



Tour Exaltis
61, rue Henri Regnault
92075 Paris La Défense Cedex



6, place de la Pyramide
92908 Paris-La Défense Cedex
572 028 041 RCS Nanterre

Compagnie Française d'Assurance pour le Commerce Extérieur

Statutory auditors' report on the statutory financial statements

For the year ended December 31, 2024

This is a translation into English of the statutory auditors' report on the statutory 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.

Compagnie Française d'Assurance pour le Commerce Extérieur

Société anonyme
1, Place Costes et Bellonte
92270 Bois-Colombes
RCS : Nanterre 552 069 791

Statutory auditors' report on the statutory financial statements

For the year ended December 31, 2024

To the Annual General Shareholders' Meeting of Compagnie Française d'Assurance pour le Commerce Extérieur,

Opinion

In compliance with the engagement entrusted to us by your annual general meeting, we have audited the accompanying statutory financial statements of Compagnie Française d'Assurance pour le Commerce Extérieur for the year ended December 31, 2024.

In our opinion, the statutory financial statements give a true and fair view of the assets and liabilities and of the financial position as at December 31, 2024 and of the results of its operations for the year then ended in accordance with French accounting principles.

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 Auditors' Responsibilities for the Audit of the statutory financial statements" section of our report.

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 January 1st, 2024 to the date of our report and specifically we did not provide any prohibited non-audit services

referred to in Article 5(1) of Regulation (EU) No 537/2014 or in the French Code of ethics (code de déontologie) for statutory auditors.

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 relating to the justification of our assessments, we inform you of the key audit matters relating to risks of material misstatement that, in our professional judgment, were of most significance in our audit of the statutory financial statements of the current period, as well as how we addressed those risks.

These matters were addressed in the context of our audit of the statutory financial statements as a whole, approved in the conditions mentioned above, and in forming our opinion thereon, and we do not provide a separate opinion on specific items of the statutory financial statements.

Measurement of provisions for impairment for equity securities and related undertakings

Identified Risk

Compagnie Française d'Assurance pour le Commerce Extérieur recognizes provisions for impairment on related undertakings and owned equity investments when the valuation haircut or the potential unrealized loss measured at the end of the financial year is prolonged.

Provisions recognized in the balance sheet of Compagnie Française d'Assurance pour le Commerce Extérieur amounts to € 62,9 million as at December 31, 2024. As indicated in paragraph 5.2 of note 2 "Accounting principles, rules and policies" of the statutory financial statements, a provision for impairment is determined when the recoverable value of related undertakings and equity investments falls below the carrying amount.

The recoverable amount is estimated by Management based on the analysis of several indicators, including revalued equity, the expected performance of investments, its prospects for the future and its value in use for the company.

The value in use is calculated based on discounted cash flows projections resulting from three-year business plans established by operational entities, extrapolated over two additional years and validated by Management. These forecasts are based on past performances of each entity and based on financial assumptions chosen regarding the maturity of the entity, on the history of its business, on the market outlook and on the country in which the entity operates.

The estimation of this value therefore requires from the Management of Compagnie Française d'Assurance pour le Commerce Extérieur to exercise its judgement in the choice of elements to be considered, in particular profitability prospects from entities in which the company owns investments.

Given the significant nature of related undertakings and equity investments in the balance sheet of the company and since the valuation of these investments is based on assumptions involving Management's judgement, we consider this topic as a key audit matter.

Audit Response

To assess the reasonableness of the evaluation of provisions for impairment on related undertakings and equity investments, our audit works mainly consisted in verifying that values in use retained by Management were based on an appropriate justification of the evaluation method and assumptions used and:

- We obtained business plans established by Management and we assessed the relevance and the justification of the assumptions used,

- We verified the consistency of main assumptions used with the economic environment,
- We compared the consistency of retained provisions for prior periods with corresponding outcomes on a sample of securities,
- We assessed the need for constituting an impairment and when needed, we verified the calculation of such impairment.

Estimation of provisions for late claims - IBNR

Identified Risk

Provisions for unknown claims represent an estimation of the claims expense incurred during the year but not yet reported at the balance sheet date. They also include specific provisions recorded for claims that have not yet been proven but whose probability of occurrence is high and for which the compensation that would potentially be paid would be significant.

As at December 31, 2024, these provisions amounted to € 1,023 million in the statutory financial statements. As indicated in paragraph 2. “accounting principles, rules and policies” of the statutory financial statements, these provisions are determined on the one hand by the application of deterministic statistical methods on the basis of historical data and on the other hand, by the use of assumptions arising from expert judgment to estimate the final amount of the claim (corresponding to the costs borne until the end of the claim lifecycle).

Thus, as the provision for unknown claims includes accounting estimates with a high degree of uncertainty, we considered this aggregate as a key audit matter.

Audit Response

To assess the reasonableness of the estimation of the provision for late claims and based on information communicated to us, we implemented the following approach:

Audit procedures carried out at central team level:

- We assessed the relevance of the method used to determine the ultimate claims charge, in conjunction with our actuaries,
- We identified the risk related to the evaluation of provisions for late claims as a significant risk in the set of instructions communicated to auditors of in-scope entities and we reviewed their conclusions.

Audit procedures carried out at the level of each entity included in the audit scope:

- We reviewed the internal control framework implemented to estimate provisions for claims and the expected ultimate cost of claims, and we tested the design and the implementation,
- We assessed the relevance of methods and actuarial parameters used, as well as assumptions that were retained with regards to the applicable regulation, market practices, and the entity's economic and financial context,
- We assessed any changes in claims indemnification processes and procedures that could affect the assumption of reproducibility of the past in the future and we drew the consequences on assumptions used to calculate the ultimate cost of claims,
- We tested the reliability of underlying claims data used in the actuarial calculations,
- We performed an independent recalculation, when needed, and for some business lines we verified that Group methodology was correctly applied,

- We analyzed the retrospective review of technical provisions by comparing provisions from the opening balance with actual claims.

Estimation of Earned Premiums Not Written (EPNW)

Identified Risk

As at December 31, 2024, earned premiums not written amounted to € 209,5 million in the statutory financial statements (direct business). As indicated in the section 2. "Accounting principles standards, rules and methods" of the notes to the statutory financial statements, earned premiums not written are determined based on an estimate of expected premiums over the period. The provision is the difference between this estimate, and invoiced premiums.

This provision presents a significant risk of material misstatement given inherent uncertainties in some elements considered in the estimates. The risk particularly lies in the factors used to determine the ultimate value (i.e. once premiums would be written for their final amount) which relies on statistical methods.

