Interim Results

for the six months ended 30 June 2024

31 July 2024

CONDUIT RE

Important notices

Important information (disclaimers)
This announcement includes statements that are, or may be deemed to be, "forward-looking statements". These forward-looking statements may be identified by the use of forward-looking terminology, including the terms "believes", "estimates", "plans", “goals”, “objective”, “rewards”, ”expectations”, "projects", "anticipates", "expects", “achieve”, "intends", “tends”, “on track”, “well placed”, "estimated", “projected”, "may", "will", "aims", "could" or "should" or, in each case, their negative or other variations or comparable terminology, or by discussions of strategy, plans, objectives, goals, targets, future events or intentions. Forward-looking statements include statements relating to the following: (i) future capital expenditures, expenses, revenues, unearned premiums pricing rate changes, terms and conditions, earnings, synergies, economic performance, indebtedness, financial condition, dividend policy, claims development, losses and loss estimates and future business prospects; and (ii) business and management strategies and the expansion and growth of Conduit's operations.

Forward-looking statements may and often do differ materially from actual results. Forward-looking statements reflect Conduit's current view with respect to future events and are subject to risks relating to future events and other risks, uncertainties and assumptions relating to Conduit's business, results of operations, financial position, liquidity, prospects, growth and strategies. These risks, uncertainties and assumptions include, but are not limited to: the possibility of greater frequency or severity of claims and loss activity than Conduit’s underwriting, reserving or investment practices have anticipated; the reliability of catastrophe pricing, accumulation and estimated loss models; the actual development of losses and expenses impacting estimates for claims which arose as a result of recent loss activity including but not limited to the Ukraine crisis, Atlantic Hurricanes, European storms and floods, earthquakes, wildfires in North America and Europe; the impact of complex causation and coverage issues associated with attribution of losses to wind or flood damage; unusual loss frequency or losses that are not modelled; the effectiveness of Conduit’s risk management and loss limitation methods, including to manage volatility; the recovery of losses and reinstatement premiums from our own reinsurance providers; the development of Conduit’s technology platforms; the impact of cyber attacks (including as exacerbated by geopolitical tensions) on technology, data and network security; a decline in Conduit’s ratings with A.M. Best or other rating agencies; the impact that Conduit’s future operating results, capital position and ratings may have on the execution of Conduit’s business plan, capital management initiatives or dividends; Conduit’s ability to implement successfully its business plan and strategy during ‘soft’ as well as ‘hard’ markets; the premium rates which are available at the time of renewals within Conduit’s targeted business lines; increased competition on the basis of pricing, capacity or coverage terms and the related demand and supply dynamics as contracts come up for renewal; the successful recruitment, retention and motivation of Conduit’s key management and the potential loss of key personnel; the credit environment for issuers of fixed maturity investments in Conduit’s portfolio; the impact of swings in market interest rates, currency exchange rates and securities prices; changes by central banks regarding the level of interest rates and the timing and extent of any such changes; the impact of inflation or deflation in relevant economies in which Conduit operates; Conduit becoming subject to income taxes in the United States or in the United Kingdom; and changes in insurance or tax laws or regulations in jurisdictions where Conduit conducts business. Forward-looking statements contained in this interim update may be impacted by the escalation or expansion of the Ukraine conflict or conflicts in the Middle East on Conduit's clients, the volatility in global financial markets and governmental, regulatory and judicial actions, including coverage issues.

Forward-looking statements speak only as of the date they are made. No representation or warranty is made that any forward-looking statement will come to pass. Conduit disclaims any obligation or undertaking to update or revise any forward-looking statements contained herein to reflect actual results or any change in the assumptions, conditions or circumstances on which any such statements are based unless required to do so by law or regulation. All subsequent written and oral forward-looking statements attributable to Conduit and/or the group or to persons acting on its behalf are expressly qualified in their entirety by the cautionary statements referred to above.

Note on presentation of numbers: Gross premiums written: Gross premiums written now exclude reinstatement premiums to ensure consistency with the IFRS 17 view of revenue. H1 2021 is calculated in line with IFRS 4; all other years are in line with IFRS 17. **Other operating expenses:** All H1 2021 figures are on an IFRS4 basis. H1 2022, H1 2023, and H1 2024 are on an IFRS17 basis. **Undiscounted combined ratio:** The undiscounted combined ratio for H1 2021 and H1 2022 is calculated in line with IFRS 4, the ratios for H1 2023 and H1 2024 are calculated in line with IFRS 17. At the segment level it excludes the other operating expense ratio, which is at group level. Net rate changes: Net rate changes reflect management's assessment of rate changes of our renewal business net of the impact of claims inflation, exposure changes and changes in any other terms and conditions. All net rate changes are presented on a year-to-date basis. The Conduit renewal indicative rate change measure is an internal methodology that management intends to use to track risk-adjusted trends in premium rates of a portfolio of reinsurance contracts. The change measure reflects management's assessment of relative changes in price, exposure and terms and conditions. It is also net of the estimated impact of claims inflation. The calculation involves a degree of judgement in relation to comparability of contracts and the assessment noted above, particularly in Conduit's initial years of underwriting. To enhance the methodology, management may revise the methodology and assumptions underlying the change measure, so the trends in premium rates reflected in the change measure may not be comparable over time. Consideration is only given to renewals of a comparable nature so it does not reflect every contract in the portfolio of Conduit contracts. The future profitability of the portfolio of contracts within the change measure is dependent upon many factors besides the trends in premium rates. **Estimated market event losses:** Our current estimated undiscounted ultimate loss from exposure to the Baltimore bridge collapse is net of reinsurance recoveries and reinstatement premiums and is across all divisions.

2024 interim results - comprehensive income of $98.1 million

Gross premiums written of **$737.8 million, +36.1%** over the same period in 2023[1]

Total Shareholder Return of 8.3% in the first six months of 2024

Discounted combined ratio of **75.1%** compared with 72.5% for the first six months of 2023

Book Value Per Share (BVPS) of $6.69 (or £5.28) as at 30 June 2024, compared to $6.25 (or £4.91) at year-end 2023

Comprehensive income of **$98.1 million** and **RoE of 9.9%** (compared with $78.6 million and 9.1% respectively for the same period in 2023)

Market conditions remain very favourable with property and specialty leading the way

