NORWEGIAN HULL CLUB

2nd Quarter Report

2025

NORWEGIAN HULL CLUB

Content

Summary Interim Report 2Q2025

The operating result for the Norwegian Hull Club Group (Group) for the first six months of 2025 is USD 72.3 million. The technical result from insurance operations is USD 27 million, the result from investments and other financial items is USD 41.7 million while other income and expenses contribute USD 0.2 million.

Profitability in insurance operations is above expectations. Premium income is lower than expected while claims costs and gross claims ratio are below financial plan. The combined ratio is 77 % so far in 2025.

Return on the investment portfolio is 4.34 %. The USD return corresponds to USD 33.4 mill. The balance of financial income stems from receivables as well as foreign exchange items. Capital adequacy has improved since the end of 2024 and equity is USD 542.5 mill. at the end of June 2025.

NORWEGIAN HULL CLUB

Key Figures

Norwegian Hull Club Group - amounts in 000 USD

	01.01.-30.06.25	01.01.-30.06.24	2024
Gross earned premiums	150 975	174 736	332 626
Gross claims	81 571	84 745	200 913
Gross result	69 404	89 991	131 713
Premiums for own account	134 267	146 559	275 090
Claims for own account	89 629	78 984	184 618
Insurance result f.o.a.	44 638	67 575	90 472
Other insurance realted income	4 894	4 705	10 596
Net operating expenses	19 025	21 223	42 909
Technical result	30 507	51 057	58 159
Net financial items	41 650	12 621	32 075
Other income	782	410	1 639
Other expenses	600	961	3 843
Operating result	72 340	63 127	88 030
Loss ratio	67 %	54 %	67 %
Combined ratio	77 %	65 %	79 %

	31.06.25	31.12.24
Investment portfolio	748 571	707 108
Bank deposits	50 774	116 325
Receivables	322 535	327 292
Other assets	36 891	33 123
TOTAL ASSETS	1 158 771	1 183 848
Equity	542 537	476 277
Claims provision	321 910	370 116
Other provisions	182 866	189 719
Payables and other liabilities	111 458	147 736
TOTAL EQUITY AND LIABILITIES	1 158 771	1 183 848

NORWEGIAN HULL CLUB

Statement of Comprehensive Income

Statement of Comprehensive Income		Group		NHC	
		30.06.25	30.06.24	30.06.25	30.06.24
	Gross earned premiums	150 975 191	174 735 693	145 177 238	172 340 629
	Reinsurance premiums	-16 708 187	-28 176 858	-16 708 187	-28 176 858
A	Premiums for own account	134 267 005	146 558 835	128 469 051	144 163 771
B	Other insurance related income	4 894 165	4 705 439	4 097 845	4 227 733
	Gross accrued claims	81 571 252	84 745 145	81 571 252	84 745 145
	Reinsurers share of gross claims	8 057 830	-5 760 903	8 057 830	-5 760 903
C	Claims for own account	89 629 081	78 984 243	89 629 081	78 984 243
	Marketing expenses	7 165 615	7 083 856	7 165 615	7 083 856
D	Total insurance related expenses for own account	7 165 615	7 083 856	7 165 615	7 083 856
E	Other insurance related expenses	11 859 681	14 139 405	8 795 240	8 398 932
F	Operating result technical accounts (A+B-C-D-E)	30 506 792	51 056 770	26 976 959	53 924 473
G	Total financial income	43 120 720	14 451 466	42 843 249	14 106 559
H	Administration expenses financial assets	1 470 455	1 830 224	1 469 198	1 830 224
I	Other income	782 457	409 774	-	-
J	Other expenses	599 732	960 708	-	-
K	Result from ordinary operations (F+G-H+I-J)	72 339 781	63 127 078	68 351 009	66 200 808
L	Tax expenses (income)	7 041 089	19 057 939	6 044 658	18 825 630
M	Result before other result components (L-M)	65 298 692	44 069 139	62 306 352	47 375 178
N	Other Comprehensive income	-	-	-	-
O	Total comprehensive income for the year	65 298 692	44 069 139	62 306 352	47 375 178

