

Assured Guaranty (Europe) SA

SIREN: 852 597 384

Statutory financial statements

For the year ended 31 December 2025

**ASSURED
GUARANTY®**

Assured Guaranty (Europe) SA

Contents

	Page
Company information	1
Managing Director's report	2
Statutory auditors' report	6
Balance sheet	11
Income statement	13
Appendices	15

Assured Guaranty (Europe) SA

Company information

Directors

Robert Bailenson
Dominic Frederico
Dominic Nathan
Richard Nicholas
Nicholas Proud
Penelope Shaw
Raphaël de Tapol

Company secretaries

Joanne Merrick
Isabelle Colombel

Registered office

71, rue du Faubourg Saint-Honoré,
75008 Paris
France

Independent auditors

PricewaterhouseCoopers SA
Chartered Accountants and Statutory Auditors
63, rue de Villiers
92208 Neuilly-sur-Seine Cedex
Paris
France

Assured Guaranty (Europe) SA

Managing Director's Report

1.1. Principal activities

Assured Guaranty (Europe) SA, (the "Company" or "AGE"), was incorporated in July 2019 and was established to enable the Assured Guaranty Group to continue underwriting new business and to service existing European Economic Area ("EEA") policies following the United Kingdom's ("UK's") departure from the European Union ("EU") and EEA (commonly known as "Brexit") in January 2020. On 1 October 2020, an affiliate Company, Assured Guaranty UK Limited ("AGUK") transferred certain of its existing EEA policies to the Company under a transfer pursuant to Part VII of the United Kingdom Financial Services and Markets Act 2000 and French insurance portfolio transfer procedures (the "Portfolio Transfer").

The principal activity of the Company is providing financial guarantees for public finance (including infrastructure finance) and structured finance obligations. Financial guarantee insurance written by the Company generally guarantees scheduled payments of principal and interest on an issuer's obligations in the event, and to the extent, of a payment default.

The Company is governed by the French Insurance Code and regulated by the Autorité de Contrôle Prudentiel et de Résolution ("ACPR") and is registered with the Trade and Companies Register ("RCS") in France (SIREN: 852 597 384). The Company is authorised to carry out three classes of general insurance business in France: classes 14 (credit), 15 (suretyship) and 16 (miscellaneous financial loss).

The Company is a wholly owned subsidiary of Assured Guaranty Inc ("AG"). AG is an insurance company domiciled in the State of Maryland, United States of America and provides financial guarantee insurance on debt obligations issued in the US and non-US public finance, infrastructure finance and structured finance markets.

Parental and Affiliate Support Agreements

The Company benefits from a number of reinsurance and other support agreements from affiliated Assured Guaranty Group companies, including AG, which owns 99.99% of the Company. These reinsurance and other support agreements are described below.

AG Transferred Business Reinsurance Agreement

The AG Transferred Business Reinsurance Agreement reinsures to AG the business that was transferred to the Company under the Portfolio Transfer. Different percentages of reinsurance cessions are specified for the different reinsured policies.

AG New Business Reinsurance Agreement

The AG New Business Reinsurance Agreement reinsures to AG 90% of the Company's retention on any new policies underwritten by the Company. It also provides reinsurance for certain Public Finance policies transferred to the Company under the Portfolio Transfer for which AGUK was not reinsured by AG and for which AG's quota share percentage cession is approximately 88% to 90%, varying by policy.

Both the AG Transferred Business Reinsurance Agreement and the AG New Business Reinsurance Agreement require AG to pledge collateral to support its reinsurance obligations to the Company. AG's collateral requirement at the end of each calendar quarter is calculated as the sum of AG's share of: (a) the Company's unearned premium reserve (net of the Company's reinsurance premium payable to AG); (b) the Company's provisions for unpaid losses and allocated loss adjustment expenses (net of any salvage recoverable), and (c) the Company's gross loss reserves for unexpired periods of risks, as determined in accordance with the Company's loss reserving methodology.

AGRE Transferred Business Reinsurance Agreement

The Assured Guaranty Reinsurance Limited ("AGRE") Transferred Business Reinsurance Agreement preserves AGRE's quota share reinsurance of the AGUK and legacy Assured Guaranty (London) plc ("AGLN") policies transferred to the Company under the Portfolio Transfer. The agreement imposes a collateral requirement on AGRE consistent with the AG reinsurance agreements as described above.

Assured Guaranty (Europe) SA

Managing Director's Report (continued)

AG Excess of Loss Reinsurance Agreement

Under the AG Excess of Loss Reinsurance Agreement, AG is required to pay the Company the amount by which (i) the sum of (a) the Company's incurred losses calculated in accordance with French GAAP and (b) the Company's net paid losses and loss adjustment expenses, exceed (ii) an amount equal to (a) the Company's capital resources under French law minus (b) 110% of the amounts as may be required by the ACPR as a condition for the Company to maintain its authorization to carry on a financial guarantee business in France. The Excess of Loss Reinsurance Agreement permits the Company to terminate the agreement upon the following events: a downgrade of AG's ratings by Moody's below A3 or by S&P below A- if AG fails to restore its rating(s) to the required level within a prescribed period of time, AG's insolvency or failure by AG to maintain the minimum capital required by its home jurisdiction.

AG Net Worth Maintenance Agreement

Under the terms of the AG Net Worth Maintenance Agreement, AG is obligated to ensure the Company maintains capital resources equal to 110% of the amounts as may be required by the ACPR as a condition of the Company maintaining its authorization to carry on financial guarantee business in France provided that, except with the express approval (or non-disapproval) of the Maryland Insurance Administration ("MIA"):

- (a) no individual contribution by AG to AGE for such purpose shall exceed \$25m.
- (b) AG shall not be permitted to make more than two individual contributions to AGE under the Net Worth Agreement during any calendar year, which two contributions together shall not exceed \$25m.
- (c) the aggregate contributions by AG to AGE under the Net Worth Agreement shall not exceed \$100m.

Ratings

Obligations insured by the Company are generally awarded ratings on the basis of the financial strength ratings given to the Company by major securities rating agencies. As at 5 May 2026, AG and the Company have been assigned the following insurance financial strength ratings set out below, by S&P Global Ratings, a business unit of Standard & Poor's Financial Services ("S&P") and Kroll Bond Rating Agency, Inc. ("KBRA"):

S&P: AA / Stable Outlook

KBRA: AA+ / Stable Outlook

These ratings are subject to continuous review. S&P, and KBRA reaffirmed the financial strength ratings of AG and the Company within the last 12 months. Most recently, in August 2025, KBRA affirmed its financial strength rating of "AA+" (stable outlook) and in June 2025 S&P issued a credit rating report in which it affirmed AG's and the Company's financial strength rating of "AA" (stable outlook).