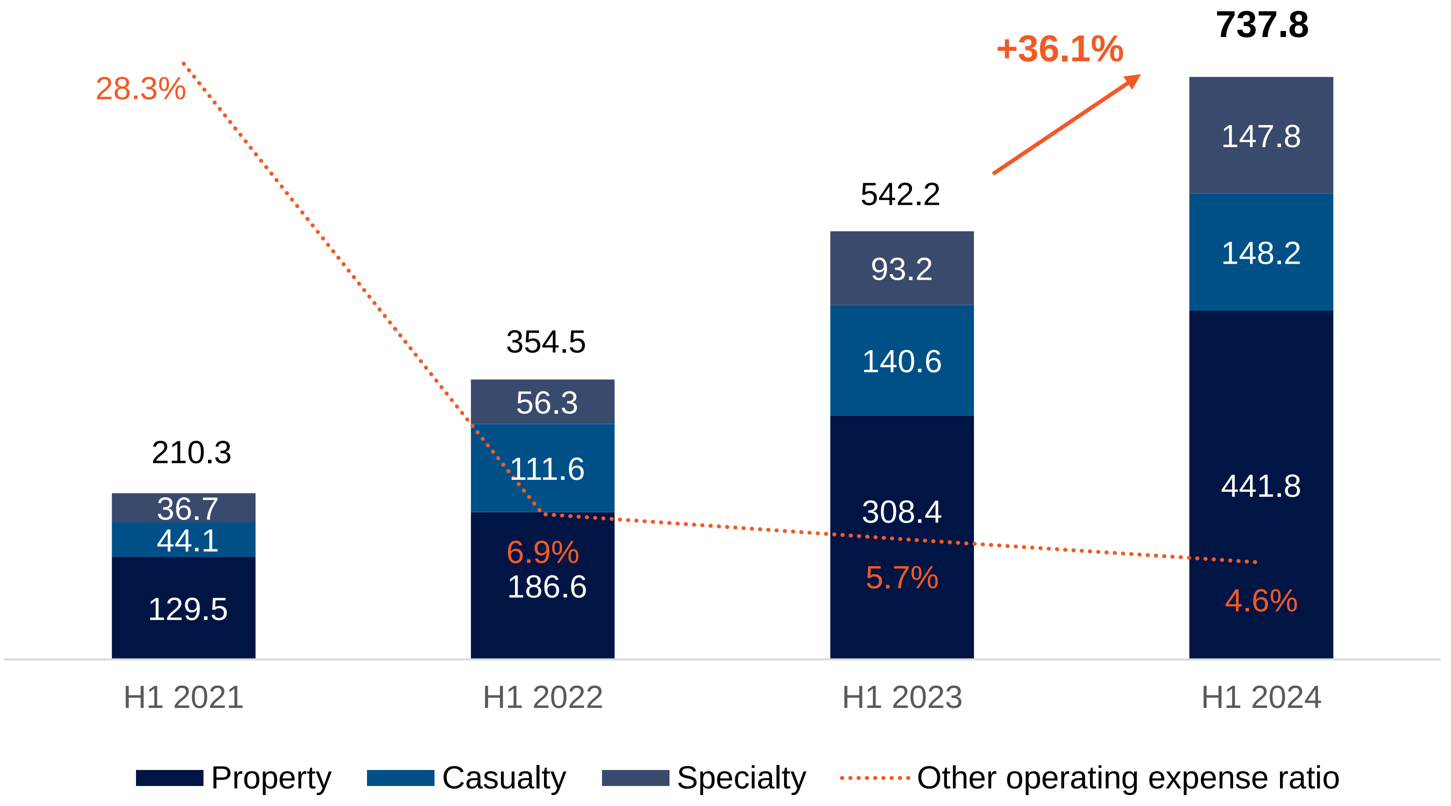
Interim dividend of **$0.18** (c £0.14) per share declared

Strong organic growth trajectory sustained by robust capital base and retained earnings

1. Gross premiums written now exclude reinstatement premiums to ensure consistency with the IFRS 17 view of revenue

36% growth in gross premiums written

Gross premiums written ($m)



Portfolio remains diversified and actively managed with capacity to increase into attractive opportunities

Growth is led by property and specialty with both new deals and expansion to existing agreements

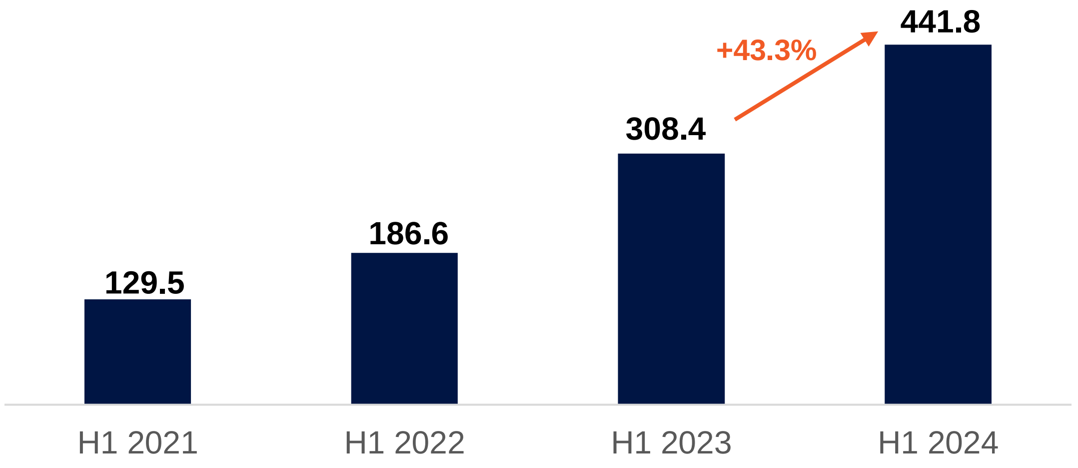
Risk selection still key with tailwinds assisting premium growth; tightly controlled accumulations with ~30% of the portfolio nat-cat exposed

Efficient expense base supports scalable growth

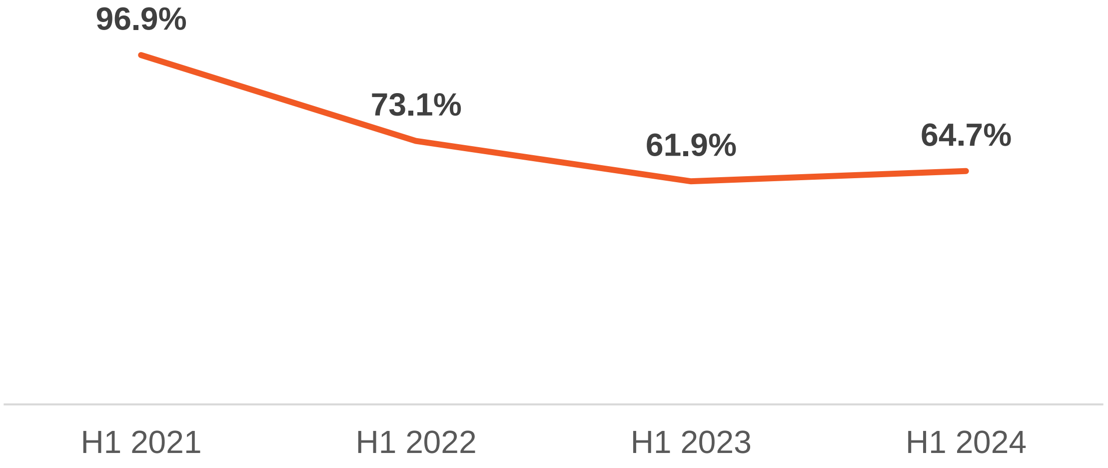
CONDUIT RE

43% growth in property

Gross premiums written, $m



Undiscounted combined ratio



Primary risk pricing ahead of inflation = growth in **risk-adjusted margins**

Proportional treaty **terms and conditions stable**, cede commissions varied across classes