Thus, we consider this to be a key audit matter even though the change in the provision from one year to the another is generally limited.

Audit Response

In order to assess whether the earned premiums not written estimation was reasonable and based on information communicated to us, we implemented the following audit approach:

Audit procedures carried out at central team level:

- We assessed the relevance of the method used by Coface to determine ultimate premiums,
- We identified the risk related to the evaluation of earned premiums not written as a significant risk in the set of instructions communicated auditors of in-scope entities and we reviewed their conclusions.

Audit procedures carried out at the level of each entity included in the audit scope:

- We reviewed the internal control framework related to premium estimation process and we tested the design and the implementation,
- We assessed any changes in the invoicing processes and procedures that could affect the assumption of reproducibility of the past in the future and we drew the consequences on the assumptions used for the calculation of the ultimate value,
- We verified the consistency of assumptions used to determine the forecasts,
- We reconciled calculation bases with accounting figures,
- We compared earned premiums not written booked in the opening balance of the financial year with actual results to assess the relevance of the implemented method.

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 statutory financial statements provided to Shareholders

We have no matters to report as to the fair presentation and the consistency with the statutory 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 statutory financial statements provided to shareholders.

The fair presentation and the consistency with the statutory financial statements of the information relating to payment deadlines mentioned in Article D.441-6 of the French Commercial Code (code de commerce) require us to make the following observation: as indicated in the management report, this information does not include insurance and reinsurance operations, your Company considered that they are not included in the scope of information to be provided, in accordance with the circular of the French Federation of Insurance (Fédération Française de l'Assurance) of 22 May 2017.

Report on corporate governance

We attest that the Board of Directors' report on corporate governance sets out the information required by Article L. 225-37-4 and L.22-10-10 of the French Commercial Code (code de commerce).

Other Legal and Regulatory Verifications or Information

Appointment of the Statutory Auditors

We were appointed as statutory auditors of Compagnie Française d'Assurance pour le Commerce Extérieur by the Annual General Meeting, on May 12th, 2020 for Forvis Mazars and on May 16th, 2006 for Deloitte & Associés.

As at December 31, 2024, Forvis Mazars was in the 5th year of total uninterrupted engagement and Deloitte & Associés was in the 19th year.

Responsibilities of Management and Those Charged with Governance for the statutory financial statements

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

In preparing the statutory 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 statutory financial statements were approved by the Board of Directors.

Statutory Auditors' Responsibilities for the Audit of the statutory financial statements

Objectives and audit approach

Our role is to issue a report on the statutory financial statements. Our objective is to obtain reasonable assurance about whether the statutory 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 statutory 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 statutory 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 statutory 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 statutory financial statements or, if such disclosures are not provided or inadequate, to modify the opinion expressed therein.
- Evaluates the overall presentation of the statutory financial statements and assesses whether these statements represent the underlying transactions and events in a manner that achieves fair presentation.

Paris- La Défense, on April, 2nd, 2025

The Statutory Auditors

French original signed by

Deloitte & Associés

Forvis Mazars SA

Damien LEURENT

Jérôme-Eric GRAS

Jean-Claude PAULY

Partner

Partner

Partner

Corporate Financial Statements as of December 31, 2024

Compagnie française d'assurance pour le commerce extérieur

February 27th, 2025 Board of Directors

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FINANCIAL STATEMENTS

Balance Sheet - Assets

ASSETS (in thousands of euros)	Notes	Dec. 31,2024	Dec. 31,2023
Uncalled subscribed capital or liais on account with France			
Intangible assets	3	177 020	179 161
Investments	6	2 719 263	2 900 510
Land and buldings	4	7 977	9 199
Investments in subsidiaries and affiliates	5	219 564	373 574
Other investments	6	2 490 902	2 506 262
Deposits with ceding entities		821	11 476
Reinsurer's shares of provisions		822 848	841 222
Provisions for unearned premiums and unexpired risks		119 938	125 215
Claims provisions		596 816	603 886
Provisions for policyholders' bonuses and rebates		106 094	112 121
Receivables	7.1	1 139 049	1 011 100
Receivable arising from direct insurance operations		399 555	394 645
Earned premiums not yet written		243 700	232 014
Other receivables arising from direct insurance operations		155 855	162 630
Receivable arising from reinsurance operations		371 746	410 357
Other receivables		367 748	206 099
Staff		314	353
State, social security organisations and local authorities		92 477	98 533
Miscellaneous debtors		274 957	107 212
Other assets		239 158	265 356
Property, plant and equipment used in the business		10 434	10 779
Cash at bank and in hand		228 724	254 577
Accrued and deferred costs	8.1	184 907	171 802
Prepaid interests and rent		12 496	4 180
Deferred acquisition costs		65 858	63 230
Prepaid expenses		2 653	4 923
Other adjustment account		14 199	12 909
Currency translation difference		89 701	86 560
TOTAL ASSETS		5 282 245	5 369 151

Balance Sheet - Liabilities

LIABILITIES (in thousand of euros)	Notes	Dec. 31,2024 *	Dec. 31,2023
Equity	9	1 160 761	1 124 076
Share capital		137 052	137 052
Share premium		620 149	620 149
Other reserves		2 344	2 344
Retained earnings		264 528	0
Net income - group share		136 687	364 530
Technical provisions before reinsurance	10	2 484 441	2 405 724
Provisions for unearned premiums and unexpired risks		328 922	334 185
Claims provisions		1 362 998	1 341 474
Provisions for premium rebates		231 436	235 755
Claims equalization provisions		561 084	494 310
Provision for liabilities and charges	12	60 767	71 564
Deposits received from reinsurers		20 422	20 471
Other payables	7.2	1 461 654	1 574 733
Payables arising from direct insurance operations		110 192	36 406
Payables arising from reinsurance operations		442 615	482 435
Bank loans		-	-
Other payables		908 847	1 055 892
Other loans, deposits and securities received		7 118	7 573
Staff	13	46 158	42 657
State, social security organisations and local authorities	13	86 331	67 003
Social organisations		17 473	19 650
States, taxes		68 857	47 353
Sundry creditors and related accounts	13	769 240	938 659
Corporate current account		631 057	816 902
Suppliers		59 538	47 945
Accrued expense		76 225	73 869
Miscellaneous creditors		2 420	(58)
Accrued and deferred income	8.2	94 200	172 584
Derivates and attached loans		250	27
Accruals - liabilities		16 673	101 405
Currency translation difference		77 276	71 152
TOTAL LIABILITIES		5 282 245	5 369 151

*To ensure better presentation of the financial statements and consistency in account classification, certain debt and commission items have been reclassified between the following aggregates: "Payables arising from reinsurance operations" and "Payables arising from direct insurance operations" for € 70,013 K, "Accruals - liabilities" and "Payables arising from reinsurance operations" for €78,949K, and "Miscellaneous creditors" and "Accruals - liabilities" for - € 2,999 K. These reclassifications are solely a change in presentation.

