

GARD MARINE & ENERGY INSURANCE (EUROPE) AS

Statement of comprehensive income

	Q1		YTD 31.03	
	Current year	Previous year	Current year	Previous year
	01.01.25 to 31.03.25	01.01.24 to 31.03.24	01.01.25 to 31.03.25	01.01.24 to 31.03.24
Amounts in USD 000's				
Technical account				
Gross written premium	62,557	56,495	62,557	56,495
Gross earned premium	46,907	47,031	46,907	47,031
Ceded reinsurance	(34,380)	(34,323)	(34,380)	(34,323)
Earned premium for own account	12,526	12,709	12,526	12,709
Other insurance related income	172	136	172	136
Gross incurred claims	36,290	41,172	36,290	41,172
Reinsurers' share of gross incurred claims	(25,162)	(26,875)	(25,162)	(26,875)
Claims incurred for own account	11,128	14,297	11,128	14,297
Acquisition costs	3,582	2,237	3,582	2,237
Agents' commission	5,045	5,067	5,045	5,067
Commission received	(5,089)	(6,540)	(5,089)	(6,540)
Insurance related expenses for own account	3,538	763	3,538	763
Other insurance related expenses	234	268	234	268
Technical result	(2,202)	(2,484)	(2,202)	(2,484)
Non-technical account				
Interest and similar income/(expenses)	(1,332)	(695)	(1,332)	(695)
Change in unrealised gain (loss) on investments	6,514	7	6,514	7
Other expenses	(10)	(4)	(10)	(4)
Non-technical result	5,173	(692)	5,173	(692)
Profit before tax	2,971	(3,176)	2,971	(3,176)
Corporate income tax	(4,524)	169	(4,524)	169
Net result	7,495	(3,345)	7,495	(3,345)

GARD MARINE & ENERGY INSURANCE (EUROPE) AS

Balance sheet

Amounts in USD 000's	As at 31.03.25	As at 31.12.24
Assets		
Investments		
<i>Financial investments at fair value through profit or loss</i>		
Equities and investment funds	57,679	51,242
Interest-bearing securities and funds	303,281	218,203
Total investments	360,959	269,445
Reinsurers' share of technical provisions		
Reinsurers' share of gross premium reserve	77,204	63,633
Reinsurers' share of gross claims reserve	135,077	139,263
Total reinsurers' share of technical provisions	212,281	202,896
Receivables		
<i>Receivables from direct insurance operations</i>		
Policyholders	24,619	1,477
Intermediaries	109,923	102,447
<i>Receivables from reinsurance operations</i>		
Receivables from reinsurance operations	0	116
Receivables from group companies	3,807	0
<i>Other receivables</i>		
Other receivables	0	77
Other receivables from group companies	1,149	11
Total receivables	139,498	104,128
Other assets		
Cash and cash equivalents	86,836	100,997
Other financial assets	6,985	6,909
Total other assets	93,821	107,906
Prepayments and accrued income		
Accrued income and other prepayments	11,402	11,480
Total prepayments and accrued income	11,402	11,480
Total assets	817,961	695,855

GARD MARINE & ENERGY INSURANCE (EUROPE) AS

Balance sheet

Amounts in USD 000's	As at 31.03.25	As at 31.12.24
Equity and liabilities		
Equity		
Statutory reserve	283,262	283,262
Other equity	33,367	25,871
Total equity	316,628	309,133
Technical provisions		
Gross premium reserve	105,879	90,229
Gross claims reserve	196,895	204,010
Total technical provisions	302,774	294,239
Provisions for other liabilities		
Income tax payable	464	518
Deferred tax	946	5,074
Total provisions for other liabilities	1,409	5,592
Payables		
Payables arising out of direct insurance operations	4,268	11,953
Payables arising out of reinsurance operations	10,864	1,960
Payables arising out of reinsurance operations - group companies	50,655	57,698
Payables to group companies	1	996
Other payables	2,979	751
Total payables	68,768	73,358
Accruals and deferred income		
Accruals and deferred income	128,382	13,532
Total accruals and deferred income	128,382	13,532
Total liabilities	501,333	386,722
Total equity and liabilities	817,961	695,855

GARD MARINE & ENERGY INSURANCE (EUROPE) AS

Statement of changes in equity

Amounts in USD 000's	Statutory reserve	Other equity	Total
Equity as at 01.01.2024	63,262	27,661	90,923
Net result before other comprehensive loss	0	(1,790)	(1,790)
Approved but unregistered capital increase	0	220,000	220,000
Equity as at 31.12.2024	63,262	245,871	309,133
Equity as at 01.01.2025	63,262	245,871	309,133
Net result before other comprehensive income	0	7,495	7,495
Registered capital increase	220,000	(220,000)	0
Equity as at 31.03.2025	283,262	33,366	316,628

GARD MARINE & ENERGY INSURANCE (EUROPE) AS

Statement of cash flow

Amounts in USD 000's	01.01.25 to 31.03.25	01.01.24 to 31.03.24
Cash flow from operating activities		
Profit (loss) before tax	2,971	(3,176)
Tax (paid)/refunded	341	(449)
Change in unrealised gain/(loss) on investments	(6,514)	(7)
Change in receivables and payables	(40,037)	(16,277)
Change in technical provisions and other accruals	114,078	3,350
Financial investments	(85,000)	(12,364)
Change in valuation due to change in exchange rates	(3)	0
Net cash flow from operating activities	(14,165)	(28,922)
Net cash flow from investment activities	0	0
Net cash flow from financial activities	0	0
Net change in cash and cash equivalents	(14,165)	(28,922)
Cash and cash equivalents at beginning of period	100,997	39,710
Cash and cash equivalents at end of period	86,835	10,788