Excess of loss rates improvement decelerated mid-year but margins remain strong

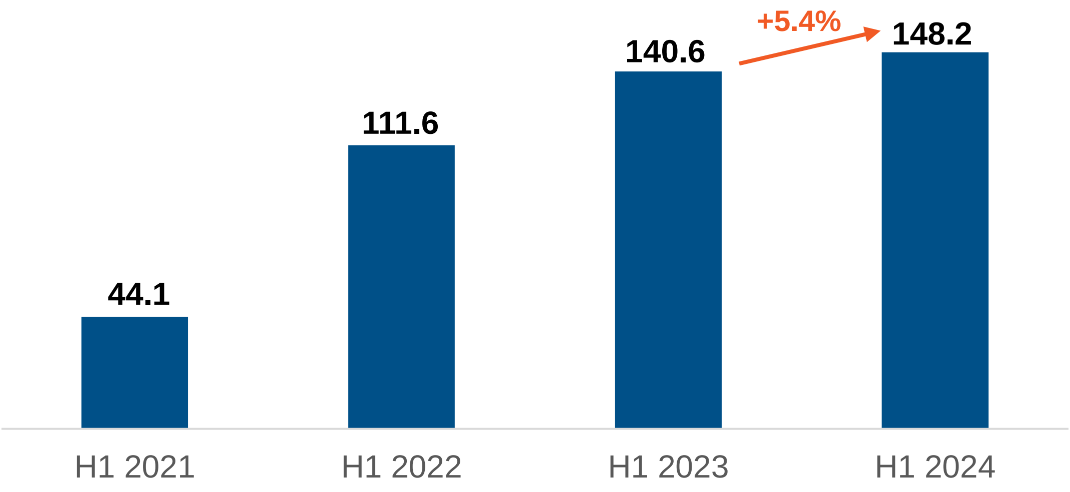
Industry coverage remains broadly stable

3% risk-adjusted **rate change**, net of inflation for H1 2024 (H1 2023: 30%)

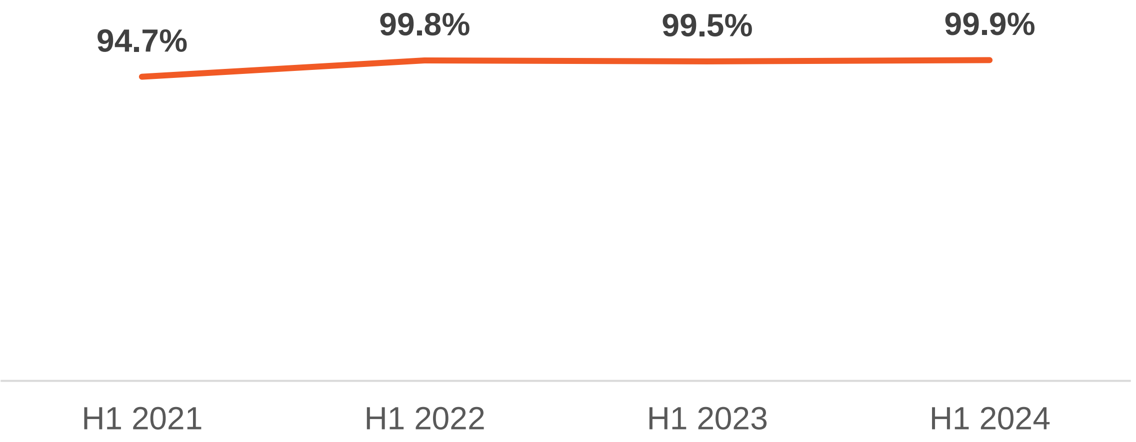
Reinsurance service result $69.0m (H1 2023: $51.9m)

5% growth in casualty

Gross premiums written, $m



Undiscounted combined ratio



Industry's[1] deterioration of soft-years typified by 2015 to 2019 driving **early signs of re-pricing/ terms & conditions changes** as claims become visible

Managed growth of segment **reflecting market conditions;** our **expected margin** remains **unchanged**

-2% risk-adjusted **rate change**, net of inflation for H1 2024 (H1 2023: 0%)

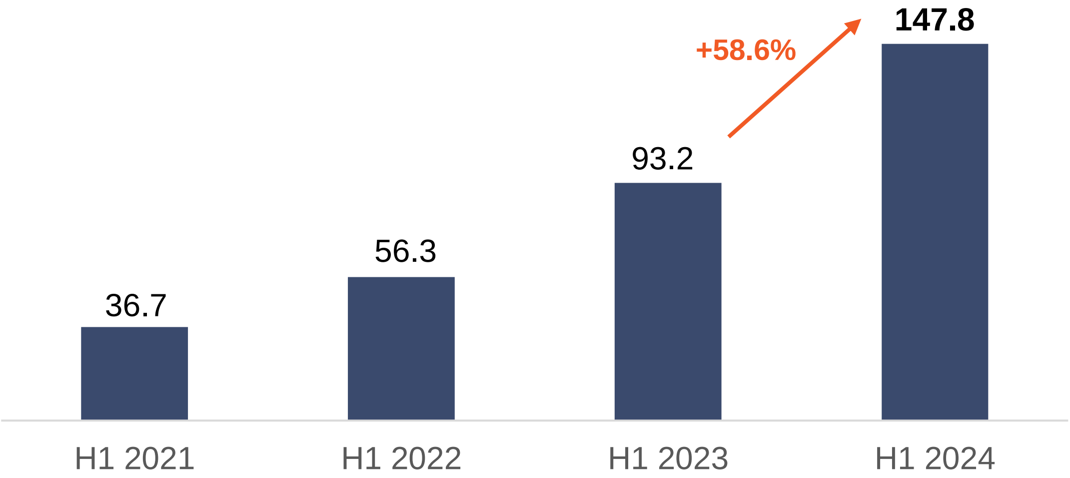
Reinsurance service result $18.4m (H1 2023: $14.9m)