1.2. Business Review

Financial position and performance

Assured Guaranty remains the market leader in the financial guarantee industry and 2025 was another strong year as the Company pursued new business growth through increased production in established sectors and expansion into new markets and sectors.

The Company measures new business production using PVP (as defined below). New business includes the issuance of new policies, policy renewals and amendments to existing policies that generate additional PVP. The Company considers PVP to be a useful performance measure for management and other users of the financial statements as it reflects new business production after allowing for the time value of money on estimated future instalment premiums.

During the year the Company underwrote business in both the infrastructure finance and structured finance sectors, generating total new business PVP of €18.5 million, an increase from €9.2 million in 2024. The largest single insured transaction was a financial guarantee to an EEA bank in respect of its exposure to a subscription finance facility, which generated PVP of €4.6 million.

The Company generated a loss on ordinary activities before tax of €5.8 million (2024: profit of €2.2 million) due to a reduction in the commissions received from reinsurers, an increase in administration expenses and a foreign exchange loss for the year.

Assured Guaranty (Europe) SA
Managing Director’s Report (continued)

The Board monitors the performance and position of the Company by reference to, among other measures, the following Key Performance Indicators (“KPIs”):

	2025	2024
	€’000	€’000
Total Gross Written Premium (GWP)	22,212	9,276
Present value of new business production (PVP) ¹	18,546	9,244
Earned premiums, net of reinsurance	511	299
Claims incurred, net of reinsurance	—	—
Change in other technical provisions, net of reinsurance	—	—
Net acquisition and administrative expenses	4,478	440
Technical account result	(3,922)	(141)
Net investment return	1,017	880
Profit / (loss) before tax	(5,785)	2,180
Net insured par value of obligations (“par”) outstanding	631,655	614,056
Regulatory solvency cover ratio ²	247%	173%

¹ PVP, a non-GAAP (Generally Accepted Accounting Principles) financial measure used by Assured Guaranty group companies, is defined as gross upfront and instalment premiums received, plus the present value of gross estimated future instalment premiums on contracts written in the current year. Future instalment premiums are discounted at the approximate average pre-tax book yield of fixed-maturity securities purchased across Assured Guaranty group companies during the prior calendar year, other than loss mitigation securities. The discount rate is recalculated annually and updated as necessary

² The regulatory solvency cover ratio is the ratio of the Company’s Solvency II Own Funds to the Company’s Solvency Capital Requirement calculated in accordance with the Solvency II Standard Formula.

Total gross written premium for 2025 was €22.2 million (2024: €9.3 million). Gross written premium includes new business and changes to underlying debt service schedules, including changes to the value of scheduled principal repayments, and adjustments for indexation.

The Company reported an overall underwriting loss of €3.9 million for the year (2024: €0.1 million), primarily driven by higher net acquisition and administrative expenses. Administrative expenses increased to €15.2 million (2024: €14.8 million), reflecting an increased level of services provided by group companies. Reinsurance commission income declined to €12.3 million (2024: €15.5 million) as the earned commission on policies transferred from AGUK in 2020 continued to run off. Under French GAAP, commissions on these policies are recognised over the shorter of the policy term or five years, and as a result the majority of commission income relating to the 2020 transfer has now been fully recognised. The Company’s overall profitability is expected to improve in the coming years as new business is written and the business reaches an appropriate scale.

The Company made a claim payment of €2.8 million (net: €0.3 million) during the year (2024: nil). Full recovery of this amount is expected and a salvage asset equal to the gross claim payment has been recognised. No further incurred claims have been recognised during the year, and no claims reserves or unexpired risks provision were held at the balance sheet date.

As at 31 December 2025, the Company had issued guarantees on financial obligations with gross outstanding par of €8.3 billion (2024: €8.5 billion) and net par, after reinsurance, of €631.7 million (2024: €614.1 million). The proportion of the Company’s insured gross par outstanding rated below investment grade remained broadly stable at 14.2% (2024: 14.4%).

The Company’s investment strategy is to maintain highly liquid, well-diversified investment portfolios of high credit quality, managed by an external investment manager. In accordance with French GAAP, investments are recorded at amortised cost. The net investment return for the period amounted to €1.02 million (2024: €0.88 million), comprising interest income, net of amortisation.

The overall duration of the Company’s investment portfolio as at 31 December 2025 was 5.16 years (2024: 6.12 years), with an average credit quality of AA- (2024: AA-), excluding short term deposits.

Assured Guaranty (Europe) SA

Managing Director's Report (continued)

The Company continues to maintain a very strong financial position, with a regulatory solvency cover ratio of 247% (2024: 173%). On 14 March 2025, the Company issued additional share capital of €20 million, which was fully subscribed for by AG, increasing its regulatory capital surplus.

Payments deadlines of clients and suppliers for the past financial year

In accordance with Article D. 441-4 of the French Commercial Code, the information on the payment deadlines relating to customers and suppliers for the past financial year is provided below.

Invoices received and issued which were not settled at the closing date of financial year and in arrears (Table required in Article D.441-4 I of the Commercial Code)

€'000	Invoices <u>received</u> and unpaid as at the end of the financial year and in arrears						Invoices <u>issued</u> and unpaid as at the end of the financial year and in arrears					
	0 days	1 to 30 days	31 to 60 days	61 to 90 days	91 days and more	Total (1 day and more)	0 days	1 to 30 days	31 to 60 days	61 to 90 days	91 days and more	Total (1 day and more)
(A) Payment delays per tranche												
Number of invoices concerned	20	0	0	2	0	2	-	-	-	-	-	-
Total amount of invoices concerned inclusive of tax	503	0	0	274	0	274	-	-	-	-	-	-
Percentage of the total purchases over the year	3.3%	0.0%	0.0%	1.8%	0.0%	1.8%						
Percentage of the total turnover over the financial year							-	-	-	-	-	-
(B) Invoices excluded from (A) which relate to litigious or non-recorded debts or receivables												
Number of excluded invoices	-						-					
Total amount of excluded invoices (indicate if the VAT is included or excluded)	-						-					
(C) Reference payment deadlines used (contractual or legal - article L. 441-6 or article L. 443-1 of the commercial code)												
Payment deadlines used for the calculation of payment delays	Contractual deadlines						-					



This is a translation into English of the statutory auditors' report on the financial statements of the Company issued in French and it is provided solely for the convenience of English-speaking users. This statutory auditors' report includes information required by European regulation and French law, such as information about the appointment of the statutory auditors or verification of the management report and other documents provided to shareholders. This report should be read in conjunction with, and construed in accordance with, French law and professional auditing standards applicable in France.

Statutory auditor's report on the financial statements (For the year ended 31 December 2025)

To the annual general meeting of
Assured Guaranty (Europe) SA
71 rue du Faubourg Saint-Honoré
75008 Paris

Opinion

In compliance with the engagement entrusted to us by your annual general meeting, we have audited the accompanying financial statements of Assured Guaranty (Europe) SA for the year ended December 31, 2025.