Off-balance sheet commitments

In thousands of euros	Dec. 31, 2024	Dec. 31, 2023
Commitments received in respect of guarantees and endorsements	220 437	184 536
Commitments received	220 437	184 536
Commitments given in respect of guarantees and endorsements	112 882	333 148
Commitments given in respect of affiliates and other investments	72 000	25 800
Interest rate SWAP : derivative instruments not qualified as hedging	4 673	4 558
Commitments given	189 555	363 505
Securities lodged as collateral by reinsurers representing technical provisions	12 351	18 181
Guarantee commitments	12 351	18 181

Technical income

In thousands of euros	Dec. 31, 2024 *			Dec. 31, 2023		
	Gross operations	Ceded reinsurance	Net operations	Gross operations	Ceded reinsurance	Net operations
Earned premiums	1 384 735	-682 495	702 240	1 419 661	-745 259	674 402
Gross premiums	1 469 592	-715 491	754 101	1 574 411	-816 731	757 681
Premium rebates	-90 120	38 274	-51 846	-115 882	54 092	-61 790
Change in unearned premiums and unexpired risks	5 263	-5 277	-15	-38 868	17 380	-21 488
Fee and commission income	13 123		13 123	13 180		13 180
Other underwriting income	563		563	51		51
TOTAL REVENUE	1 398 421	-682 495	715 926	1 432 892	-745 259	687 633
Allocated investment income	70 480		70 480	16 217		16 217
Claims expense	-480 067	198 731	-281 336	-467 864	200 469	-267 395
Paid claims	(423 811)	205 801	(218 010)	(488 719)	234 649	(254 070)
Claims provisions	(21 508)	(7 069)	(28 578)	48 485	(34 180)	14 305
Claims handling	(34 748)		(34 748)	(27 630)		(27 630)
Policy acquisition costs and administrative costs	-518 170	279 987	-238 184	-527 898	295 208	-232 690
Policy acquisition costs	(330 482)		(330 482)	(329 621)		(329 621)
Administration costs	-187 689		(187 689)	-198 277		(198 277)
Commissions received from reinsurers		279 987	279 987		295 208	295 208
Other underwriting expenses	-35 186	0	-35 186	-18 431		-18 431
Change in order technical provisions						
Change in equalisation provision	-66 774		-66 774	218 186		218 186
TECHNICAL RESULT	368 704	-203 777	164 927	653 102	-249 581	403 521

*To ensure better presentation of the financial statements and consistency in account classification, certain items have been reclassified between the aggregates "Commissions received from reinsurers" and "Policy acquisition costs and administrative costs" for € 2,568 K. These reclassifications are solely a change in presentation and have no impact on net income or consolidated equity.

Non-technical income

In thousands of euros	DEC. 31, 2024	DEC. 31, 2023
Underwriting income	164 927	403 521
Investment income	281 422	183 536
Investment revenue	125 604	97 468
Other investment income	24 071	2 637
Gain on disposal of investments	131 747	83 431
Investment expenses	(168 638)	(156 135)
Internal and external portfolio management expenses and interest expense	(40 489)	(31 996)
Portfolio management	(5 774)	(5 931)
Other investment expenses	(16 592)	(14 505)
Losses on disposal of investments	(105 783)	(103 704)
Investment income transferred	(70 480)	(16 217)
Other non-underwriting income	1	0
Other non-underwriting expenses	(12 444)	(12 265)
Non-recurring income and expenses, net	3 191	3 209
Non-recurring income	11 235	7 114
Non-recurring expenses	(8 043)	(3 905)
Employee profit sharing	(6 971)	(7 519)
Corporate income tax	(54 320)	(33 599)
NET INCOME FOR THE YEAR	136 687	364 530

NOTES TO THE CORPORATE FINANCIAL STATEMENTS

Note 1 - Significant events

COFACE SA launches Power the Core, its 2024-2027 strategic plan with a view to develop a global ecosystem of reference for credit risk management

During its investor day organised on March 5, 2024 in Paris, Coface presented its new 2027 strategic plan Power the Core. This plan aims to build upon the successes of the previous strategic plans. Coface has laid strong foundations which will support its development.

In particular, the new plan aims to: a) Reach data and technology excellence; b) Deepen and broaden Coface's historical Trade Credit Insurance (TCI) franchise; c) Grow profitably Business Information services at double digit growth rate; and d) Leverage its unique culture of a human-sized multinational with a strong commitment to sustainability.

With the launch of the plan Power the Core, Coface raises all its financial targets

Financial rating agency

AM Best upgrades the Long-term Issuer Credit Ratings to 'a+' (Excellent) with a stable outlook

The rating agency AM Best, on May 29, 2024, has upgraded the Long-Term Issuer Credit Ratings (Long-Term ICRs) to 'a+' (Excellent) from 'a' (Excellent) and affirmed the Financial Strength Rating – IFS rating of A (Excellent) of *Compagnie française d'assurance pour le commerce extérieur (la Compagnie)*, Coface North America Insurance Company (CNAIC) and Coface Re. The outlook for these ratings is "stable".

Events after the reporting period

Announcement of the Agreement to acquire Cedar Rose Group, a Company Specializing in Information Services in the Middle East and Africa

On February 3, 2025, Coface announces that it has signed an agreement for the acquisition of Cedar Rose Group, one of the leading providers of business information solutions in the Middle East and Africa region. This acquisition will enable Coface to further strengthen its information production capabilities in areas where information is not readily available. This external growth operation aligns perfectly with the objectives of the Power the Core strategic plan, which notably focuses on data excellence.

Note 2 - Accounting principles, rules and policies

1. General principles

The financial statements have been prepared in accordance with French insurance accounting standards (in accordance with ANC recommendation 2015-11 in its consolidated version applicable as of December 31st, 2024, concerning the financial statements of insurance companies).

When the insurance chart of accounts does not specify certain items, the general chart of accounts applies.