CONDUIT RE

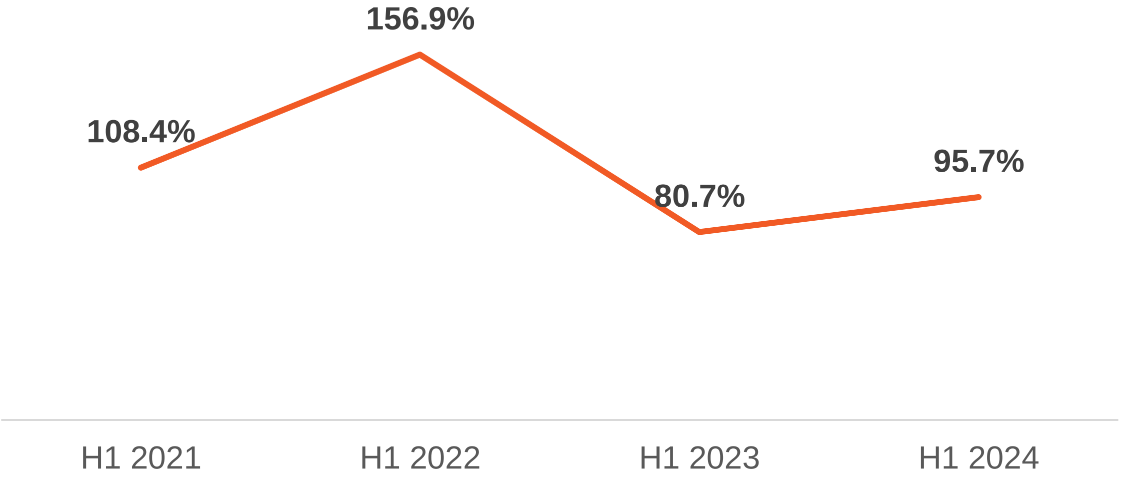
1. Conduit Re was launched for the 2021 underwriting year and as such has not experienced the significant reserve deterioration experienced in the market, including to covid business interruption

59% growth in specialty

Gross premiums written, $m



Undiscounted combined ratio



Growth in our **multi-line risk appetite** as a result of our portfolio growth

Risk separations helps **maximise our ability to grow** without simply growing volatility

The **industry continues to show increased appetite** for niche classes - overall discipline maintained

Growth in primary risk limits within marine & energy

1% risk-adjusted **rate change**, net of inflation for H1 2024 (H1 2023: 12%)

The Baltimore bridge collapse cross-division estimated undiscounted loss (net of reinsurance and reinstatement premiums) is $19.8m

Reinsurance service result $12.3m
(H1 2023: $13.9m)

CONDUIT RE

2024 H1 financial highlights

	H1 2024	H1 2023	Change %
Key financials ($m)			
Gross premiums written	737.8	542.2	36.1%
Reinsurance revenue	382.0	278.7	37.1%
Net reinsurance revenue	338.2	242.8	39.3%
Reinsurance service result	99.7	80.7	23.5%
Net investment result	23.0	22.6	1.8%
Comprehensive income	98.1	78.6	24.8%

Financial ratios (%)	**H1 2024**	**H1 2023**	**Change (pps)**
Return on equity	9.9	9.1	0.8
Net loss ratio (discounted)	62.4	57.5	4.9
Reinsurance operating expense ratio	8.1	9.3	(1.2)
Other operating expense ratio	4.6	5.7	(1.1)
Combined ratio (discounted)	75.1	72.5	2.6
Combined ratio (undiscounted)	85.7	83.1	2.6
Total net investment return	1.5	2.1	(0.6)

37.1% growth in **reinsurance revenue** driven by year-on-year increases across property, casualty and specialty

RoE of 9.9% driven by **underwriting performance**

Total capital and tangible **capital available was $1.05 billion** as at 30 June 2024 (30 June 2023 - $0.92 billion)

Tangible net assets per share as at 30 June 2024 was **$6.69, or £5.28** (30 June 2023 - $5.72, or £4.50)[1]

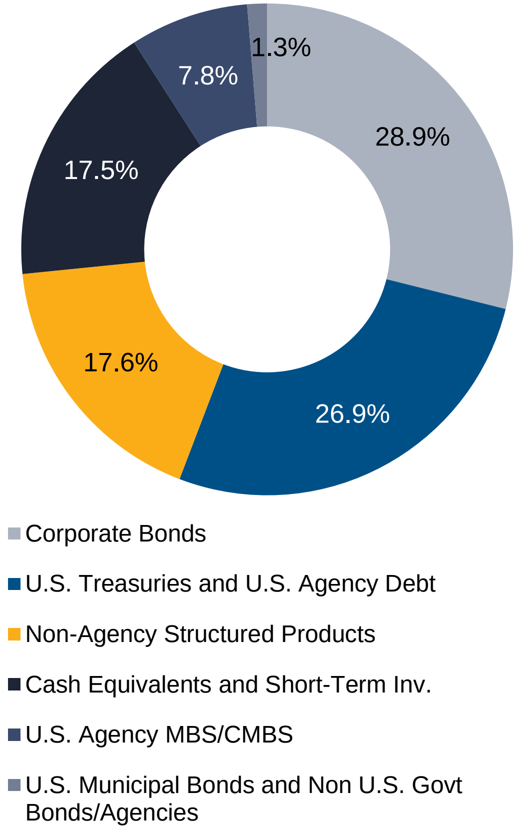
Diluted earnings per share as at 30 June 2024 were **$0.62** (30 June 2023 - $0.49)

CONDUIT RE

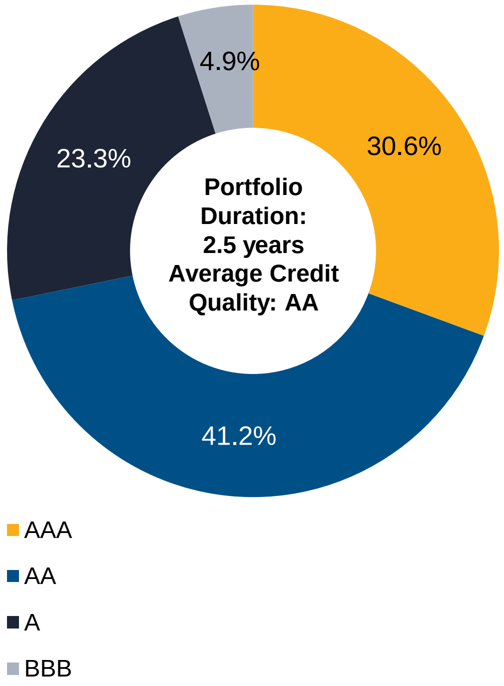
1. The GBP conversion was calculated using the respective 30 June 2024 and 30 June 2023 exchange rates

High quality investment portfolio

Asset type as at 30 June 2024



Asset ratings as at 30 June 2024



Capital preservation and liquidity remain of paramount importance

We maintain a short duration, highly-rated portfolio, with due consideration of our liabilities' duration: book yield 4.1%, market yield 5.3%