In our opinion, the financial statements give a true and fair view of the assets and liabilities and of the financial position of the Company as at December 31, 2025, and of the results of its operations for the year then ended in accordance with French accounting principles.

The audit opinion expressed above is consistent with our report to the Audit Committee.

Basis for opinion

Audit Framework

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the Statutory Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

*PricewaterhouseCoopers Audit, SAS, 63, rue de Villiers
92208 Neuilly-sur-Seine Cedex
Téléphone : +33 (0)1 56 57 58 59*

Independence

We conducted our audit engagement in compliance with independence requirements of the French Commercial Code (code de commerce) and the French Code of Ethics (code de déontologie) for statutory auditors, for the period from 1 January 2025 to the date of our report we did not provide any prohibited non-audit services referred to in Article 5(1) of Regulation (EU) No 537/2014.

In addition, the services other than the statutory audit that we have provided during the financial year to your company which are not mentioned in the management report or the notes to the annual accounts are as follows:

- Opinion on the Balance Sheet and Solvency Capital Requirement (SCR) as established in Pillar I of the Solvency II Directive, including also the verification of the information in the Solvency and Financial Condition Report (SFCR) and of Quantitative Reporting Templates (Quantitative Reporting Templates - QRT) S.02.01.02, S.17.01.02, S23.01.01, S.25.01.21 and S.28.01.01, as established in Pillar III of the Solvency II Directive prepared by your company (hereafter the "Company") for the year ended December 31, 2025, all of them included in the sections D 'Valuation for solvency purposes' and E 'Capital management'.
- Review of the schedule which reconciles the Shareholders equity and Net Income of Assured Guaranty (Europe) SA prepared on a French Generally Accepted Accounting Principles (French GAAP) basis, to the equivalent amount measured by reference to US GAAP.

Observation

Without qualifying the opinion expressed above, we draw your attention to the implications of the first-time application of ANC Regulation No. 2022-06, as presented in the notes to the annual financial statements.

Justification of assessments - Key audit matters

In accordance with the requirements of Articles L.821-53 and R.821-180 of the French Commercial Code (Code de commerce) relating to the justification of our assessments, it is our responsibility to report to you on the key audit matters of the audit relating to the risks of material misstatement which, in our professional opinion, were the most significant for the audit of the financial statements for the year, and on our responses to those risks.

We determined that there were no key audit matters to report on.

Specific verifications

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by laws and regulations.

Information given in the management report and in the other documents with respect to the financial position and the financial statements provided to the Shareholders

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information given in the management report of the Board of Directors and in the other documents with respect to the financial position and the financial statements provided to the Shareholders, except of the point(s) below.

The fair presentation and the consistency with the annual financial statements of the information relating to payment terms mentioned in Article D.441-4 of the French commercial code call for the following comment:

As indicated in the management report, this information does not include insurance and reinsurance operations, as your company considers that they do not fall within the scope of the information to be produced, in accordance with the circular of the Fédération Française de l'Assurance of May 29, 2017.

Information relating to corporate governance

We attest that the section of the management report devoted to corporate governance sets out the information required by Articles L. 225-37-4 and L. 22-10-10 of the French Commercial Code (code de commerce).

Report on Other Legal and Regulatory Requirements

Appointment of the Statutory Auditor

We were appointed as statutory auditors of Assured Guaranty (Europe) SA by your status on 8 July 2019.

As at 31 December 2025, we were in the 7th year of total uninterrupted engagement.

Responsibilities of management and those charged with governance in relation to the annual accounts

Management is responsible for the preparation and fair presentation of the financial statements in accordance with French accounting principles and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is expected to liquidate the Company or to cease operations.

The Audit Committee is responsible for monitoring the financial reporting process and the effectiveness of internal control and risks management systems and where applicable, its internal audit, regarding the accounting and financial reporting procedures.

The financial statements were approved by the Board of Directors.

Statutory Auditor's Responsibilities for the Audit of the Financial Statements

Objectives and audit approach

Our role is to issue a report on the financial statements. Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with professional standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As specified in Article L.821-55 of the French Commercial Code (code de commerce), our statutory audit does not include assurance on the viability of the Company or the quality of management of the affairs of the Company.

As part of an audit conducted in accordance with professional standards applicable in France, the statutory auditor exercises professional judgment throughout the audit and furthermore:

- Identifies and assesses the risks of material misstatement of the financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence considered to be sufficient and appropriate to provide a basis for his opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control;
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management in the financial statements;
- Assesses the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. This assessment is based on the audit evidence obtained up to the date of his audit report. However, future events or conditions may cause the Company to cease to continue as a going concern. If the statutory auditor concludes that a material uncertainty exists, there is a requirement to draw attention in the audit report to the related disclosures in the financial statements or, if such disclosures are not provided or inadequate, to modify the opinion expressed therein;
- Evaluates the overall presentation of the financial statements and assesses whether these statements represent the underlying transactions and events in a manner that achieves fair presentation.

Report to the Audit Committee

We submit a report to the Audit Committee, which includes in particular a description of the scope of the audit and the audit program implemented, as well as the results of our audit. We also report, if any, significant deficiencies in internal control regarding the accounting and financial reporting procedures that we have identified.

Our report to the Audit Committee includes the risks of material misstatement that, in our professional judgment, were of most significance in the audit of the financial statements of the current period and which are therefore the key audit matters that we are required to describe in this report.

We also provide the Audit Committee with the declaration provided for in Article 6 of Regulation (EU) N° 537/2014, confirming our independence within the meaning of the rules applicable in France such as they are set in particular by Articles L.821-27 to L.821-34 of the French Commercial Code (code de commerce) and in the French Code of Ethics (code de déontologie) for statutory auditors. Where appropriate, we discuss with the Audit Committee the risks that may reasonably be thought to bear on our independence, and the related safeguards.