The financial statements include the financial elements of one French branch and 34 international branches of Compagnie française d'assurance pour le commerce extérieur.

2. Analysis of general expenses by function

General and administrative expenses are initially recognized by type and then analyzed by function using cost allocation keys:

- Investment management expenses are included under investment expenses,
- Claims handling expenses are included under claims expenses,
- Policy acquisition costs, administrative costs and other technical expenses are shown separately in the income statement.

3. Transactions in foreign currencies

Transactions in foreign currencies are initially recorded in the currency in which the transaction took place. For the preparation of the financial statements, balance sheet items are translated into euros at the year-end exchange rate or, if that rate is not available, at the rate prevailing at the end of the month preceding the year-end.

The accounting scheme related to transaction in foreign currencies of insurance entities is detailed in ANC recommendation 2015-11 applicable from 2015, November 26th:

Article 241-5 explains that currency translation operations are broken down into two categories: operating elements and structural elements:

- Transaction on assets or liabilities generating structural translation position are mainly related to strategic shares in subsidiaries in currencies, accruals to branches in currencies and the payment of these shares and accruals in foreign currencies.
- Transaction generating operational translation position related to the other operations in currencies. These operating elements are currency exposures undertaken par the firm in its current operation, at short or medium term.

The article 241-6 points out that foreign currency translation differences on structuring items are recognized in the balance sheet and off-balance sheet. Foreign currency translation differences on operating items are recognized in the income statement.

Moreover, the article 242-5 shows that accruals to branches that are economically and financially independent are sustainable fund allocated to their business and development. These accruals are assimilated to capital accruals to foreign subsidiaries and have a strategic sight. The parent company receivable is a structural asset.

However, other current receivables and debts with these branches, or accruals to foreign subsidiaries not independent economically or financially, are operational.

This text does not explicitly address the translation differences from branches in foreign currencies integration in the parent company currency. A strict application would lead to consider for branches operations such in currencies: all translation differences would be in the income statement but structuring elements: which would lead to deny the branch autonomy.

However, a precision has been brought by regulation ANC 2014-07 related to financial statements for banking firms, article 2722-1, "Differences coming from investments shares translation, other long-term shares, share subsidiaries in foreign currencies and funded in euros and also differences from foreign branches integration in the parent company accounting are booked in regularization accounts".

Coface rules are based on this regulation since there is no clear and accurate information in the insurance regulation.

Based on this regulation, Coface considers that:

- If the branch is not independent, all operating variations must be booked in the income statement and all structuring operating must be booked in regularization accounts.
- If the branch is independent, only variation related to the functioning currency must be booked in the income statement.

All Coface branches are independent economically and financially, there is a local autonomy management on main decisions (commercial, underwriting, relations to the local authorities...) with respect to the Group guidelines.

Capital allowances from the parent company to the branch or distribution from the branch to the parent company could have occurred to be compliant to the reglementary rules, without intervening on their autonomy.

Therefore, translation variation on functioning currencies and transaction currencies of these operations are booked through the income statement when the translation difference from the branch balance sheet integration in the parent company accounting is booked in the regularization accounts.

4. Fixed assets

4.1. Intangible assets

IT research and development costs

In accordance with CNC Recommendation 2004-15 of June 23, 2004, IT development costs are capitalized and amortized as from the date the assets concerned are put into service. In order to recognize these development costs as intangible assets, an entity must be able to demonstrate the following:

- the technical feasibility of completing the intangible asset so that it will be available for use or sale,
- its intention to complete the intangible asset and use or sell it,
- how the intangible asset will generate probable future economic benefits,
- the current and future availability of adequate resources to complete the development, and
- Its ability to reliably measure the expenditure attributable to the intangible asset during its development.

Intangible assets are amortized using the following methods and over the following periods:

	Depreciation method	Depreciation period
Internally developed software	Straight line	15 years*
Purchased software	Straight line	5 years

* This period corresponds to the asset's maximum useful life.

4.2. Property, plant and equipment

Property, plant and equipment are depreciated using the following methods and over the following periods:

	Depreciation method	Depreciation period
IT equipment	Straight line	5 years
<i>excluding PCs</i>	Straight line	3 years

Furniture, office equipment, fixtures and fittings	Straight line	10 years
Vehicles	Straight line	4 years
Other equipment	Declining balance	5 years

5. Investments

Investments are recorded at historical cost.

A “liquidity risk provision” is recognized in cases where the total realizable value of investments covered by Article R.343-10 of the French Insurance Code [Code des assurances] represents less than their acquisition cost.

This provision is in addition to any provisions for prolonged impairment in value recognized on a case-by-case basis. Compagnie française d'assurance pour le commerce extérieur applies the criteria provided in Recommendation 2002 F issued by the CNC on December 18, 2002, to assess whether impairment in value should be considered prolonged. Where market volatility is low, if an impairment remains more than 20% (excluding currency effects) for a period of over six months, a provision for prolonged impairment loss should be made. The calculation of the provision takes into account the intended holding period of the asset concerned and the probability of the impairment loss being reversed over that period. If the market is volatile, the same criterion applies, and the threshold to trigger a provision for an impairment loss is thus 30%, excluding currency effects, over a period of six months.

In application of Article R.343-9 of the French Insurance Code, a provision for impairment is recognized on redeemable securities if the issuers present a risk of being unable to fulfil their commitments (payment of interest and repayment of principal).

Gains and losses on disposals of investments are determined using the first-in first-out (FIFO) method.

In application of the regulation ANC No. 2015-11 on depreciable assets under articles R 343-9 and R 343-10 of the Code of insurance, it is taken into account actuarial depreciation of the premium/discount in the remaining time life of the investment.

5.1. Property assets

Buildings are recorded at historical cost and depreciated by components.

Compagnie française d'assurance pour le commerce extérieur has separated its buildings into the following components:

	Depreciation method	Depreciation period
Land	Not subject to depreciation	
Enclosed/covered structure	Straight line	30 years
Technical equipment	Straight line	15 years

Interior fixtures and fittings	Straight line	10 years
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5.2. Investments in subsidiaries and affiliates

The realizable value of these investments is determined based on the companies' revalued equity, income, outlook and their value in use for the Company. When the market value found is less than the book value, we must have a provision for depreciation that equals the unrealized loss on sales.

The valuation method used is based on the value in use resulting from discounted future cash flows.

Cash flow projections were derived from the three-year business plans drawn up by the Group's operating entities as part of the budget process and approved by Group Management.