NORWEGIAN HULL CLUB

Balance Sheet

Assets	Group 30.06.25	Group 31.12.24	NHC 30.06.25	NHC 31.12.24
Shares in subsidiaries			9 800 219	9 800 219
Other shares	5 745 667	5 745 667	5 745 667	5 745 667
Mortgage loans	9 418 892	8 410 033	9 418 892	8 410 033
Stocks and shares	132 913 344	116 573 570	132 913 344	116 573 570
Bonds and foreign exchange contracts	611 272 621	587 250 487	611 272 621	587 250 487
Financial derivatives	232 040	1 009 586	232 040	1 009 586
Bank deposits investment portfolio	4 152 554	2 274 775	4 152 554	2 274 775
Total financial assets	**763 735 119**	**721 264 118**	**773 535 337**	**731 064 337**
Reinsured proportion of gross premium provisions	25 880 975	35 850 870	25 880 975	35 850 870
Reinsured proportion of gross claims provision	32 952 041	58 402 745	32 952 041	58 402 745
Total reinsured proportion of insurance provisions	**58 833 016**	**94 253 615**	**58 833 016**	**94 253 615**
Insurance related receivables	195 099 379	181 973 239	187 943 006	180 182 109
Reinsurance receivables	19 667 510	5 751 343	19 667 510	5 751 343
Disbursements	29 309 339	25 073 025	29 309 339	25 073 025
Other receivables	10 207 178	11 830 380	17 661 440	13 948 030
Total receivables	**254 283 405**	**224 627 986**	**254 581 295**	**224 954 506**
Intangible assets	13 191 225	9 296 512		
Properties	2 089 030	2 089 030	2 089 030	2 089 030
Right of use asset	9 537 355	10 208 168	6 802 553	7 062 574
Equipment and fixtures	4 589 279	4 368 257	3 019 453	3 101 036
Cash and bank deposits	50 773 549	116 324 876	32 531 320	100 935 855
Total other assets	**80 180 438**	**142 286 843**	**44 442 356**	**113 188 495**
Accrued interest	1 738 826	1 415 108	1 738 826	1 415 108
TOTAL ASSETS	1 158 770 805	1 183 847 670	1 133 130 830	1 164 876 061

Equity & Liabilities	Group 30.06.25	Group 31.12.24	NHC 30.06.25	NHC 31.12.24
Equity	8 042 072	8 042 072	8 042 072	8 042 072
Guarantee provision	3 555	3 555	3 555	3 555
Other equity	534 490 999	468 231 312	527 445 660	465 139 280
Total equity	**542 536 625**	**476 276 938**	**535 491 286**	**473 184 907**
Unearned gross premium provision	182 866 231	189 718 803	181 900 279	188 792 581
Gross claims provision	321 909 641	370 116 267	321 909 641	370 116 267
Total gross insurance provisions	**504 775 872**	**559 835 070**	**503 809 920**	**558 908 848**
Pension liability	2 804 423	2 804 423	2 804 423	2 804 423
Withheld payroll tax, social security etc.	4 863 647	5 940 567	4 378 068	5 180 601
Deferred tax	11 671 554	29 614 754	11 440 416	29 389 775
Taxes payable	19 605 039	24 715 631	18 778 614	23 876 355
Total tax etc. payable	**38 944 663**	**63 075 375**	**37 401 521**	**61 251 154**
Payables direct insurance accounts	21 740 816	15 270 680	15 235 247	15 270 680
Payables reinsurance	21 666 326	28 200 905	21 666 326	28 200 905
Financial derivatives	744 844	247 816	744 844	247 816
Payables other accounts	28 361 658	40 940 885	18 781 686	27 811 751
Total payables	**72 513 645**	**84 660 286**	**56 428 103**	**71 531 153**
TOTAL EQUITY AND LIABILITIES	1 158 770 805	1 183 847 670	1 133 130 830	1 164 876 061

