **1,240,376** | 963,489 |
| Investments in funds: | | |
| - Open-end funds | **224,527** | 250,291 |
| - Closed-end funds | **84,673** | 87,345 |
| Derivative financial assets | **280** | -20 |
| Other | **536** | 536 |
| | **1,879,361** | 1,615,161 |
| **Deposits with ceding undertakings** | **364,205** | 431,880 |
| **Total financial investments** | **2,243,566** | **2,047,041** |

If observable prices are available for recent arm’s length transactions, the instrument is included in Level 2.

Government and agencies fixed maturity securities – These securities are generally priced by pricing services or index providers. The pricing services or index providers may use current market trades for securities with similar quality, maturity and coupon. If no such trades are available, the pricing service typically uses analytical models which may incorporate option adjusted spreads, daily interest rate data and market/sector news. The group generally classifies the fair values of government and agencies securities in Level 2.

Corporate fixed maturity securities – These securities are generally priced by pricing services or index providers. The pricing services or index providers typically use discounted cash flow models that incorporate benchmark curves for treasury, swap and high issuance credits. Credit spreads are developed from current market observations for like or similar securities. The Group generally classifies the fair values of its corporate securities in Level 2.

Investments in open-end funds that the Group classifies as fair value through profit or loss - These investments are generally priced by the administrator. The administrator will value investments using mark-to-market where possible with securities at market price where quoted, listed or traded on a recognised market. Investments in other funds which are not on that basis will be valued on the latest available redemption price less any redemption charges. The Group generally classifies the fair values of these investments in funds as Level 2.

Investments in funds that the Group classifies as available-for-sale - These investments are generally priced on net asset values (“NAV”) received from the fund managers or administrators. Due to the timing of the delivery of the final NAV by certain of the fund managers, valuations of certain alternative funds and specialty funds are estimated based on the most recently available information, including period end NAVs, period end estimates, or, in some cases, prior month or prior quarter NAVs. As this valuation technique incorporates both observable and unobservable inputs, the group generally classifies the fair value of its investments in funds as Level 3.

Other financial investments - Other financial investments are structured securities including mortgage and asset-backed securities. These securities are generally priced by broker/dealers. Broker/dealers may use current market trades for securities with similar qualities. If no such trades are available, inputs such as bid and offer, prepayment speeds, the U.S. treasury curve, swap curve and cash settlement may be used in a discounted cash flow model to determine the fair value of a security. The Group generally classifies the fair values of its structured securities in Level 2.

## 11. Share capital and reserves

**Share capital and share premium**

| Ordinary shares of $0.01 each allotted and fully paid | Number of shares | Share capital | Share premium |
|---|---|---|---|
| | 000 | $000 | $000 |
| At 1 January 2026 | 269,807 | 2,698 | 513,115 |
| Issued in the period | – | – | – |
| At 30 June 2026 | **269,807** | **2,698** | **513,115** |

The Ordinary shares are entitled to one vote per share, discretionary dividends, and the surplus assets in the event of a winding-up or dissolution of the parent company. There are no restrictions attaching to the Ordinary shares or on the distribution of dividends. No dividends have been proposed or paid during the period. The above number of shares are authorised, issued and fully paid.

Share premium is the payment for shares in excess of the nominal value of those shares.

## 12. Borrowings

| | 30 June 2026 | 31 December 2025 |
|---|---|---|
| | $000 | $000 |
| Revolving credit facility | **65,573** | 53,569 |
| Subordinated notes | **248,387** | 250,134 |
| Tier 3 bridge facility | **75,000** | 32,000 |
| | **388,960** | 335,703 |
| Amounts falling due within 1 year | **65,573** | 53,569 |
| Amounts falling due between 1 and 5 years | **323,387** | 282,134 |
| | **388,960** | 335,703 |

The Group had the following subordinated notes and terms loans outstanding during the period covered by these financial statements. The origination and maturity dates disclosed in this table provide information about the period in which these borrowings were outstanding.

| Facility | Origination date | Maturity date | Rate | Principal |
|---|---|---|---|---|
| USD subordinated notes | 27 June 2022 | 27 June 2028 | 9.25% | USD 160m |
| EUR subordinated notes | 27 June 2022 | 27 June 2028 | 3m Euribor + 5.6% | EUR 37.5m |
| USD subordinated notes | 24 October 2019 | 24 October 2029 | Term SOFR + 7.16161% | USD 16.5m |
| EUR subordinated notes | 1 December 2017 | 5 January 2028 | 3m Euribor + 6.9% | EUR 2.5m |
| EUR subordinated notes | 1 December 2017 | 5 January 2028 | 3m Euribor + 6.7% | EUR 24m |
| USD Tier 3 bridge facility | 22 December 2025 | 21 December 2028 | Term SOFR + 2.6% | USD 75m |

**Revolving credit facility (RCF)**

The RCF is a $100m facility with a maturity date of August 2027. The Group pays a commitment fee based on the unutilised amount of the RCF; this fee and corresponding interest expenses are charged to the profit and loss account as incurred, and are presented within ‘Investment expenses and charges’ in the Group’s consolidated profit and loss account.

**Subordinated loan notes**

The subordinated notes serve the purpose of increasing the Group’s Tier 2 basic own funds regulatory capital for its solvency purposes. The Group has complied with the financial covenants of its borrowing facilities during 2025 and 2026.

**Tier 3 bridge facility**

In December 2025, the Group entered into a $75m Tier 3 bridge facility to support its regulatory capital requirements. The bridge facility is intended to provide capital benefit for Bermuda Solvency Capital Requirement (BSCR) purposes under the Bermuda Monetary Authority (BMA) regulatory framework, subject to applicable regulatory limits and eligibility criteria.

As at 30 June 2026 $75m had been drawn under the facility (31 December 2025: $32m). Interest is payable on amounts drawn and a commitment fee is payable on the undrawn portion.

## 13. Other creditors including tax and social security

| | **30 June 2026** | 31 December 2025 |
|---|---|---|
| | **$000** | $000 |
| Corporation tax | **843** | 833 |
| Lease liabilities | **1,773** | 0 |
| Other creditors | **10,059** | 5,658 |
| | **12,675** | **6,491** |

Other creditors includes amounts due to be settled in relation to investments made by the Group.

## 14. Events after the reporting period

There were no significant subsequent events after the balance sheet date.