These projections are based on the past performance of each entity and take into account assumptions relating to Coface's development of its various business lines. Coface draws up cash flow projections beyond the period covered in its business plans by extrapolating the cash flows over two additional years.

The assumptions used for growth rates, margins, cost ratios and claims ratios are based on the entity's maturity, business history, market prospects, and country of operation.

Under the discounted cash flow method, Compagnie française d'assurance pour le commerce extérieur applies a discount rate and a perpetuity growth rate to measure the value of its companies.

Investments that are intended to be held on a long-term basis are carried at acquisition cost and written down only in cases where they have suffered a prolonged impairment in value.

5.3. Forward financial instruments

Transactions in forward financial instruments include:

- Forward currency transactions, designed to hedge the risk of adverse fluctuations in exchange rates.
- Swaps, to hedge the risk of a rise in interest rates.
- Purchase (call) and sale (put) options, to hedge the risk of a rise or fall in the prices of the underlying assets.

The nominal amount of these hedges is strictly limited to the amount of the underlying assets held in the portfolio in order to ensure that only held assets are hedged.

Options are recognized in an accruals account in accordance with Recommendation 2002-09 issued by the CRC as they qualify as transactions used as part of a yield-raising strategy. At each reporting date, any unrealized gains or losses on options are analyzed and the gain or loss arising on the effective portion of the hedge is recognized in income.

Any contingent commitments related to these transactions are included in off balance-sheet commitments.

5.4. Other investments

Compagnie française d'assurance pour le commerce extérieur's Investment portfolio essentially comprises listed securities and mutual fund securities. The realizable value of these investments is determined based on the closing price on the last trading day preceding the period-end. The value of unlisted securities is determined in the same way as for investments in subsidiaries and affiliates.

The valuation method used for other unlisted investments is the same used to valorize the investments in subsidiaries and affiliates.

Redeemable securities are recognized in the balance sheet at their acquisition cost excluding accrued interest and transaction expenses. When the redeemable value is different from the purchase cost, the difference is recognized, for each line of securities, in income over the residual life of the security using a discounting method.

6. Receivables and payables

Receivables and payables are stated at their nominal value. Provisions for impairment in value are recognized based on the estimated risk of non-collection.

7. Employee benefits

Compagnie française d'assurance pour le commerce extérieur contributes to retirement plans in accordance with the law and the applicable practices under the collective bargaining agreement for insurance companies. The present value of the Company's retirement benefit obligations is included in provisions for liabilities and charges and relates primarily to statutory retirement bonuses, pensions, seniority bonuses, long-service awards and employer contributions to healthcare plans for retired employees.

Based on plan regulations, independent actuaries calculate:

- The actuarial value of future benefits, corresponding to the present value of all benefits to be paid. The measurement of this present value is essentially based on:
 - demographic assumptions,
 - future benefit levels (statutory retirement benefits, long-service awards, etc.),
 - the probability that the specified event will occur,
 - an evaluation of each of the factors included in the calculation of the benefits, such as future salary increases,
 - the interest rate used to discount future benefits at the measurement date.
- The actuarial value of benefits for services rendered with projections of salaries, determined using the projected credit unit method, which divides the actuarial value of the benefits evenly on the length of service of employees.

Compagnie française d'assurance pour le commerce extérieur has applied the recommendation 2013-02 of November 7, 2013 of the Accounting Standards Authority relating to the rules for measuring and recognizing pension commitments and similar benefits for annual accounts prepared according to French GAAP.

8. Technical operations

8.1. Premiums

Gross premiums correspond to written premiums, excluding tax and net of cancellations, discounts, refunds and policyholders' bonuses and rebates. They are stated net of premium cancellations and policyholders' bonuses and rebates and include an estimate of pipeline premiums and premiums to be cancelled after the year-end. Earned premium not written for €243,700,000 on December 31st, 2024, is the result of an estimation of expected premium, reduced by written premium. The estimation of expected premium is based on either historical data or assumptions which must be confirmed by the direction.

The estimate of premiums not yet written includes premiums negotiated but not yet invoiced as well as premium adjustments corresponding to the difference between minimum and final premiums. It also includes a provision for future economic risks that may impact end-of-year premiums.

Premiums are primarily based on policyholders' revenue or trade receivables balances, which vary according to changes in revenue. Premium income therefore depends directly on the volume of sales made in the countries where the Compagnie française d'assurance pour le commerce extérieur is present.

Compagnie française d'assurance pour le commerce extérieur also receives fee and commission income, corresponding mainly to the cost of monitoring the credit status of insured buyers, which is billed to customers and partners.

8.2. Reserves for unearned premiums

Reserves for unearned premiums are calculated separately for each policy, on an accrual basis. The amount charged to the provision corresponds to the fraction of written premiums relating to the period between the year-end and the next premium payment date.

8.3. Deferred acquisition costs

Policy acquisition costs, including commissions and internal expenses related to contract preparation, are deferred over the life of the contracts concerned according to the same rules as reserves for unearned premiums excepted for France where only commissions related to contract preparation are deferred over the life of the contract.

The amount deferred corresponds to policy acquisition costs related to the period between the year-end and the next premium payment date. Deferred acquisition costs are included in the balance sheet under "Other prepayments and accrued income".

Changes in deferred acquisition costs are included under "Policy acquisition costs" in the income statement.

8.4. Paid claims net of recoveries

Paid claims correspond to paid compensation net of recoveries, plus claims handling expenses.

8.5. Claims provisions

Provisions for claims include an estimate of the cost of all reported and unpaid claims at the end of the period. In accordance with French regulations in force, claims and recoveries are provisioned separately. The amount of claims to be paid is supplemented by a provision for unknown claims calculated on a statistical basis corresponding to the estimate of the final amount of claims. This provision takes into account specific provisions recorded on major claims on the basis of a probability of default and severity, estimated on a case-by-case basis; it also incorporates the uncertainties in estimating the reserves for claims declared in respect of its operations.

On December 31, 2024, the amount of these provisions (IBNR) on credit insurance businesses amounted to €1,023,743.000 in the annual accounts.

Provisions also include a provision for recovery costs and claims management costs.

Concerning bonding business, provisions are recorded for claims of which the Company concerned has been notified by the closing period. However, an additional provision is recorded based on a reserving guideline. This guideline is set for the four most recent attaching years. Regarding prior attaching years, this guideline is applicable until the guarantee is over. Its principle is based on a high level of risk that the guarantee could be called due to the principal (guaranteed) becoming insolvent, even if no related bonds have been called on. This additional provision is calculated based on the probability of default and the level of risk exposure.