Neuilly-sur-Seine, May 5th 2026

The Statutory Auditor

PricewaterhouseCoopers Audit



Christine BILLY

Assured Guaranty (Europe) SA
Financial statements and notes

Balance sheet at 31 December 2025

€'000

Assets	2025	2024
1. Uncalled subscribed capital or head office liaison account	—	—
2. Intangible assets	—	—
3. Investments:	96,871	88,488
3a. Land and buildings	—	—
3b. Investments in affiliated companies and companies linked by participating interests	—	—
3c. Other investments	96,871	88,488
3d. Receivables for cash deposited with ceding companies	—	—
4. Investments representing technical provisions relating to unit-linked contracts	—	—
5. Share of outwards reinsurers and retrocessionaires in technical provisions:	203,652	215,690
5a. Provisions for unearned premiums	203,652	215,690
5b. Provisions for claims payable	—	—
5c. Provisions for profit sharing and rebates	—	—
5d. Equalisation provisions	—	—
5e. Other technical provisions	—	—
5f. Technical provisions for unit-linked contracts	—	—
6. Receivables	177,039	170,762
6a. Receivables from direct insurance operations:	140,247	133,372
6aa. Premiums	137,463	133,372
6ab. Other receivables from direct insurance operations	2,784	—
6b. Receivables from reinsurance transactions	36,429	35,765
6c. Other receivables:	363	1,625
6ca. Staff	—	—
6cb. State social security and public authorities	—	—
6cc. Miscellaneous debtors	363	1,625
6d. Unpaid called-up capital	—	—
7. Other assets:	3,365	5,244
7a. Operating tangible assets	51	83
7b. Current account and cash	3,314	5,161
7c. Treasury shares	—	—
8. Accruals – assets:	6,213	4,564
8a. Accrued interest and rent	685	658
8b. Deferred acquisition costs	5,402	3,821
8c. Other accruals and prepayments	126	85
Total assets	487,140	484,748

Assured Guaranty (Europe) SA
Financial statements and notes

Balance sheet at 31 December 2025

€'000

Liabilities	2025	2024
1. Shareholders' equity:	126,440	112,213
1a. Share capital	130,900	110,900
1b. Premiums related to share capital	—	—
1c. Revaluation reserves	—	—
1d. Other reserves	67	—
1e. Carry forward	1,247	(651)
1f. Result for the year	(5,774)	1,964
2. Subordinated liabilities	—	—
3. Gross technical provisions:	214,308	224,356
3a. Provisions for unearned premiums	214,308	224,356
3b. Provisions for claims	—	—
3c. Provisions for profit sharing and discounts	—	—
3d. Equalisation provisions	—	—
3e. Other technical provisions	—	—
4. Provisions	—	—
5. Liabilities for cash deposits received from reinsurers	—	—
6. Other liabilities:	133,960	128,548
6a. Payables arising from direct insurance operations	—	—
6b. Payables arising from reinsurance transactions	124,790	120,136
6c. Bonds	—	—
6d. Amounts owed to credit institutions	—	—
6e. Other liabilities:	9,170	8,412
6ea. Negotiable debt securities issued by the Company	—	—
6eb. Other loans, deposits and guarantees received	—	—
6ec. Staff	1,123	893
6ed. State, Social Security and public authorities	623	814
6ee. Miscellaneous creditors	7,424	6,705
7. Accruals - liabilities	12,432	19,631
Total liabilities	487,140	484,748

Assured Guaranty (Europe) SA
Financial statements and notes

Income statement for the year ended 31 December 2025

€'000

Technical account	2025			2024
	Gross	Cessions and retrocessions	Net	Net
1. Earned premiums:	24,589	(24,078)	511	299
1a. Written premiums	22,212	(20,170)	2,042	765
1b. Change in provision for unearned premiums	2,377	(3,908)	(1,531)	(466)
2. Allocated investment income from the non-technical account	—	—	—	—
3. Other technical income	45	—	45	—
4. Claims expenses:	—	—	—	—
4a. Claims and expenses paid	2,784	(2,506)	278	—
4b. Changes to claims provisions	(2,784)	2,506	(278)	—
5. Charges to other technical provisions	—	—	—	—
6. Share of profit-sharing	—	—	—	—
7. Acquisition and administration expenses:	(16,825)	12,347	(4,478)	(440)
7a. Acquisition costs	(1,640)	—	(1,640)	(1,182)
7b. Administration costs	(15,185)	—	(15,185)	(14,758)
7c. Commissions received from reinsurers and substitute guarantors	—	12,347	12,347	15,500
8. Other technical expenses	—	—	—	—
9. Change in the equalisation provision	—	—	—	—
Technical result	7,809	(11,731)	(3,922)	(141)

Assured Guaranty (Europe) SA
Financial statements and notes

Income statement for the year ended 31 December 2025

€'000

Non-technical account	2025	2024
1. Non-life insurance underwriting result	(3,922)	(141)
2. Life insurance underwriting result	—	—
3. Investment income:	1,804	1,761
3a. Investment income	1,324	1,325
3b. Other investment income	480	436
3c. Gains on the realisation of investments	—	—
4. Allocated investment income from non-life technical account	—	—
5. Investment expenses:	(787)	(881)
5a. Internal and external investment management fees and financial expenses	(65)	(69)
5b. Other investment expenses	(668)	(703)
5c. Losses from the realisation of investments	(54)	(109)
6. Investment return transferred to the non-life technical account	—	—
7. Other non-technical products	—	—
8. Other non-technical expenses:	(2,880)	1,440
8a. Social security charges	—	—
8b. Other non-technical expenses	(2,880)	1,440
9. Exceptional results:	—	—
9a. Extraordinary income	—	—
9b. Extraordinary expenses	—	—
10. Employee profit-sharing	—	—
11. Income taxes	11	(215)
12. Profit (loss) for the year	(5,774)	1,964

SECTION 1: ACCOUNTING PRINCIPLES AND METHODS

1.1 Accounting principles

The financial statements of the Company have been prepared in accordance with the following provisions:

- French generally accepted accounting principles, (ANC regulation no. 2015-11 dated 26 November 2015 in its latest updated version and in force on 31 December 2023) on the annual accounts of insurance undertakings and transactions of a specific nature;
- Articles L.123-12 to L.123-22 of the French Commercial Code, applicable to insurance companies pursuant to Article L.341-2 of the French Insurance Code (Code des Assurances); and
- ANC regulation no. 2014-03 of 5 June 2014 on the general chart of accounts, amended by regulation 2015-06 of 23 November 2015 on assets and notes, in the absence of specific provisions provided for in ANC regulation no. 2015-11 of 26 November 2015.

The main accounting policies adopted, the notes and details of the balance sheet and income statement are described below.

1.2 Investments

Investments consist of fixed income investments and short-term variable securities.

Entry costs and valuation at year-end

a. Equity and other variable income investments

Equity and other variable-income securities under Article R. 343-10 of the French Insurance Code are recorded at their purchase price, excluding accrued interest. The realisable value for shares of open-ended investment companies and units of mutual funds is the last price published before the balance sheet date.

b. Fixed income investments

Bonds and other fixed-income securities under Articles R. 343-9 of the French Insurance Code are recorded at their purchase price, net of accrued interest at the time of purchase. The difference between the purchase price and the redemption value is reported in the income statement over the remaining term until the repayment date using the actuarial method.

The realisable value is the most recent quoted price at the balance sheet date. The Company does not have any unlisted securities.