NORWEGIAN HULL CLUB

Statement of Cash Flow

Statement of Cash Flow	Group 30.06.25	Group 2024	NHC 30.06.25	NHC 2024
Profit of the year before tax	72 339 781	88 030 104	68 351 009	84 740 086
Change in net technical reserves	-19 638 599	33 705 685	-19 678 329	32 779 463
Unrealised value change other shares	-	440 037	-	440 037
Net profit on sale of fixed shares				
Change in disbursements	-4 236 314	-2 774 214	-4 236 314	-2 774 214
Net profit on sale of fixed assets				
Change in net pension liabilities	-	-297 622	-	-297 622
Change in net receivables	-41 086 615	8 836 150	-42 116 803	8 879 686
Depreciations and impairment of assets	2 187 827	4 225 404	382 929	768 610
Taxes paid	-29 684 848	-22 981 623	-29 217 338	-22 782 865
Net cash flow from operations before financial assets	-20 118 767	109 183 921	-26 514 846	101 753 181
Change in net bonds	-24 022 134	-60 828 673	-24 022 134	-60 828 673
Change in net stocks and shares	-16 339 775	-19 705 356	-16 339 775	-19 705 356
Change in net financial derivatives	1 274 575	-2 541 729	1 274 575	-2 541 729
Net cash flow from financial assets	-39 087 335	-83 075 758	-39 087 335	-83 075 758
A Net cash flow from operational activities	-59 206 102	26 108 163	-65 602 181	18 677 423
Cash generated / used by investing activities				
Net receipts/payments related to purchase/capitalization of subsidiaries and associated			-	-3 834 290
Net receipts/payments related to sale/purchase of fixed assets	-4 751 957	-8 244 799	-332 870	-885 553
Change in mortgage loans	-1 008 859	184 166	-1 008 859	184 166
B Net cash inflow / outflow from investment activities	-5 760 815	-8 060 633	-1 341 729	-4 535 677
C Net financing activities - dividend paid to members	-	-	-	-
D Effect of changes in exchange rates on cash and cash equivalents	1 293 369	-732 538	417 126	-1 331 985
A+B+C+D Net change in cash and cash equivalents	-63 673 548	17 314 992	-66 526 784	12 809 762
Cash and cash equivalents 01.01	118 599 651	101 284 659	103 210 630	90 400 869
Cash and cash equivalents 31.12.	54 926 103	118 599 651	36 683 874	103 210 630

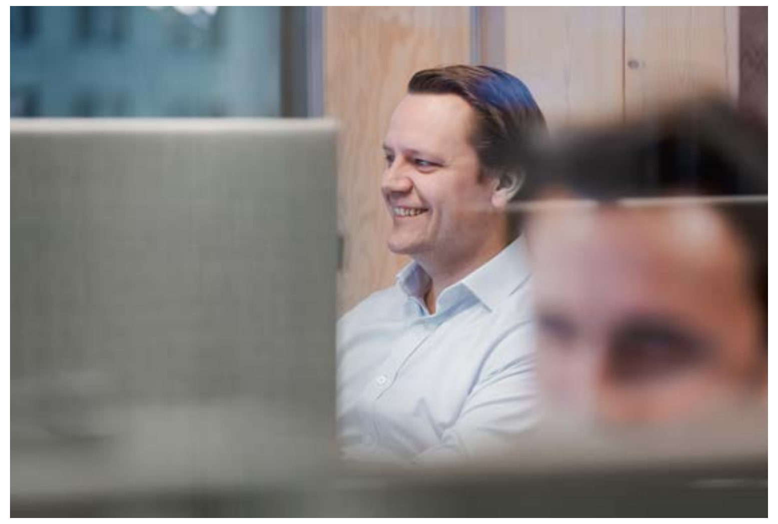
Development in Equity

Changes in equity

Group	Owners' funds	Other equity	Total equity
Equity at 31.12.2024	8 042 072	468 234 866	476 276 938
Profit for the year		65 298 692	65 298 692
Currency effects		960 995	960 995
Other Comprehensive income		-	-
Equity at 30.06.2025	8 042 072	534 494 554	542 536 625