8.6. Subrogation and salvage

Subrogation and salvage represents estimated recoveries, it is determined on the basis of the total amount expected to be recovered in respect of all open underwriting periods.

Subrogation and salvage includes a provision for debt collection costs.

8.7. Provision for premiums refunds

This provision is calculated policy by policy based on the whole portfolio for which policyholders are contractually entitled to bonuses and rebates.

Part of the provision corresponds to policyholder bonuses and rebates due at the year-end but not yet paid, and part represents an estimate of the fraction of rebates of premiums already written. The latter calculation is based on the average loss ratio of each policy by underwriting year.

8.8. Provision for equalization

The claims equalization provision for credit insurance business is intended to cover future possible underwriting losses and is funded by transfers from underwriting income each year.

In accordance with Article R.143-20 of ANC recommendation 2015-11, 75% of credit insurance underwriting income, net of reinsurance, is allocated to the claims equalization provision each year.

The calculation of underwriting income does not include the fraction of credit insurance revenue corresponding to business that is not qualified as insurance cover or the related direct and indirect costs.

Transfers are no longer compulsory once the claims equalization provision represents 134% of average annual premium collections for the previous five years, net of ceded premiums but including inward reinsurance premiums. Annual transfers to the provision are used on a first-in first-out basis to offset underwriting losses for the year.

Annual allocations that have not been utilized for this purpose within ten years are written back to income in the eleventh year. It has therefore been decided to write off the 2013 equalization reserve, representing an amount of €13 668 K.

Furthermore, the allocation to the equalization provision for the 2024 technical result amounts to - € 80,443 K.

If credit insurance operations generate an underwriting loss, an equivalent amount is reversed from the claims equalization provision to offset the amount.

8.9. Allocated investment income

In accordance with Article A 410-1 of the ANC recommendation 2015-11, this income represents the fraction of total net investment income relating to assets representing technical provisions that is transferred from the non-technical account to enable underwriting income to be more representative.

9. Reinsurance operations

9.1. Inward reinsurance

Inward reinsurance is accounted for on a contract-by-contract basis using data provided by the ceding insurers.

Technical provisions are determined based on amounts reported by ceding insurers, adjusted upwards by Coface where appropriate.

Commissions paid to ceding insurers are deferred and recognized in the income statement on the same basis as reserves for unearned premiums. Where these commissions vary depending on the level of losses accepted, they are estimated at each period-end.

9.2. Ceded reinsurances

Ceded reinsurance is accounted for in accordance with the terms and conditions of the related treaties.

Reinsurers' share of technical provisions is determined on the basis of technical provisions recorded under liabilities.

The received commissions are calculated on the basis of written premiums. They are then subject to a spread, according to the same pace as provisions for unearned premiums ceded.

10. Tax consolidation

Compagnie française d'assurance pour le commerce extérieur joined the tax consolidation group of Coface SA on January 1st, 2015.

Indeed, COFACE SA has opted for the tax consolidation regime by integrating its French subsidiaries that are more than 95% directly or indirectly owned: Compagnie française d'assurance pour le commerce extérieur, Cofinpar, Cogeri and Fimipar.

The tax consolidation agreements between the parent company and the subsidiaries are all strictly identical and provide for the following:

- each company calculates its tax as in the absence of tax consolidation, the parent company being solely liable for tax;
- tax savings are recognized in the income statement by the parent company and are not reallocated to subsidiaries except in the event of exit from the Group

The term of application of this option is five years from January 1st 2015. Option, tacitly renewed.

11. Consolidating entities

Compagnie française d'assurance pour le commerce extérieur is fully consolidated within the accounts of Coface SA.

Note 3 - Intangible assets

Note 3.1 - Changes in gross intangible assets

In thousands of euros	Dec. 31, 2023	Acquisitions	Disposals	Other variations	DEC. 31, 2024
Start-up costs	1 518	-	-	-	1 518
IT developments costs	182 111	18 914	-	-	201 025
Development costs - France	163 931	18 494	-	-	182 425
Development costs - Branches	18 180	420	-	-	18 600
Software	58 306	31	(196)	12	58 152
Software - France	53 378	-	-	-	53 378
Software - Branches	4 928	31	(196)	12	4 774
Merger deficit	106 377	-	-	-	106 377
Coface Services Suisse	503	-	-	-	503
Coface Servicios Espana	1 754	-	-	-	1 754
Coface Assicurazioni	10 157	-	-	-	10 157
Coface Austria	10 055	-	-	-	10 055
Coface Kredit AG	83 908	-	-	-	83 909
Goodwill	353	-	-	-	353
Other tangible assets	2 296	11	(13)	16	2 310
TOTAL	350 961	18 956	(209)	28	369 736

Column "Other variations" is related to the FX.

Note 3.2 - Changes in amortization and provisions

In thousands of euros	Dec. 31, 2023	Acquisitions	Disposals	Other variations	DEC. 31, 2024
Start-up costs	-	-	-	-	-
IT developments costs	130 550	20 931	-	-	151 482
Development costs - France	113 276	20 456	-	-	133 732
Development costs - Branches	17 274	476	-	-	17 750
Software	39 006	115	(198)	10	38 934
Software - France	34 177	70	-	-	34 247
Software - Branches	4 829	45	(198)	10	4 686
Other intangible assets	2 243	55	(12)	14	2 300
Acc. Amortization other intangible assets	2 243	55	(12)	14	2 300
TOTAL	171 800	21 102	(210)	25	192 716

Note 3.3 - Net intangible assets

In thousands of euros	Gross 2024	Prov/Amort	Net 2024	Net 2023
Start-up costs	1 518	-	1 518	1 518
IT developments costs	201 025	151 482	49 543	51 561
Development costs - France	182 425	133 732	48 693	50 655
Development costs - Branches	18 600	17 750	850	906
Software	58 152	38 934	19 219	19 300
Software - France	53 378	34 247	19 131	19 201
Software - Branches	4 774	4 686	88	98
Merger deficit	106 377	-	106 377	106 377
Coface Services Suisse	503	-	503	503
Coface Servicios Espana	1 754	-	1 754	1 754
Coface Assicurazioni	10 157	-	10 157	10 157
Coface Austria	10 055	-	10 055	10 055
Coface Kredit AG	83 910	-	83 910	83 910
Goodwill	353	-	353	353
Other intangible assets	2 310	2 300	10	53
TOTAL	369 736	192 716	177 020	179 161

Intangible assets of Coface Europe varied by €2.1 million, reaching €177.0 million in 2024. This variation is mainly explained by the decrease in development expenses, which rose by €2.0 million in 2024.