Impairment

The Company accounts for impairment of securities under Articles R. 343-9 (i.e., fixed income securities) and R. 343-10 (i.e., equity and other variable income securities) of the French Insurance Code as described below. Credit risk is assessed on the basis of the Company's intention and ability to hold the securities until maturity:

- Fixed income securities (Amortisable securities) under Article R. 343-9
 - A reserve for impairment is recognised when there is reason to believe that the debtor will not be able to honour its commitments, either through a default in the payment of interest or repayment of principal.
- Equity and other variable-income securities under Article R. 343-10
 - When indicators of other-than-temporary impairment arise, a reserve for impairment is recognised for each individual asset holding on a line-by-line basis (Provision pour Dépréciation Durable). In the event of impairment, the impairment recognised by the Company is the difference between the historical cost and recoverable amount.
 - When the fair market value of the overall investment portfolio, excluding amortisable securities for which the Company has the intention and ability to hold until maturity, is lower than historical value, an additional reserve may be recorded in the case of impairment (Provision pour Risque d'Exigibilité).

Assured Guaranty (Europe) SA

Financial statements and notes

Investment income and expenses

Investment income and expenses include income earned on investments and realised gains and losses on sale of investments. The realised gains and losses on financial investments are calculated using the FIFO method (First in, First out).

1.3 Fixed assets

Tangible fixed assets are recorded at cost less depreciation. The costs of tangible fixed assets comprise their purchase cost, together with any incidental costs of acquisition. Depreciation is calculated over the actual useful life of the assets.

In accordance with the provisions of CRC regulation 2002-10, the Company is required to perform an impairment test when internal or external indicators suggest that an intangible or tangible asset may have lost significant value. If the present value (being the higher of value in use and market value) of a fixed asset is lower than the net book value, an impairment loss is recorded, reducing the net book value of the asset to its present value. When an impairment loss is recognised, the depreciable base of the impaired item is changed, as well as its depreciation schedule. The depreciation schedule may be changed again if the asset subsequently recovers its value.

1.4 Other receivables and other liabilities

Receivables are recorded at their nominal value.

1.5 Deferred acquisition costs and ceding commission income

Acquisition costs comprise the direct expenses for the production of new business, which include underwriter salaries and transaction legal fees. Management uses its judgement in determining what types of costs, as well as what percentage of these costs should be deferred.

The Company conducts an annual study to determine how much of the direct costs qualify for deferral. Costs incurred for soliciting potential customers, market research, training, administration, unsuccessful acquisition efforts, and product development as well as all overhead related costs are expensed as incurred and not deferred. Deferred acquisition costs are expensed on a straight-line basis over the shorter of the contractual maturity date on the associated direct policy or a maximum of five years. When an insured obligation is retired early, the remaining related deferred acquisition cost is expensed.

Reinsurance ceding commission income is deferred, subject to recoverability, and earned on a straight-line basis over the shorter of the contractual maturity date on the associated reinsured policy or a maximum of five years.

1.6 Claims and claim expenses incurred

Claims incurred comprise claims and related claims expenses paid in the year and the change in the provision for claims. A provision for claims outstanding is recorded when there is significant deterioration in an insured obligation and the obligation is in default at the balance sheet date. Claims outstanding are calculated gross of any reinsurance recoveries which are separately calculated (see section 1.10, Reinsurance below).

A substantial amount of experience and judgement is involved in assessing the provision for claims, the ultimate cost of which may not be known with certainty for quite some time. Provisions for claims and related reinsurance recoveries are determined on the basis of information available at the balance sheet date; however, it is inherent in the nature of business written that the ultimate liabilities may vary as a result of subsequent developments.

1.7 Unexpired risks provision and equalisation reserve

An unexpired risk provision is recognised when the unearned premium provision for contracts in force is insufficient to cover the expected claims and related expenses over the unexpired period. The provision is measured as the excess of expected costs over the unearned premium, using a cost ratio derived from actual claims and attributable expenses over the current and prior year, applied to the closing unearned premium reserve by policy.

1.8 Subrogation and Salvage

When the Company becomes entitled to cashflows from the underlying insured transaction as a result of a prior claims payment or an expected future claims payment, the Company recognises a salvage and subrogation asset. Recoveries arising out of subrogation or salvage are estimated on a prudent basis and included within other receivables from direct insurance operations

Assured Guaranty (Europe) SA

Financial statements and notes

1.9 Written premiums

Written premiums comprise total expected premiums for policies inception during the year, including estimates of premiums not yet due, together with any differences between premiums recognised in prior years in respect of contracts incepting in prior underwriting years and the current total expected premiums for those policies.

(i) Where the premium on a policy is received up front, the premium is recognised as written on the date of inception.

(ii) Where the premium is received in instalments and the underlying bonds are callable, management considers the nature of the call provision(s) and the likelihood of exercise of those provisions, and determines whether it is probable that the policy will run its full term. The full expected premium is recorded when it is received or when it is probable that it will be received. When the policy is not expected to run its full term, the premium that is recognised as written is either the premium amount to the first call point under the policy or the guaranteed minimum premium (where such a clause exists in the policy) or where the policy is callable without any notice period, the Company records the instalments as they fall due.

When instalment premiums to be received under the policy are linked to an outstanding debt that could be paid down faster than anticipated, or where a premium is linked to an index, the Company recognises written premium based upon an analysis of the premium it is reasonably certain to receive. Any anticipated change in the expected premium receivable is recognised as an adjustment to written premium; in the case of decreases in premium, as soon as it is foreseen and in the case of increases in premium, when such an adjustment is assessed as reasonably certain.

1.10 Earned premiums

Written premiums are recognised as earned income over the policy duration on a time apportionment basis which reflects the incidence of risk. Unearned premiums represent the proportion of premiums written in the current or prior years that relate to unexpired terms of policies in force at the balance sheet date.

1.11 Reinsurance

Contracts entered into by the Company with reinsurers, under which the Company is compensated for losses on insurance policies issued by the Company and that meet the classification requirements for insurance contracts, are classified as reinsurance contracts.

Reinsurance premiums are recognised based on the premium reasonably expected to be paid across the life of the reinsurance contract. Reinsurance premiums are recognised as earned with regard to the incidence of risk for the direct business to which they relate.

The amounts recoverable from reinsurers (shown in reinsurer's share of provision for claims payable, reinsurer's share of other technical provisions and reinsurance receivables) are estimated based upon the gross claims outstanding, having due regard to collectability. Collectability is assessed on the basis of market data and other relevant information on the financial strength of each reinsurer and any collateral provided to the Company. The reinsurers' share of claims incurred in the income statement account reflects the change in amounts received or receivable from reinsurers in respect of those claims incurred during the period. Reinsurance liabilities are primarily premiums payable for reinsurance contracts and are recognised in the income statement as cessions and retrocessions written premiums.

1.12 Operating leases

Leases of assets where a significant portion of the risk and rewards of ownership are effectively retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the income statement on a straight-line basis over the period of the lease. Any operating lease incentives, including rent free periods, are spread over the period of the lease.

