QUARTERLY FINANCIALS

SECOND QUARTER 2026

EIM

We are your source for superior long-term insurance and risk financing products and services.

Energy Insurance Mutual Limited (EIM) is a mutually owned insurance company that provides its Members with substantial capacity on its core products of Excess General Liability, Excess Directors and Officers Liability, Excess Fiduciary Liability and Excess General Partner Liability coverage for losses in excess of at least $35 million.

In addition, capacity is available on other classes of business, including Property for those Members who purchase Excess General Liability and/or Excess Directors and Officers coverage.

EIM

Energy Insurance Mutual Limited (EIM) reported a $80.6 million increase in policyholder surplus for the six months ended June 30, 2026. Results outperformed budget and the prior year, which reflected gains of $51.8 million and $50.8 million, respectively.

Despite a volatile investment market in the first six months, investment income was positive totaling $96.4 million compared to a very strong prior year of $110.7 million. Underwriting generated income of $5.4 million, an improvement compared to a $47.3 million underwriting loss in the first half of 2025.

Key highlights for the first half of 2026 include:

- A $25.0 million member distribution and a $10.0 million supplemental member distribuiton paid in March to members as of December 31, 2025.
- Policyholder surplus increased to $1.65 billion, representing a $80.6 million (5.1%) increase for the year.
- The combined ratio improved to 97.5%, compared to 123.3% in the prior year.
- Member retention continued to be resilient despite softening market conditions at 99%.
- The investment portfolio generated a 3.16% return, driven by positive performance from equities (17.88%), fixed income (1.25%), and alternatives (2.13%).

FINANCIAL STATEMENTS

As of and For the Period Ending June 30, 2026

Balance Sheets (Unaudited)

(Expressed in Thousands of U.S. Dollars)

	06/30/2026	12/31/2025
Assets		
Investments	$ 2,951,943	$ 2,905,351
Cash and cash equivalents	91,291	50,451
Reinsurance recoverables on losses	550,158	521,513
Prepaid reinsurance premiums	49,971	50,235
Premiums receivable	45,664	39,318
Other assets	13,342	10,930
Total assets	$ 3,702,369	$ 3,577,798
Liabilities and policyholders' surplus		
Reserves for losses and loss adjustment expenses	$ 1,693,735	$ 1,566,708
Unearned premiums	248,561	294,511
Reinsurance premiums payable and funds held	7,409	11,338
Net deferred tax liability	54,657	59,206
Policyholder distributions payable	-	35,000
Accounts payable and accrued expenses	24,174	28,052
Income taxes payable	26,676	16,475
Total liabilities	2,055,212	2,011,290
Policyholders' surplus	1,647,157	1,566,508
Total liabilities and policyholders' surplus	$ 3,702,369	$ 3,577,798

Statements of Income (Unaudited)

(Expressed in Thousands of U.S. Dollars)

	06/30/2026	06/30/2025
Underwriting revenue		
Net premiums earned	$ 216,973	$ 232,620
Other underwriting income	-	-
Total underwriting revenue	216,973	232,620
Underwriting expenses		
Net losses and loss adjustment expenses	198,288	268,317
Policy acquisition costs	1,491	1,387
Administrative expenses	11,817	10,184
Total underwriting expenses	211,596	279,888
Income (loss) from underwriting	5,377	(47,268)
Investment income	96,437	110,732
Income before income taxes	101,814	63,464
Policyholder distribution	-	-
Income tax expense	21,165	12,650
Net income	$ 80,649	$ 50,814

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