

# Review of Third Quarter 2025

November 5, 2025



# 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 Third Quarter Consolidated Results

Dollars in millions, except per share data

	Three Months Ended September 30,	
	<u>2025</u>	<u>2024</u>
P&C Insurance Segment	\$ 328	\$ 291
Interest & other corporate expenses	<u>(48)</u>	<u>(46)</u>
Pretax Core Operating Earnings	280	245
Related income taxes	<u>56</u>	<u>51</u>
Core Net Operating Earnings	<u>\$ 224</u>	<u>\$ 194</u>
Average number of diluted shares	83.4	83.9
Core Net Operating Earnings per Share	\$ 2.69	\$ 2.31
Annualized Core Operating Return on Equity	19.0%	16.2%

# 2025 Third Quarter Consolidated Results *(continued)*

Dollars in millions, except per share data

	<u>Three Months Ended September 30, 2025</u>	
		(Per Share)
Core Net Operating Earnings	\$ 224	\$ 2.69
<u>Non-core Items</u>		
After-tax net realized gains <sup>1</sup>	11	0.13
Special A&E Charges	<u>(20)</u>	<u>(0.24)</u>
Net Earnings	<u>\$ 215</u>	<u>\$ 2.58</u>

<sup>1</sup> Included in this amount is \$6 million (\$0.07 per share) in after-tax net gains to adjust equity securities that the Company continued to own at September 30, 2025, to fair value.

# Investments

**Total carrying value of AFG's investment portfolio at September 30, 2025 = \$16.8 billion**

**Third quarter P&C net investment income up 5% YOY**

- **6.2% third quarter 2025 annualized return on AFG's \$2.8 billion of alternative investments**

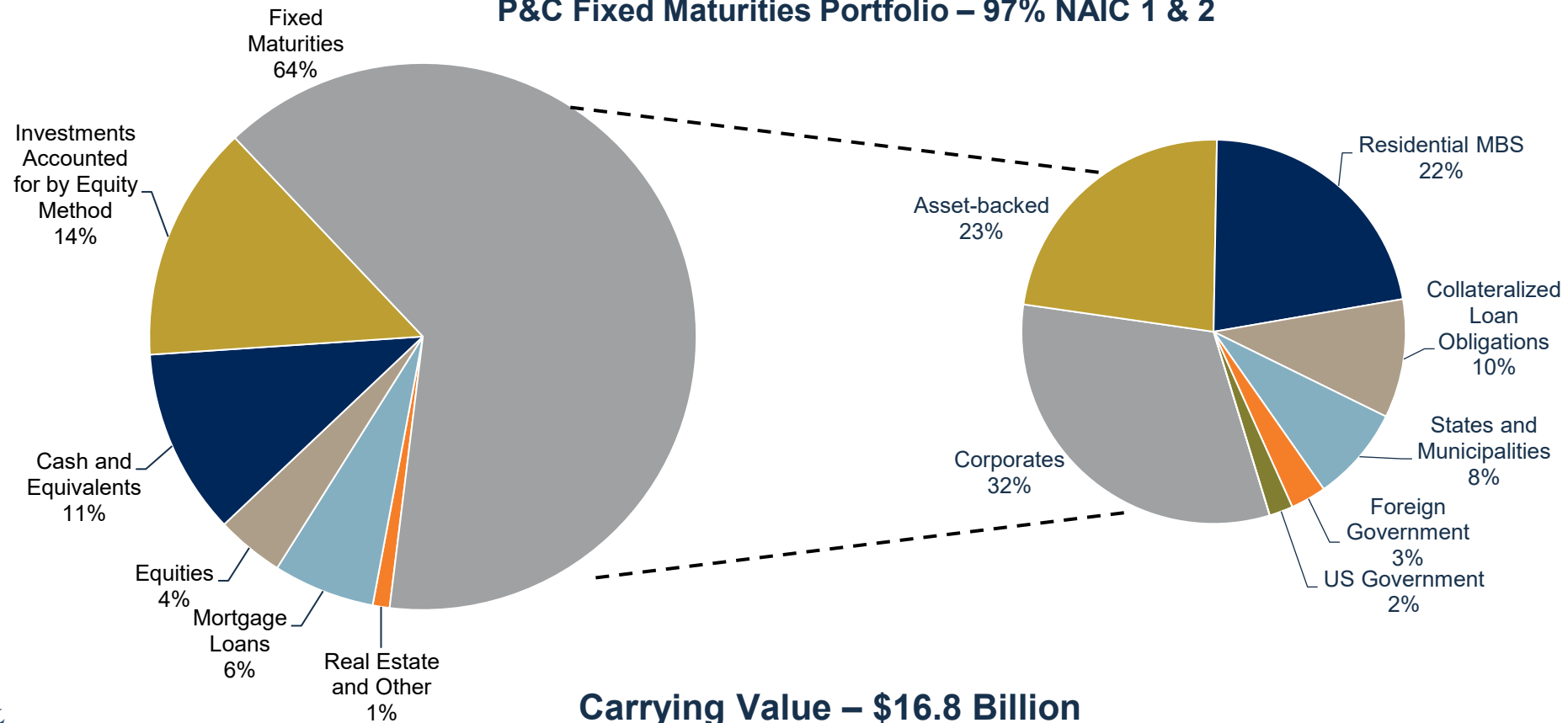
**Third quarter after-tax net realized gains of \$11 million**

- **includes \$6 million in after-tax net realized gains to adjust equity securities that the company continued to own at September 30, 2025, to fair value through earnings**

# Investments

As of September 30, 2025

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



**Carrying Value – \$16.8 Billion**

# Strong Financial Position

Dollars in millions, except per share data

## Capital Management

- Above target levels for all rating agencies
- Third quarter regular dividends = \$66 million
- Declared \$2.00 per share special dividend, payable November 26, 2025

## 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>Sept 30, 2025</u>	<u>Dec 31, 2024</u>
Principal amount of long-term debt	\$ 1,848	\$ 1,498
Shareholders' equity, excluding AOCI	4,803	4,706
Total capital, excluding AOCI	\$ 6,651	\$ 6,204
Ratio of debt to total capital, excluding AOCI <sup>1</sup>		
Including subordinated debt	27.8%	24.1%
Excluding subordinated debt	17.6%	13.3%
Common shares outstanding (millions)	83.401	83.978
<u>Book value per share:</u>		
Book value per share	\$ 56.72	\$ 53.18
Book value per share, excluding AOCI	57.59	56.03
Tangible, excluding AOCI <sup>2</sup>	51.38	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 September 30,		Change <sup>1</sup>
	2025	2024	
Specialty Gross Written Premiums	\$ 3,665	\$ 3,748	(2%)
Specialty Net Written Premiums	\$ 2,252	\$ 2,353	(4%)
P&C Insurance Operating Earnings	\$ 328	\$ 291	13%
Specialty P&C Underwriting Profit	\$ 139	\$ 117	19%
Specialty P&C Combined Ratio	93.0%	94.3%	(1.3%)
<b>Adverse (Favorable) Impact of:</b>			
Catastrophe Losses	1.2%	4.4%	(3.2)
Prior Year Development	(1.2%)	(0.8%)	(0.4)

<sup>1</sup> 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 September 30,			Combined Ratio Three Months Ended September 30,	
	<u>2025</u>	<u>2024</u>	<u>Change</u>	<u>2025</u>	<u>2024</u>
Property & Transportation	\$ 1,051	\$ 1,151	(9%)	94.1%	96.8%
Specialty Casualty	\$ 914	\$ 917	-%	95.8%	92.1%
Specialty Financial	\$ 287	\$ 285	1%	81.1%	92.3%