1.13 Foreign currency translation

At the balance sheet date, the balance sheet and income statement items denominated in foreign currencies are converted to euros using the year-end rate. In accordance with Articles 241-5 and 241-6 of ANC Regulation 2015-11, foreign exchange differences are recorded on the balance sheet in the case of translation differences on structural positions; and in foreign exchange gains and losses within the income statement in the case of foreign exchange differences on operational foreign exchange positions.

Assured Guaranty (Europe) SA

Financial statements and notes

1.14 General expenses

Expenses are first entered into the accounts according to their nature and are then allocated to the technical account on the following basis:

- Direct allocation - expenses that can be directly attributed to a department or activity without the application of an allocation key
- Allocation key approach - expenses that cannot be directly attributed to a department or activity and are therefore allocated based on objective, appropriate and verifiable quantitative criteria.

The following categories of costs comprise:

- Loss adjustment expenses - professional legal fees associated with claims;
- Contract acquisition costs - costs associated with successful underwriting activity;
- Contract administration fees - insurance portfolio management and monitoring costs; and
- Other technical expenses - costs that cannot be directly assigned or allocated are classified as other technical expenses.

Loss adjustment expenses which are incurred on a per risk or policy basis are recorded under the direct allocation approach. Policy acquisition costs are recognised under the allocation key approach, as discussed within Deferred acquisition costs and ceding commission income above. Policy administration fees are recognised under the direct allocation approach. Currently, there are no expenses that cannot be allocated to one of the identified cost destinations and no costs are recognised as other technical expenses.

1.15 Income tax

Corporation tax expense is recognised on any profits subject to corporation tax. Tax credits are not recognised in the year when pre-tax losses are made but are used in future years to offset against profits generated from similar activities and recognised in the financial statements at that point in time.

1.16 Change due to new accounting regulations

ANC Regulation No. 2022-06, applicable from January 1, 2025, constitutes a change in accounting method resulting from a regulatory change. This regulation amends ANC Regulation No. 2014-03 concerning the General Chart of Accounts ("Plan Comptable Général").

As an insurance entity, AGE applies the insurance sector plan (Insurance accounting plan, "Plan Comptable Assurantiel" – ANC Regulation 2015-11). The provisions of the PCG apply only in the absence of specific PCA requirements. Since ANC Regulation 2022-06 did not amend the PCA, the accounting methods applicable to insurance entities remain unchanged, without impacting the recognition or valuation of items in the financial statements.

For AGE, the effects of modernisation have no significant impact on the accounts.

SECTION 2: INFORMATION RELATING TO THE BALANCE SHEET

2.1 Investments

€'000	01.01.2025	Entries	Exits	31.12.2025
Gross amount				
Land and buildings	—	—	—	—
Investment in related companies and companies linked by and equity relationship	—	—	—	—
Fixed-income bonds and mutual funds	89,977	24,335	(14,984)	99,328
Cash mutual funds	1,120	29,053	(29,854)	319
Cash receivables deposited with ceding companies	—	—	—	—
Other investments	—	—	—	—
Total gross investments	91,097	53,388	(44,838)	99,647
	Depreciation and amortisation 01.01.2025	Depreciation, amortisation and impairment	Reversal of depreciation, amortisation and impairment	Depreciation and impairment 31.12.2025
Land and buildings	—	—	—	—
Investment in related companies and companies linked by and equity relationship	—	—	—	—
Fixed-income bonds and mutual funds	(2,609)	(167)	—	(2,776)
Cash mutual funds	—	—	—	—
Cash receivables deposited with ceding companies	—	—	—	—
Other investments	—	—	—	—
Total	(2,609)	(167)	—	(2,776)
Net amount	88,488	53,221	(44,838)	96,871

€'000	Gross value	Realisable value
Summary of investments		
Bonds and fixed income securities	99,328	82,070
Other loans and similar instruments	—	—
Deposits with ceding companies	—	—
Deposits (other than those above), cash, guarantees and other investments	319	319
Total	99,647	82,389
Of which forward instruments	—	—
Of which listed investments	99,647	82,389
Of which unlisted investments	—	—
Investments	99,647	82,389

Assured Guaranty (Europe) SA
Financial statements and notes

Investments details

€'000	Gross value	Net book value	Realisable value
a) of which			
Investments measured in accordance with Article R.343-9	99,328	96,552	82,070
Investments measured in accordance with Article R.343-10	319	319	319
Investments measured in accordance with Article R.343-13	—	—	—
Investments measured in accordance with Article R.343-11	—	—	—
b) of which			
Securities representing technical reserves other than those listed below	99,647	96,871	82,389
Securities pledged to cover commitments to employee benefits institutions or covering managed investment funds	—	—	—
Securities deposited with ceding insurers (including ceding insurers whose commitments are guaranteed by the Company)	—	—	—
Securities allocated to special technical reserves for other business in France	—	—	—
Other allocated or unallocated investments	—	—	—
c) of which			
Investments and forward financial instruments in OECD (The Organisation for Economic Co-operation and Development) member countries	60,135	57,271	46,909
Investments and forward financial instruments in countries that are not members of the OECD	39,512	39,600	35,480

The value of future years amortisation on fixed income bonds and mutual funds is €6.6 million as at 31 December 2025 (€4.8 million as at 31 December 2024).

Assured Guaranty (Europe) SA

Financial statements and notes

2.2 Statement of due date of receivables

€'000	31.12.2025			
	Total	<1 year	1 to 5 years	>5 years
Receivables from direct insurance operations	140,247	20,784	32,588	86,875
Receivables from reinsurance transactions	36,429	4,148	8,807	23,474
Other receivables:	363	363	—	—
Staff	—	—	—	—
State social security and public authorities	—	—	—	—
Deferred tax asset	—	—	—	—
Miscellaneous debtors	363	363	—	—
Unpaid called-up capital	—	—	—	—
Total	177,039	25,295	41,395	110,349
€'000	31.12.2024			
Receivables from direct insurance operations	133,372	16,134	25,162	92,076
Receivables from reinsurance transactions	35,765	4,082	6,802	24,881
Other receivables:	1,625	1,625	—	—
Staff	—	—	—	—
State social security and public authorities	—	—	—	—
Deferred tax asset	—	—	—	—
Miscellaneous debtors	1,625	1,625	—	—
Unpaid called-up capital	—	—	—	—
Total	170,762	21,841	31,964	116,957

