



Half-year report 2025/26

Accounts 21.02.2025-20.08.2025

SKULD



Positive half-year technical result 2025/26

Skuld delivered a positive result of USD 36 million for the first six months of the 2025/26 financial year, compared with USD 25 million in the same period last year. The result reflects continued positive developments both in technical performance and our investment portfolio.

Our technical result returned to positive at USD 3 million, reflecting an improvement of USD 33 million from the same period last year; the technical result also reflects a positive combined ratio of 99%. This was primarily driven by continued growth in premiums and calls, and a normalisation in claims costs compared with 2024/25.

While the half-year technical result is positive, we continue to operate in a challenging claims environment both in the International Group pooling system and Skuld's portfolio. Notably, Skuld reported one new pool claim in the first six months of 2025/26. This volatility of claims costs highlights the need for further rate adjustments.

Our investment portfolio achieved a positive return of 4.3% in the first half of the year, supported by equities rebounding to record highs and positive contributions from fixed income and currencies as US yields and the dollar weakened.

We acknowledge the impact of ongoing geopolitical instability on our operations. The global landscape, marked by political tensions and economic uncertainties, poses challenges. We remain vigilant and adaptable to these external pressures, helping Skuld's membership and clients to continue to navigate these turbulent times with careful risk management and financial strength.

STÅLE HANSEN
President and CEO

Highlights:

- Positive result of USD 36 million
- Strong investment portfolio return
- Positive technical result
- Continued premium growth



Key figures

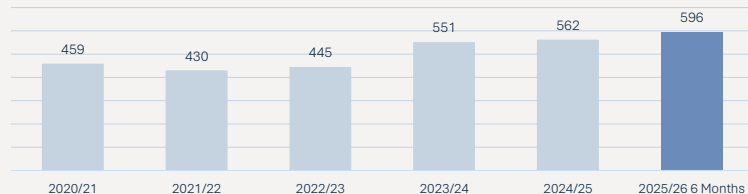
Skuld is one of the P&I clubs that still report according to the P&I year 21 February to 20 February.
This report covers the period 21 February 2025 to 20 August 2025.

All figures in USD million

CONSOLIDATED INCOME STATEMENT AS AT 20 AUGUST	2025 (6 months)	2024 (6 months)
TECHNICAL ACCOUNT		
Premiums and calls	303.3	276.7
Reinsurance premium	- 58.4	- 52.4
Premiums for own account	244.9	224.3
Pool claims	- 19.9	- 25.2
Own claims for own account	- 168.7	- 178.1
Claims for own account	- 188.6	- 203.3
Acquisition costs	- 40.2	- 38.4
Administrative expenses	- 12.9	- 12.5
Net operating expenses	- 53.1	- 50.8
Balance carried to non-technical account	3.2	- 29.8
NON-TECHNICAL ACCOUNT		
Balance from technical account	3.2	- 29.8
Net investment income including OCI	43.3	57.3
Taxe (expense)/income	- 10.1	- 2.9
Balance carried to members' funds	36.5	24.6

BALANCE SHEET	20.08.2025	20.02.2025
ASSETS		
Intangible assets	8.4	7.1
Financial investments	1 226.0	1 155.9
Debtors	33.3	28.4
Other assets	233.1	195.2
Prepayment and accrued income	20.2	26.0
Total assets	1 521.0	1 412.5
LIABILITIES		
Provisions for outstanding claims for own account	767.5	713.6
Contingency reserve	596.2	562.1
<i>Members' funds</i>	574.5	538.1
<i>Deferred cessation tax</i>	21.7	24.0
Technical provisions for own account	1 363.8	1 275.6
Provisions for other liabilities	52.2	41.4
Creditors	95.4	89.2
Accruals and deferred income	9.6	6.3
Total liabilities	1 521.0	1 412.5

CONTINGENCY RESERVE
USD million





Six-month accounts 2025/26

Condensed consolidated income statement

All figures in USD million

	21.05-20.08		YTD (21.02-20.08)	
	2025/26	2024/25	2025/26	2024/25
TECHNICAL ACCOUNT				
Premiums and calls				
Gross premiums and calls	156.3	144.0	303.3	276.7
- Reinsurance premiums	-30.9	-27.8	-58.4	-52.4
Earned premiums and calls for own account	125.4	116.3	244.9	224.3
Pool claims	-15.4	-6.4	-19.9	-25.2
Own claims for own account	-96.4	-111.4	-168.7	-178.1
Claims incurred for own account	-111.8	-117.8	-188.6	-203.3
Acquisition costs	-19.9	-19.2	-40.2	-38.4
Administrative expenses	-6.1	-6.1	-12.9	-12.5
Net operating expenses	-26.0	-25.2	-53.1	-50.8
Balance carried to non-technical account	-12.4	-26.7	3.2	-29.8
NON-TECHNICAL ACCOUNT				
Balance from technical account	-12.4	-26.7	3.2	-29.8
Net investment income	27.6	27.2	29.3	54.3
Tax expense/(income)	-6.2	0.2	-10.1	-2.9
Other comprehensive income	3.7	5.1	14.0	3.0
Profit and loss	12.8	5.9	36.5	24.6
Balance carried to members' funds	12.8	5.9	36.5	24.6

