

Review of Fourth Quarter and Full Year 2025

February 4, 2026



Forward Looking Statements

Certain statements made during this call, as well as included in this document, are not historical facts and may be considered “forward-looking statements” and are based on estimates, assumptions and projections which management believes are reasonable, but by their nature subject to risks and uncertainties. The Private Securities Litigation Reform Act of 1995 provides a safe harbor for forward-looking statements.

The reasons which could cause actual results and/or financial condition to differ materially from those suggested by such forward-looking statements include, but are not limited to, those discussed or identified from time-to-time in AFG’s filings with the Securities and Exchange Commission, including the annual report on Form 10-K and the quarterly reports on Form 10-Q. We do not promise to update such forward-looking statements to reflect actual results or changes in assumptions or other factors that could affect these statements.

Core net operating earnings is a non-GAAP financial measure which sets aside items that are generally not considered to be part of ongoing operations, such as net realized gains and losses and certain nonrecurring items. AFG believes that this non-GAAP measure is a useful tool for investors and analysts in analyzing ongoing operating trends of AFG.

2025 Full Year Highlights

- **Core net operating earnings per share of \$10.29**
 - core ROE 18.2% for 2025
 - net earnings of \$10.08 per share; ROE 17.8%
- **Returned \$707 million of capital to shareholders**
 - \$274 million in regular common stock dividends; 10% increase in regular dividend in October 2025
 - \$334 million in special dividends (\$4.00 per share)
 - \$99 million in share repurchases
- **Growth in BVPS excluding AOCI plus dividends of 17.2%**

2025 Fourth Quarter Consolidated Results

Dollars in millions, except per share data

	Three Months Ended December 31,	
	<u>2025</u>	<u>2024</u>
P&C Insurance Segment	\$ 440	\$ 378
Interest & other corporate expenses	<u>(54)</u>	<u>(48)</u>
Pretax Core Operating Earnings	386	330
Related income taxes	<u>81</u>	<u>68</u>
Core Net Operating Earnings	<u>\$ 305</u>	<u>\$ 262</u>
Average number of diluted shares	83.4	84.0
Core Net Operating Earnings per Share	\$ 3.65	\$ 3.12
Annualized Core Operating Return on Equity	25.2%	21.9%

2025 Fourth Quarter Consolidated Results *(continued)*

Dollars in millions, except per share data

	<u>Three Months Ended December 31, 2025</u>	
		(Per Share)
Core Net Operating Earnings	\$ 305	\$ 3.65
<u>Non-core Items</u>		
After-tax net realized losses ¹	<u>(6)</u>	<u>(0.07)</u>
Net Earnings	<u>\$ 299</u>	<u>\$ 3.58</u>

¹ Included in this amount is \$2 million (\$0.02 per share loss) in after-tax net losses to adjust equity securities that the Company continued to own at December 31, 2025, to fair value.