2.3 Fixed assets

€'000	Gross Value 1.1.2025	Inputs	Outputs	Transfers	Gross Value 31.12.2025
Arrangements	—	—	—	—	—
Transport equipment	—	—	—	—	—
Office and computer equipment	214	—	—	—	214
Furniture	101	—	—	—	101
Other non-depreciable property, plant and equipment	—	—	—	—	—
Assets under construction	—	—	—	—	—
Deposits and guarantees	—	—	—	—	—
Total	315	—	—	—	315
	Amortisation 1.1.2025	Change due to Amortisation	Takeover depreciation	Transfers	Amortisation 31.12.2025
Arrangements	—	—	—	—	—
Transport equipment	—	—	—	—	—
Office and computer equipment	(153)	(14)	—	—	(167)
Furniture	(79)	(18)	—	—	(97)
Total	(232)	(32)	—	—	(264)
Net Value	83	(32)	—	—	51

Assured Guaranty (Europe) SA
Financial statements and notes

2.4 Accrued income and prepaid expenses

€'000	01.01.2025	Inputs	Outputs	31.12.2025
Accrued interest and rentals	658	685	(658)	685
Deferred acquisition cost	3,821	3,221	(1,640)	5,402
Other accrued income and prepayments:	85	126	(85)	126
Deferred tax asset	—	—	—	—
Prepaid expenses	85	126	(85)	126
Difference on redemption prices to be received	—	—	—	—
Accrued income	—	—	—	—
Other	—	—	—	—
Total	4,564	4,032	(2,383)	6,213

2.5 Shareholders' equity

€'000	01.01.2025	Appropriation of income	Increase	Decrease	31.12.2025
Share capital	110,900	—	20,000	—	130,900
Share Premium	—	—	—	—	—
Total	110,900	—	20,000	—	130,900
Other reserves					
Carry forward	(651)	1,964	—	—	1,313
Result for the year	1,964	(1,964)	—	(5,774)	(5,774)
Total	1,313	—	—	(5,774)	(4,461)
Total	112,213	—	20,000	(5,774)	126,440

Composition of the shareholder base

Companies	Securities '000	Values €'000	Voting rights %
Assured Guaranty Inc.	130,889	130,889	100%
Assured Guaranty Municipal Holdings, Inc.	11	11	—
Total	130,900	130,900	100%

The Company issued an additional €20 million of share capital during the year, comprising 20,000,000 new ordinary shares with a nominal value of €1 each.

2.6 Provision for contingent liabilities

As at 31 December 2025 the Company does not have any contingent liabilities (31 December 2024: € nil).

Assured Guaranty (Europe) SA
Financial statements and notes

2.7 Statement of liability maturities

€'000	31.12.2025			
	Total	<1 year	1 to 5 years	>5 years
Payables arising from direct insurance operations	—	—	—	—
Payables arising from reinsurance transactions	124,790	16,449	29,540	78,801
Bonds, including convertible bonds	—	—	—	—
Amounts owed to credit institutions	—	—	—	—
Other liabilities:				
Negotiable debt securities issued by the Company	—	—	—	—
Other loans, deposits and guarantees received	—	—	—	—
Staff	1,123	1,123	—	—
State, Social Security and public authorities	623	493	130	—
Sundry creditors	7,424	7,424	—	—
Total	133,960	25,489	29,670	78,801

€'000	31.12.2024			
	Total	<1 year	1 to 5 years	>5 years
Payables arising from direct insurance operations	—	—	—	—
Payables arising from reinsurance transactions	120,136	13,719	22,866	83,551
Bonds, including convertible bonds	—	—	—	—
Amounts owed to credit institutions	—	—	—	—
Other liabilities:				
Negotiable debt securities issued by the Company	—	—	—	—
Other loans, deposits and guarantees received	—	—	—	—
Staff	893	893	—	—
State, Social Security and public authorities	814	722	92	—
Sundry creditors	6,705	6,705	—	—
Total	128,548	22,039	22,958	83,551

Amounts owed to Assured Guaranty Group undertakings included within Sundry creditors are unsecured, interest free and payable on demand.

2.8 Accruals and deferred income

€'000	01.01.2025	Additions	Releases	31.12.2025
Amortisation of redemption price differences	—	—	—	—
Reinsurance commission deferred	19,631	5,997	(13,196)	12,432
Totals	19,631	5,997	(13,196)	12,432

Assured Guaranty (Europe) SA
Financial statements and notes

2.9 Analysis of non-life technical reserves

€'000	31.12.2025		31.12.2024	
	Gross	Share of assignees and retrocessionaires	Net	Net
Provision for unearned written premiums	214,308	203,652	10,656	8,666
Provision for unexpired risks	—	—	—	—
Provisions for claims	—	—	—	—
Other technical provisions	—	—	—	—
Equalisation provisions	—	—	—	—
Total	214,308	203,652	10,656	8,666

2.10 Subordinated liabilities

The Company has no subordinated liabilities as at 31 December 2025 (31 December 2024: € nil).

2.11 Foreign currency assets and liabilities

€'000	31.12.2025			
	Assets in foreign currencies	Of which exchange rate differences	Liabilities in foreign currencies	Of which exchange rate differences
Euro	261,449	—	297,130	—
Pound Sterling	186,642	—	161,656	—
Japanese Yen	19,619	—	15,965	—
US dollar	19,418	—	12,389	—
Swiss Frank	12	—	—	—
Total	487,140	—	487,140	—

Assured Guaranty (Europe) SA
Financial statements and notes

2.12 Off-balance sheet commitments

€'000	Affiliated companies	With shareholding link	Others
Schedule of commitments received and given			
1. Commitments received excluding reinsurance			
1a Endorsements, guarantees and leasing	—	—	—
1b Past service cost on IFC common status	—	—	—
1c End-of-career benefits fund	—	—	—
2. Commitments given:			
2a Endorsements, sureties and credit guarantees given	—	—	—
2b Shares and assets acquired with a commitment to resell	—	—	—
2c Other liabilities on securities, assets or income	—	—	—
2d Drawing rights given to a guarantee fund	—	—	—
2e Other commitments given	—	—	—
3. Reciprocal commitments:			
3a Securities received as collateral from assignees and retrocession in reinsurance	70,965	—	—
3b Securities received from companies that have given substitute transactions	—	—	—
3c Other mutual commitments	—	—	—
4. Other securities held on behalf of third parties			
5. Outstanding forward financial instruments:			
6a Breakdown of financial instruments outstanding by strategic category:			
Investment or disinvestment strategies	—	—	—
Performance strategies	—	—	—
Other operations	—	—	—
6b Breakdown of outstanding forward financial instruments by market category:			
Transactions on an over-the-counter market	—	—	—
Transactions on regulated or similar markets	—	—	—
6c Breakdown of outstanding forward financial instruments by type of market risk and instrument:			
Interest rate risk	—	—	—
Currency risk	—	—	—
Equity risk	—	—	—
6d Breakdown of outstanding forward financial instruments by type of instrument:			
Exchange contracts	—	—	—
Forward rate agreements	—	—	—
Forward contracts	—	—	—
Options	—	—	—
6e Breakdown of outstanding forward financial instruments by residual maturity of strategies:			
From 0 to 1 year	—	—	—
From 1 to 5 years	—	—	—
More than 5 years	—	—	—

SECTION 3: INFORMATION RELATING TO THE INCOME STATEMENT

3.1 Investment income and expenses

€'000	Financial income	Financial expenses	Total
Income from investments	1,324	-	1,324
Gains on the realization of investments	—	—	—
Other financial income/ expenses, commissions, fees	480	(787)	(307)
Financial income	1,804	—	1,804
Financial expense	—	(787)	(787)
Total investment income and expense	1,804	(787)	1,017

3.2 Breakdown of gross written premiums by geographical area

€'000	2025	2024
France	8,002	(299)
European Economic Area - excluding France	12,868	3,706
Non-European Economic Area countries	1,342	5,869
Total	22,212	9,276

The above table is based on the location of the risk.