GARD MARINE & ENERGY INSURANCE (EUROPE) AS

Notes to the accounts

Note 1 - Accounting policies

Corporate information

Gard Marine & Energy Insurance (Europe) AS ("the Company") is a wholly owned subsidiary of Gard Marine & Energy Ltd ("Gard M&E Ltd."). The Company is registered and domiciled in Norway and licensed by the Norwegian Ministry of Finance to carry out direct insurance of Marine and Energy risks.

Gard Marine & Energy Insurance (Europe) AS is consolidated into the accounts of Gard M&E Ltd. and the consolidated accounts are available at the office of Gard M&E Ltd's management company Lingard Ltd in Bermuda.

The Company has established a branch in UK and Finland.

Basis of preparation of the Accounts

The quarterly accounts includes activity from 1 January 2025 to 31 March 2025, although not including any of the activity in Gard Marine & Energy Insurance (Europe) AS, Danish branch for the same period.

The quarterly accounts have been prepared in accordance with Regulations for annual accounts for general insurance companies approved by the Norwegian Ministry of Finance.

The financial statements of insurance companies with operation in Norway are subject to regulations established by the Norwegian Ministry of Finance. According to a resolution from the Financial Supervisory Authority of Norway the Company has been given dispensation to present the financial statements in the English language and in USD currency.

The accounts as at 31 March 2025 has not been audited.

Use of accounting estimates when preparing the accounts

The preparation of the accounts requires management to make estimates and assumptions that affect assets, liabilities, revenues, expenses and contingent liabilities. Due to unforeseen circumstances, these estimates may change in the future. Estimates and their assumptions are considered continuously, and accounts adjusted accordingly.

Insurance contract liabilities are the main items in the balance sheet based upon judgements and estimates. Estimates have to be made both for the expected total cost of claims reported and for the expected total cost of claims incurred but not reported at the balance sheet date. Standard actuarial methods are used in estimating the total cost of outstanding claims. The actuarial method uses historical data as one of the elements in the model to estimate the future claims costs. It can take a significant period of time before the ultimate claims cost can be established with certainty.

Note 2 – Related party transactions

Reinsurance agreements

The Company cedes to Gard M&E Ltd by way of reinsurance 70 per cent of the Company's Marine & Energy risk underwritten by the Company that is not reinsured elsewhere.

Insurance agency agreement

The operations and insurance activities of the Company are carried out by the insurance intermediaries Gard AS, Gard (UK) Ltd., and Oy Gard Baltic Ab. Gard (UK) Ltd. and Oy Gard Baltic Ab are fully owned by Gard AS. Gard AS is a fully owned subsidiary of Gard P. & I. (Bermuda) Ltd.

GARD MARINE & ENERGY INSURANCE (EUROPE) AS

Notes to the accounts

Note 3 – Capital Requirements

Amounts in USD 000's	As at 31.03.25	As at 31.12.24
Own funds		
Ordinary share capital	150,576	150,576
Share premium account	132,686	161,698
Reconciliation reserve	(105,230)	2,383
Net deferred tax assets	37,616	0
Excess of assets over liabilities	215,648	314,657
Tier 1 - Unrestricted	178,032	314,657
Tier 1 - Restricted	0	0
Tier 3 - Net deferred tax assets	37,616	0
Total basic own funds / (equal to Excess of assets over liabilities)	215,648	314,657
Total available own funds to meet the SCR	215,648	314,657
Total available own funds to meet the MCR	178,032	314,657
Total eligible own funds to meet the SCR	194,145	314,657
Total eligible own funds to meet the MCR	178,032	314,657
SCR	107,421	45,795
MCR	39,148	16,849
Ratio of eligible own funds to SCR	181%	687%
Ratio of eligible own funds to MCR	455%	1868%
Minimum Capital Requirement (MCR)		
Linear MCR	39,148	16,849
SCR	107,421	45,795
MCR cap (45% of SCR)	48,339	20,608
MCR floor (25% of SCR)	26,855	11,449
Combined MCR	39,148	16,849
Absolute floor of the MCR	4,353	4,353
MCR	39,148	16,849
Solvency Capital Requirement (SCR)		
Market risk	26,391	14,017
Counterparty default risk	39,596	18,723
Non-life underwriting risk	75,169	50,146
Diversification	(52,575)	(33,441)
Basic SCR	88,581	49,445
Calculation of SCR		
Adj - Loss Absorbing Capacity of Deferred Tax	0	(11,608)
Operational risk	18,839	7,958
SCR	107,421	45,795

The eligible own funds are calculated based on a partial internal model approved by the Financial Supervisory Authority of Norway (Finanstilsynet).

Board of Directors

Gard Marine & Energy Insurance (Europe) AS

12 May 2025

Trond Eilertsen

Chairman

Turid Grotmoll

Nils Aden

Ian Beveridge

Marit Lunde