Changes in equity

NHC	Owners' funds	Other equity	Guarantee provision	Total equity
Equity at 31.12.2024	8 042 072	465 139 280	3 555	473 184 907
Profit for the year		62 306 379		62 306 379
Other Comprehensive income		-		-
Equity at 30.06.2025	8 042 072	527 445 660	3 555	535 491 286



NORWEGIAN HULL CLUB

Explanatory notes to the Interim Financial Report

Note 1 - Accounting policies

Norwegian Hull Club Group's interim financial report is presented in accordance with IAS 34 interim financial reporting and in compliance with the Norwegian Accounting Act, Finance Ministry's prescribed regulations from December 16, 1998 on Financial Statements for Insurance companies and regulations from January 21, 2008 on simplified IFRS.

The application of IAS 34 means that the report is limited relative to presentation of a full annual report.

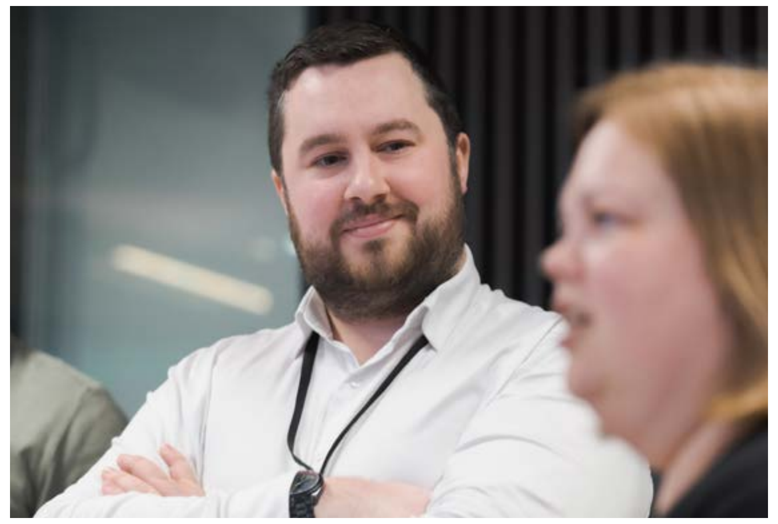
The main accounting policies are unchanged from the annual report 2024 and the annual report contains the full description of the accounting policies.

Note 2- Claims expenses

	30.06.25	30.06.24
Gross claims	81 571 252	84 745 145
Claims for own account	89 629 081	78 984 243
Run off gain (+) / loss (-) gross	28 586 668	10 736 923
Run off gain (+) / loss (-) for own account	15 066 167	6 830 815

Note 3 - Market value adjustments

	30.06.25		31.12.24		Change	
	Book Value	Market Value	Book Value	Market Value	Book Value	Market Value
Bonds	611 272 621	611 272 621	587 250 487	587 250 487	24 022 134	24 022 134
Stocks and shares	132 913 344	132 913 344	116 573 570	116 573 570	16 339 775	16 339 775
Derivatives	232 040	232 040	1 009 586	1 009 586	(777 546)	(777 546)
In total	744 418 006	744 418 006	704 833 643	704 833 643	39 584 363	39 584 363

Note 4 - Off balance items

	30.06.25	31.12.24
Guarantee liability regarding claims		
Gross guarantees issued	145 123 829	114 775 668
Counter-guarantees from co-insurers	96 536 794	78 423 724
Guarantees for own account	48 587 035	36 351 944

All guarantees relate to clients' liabilities in connection with collisions, groundings etc. associated with the Club's activities.

Note 5 - Material events subsequent to the end of the interim period

To our best knowledge there has been no material events subsequent to the end of the interim period.

Bergen
Visiting address
Solheimsgaten 5
5058 Bergen

Postal address
P.O. 2404
5824 Bergen
Norway

London
Visiting and postal address
5th Floor, 37-39 Lime Street
London, EC3M 7AY
United Kingdom

Oslo
Visiting and postal address
Dronning Eufemias gate 16
NO-0191 Oslo
Norway

www.norclub.com
Enterprise No: NO 910 508 334

NORWEGIAN HULL CLUB