The main ongoing projects are:

- Everest: creating a new operational BI model
- Autonomy: commercial application to propose a contract to prospects
- Centrix: CRM replacement project
- Malibu: deployment of ICON as a marketing tool and sales management of Business Information throughout the Group
- Invoicing: New billing system (BILLI) streamlining financial operations and reducing processing times

Note 4 - Property investments

Note 4.1 - Changes in property investments

In thousands of euros	Dec. 31, 2023	Reclassifications	Acquisitions - Current account advances	Disposals - Current account repayments	Dec. 31, 2024
Non-operating buildings	841		-	(841)	-
Share in non-trading property companies (SCI) not used in the business	9	-	-	-	9
Operating buildings	1 746	437	-	-	2 184
Operating lands	7 140	-	-	-	7 140
TOTAL	9 735	437	-	(841)	9 332

Note 4.2 - Changes in amortization and provisions - property investments

In thousands of euros	Dec. 31, 2023	Reclassifications	Allowance	Release	Dec. 31, 2024
Share in non-trading property companies (SCI) not used in the business	8	-	-	-	8
Operating buildings	529	-	819	(0)	1 347
TOTAL	537	-	819	(0)	1 355

Note 4.3 - Net property investments

In thousands of euros	Gross 2024	Provision - Amortizations	Net 2024	Fair value	Net 2023
Non-operating buildings	-	-	-	-	841
Share in non-trading property companies (SCI) not used in the business	9	8	1	-	0
Operating buildings	2 184	1 347	837	1 390	1 218
Operating lands	7 140	-	7 140	10 294	7 140
TOTAL	9 332	1 355	7 977	11 684	9 199

Note 5 - Investments in subsidiaries and affiliates¹

In thousands of euros		Gross 2024	Provisions - Amortizations	Net 2024	Fair value
Subsidiaries	Note 5.1	265,098	54,624	210,474	3,514,854
Shares in affiliates	Note 5.2	17,360	8,271	9,089	16,104
Subtotal		282,458	62,895	219,564	3,530,957
Other investments in affiliates	Note 5.3	15,248	-	15,248	15,248
Subtotal		15,248	-	15,248	15,248
TOTAL		297,706	62,895	234,812	3,546,205

Investments in subsidiaries correspond to securities in entities that are at least 50%-owned by the Company.

Investments in affiliates correspond to securities in entities that are less than 50%-owned by the Company.

The method used to value subsidiaries and affiliates is based on the value in use resulting from discounting cash flow method.

Cash flow projections were derived from the three-year business plans drawn up by the Group's operating entities as part of the budget process and approved by Group Management.

These projections are based on the past performance of each entity and take into account assumptions relating to Coface's development of its various business lines. The impact of the COVID crisis is reflected in the latest forecasts used. Coface draws up cash flow projections beyond the period covered in its business plans by extrapolating the cash flows over two additional years.

The assumptions used for growth rates, margins, cost ratios and claims ratios are based on the entity's maturity, business history, market prospects, and country of operation.

Under the discounted cash flow method, Coface applies a discount rate and a perpetuity growth rate to measure the value of its companies.

¹ The split between affiliates and subsidiaries was reviewed in 2024.