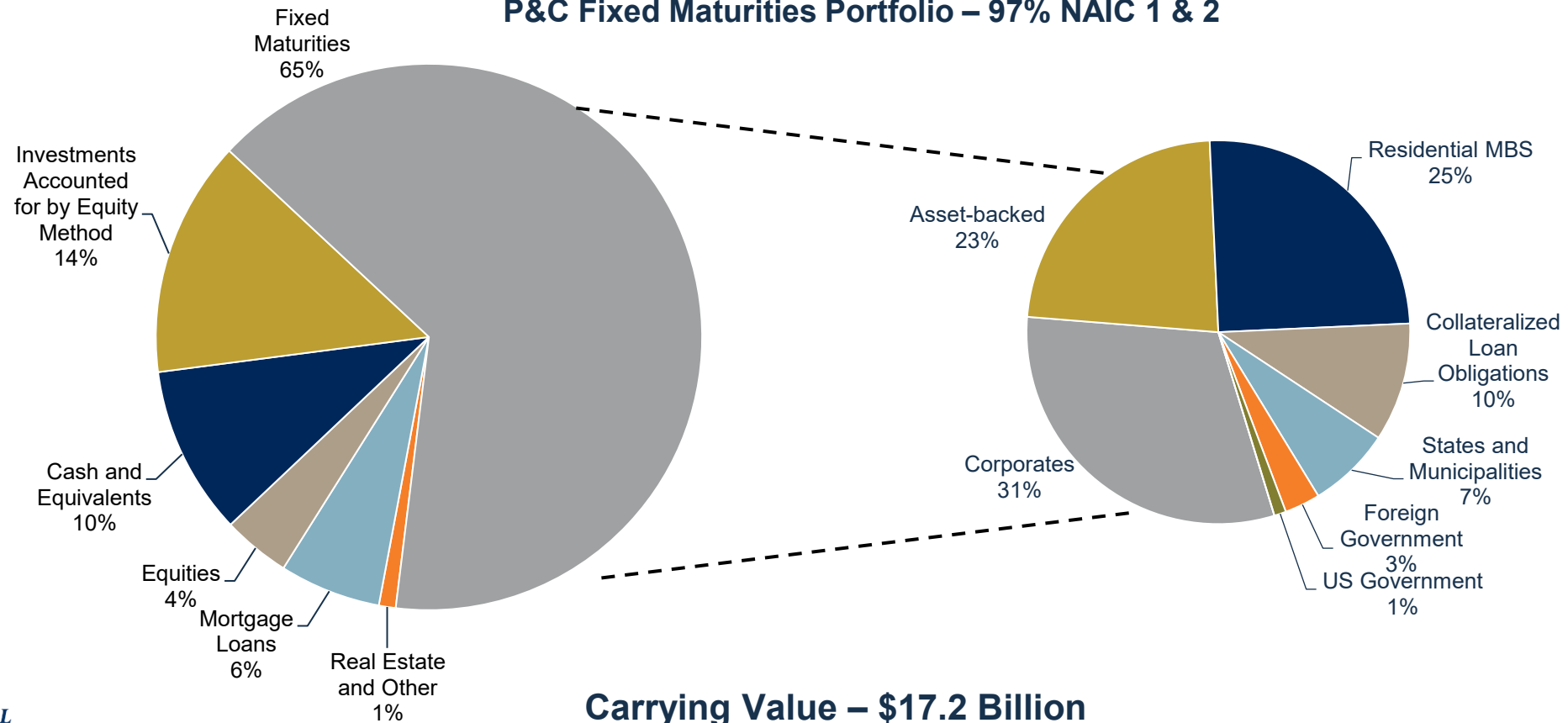
Investments

- **Total carrying value of AFG's investment portfolio at December 31, 2025 = \$17.2 billion**
- **Fourth Quarter 2025: P&C net investment income down 12% YOY; up 2% excluding alternative investments. Fourth quarter 2025 annualized return of 0.9% on AFG's \$2.8 billion of alternative investments**
- **Full Year 2025: P&C net investment income down 8% YOY; up 5% excluding alternative investments. Full year return of 2.5% on alternative investments**
- **Fourth quarter after-tax net realized losses of \$6 million (\$0.07 per share loss)**
 - **includes \$2 million in after-tax net realized losses (\$0.02 per share loss) to adjust equity securities that the company continued to own at December 31, 2025, to fair value through earnings**

Investments

As of December 31, 2025

Fixed Maturities Portfolio – 96% investment grade
P&C Fixed Maturities Portfolio – 97% NAIC 1 & 2



Carrying Value – \$17.2 Billion

Strong Financial Position

Dollars in millions, except per share data

Capital Management

- Above target levels for all rating agencies
- Fourth quarter regular dividends = \$73 million
- Paid special dividend of \$2.00 per share (\$167 million) in November 2025
- Total capital returned to shareholders in 2025 = \$707 million
- Declared special dividend of \$1.50 per share (\$125 million) to be paid on February 25, 2026

Long-Term Debt

- No debt maturities until 2030
- No borrowings under \$450 million credit line

Financial Strength Ratings - U.S. Based P&C Insurers (where rated)

- A.M. Best: All companies = A+
- Standard & Poor's: All companies = A+
- Moody's: All companies = A1

	<u>Dec 31, 2025</u>	<u>Dec 31, 2024</u>
Principal amount of long-term debt	\$ 1,848	\$ 1,498
Shareholders' equity, excluding AOCI	4,870	4,706
Total capital, excluding AOCI	\$ 6,718	\$ 6,204
Ratio of debt to total capital, excluding AOCI¹		
Including subordinated debt	27.5%	24.1%
Excluding subordinated debt	17.5%	13.3%
Common shares outstanding (millions)	83.422	83.978
<u>Book value per share:</u>		
Book value per share	\$ 57.78	\$ 53.18
Book value per share, excluding AOCI	58.38	56.03
Tangible, excluding AOCI ²	52.20	49.98

1 The ratio is calculated by dividing the principal amount of AFG's long-term debt by its total capital, which includes long-term debt and shareholders' equity, excluding AOCI.

2 Excludes AOCI, goodwill and intangibles.

Property & Casualty Results

Dollars in millions

	Three Months Ended December 31,		Change ¹
	2025	2024	
Specialty Gross Written Premiums	\$ 2,085	\$ 2,043	2%
Specialty Net Written Premiums	\$ 1,444	\$ 1,460	(1%)
P&C Insurance Operating Earnings	\$ 440	\$ 378	16%
Specialty P&C Underwriting Profit	\$ 287	\$ 204	41%
Specialty P&C Combined Ratio	84.1%	89.0%	(4.9%)
Adverse (Favorable) Impact of:			
Catastrophe Losses	0.2%	1.1%	(0.9%)
Prior Year Development	(1.6%)	1.8%	(3.4%)

¹ Calculated as a percentage change for dollars and an arithmetic difference for percentages.

Specialty P&C Group

Dollars in millions

	Net Written Premiums Three Months Ended December 31,			Combined Ratio Three Months Ended December 31,	
	<u>2025</u>	<u>2024</u>	<u>Change</u>	<u>2025</u>	<u>2024</u>
Property & Transportation	\$ 398	\$ 408	(2%)	70.6%	89.5%
Specialty Casualty	\$ 796	\$ 773	3%	96.7%	91.4%
Specialty Financial	\$ 250	\$ 279	(10%)	83.0%	80.7%

2026 Business Plan Assumptions

- The following estimates and assumptions underlying our 2026 Business Plan are offered to assist investors and analysts with their modeling:
 - Growth in net written premiums of 3% to 5% from the \$7.1 billion reported in 2025
 - A combined ratio of approximately 92.5%
 - A reinvestment rate of approximately 5.25%
 - An annual return of approximately 8% on AFG's \$2.8 billion alternative investments portfolio
- We expect that performance in line with these business plan assumptions would result in core operating earnings per share of approximately \$11.00 for 2026, generating a core operating return on equity excluding AOCI of approximately 18%.