Total net investment result of $23.0 million for the six months ended 30 June 2024 which includes a net unrealised loss of $6.5 million

Total net investment return for the first six months of 2024 was **1.5%**

Continued consideration of ESG factors on management of investments

CONDUIT RE

An established multi-line reinsurance platform

Performance through 2024 validates our strategic selections and efficient business model: Strong organic growth (gross premiums written, +36.1%) and comprehensive income of $98.1 million

RoE of 9.9%, low volatility underwriting, growth prospects: Key clients continued to grow with us in H1 with no legacy from Covid or casualty – multi-class solutions with a specialty focus often showed good fundamentals

Multi-line strategy: Distribution channels designed pre 2021 and delivering across the classes. Over $2.6 billion written since inception; deal submission flow remains high = key to enabling selective risk signings

Positive market environment: While rate increases have slowed, the market environment remains at very attractive levels on historical basis. Specialty and non-cat risks remain in focus

Clean capital base supports strong growth trajectory: Path of organic growth across multi-line business supported by existing capital base, and expected future retained earnings

Any questions?

Appendices

HOW WE CREATE VALUE

Our investment proposition

Our key business objectives

Building a sustainable business for the long-term benefit of our stakeholders

Deliver profitability and mid-teens return on equity across the cycle

Targeted underwriting

- Multi-line reinsurance treaty focus
- Balanced and diversified portfolio
- Dynamic cycle management across classes of business and geographies

Operational excellence

- Single location, highly efficient set up with open and collaborative culture
- Management team with proven industry track record
- Targeted and effective use of data-driven pricing, analytics and exposure management thanks to efficient cloud-based ecosystem

Strong balance sheet

- Balance sheet well capitalised for future growth
- Absence of covid & casualty legacy
- AM Best (A-) Excellent financial strength rating with “very strong” balance sheet
- High quality investment portfolio, with average credit quality of AA

Historic financial highlights

	H1 2022	FY 2022	H1 2023	FY 2023	H1 2024	Commentary
Gross premiums written growth[1]	+69%	+67%	+53%	+50%	+36%	Strong, targeted growth
Combined ratio (undiscounted)[2]	105.8%	109.3%	83.1%	81.9%	85.7%	Low 80s emerging
Investment book yield	1.4%	2.4%	3.2%	3.7%	4.1%	Opportunity to reinvest at higher rates
Other operating expense ratio	6.9%	6.0%	5.7%	5.1%	4.6%	Efficient business model
RoE	(4.0%)[3]	(4.4%)	9.1%[3]	22.0%	9.9%[3]	Cross-cycle target of mid-teens RoE
Dividend per share	$0.18	$0.36	$0.18	$0.36	$0.18	In line with dividend policy
Net tangible assets per share	$5.56	$5.41	$5.72	$6.25	$6.69	
Total shareholder return	(18.9%)	5.5%	11.4%	16.4%	8.3%	

Build-out focused on:

- Investing in experienced and respected individuals
- Building and developing infrastructure
- Developed relationships with key partners

Ongoing delivery benefiting from:

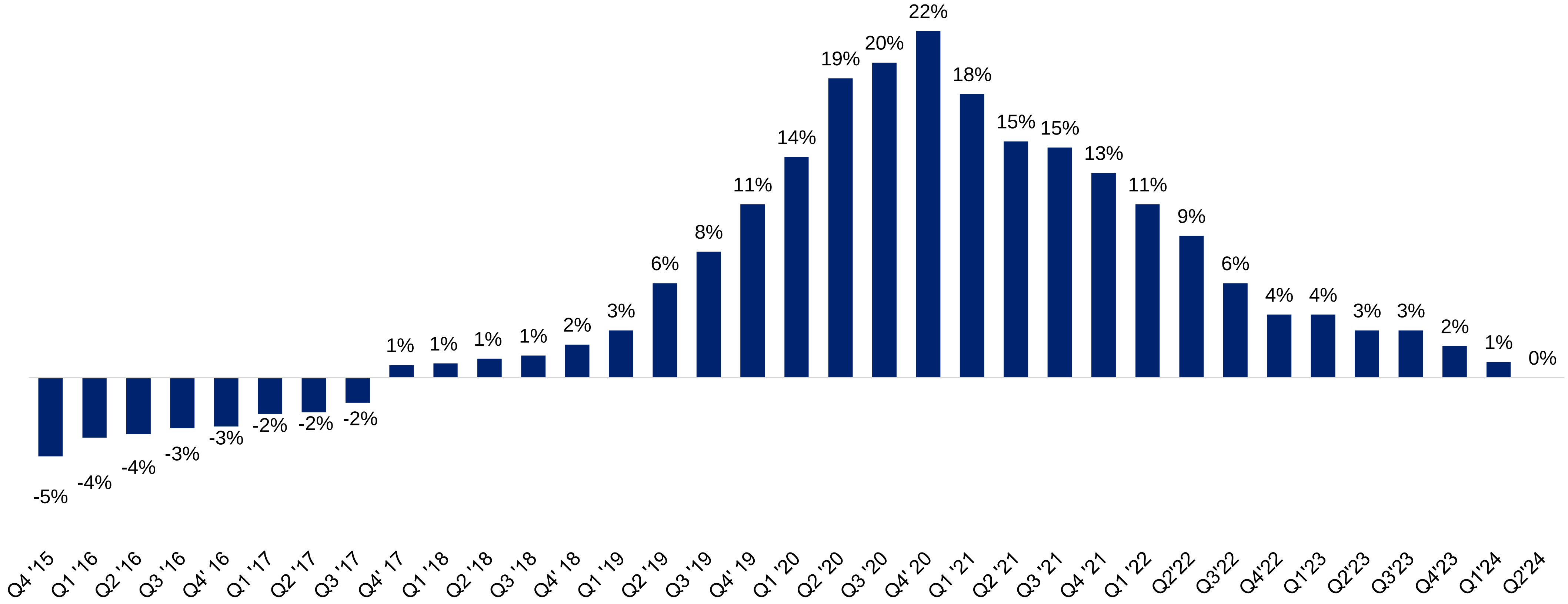
- Key partnerships, single operating location, proven access to markets
- Focused allocation of capacity; streamlined decision making
- Continual investment in systems & talent

1. On IFRS17 basis, compared to the same period in the prior year
2. On IFRS17 basis
3. RoE on six-months basis, not annualised