Condensed consolidated statement of financial position

All figures in USD million

	20.08.2025	20.02.2025
ASSETS		
Intangible assets	8.4	7.1
Financial assets	1 226.0	1 155.9
Debtors	33.3	28.4
Other assets	233.1	195.2
Prepayments and accrued income	20.2	26.0
Total assets	1 521.0	1 412.5
LIABILITIES		
Technical provisions		
Gross provision for outstanding claims	1 166.3	1 121.6
Reinsurers' share	- 398.7	- 408.0
Provisions for outstanding claims for own account	767.5	713.6
Contingency reserve	596.2	562.1
<i>Members' funds</i>	<i>574.5</i>	<i>538.1</i>
<i>Deferred cessation tax</i>	<i>21.7</i>	<i>24.0</i>
Technical provisions for own account	1 363.8	1 275.6
Provisions for other liabilities	52.2	41.4
Other creditors	95.4	89.2
Accruals and deferred income	9.6	6.3
Total liabilities	1 521.0	1 412.5



Cash flow statement

All figures in USD million

	21.02.25-20.08.25	21.02.24-20.02.25
Cash flow from operational activities		
Premiums received	327.9	579.5
Paid claims	- 186.4	- 385.6
Reinsurance premiums paid	- 81.0	- 78.9
Reinsurance recovery received	47.2	86.6
Paid tax	- 6.7	- 34.8
Operational expenses/change in accruals	- 38.5	- 109.4
Net cash flow from operational activities	62.5	57.3
Cash flow from investment activities		
Interests and dividends received	3.9	29.0
Investments in fixed assets	- 5.9	- 7.2
Net financial investments	- 25.0	- 56.0
Net cash flow from investment activities	-27.1	-34.2
Net change in cash and cash equivalents	35.4	23.1
Cash and cash equivalents at the beginning of the period	189.8	166.7
Cash and cash equivalents at the end of the period	225.3	189.8

Statement of changes in contingency reserves

All figures in USD million

	21.02.25-20.08.25	21.02.24-20.02.25
Members' funds opening balance	538.1	517.4
Balance carried forward to members' funds	36.5	20.7
Members' funds closing balance	574.5	538.1
Deferred cessation tax	21.7	24.0
Contingency reserve closing balance	596.2	562.1



NOTE 1

Accounting policy

The condensed interim financial report has been prepared according to regulations for Norwegian Insurance Companies and the Accounting Standard IAS 34 *Interim financial reporting*. Application of IAS 34 means that the report is limited compared to the annual financial statement. Accordingly this report is to be read in conjunction with the Annual Report as of 20 February 2025. The six-month accounts for 2025/26 are presented in accordance with IFRS 9, resulting in a larger share of the investment result classified as other comprehensive income (OCI), ref note 2.

The Financial Supervisory Authorities of Norway has approved the use of USD as functional currency for the Association, hence the interim financial statement is presented in USD. These sets of USD accounts are based on the official Norwegian accounts, but some reclassifications and modifications have been made in order to make the accounts comparable to the accounts of the other P&I clubs in the International Group. Refer to the Annual Report as of 20 February 2025 for further details.

The interim report shows the consolidated accounts for Assuranceforeningen Skuld (Gjensidig). The six-month statutory accounts for Assuranceforeningen Skuld (Gjensidig) ended with a positive result of USD 19.6 million.

The interim report is unaudited.

NOTE 2

Financial investments

All figures in USD million

	20.08.25	20.02.25
Equities		
Equities	223.1	301.2
Total equities	223.1	301.2
Fixed income		
Debt funds	338.2	333.7
Central Government Bonds	224.4	224.5
Money Market funds	404.9	262.5
Total bonds	967.5	820.7
Thematic investments		
Infrastructure	18.6	15.9
Hedge Funds	13.5	15.2
Private Equity	2.3	2.6
Total thematic investments	34.4	33.8

Other comprehensive income (OCI)

Net gain on financial asstes measured at fair value through OCI amounts to USD 14.6 million for the period 21.02.25-20.08.25



Rest assured.