



African Reinsurance Corporation
Société Africaine de Réassurance

Press Release

Africa Re Announces Strong Half-Year 2025 Financial Results

12 August 2025, Lagos, Nigeria

African Reinsurance Corporation (Africa Re) reported strong financial results for the first half of 2025, underpinned by continued growth in premium income, resilient underwriting performance, and a solid investment return — despite ongoing geopolitical and macroeconomic headwinds.

Key IFRS 4 Financial Highlights

- **Gross Written Premium:** US\$ 644 million, a 15.31% increase year-on-year.
- **Market Expansion:** Strong premium growth across key strategic markets and products.
- **Net Underwriting Result:** US\$ 54.35 million, maintaining steady profitability.
- **Net Combined Ratio:** 89.18%, reflecting disciplined underwriting and risk management
- **Investment Income:** US\$51.15 million, up 21.73% from the corresponding period in 2024.
- **Net Profit:** Strong performance of US\$ 102.08 million, 19.96% growth year-on-year.

N.B.: IFRS 17 Unaudited H1 2025 Key Financial Information is also provided below

Business and Market Commentary

The Corporation recorded a Gross Written Premium of US\$ 644.30 million (H1 2024: US\$ 558.72 million), reflecting an impressive 15.31% year-on-year growth. Under IFRS 17, gross reinsurance revenue also rose by 15.87% to US\$ 612.85 million (H1 2024: US\$ 528.90 million). This robust performance was largely driven by a substantial rise in proportional treaty premiums within key production centres. Additionally, organic growth was spurred by premium increases following significant market corrections after major catastrophe events, further accelerating momentum in core markets. These factors collectively underscore Africa Re's operational strength and its proactive engagement with brokers and market players across its core territories.

In H1 2025, technical expenses aligned closely with premium income volumes. Net incurred claims increased by 20.71%, impacted by unfavorable claims experience and ongoing macroeconomic

pressures. Despite these challenges, Africa Re remains committed to prompt claims settlement, prudent claims management, and supporting clients during difficult times. The net acquisition cost also rose by 12.04% year-on-year, reflecting the Corporation's continued efforts to reward its strategic partners appropriately.

At half-year, the net underwriting result reached US\$ 54.35 million, with the net underwriting margin closing at 10.82% (H1 2024: 12.46%) and a corresponding net combined ratio of 89.18% (H1 2024: 87.54%). This solid performance underscores the Corporation's operational resilience and disciplined risk selection and remains well within expectations.

Investment Performance

Africa Re's investment portfolio delivered a stronger result of US\$ 51.15 million in H1 2025 compared to US\$ 42.02 million recorded in H1 2024. This performance is attributable to an active management of various assets, especially the fixed income portfolio, in an environment of high volatility.

Net Income

The Corporation posted an overall net income of US\$ 102.81 million (H1 2024: US\$ 85.09 million) translating to a growth of 19.97%. This is driven by strong revenue growth, technical performance and investment performance as well as subdued negative impact of finance costs.

Financial Position

As of June 30, 2025, Africa Re's total assets stood at US\$2.60 billion, up 10.25% from December 2024. Shareholders' equity increased by 8.80% to US\$1.25 billion, supported by higher retained earnings.

The Group MD/CEO of Africa Re, **Dr. Corneille Karekezi**, commented on the performance at the end of June 2025, saying, *"Reflecting on our strong performance for the first half of 2025, I am proud to report that Africa Re continues to demonstrate robust growth and resilience. Our expanding business portfolio, disciplined underwriting, and prudent investment strategies have enabled us to achieve significant premium growth while navigating an increasingly complex business environment. The improvement in our financial position, with rising assets and shareholders' equity, further underscores the effectiveness of our strategy and risk management approach".*

Dr. Karekezi further gave insights into a positive outlook, *"As we look ahead, we are confident in Africa Re's ability to seize opportunities in our core markets, maintaining the momentum that has defined our results for this half year. We remain optimistic that we will achieve the set targets for the 2025 financial year under the current market conditions. The Corporation remains committed to delivering value and upholding the strength and stability our partners expect from us".*

*******END*******

Additional Information

Africa Re continues to publish its accounts under the new industry accounting and reporting standards of IFRS 17 (*Insurance Contracts*) and IFRS 9 (*Financial Instruments*). For information and comparison, the Corporation will also continue to include annual accounts under the old industry accounting and reporting standard IFRS 4 (*Insurance Contracts*) and IAS 39 (*Financial Instruments*).

IFRS 17: Unaudited H1 2025 Key Financial Information

Item (US\$'000)	H1 2025	H1 2024
Gross Reinsurance Revenue	612,845	528,901
Net Reinsurance Revenue	522,709	454,139
Net Reinsurance Service Expenses	-425,533	-336,413
Net Reinsurance Service Result	97,176	117,726
Net Reinsurance Finance Result	-28,427	-44,554
Non-Attributable Expenses	-12,751	-10,453
Net Reinsurance Result	55,998	62,719
Net Investment Income	50,355	42,022
Finance Cost & Exchange Losses / Gains	-838	-10,955
Income Tax	-2,580	-17
Net Profit After Tax	102,937	93,770

IFRS 4: Unaudited H1 2025 Key Financial Information

Item (US\$'000)	H1 2025	H1 2024
Gross Written Premium	644,297	558,742
Gross Earned Premium	612,845	528,901
Net Earned Premium	502,459	433,656
Net Technical Expenses	-416,654	-353,531
Management Expenses	-31,459	-26,083
Investment and Other Income	51,153	42,022
Finance Cost & Exchange Losses / Gains	-838	-10,955
Income Tax	-2,580	-17
Net Profit After Tax	102,081	85,092

For further information, please contact:

Director, Communications & Public Affairs

Mr. Roger Bong

Tel: +234 806 338 0991 Email: bong.roger@africa-re.com

Manager, Corporate Communications

Mr. Alfred Adogbo

Tel: +234 706 957 5806 Email: adogbo.alfred@africa-re.com

About Africa Re

The African Reinsurance Corporation (Africa Re) is a leading reinsurance company headquartered in Lagos (Nigeria). As a premier reinsurer of the African continent, it boasts one of the top highest premium income volumes and the strongest financial strength ratings.

Africa Re mission is to foster the development of the insurance and reinsurance industry in Africa, to promote the growth of national, regional, and sub-regional insurance risk underwriting and retention capacities, and to support African economic development.

Africa Re, as the leading reinsurance company in Africa and the Middle East, offers a unique value proposition to its cedant insurance companies across Africa and in selected markets of the Middle East, Asia, and Brazil, backed by a diverse pool of talent and expertise, unique market knowledge, proximity to clients, strong financial ratings (A / Stable by AM Best and A - / Positive by S&P), privileged access to African markets, and excellent customer service.

Established in 1976 and headquartered in Lagos (Nigeria), Africa Re is a pan African financial institution with a broad-based shareholding split between African (75%) and non-African (25%) investors. African shareholding comprises 42 African member States, the African Development Bank (AfDB), 112 African insurance/reinsurance companies from the 42 African member countries. The other investors are 3 global leading insurance and reinsurance groups with headquarters in France, Germany and Canada.

Africa Re's core market coverage is achieved through offices located in key cities: 6 regional offices (Lagos, Casablanca, Abidjan, Nairobi, Ebène -Mauritius-, Cairo), 3 representative offices (Addis Ababa, Khartoum, and Kampala), and 3 fully owned subsidiaries in Johannesburg (Africa Re South Africa), Cairo (Africa Retakaful Company) and Dubai (DIFC Underwriting Management Agency).