CONDUIT RE

Robust Commercial insurance pricing environment

Marsh Global Insurance Market Index

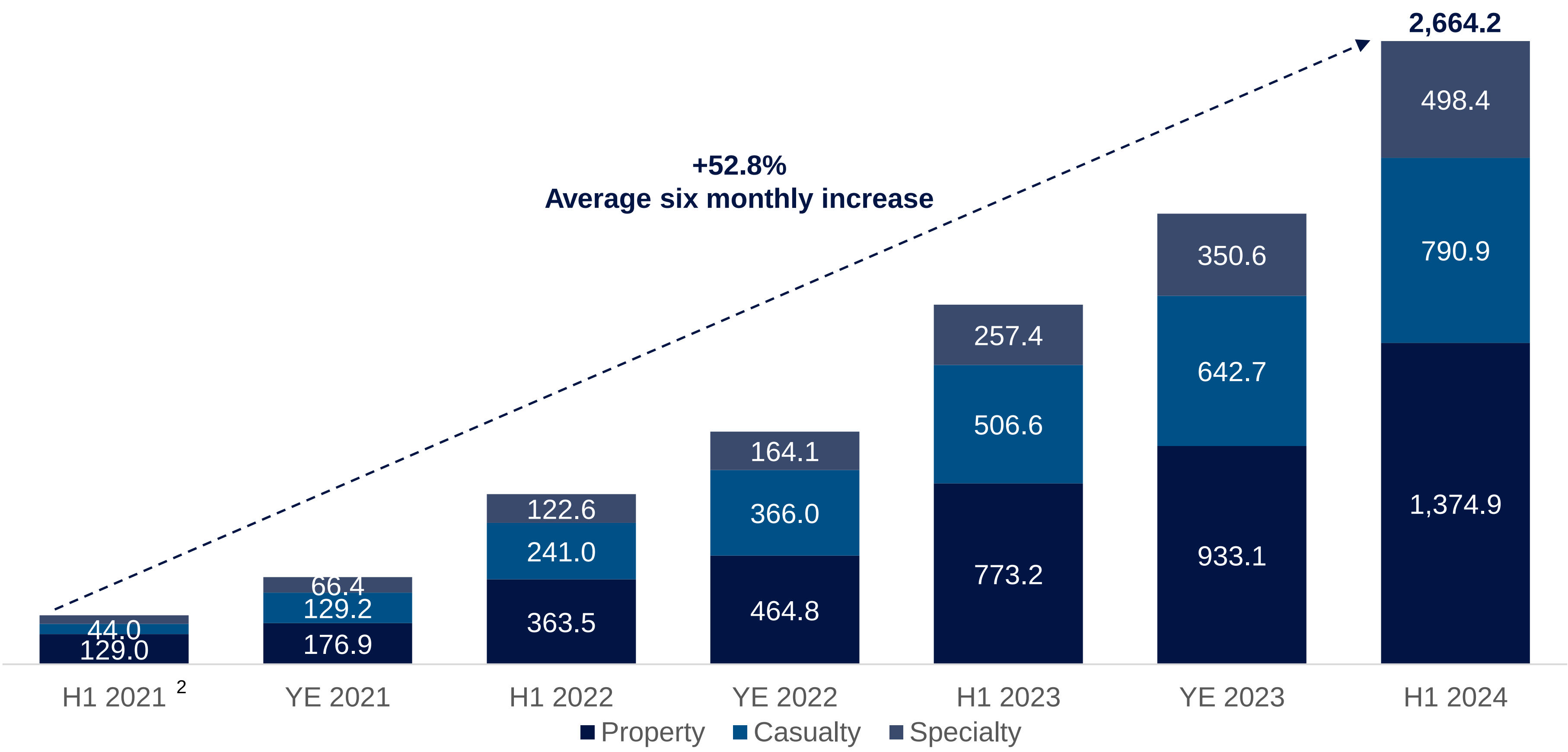


Note: Conduit Re's underwriting business incepted in Q1 2021

CONDUIT RE

Over $2.6bn gross premiums written since inception

Cumulative gross premiums written[1] ($m)