3.3 Staff expenses

During the year, the Company had an average of six full-time employees plus a full-time staff member employed by a third party employer of record and assigned to the Company (2024: seven). All other staff supporting the Company's operations are employees of Assured Guaranty UK Services ("AGUKS") or Assured Guaranty US Group Services Inc ("AGSRV"). In consideration for their services, management service fees were levied on the Company by the service companies. Total staff compensation and the component of management fees relating to staff compensation are shown below.

€'000	2025	2024
Salaries	4,104	3,607
Pension fund contributions	404	392
Social security charges	1,167	982
Other	5,447	4,780
Total	11,122	9,761

3.4 Staff

Average number of employees

€'000	2025	2024
Executives	6	6
Staff	1	1
Total	7	7

One of the Executive employees in 2025 (2024: nil) was employed by a third party employer of record.

Assured Guaranty (Europe) SA
Financial statements and notes

3.5 Fees for certification of accounts and other services

€'000	2025	2024
Statutory auditor	127	220
Other services	76	86
Total	203	306

3.6 Analysis of non-technical products/ expenses

Other non-technical products/ expenses	2025	2024
€'000		
Foreign exchange gains / (losses)	(2,880)	1,440
Total	(2,880)	1,440

3.7 Analysis of the tax charges

€'000	2025			2024		
	Related to the financial year	Over previous financial years	Total	Related to the financial year	Over previous financial years	Total
Related to ordinary operations	(11)	—	(11)	215	—	215
Related to exceptional income and expenses	—	—	—	—	—	—
Total	(11)	—	(11)	215	—	215

SECTION 4: OTHER INFORMATION

4.1 Related party information

In 2025 the Company did not enter into any agreements governed by Article L.225-37-4, paragraph 2, of the French Commercial Code, i.e., agreements entered into other than in the normal course of business on arm's length terms, directly or through an intermediary, between (i) a director, the Managing Director or a shareholder that holds more than 10% of the voting rights at General Meetings of the Company's shareholders and (ii) a company controlled by the Company.

Commitments received from parent

The Company benefits from a net worth maintenance agreement provided by its parent, AG. Under the terms of the AG Net Worth Maintenance Agreement AG is obligated to ensure the Company maintains capital resources equal to 110% of the amounts as may be required by the ACPR as a condition of the Company maintaining its authorisation to carry on financial guarantee business in France provided that, except with the express approval (or non-disapproval) of the Maryland Insurance Administration (MIA): (a) no individual contribution by AG to AGE for such purpose shall exceed \$25m. (b) AG shall not be permitted to make more than two individual contributions to AGE under the Net Worth Agreement during any calendar year, which two contributions together shall not exceed \$25m. (c) the aggregate contributions by AG to AGE under the Net Worth Agreement shall not exceed \$100m.

The Company also benefits from collateral pledged by AG in respect of its reinsurance agreements with the Company, The AG Transferred Business Reinsurance Agreement and the New Business Reinsurance Agreement require AG to pledge collateral to support its reinsurance obligations to the Company. AG's collateral requirement at the end of each calendar quarter is calculated as the sum of AG's share of: (a) the unearned premium reserve (net of AGE's reinsurance premium payable to AG); (b) provisions for unpaid losses and allocated loss adjustment expenses (net of any salvage recoverable), and (c) the Company's gross loss reserves for unexpired periods of risks; as determined in accordance with the Company's loss reserving methodology.

4.2 Management information

The management of the Company consists solely of the Company's directors and its Key Function Holders.

4.3 Compensation paid and credit advances granted to members of the Board of Directors

The directors of the Company are either employees of the Company, appointed by the Company or employees of AGUKS, AGSRV or Assured Guaranty Ltd. ("AGL"). In consideration for their services, management fees were levied on the Company by AGUKS, AGSRV and AGL.

The aggregate remuneration (including benefits in kind) paid to members of the Company's Board of Directors by the Company, AGUKS, AGSRV and AGL in respect of their services as directors of the Company during 2025 was €3.6 million (2024: €3.1 million). The Company also paid €0.08 million (2024: €0.07 million) to a money purchase pension scheme in respect of directors' qualifying service.

No credit advances were granted during 2025 or 2024 to members of the Board of Directors.

4.4 Ultimate and immediate parent company

The immediate parent undertaking of the Company is AG, a stock insurance corporation organised under the laws of the State of Maryland, United States of America. The ultimate parent undertaking and controlling party of the Company is AGL, a Bermuda incorporated insurance holding company.

AGL is the parent undertaking of the largest group of undertakings to consolidate these financial statements for the year ended 31 December 2025. The consolidated financial statements of AGL can be obtained from their registered office at 30 Woodbourne Avenue, Hamilton HM 08, Bermuda or on the ultimate parent's website www.assuredguaranty.com

AG is the parent undertaking of the smallest group of undertakings to consolidate these financial statements. The consolidated financial statements of AG can be obtained from their registered office at 1633 Broadway, New York, NY 10019, United States of America or on the ultimate parent's website www.assuredguaranty.com.

INCOME STATEMENT APPENDIX

For the year ended 31 December 2025

Non-life technical result by category

€'000	Credit and suretyship insurance
Premiums	24,589
Cost of services	45
Subscription balance	24,634
Acquisition costs	(1,640)
Other net management expenses	(15,185)
Net acquisitions and management expenses	(16,825)
Investment income	—
Profit sharing and technical interests	—
Financial balance	—
Substitute premiums	—
Substitute guarantors' share of service expenses	—
Substitute guarantors' share in profit sharing	—
Commissions received from substitute guarantors	—
Surrogate balance	—
Ceded premiums	(24,078)
Reinsurers' share of benefit expenses	—
Reinsurers' share of profit sharing	—
Commissions received from reinsurers	12,347
Reinsurance balance	(11,731)
Technical balance	(3,922)
Off-balance sheet items	
Amount of redemptions	—
Gross technical interest for the year	—
Gross technical provisions at the end of the year	—
Opening gross technical provisions	—