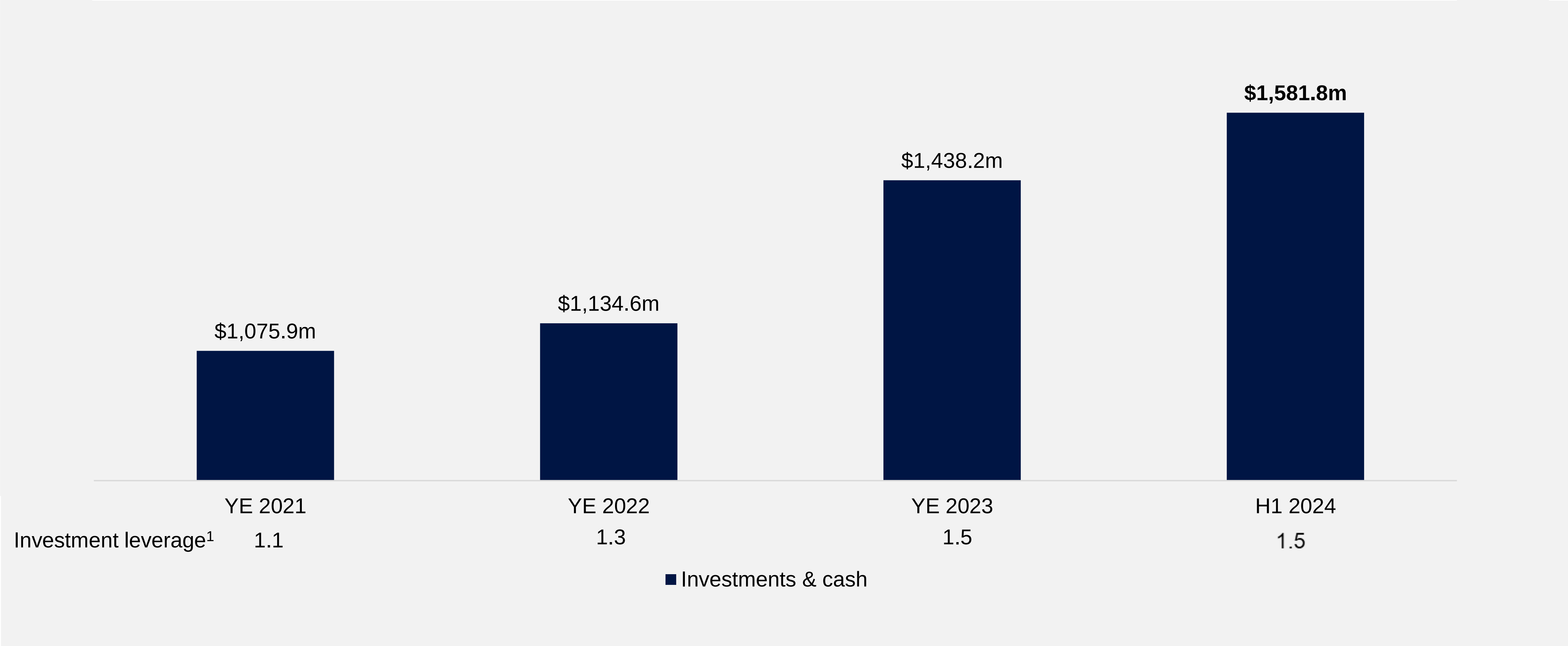


Significant pipeline of premium continues to flow through

Delivering on our strategy as a multi-line reinsurer

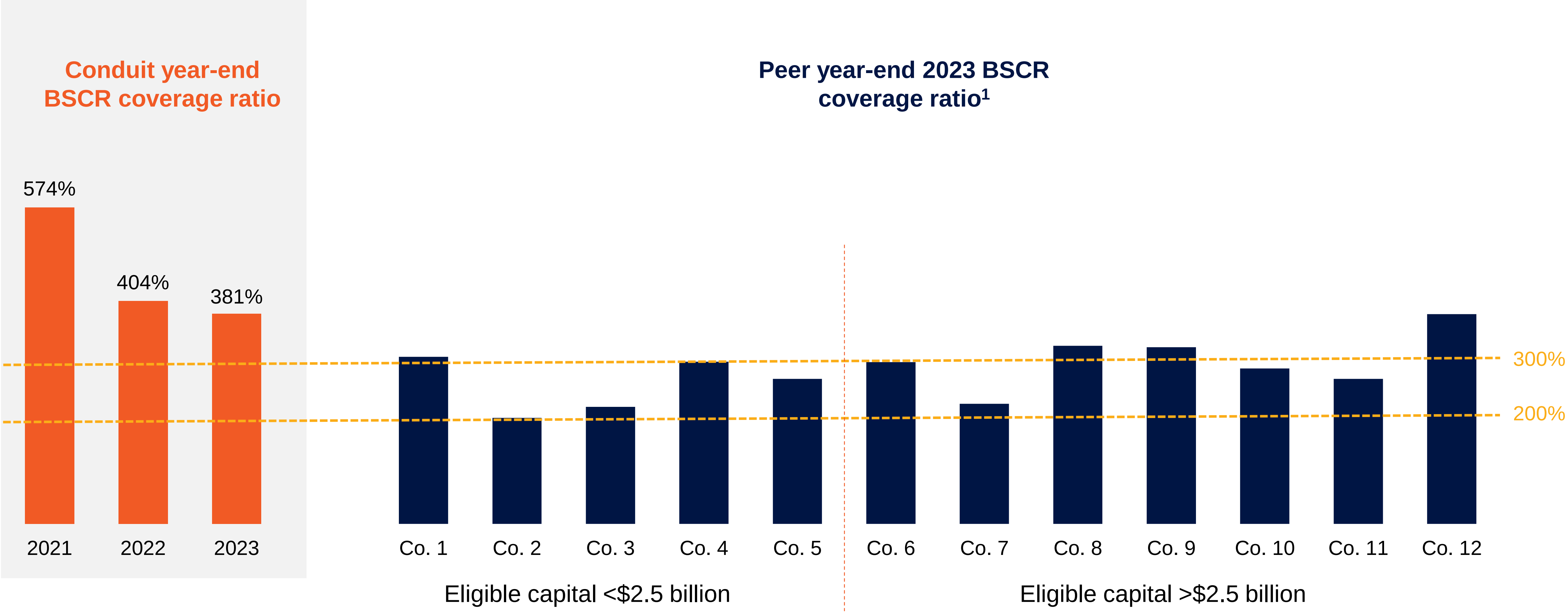
1. Gross premiums written now exclude reinstatement premiums to ensure consistency with the IFRS 17 view of revenue
2. For the first half of 2021, gross premiums written were: Property: $129m; Casualty: $44m; Specialty: $36.7m

Increasing asset leverage



1. Investment leverage calculated as investments and cash divided by closing shareholders' equity; for all four years this is calculated under IFRS 17

Capital to support continued growth



1. Data is based on published year-end 2023 Financial Condition Reports. Includes Class 4 Bermuda (re)insurers and/or Bermuda Groups including one or more Class 4 (re)insurers, depending on data availability. Only companies with over $1 billion of eligible capital included. Companies part of a non-Bermuda Group also excluded. Data includes: Arch, Ascot, Aspen, Axis, Convex, Fidelis, Hamilton, Hiscox, Lancashire, PartnerRe, Renaissance Re, Sirius Point

Bermuda corporate income tax consultation

Bermuda Corporate Income Tax Act 2023 (Bermuda CIT) passed into law in December and will apply from January 2025 to those multi-national entities that qualify

Conduit has a limited footprint, underwriting from a single location

Conduit does not meet the criteria to qualify at this time. If the Group were to meet the Bermuda CIT criteria in the future, it is likely that an exemption will be available for the first five years in which the tax would otherwise apply

Discounting on losses

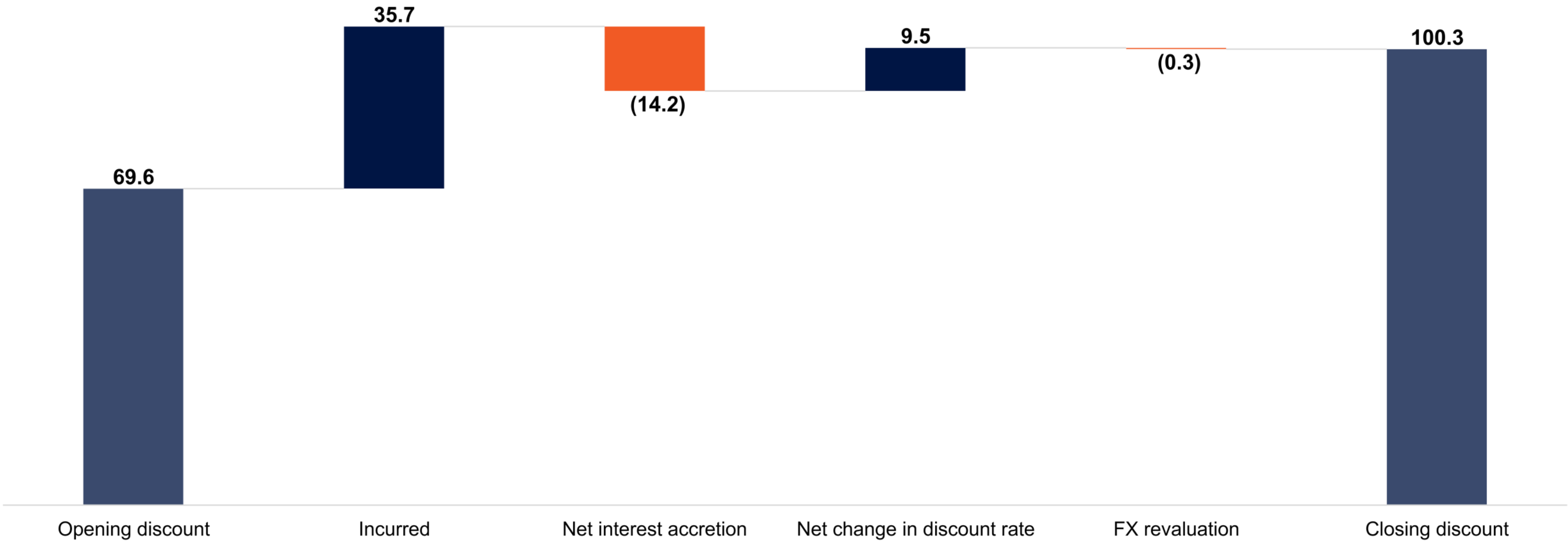
Reminder of our discounting calculation methodology

	Calculation methodology	Variability
Discount on new incurred	– New incurred claims discounted using opening discount rate or date of loss rate for material events.	– Opening discount rates are fixed for the period but discount on material events are subject to prevailing market rates at time of event. – Size of discount driven by undiscounted new incurred losses that remain unpaid at the end of the period.
Discount on PYD	– Prior year development discounted using opening discount rates.	– Opening discount rates fixed for the period. – Total discount dependent on undiscounted PYD for the period and the actual versus expected experience on timing of loss payments. – Discounted PYD can be lower or higher than undiscounted PYD.
Interest accretion on PY reserves	– Interest accretion based on opening discount rates on opening reserves.	– Very little variability in the unwind of prior year reserves during the period. – High level calculation of Yield x Opening Reserves can help estimate PY unwind.
Interest accretion on new incurred	– Interest accretion based on opening rates or date of loss rate for material events. Calculated on new incurred, not paid within the year.	– Variability on new incurred, amount of newly incurred claims paid during the period and markets rates for material events.
Change in discount rates	– Calculated as difference between closing reserves using opening/event rate versus closing reserves using closing rates.	– Size and direction of movements driven by how interest rates move during the period.

CONDUIT RE

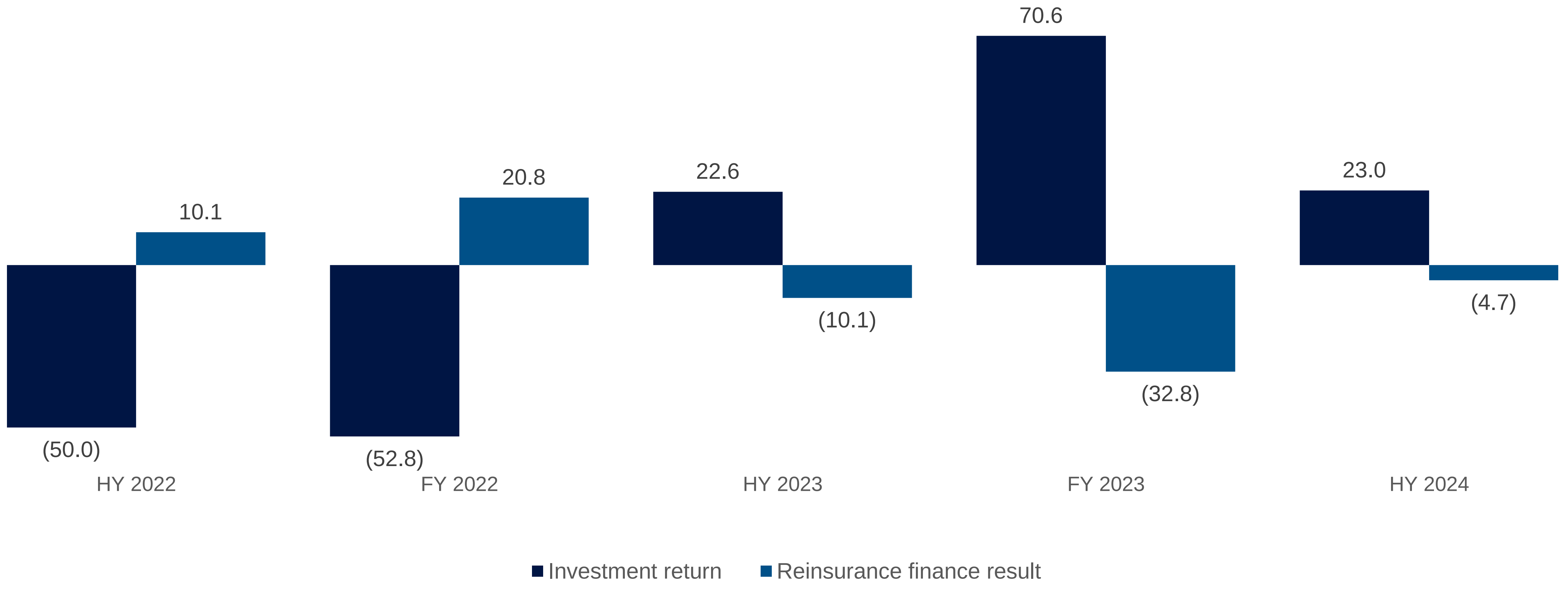
Balance sheet discount

Discount roll-forward for the 6 months ended 30 June 2024 ($m)



Reinsurance finance result vs investment return

Investment return and reinsurance finance return for half year and full year results ($m)



CONDUIT RE

Investor relations calendar - 2024

Although we endeavour to adhere to the dates below, all future planned events are provisional and subject to change

Conduit Re scheduled events

6 November:
- Q3 2024 trading update

Conduit Re planned attendance at conferences

4 September:
- KBW (New York)

4 October:
- Peel Hunt (Cirencester)

20 November:
- JP Morgan (London)

4 December:
- Berenberg (Pennyhill Park)

Enquiries please contact:

Vikki Kosmalska / Genevieve Ryan
H/Advisors Maitland
+44 (0) 207 379 5151
conduitre@h-advisors.global

Antonio Moretti
Investor Relations
+1 (441) 276 4054
Antonio.Moretti@conduitre.bm

About Conduit Re

Conduit Re is a Bermuda-based multi-line reinsurance business with global reach. Conduit Reinsurance Limited is licensed by the Bermuda Monetary Authority as a Class 4 insurer. A.M. Best has assigned a Financial Strength Rating of A- (Excellent) and a Long-Term Issuer Credit Rating of a- (Excellent) to Conduit Reinsurance Limited. The outlook assigned to these ratings is stable. Conduit Holdings Limited is the ultimate parent of Conduit Reinsurance Limited and is listed on the London Stock Exchange (ticker: CRE). References to "Conduit" include Conduit Holdings Limited and all of its subsidiary companies.

conduitreinsurance.com

CONDUIT RE