Note 5.1 - Investments in subsidiaries

Region	In thousands of euros	Detention	Dec. 31, 2023	Reclassification *	Fusion	Increase	Xchange rate	TOTAL	Provisions	Dec. 31, 2024
Western Europe										
	Cofinpar	100.0%	29,270	(0)	(0)	(0)	(0)	29,270	(0)	29,270
	Cogeri	100.0%	38	(0)	(0)	(0)	(0)	38	(0)	38
	Fimpar	100.0%	36,579	(0)	(0)	(0)	(0)	36,579	(0)	36,579
	Coface UK Holdings Limited	100.0%	8,318	(0)	(0)	(0)	(0)	8,318	(0)	8,318
	Coface Services Maghreb	100.0%	(0)	222	(0)	(0)	(0)	222	(222)	(0)
	Coface Belgium Services	100.0%	5,592	(0)	(0)	(0)	(0)	5,592	(0)	5,592
	Coface Services Suisse	100.0%	66	(0)	(0)	(0)	(0)	66	(0)	66
	Cerip services banques	100.0%	157	(0)	(157)	(0)	(0)	(0)	(0)	(0)
	Coface Morocco	100.0%	(0)	8,635	(0)	(0)	(0)	8,635	(3,542)	5,093
	Coface Services West Africa	100.0%	(0)	2,752	(0)	(0)	(0)	2,752	(0)	2,752
	Coface Egypt Services	100.0%	(0)	1,268	(0)	(0)	(0)	1,268	(1,268)	(0)
	Coface Algérie Services	100.0%	(0)	859	(0)	(0)	(0)	859	(859)	(0)
	Coface Servicios España, SL	100.0%	3	(3)	(0)	(0)	(0)	(0)	(0)	(0)
Central Europe										
	Coface RUS Insurance Company	100.0%	6,906	(0)	(0)	(0)	(0)	6,906	(6,906)	(0)
	Coface Austria Services GmbH	100.0%	4,563	(0)	(0)	(0)	(0)	4,563	(0)	4,563
	Coface Services Russia	100.0%	2,830	(0)	(0)	(0)	(0)	2,830	(2,830)	(0)
	Coface Adriatic d.o.o.	100.0%	(0)	5,614	(0)	(0)	(0)	5,614	(4,560)	1,054
	Coface Poland Factoring	100.0%	(0)	887	(0)	(0)	(0)	887	(0)	887
	Coface Baltics Services	100.0%	(0)	8,634	(0)	(0)	(0)	8,634	(0)	8,634
	Coface Hungary Insurance Services	100.0%	(0)	6,249	(0)	(0)	(0)	6,249	(0)	6,249
	Coface Slovakia Insurance Service	100.0%	(0)	1,807	(0)	(0)	(0)	1,807	(25)	1,782
	Coface Czech Insurance Service	100.0%	(0)	3,906	(0)	(0)	(0)	3,906	(1,241)	2,665
	Coface Serbia CMS	100.0%	1,980	(0)	(0)	(0)	(0)	1,980	(1,139)	841
	Coface Service Insurance Bulgaria	100.0%	(0)	2,253	(0)	(0)	(0)	2,253	(0)	2,253
	Coface Polan Insurance Service	100.0%	12	(12)	(0)	(0)	(0)	(0)	(0)	(0)
Northern Europe										
	Coface Debitorenmanagement GmbH	100.0%	3,404	(0)	(0)	(0)	(0)	3,404	(3,404)	(0)
	Coface Finanz GmbH	100.0%	(0)	23,005	(0)	(0)	(0)	23,005	(0)	23,005
	Coface Rating Holding GmbH	100.0%	(0)	2,080	(0)	(0)	(0)	2,080	(0)	2,080
	Kisselberg KG	100.0%	(0)	11,129	(0)	(0)	(0)	11,129	(0)	11,129
Mediterranean and Africa										
	Coface Italia	100.0%	3,971	4,026	(0)	(0)	(0)	7,997	(0)	7,997
	Coface Servicios España, SL	100.0%	(0)	3	(0)	(0)	(0)	3	(0)	3
	Coface South Africa	100.0%	3,625	(0)	(0)	(0)	(0)	3,625	(0)	3,625
	Coface South Africa Services	100.0%	877	(0)	(0)	(0)	(0)	877	(0)	877
	Coface Sigorta Turquie (Insurance)	100.0%	13,813	(0)	(0)	(0)	(0)	13,813	(0)	13,813
	Business Data Information	100.0%	199	(0)	(0)	(0)	(0)	199	(0)	199
	Coface Services Turkey (Ex. Coface Servis Blgi)	100.0%	1,135	(0)	(0)	(0)	(0)	1,135	(0)	1,135
	Coface Emirates Services (UAE)	100.0%	38	(0)	(0)	(0)	(0)	38	(38)	(0)
	Coface Credit Insurance GCC Ltd	100.0%	1,005	(0)	(0)	(0)	(0)	1,005	(0)	1,005
	Coface Morocco	100.0%	8,635	(8,635)	(0)	(0)	(0)	(0)	(0)	(0)
	Coface Services West Africa	100.0%	2,752	(2,752)	(0)	(0)	(0)	(0)	(0)	(0)
	Coface Egypt Services	100.0%	1,268	(1,268)	(0)	(0)	(0)	(0)	(0)	(0)
	Coface Algérie Services	100.0%	859	(859)	(0)	(0)	(0)	(0)	(0)	(0)
	Coface Services Maghreb	100.0%	222	(222)	(0)	(0)	(0)	(0)	(0)	(0)
North America										
	Coface America Latina S.A	100.0%	(0)	6,183	(0)	(0)	(0)	6,183	(1)	6,182
	Coface Seguro de Credito Mexico	100.0%	(0)	17,157	(0)	(0)	(0)	17,157	(17,157)	(0)
	Coface North America Holding Company	100.0%	12,605	(0)	(0)	(0)	(0)	12,605	(0)	12,605
Latin America										
	Coface Chile S.A. (Insurance)	99.8%	(0)	3,653	(0)	(0)	(234)	3,419	(0)	3,419
	Coface Colombia	95.0%	6,155	(0)	(0)	263	(0)	6,418	(0)	6,418
	Coface America Latina S.A	100.0%	6,183	(6,183)	(0)	(0)	(0)	(0)	(0)	(0)
	Coface Seguro de Credito Mexico	100.0%	17,157	(17,157)	(0)	(0)	(0)	(0)	(0)	(0)
	Coface Do brasil Seguros de Credito	100.0%	8,260	(8,260)	(0)	(0)	(0)	(0)	(0)	(0)
Asia Pacific										
	Coface Greater China Services	100.0%	1,452	(0)	(0)	(0)	(0)	1,452	(1,452)	(0)
	Coface Greater China Finance	100.0%	1,043	(0)	(0)	(0)	(0)	1,043	(1,043)	(0)
	Coface Services Taiw an	100.0%	986	(0)	(0)	(0)	(0)	986	(979)	7
	Coface Services South Asia Pacific (Singapore)	100.0%	7,574	(0)	(0)	(0)	(0)	7,574	(7,574)	(0)
	Coface Shanghai Information Services	100.0%	387	(0)	(0)	(0)	(0)	387	(387)	(0)
	Coface Korea Credit Insurance Broker Co Ltd	100.0%	339	(0)	(0)	(0)	(0)	339	(0)	339
TOTAL			200,257	64,971	(157)	263	(234)	265,098	(54,624)	210,471

*Since 2024, the Maghreb and West and Central Africa have been part of the Western Europe region. Additionally, the split between affiliates and subsidiaries was reviewed.

Note 5.2 - Investments in affiliates

Investments in affiliates correspond to securities whose long-term ownership is considered beneficial to the Company's business, notably because such ownership enables the Company to exercise influence or control over the affiliate.

Investments in affiliates are recognized at their historical cost (purchase or transfer value) plus transaction expenses.

The table below provides a breakdown of the changes in the gross values of these investments:

In thousands of euros	Dec. 31, 2023	Reclassification *	Acquisitions	Disposals	TOTAL	Provisions	Dec. 31, 2024
Coface Services Japan	100	(0)	(0)	(0)	100	(100)	(0)
Cemeca	55	(0)	(0)	(0)	55	(0)	55
Axa Assurcrédit	8 933	(0)	(0)	(0)	8,933	(988)	7,945
Subtotal of affiliates of Coface Europe	9,088	(0)	(0)	(0)	9,088	(1,088)	8,000
Coface Poland Insurance Service	0	12	(0)	(0)	12	(0)	12
Coface Do brasil Seguros de Credito	0	8,260	(0)	(0)	(0)	(0)	(0)
Coface Finanz	23 005	(23,005)	(0)	(0)	(0)	(0)	(0)
Cofacering-Holding GmbH	2 080	(2,080)	(0)	(0)	(0)	(0)	(0)
Coface Italia	4 026	(4,026)	(0)	(0)	(0)	(0)	(0)
Kisselberg	11 129	(11,129)	(0)	(0)	(0)	(0)	(0)
Coface Chile S.A. (Insurance)	3 653	(3,653)	(0)	(0)	(0)	(0)	(0)
Coface Poland Factoring	887	(887)	(0)	(0)	(0)	(0)	(0)
Coface Slovakia Insurance Service	1 807	(1,807)	(0)	(0)	(0)	(0)	(0)
Coface Adriatic	5 614	(5,614)	(0)	(0)	(0)	(0)	(0)
Coface Czech Insurance Service	3 906	(3,906)	(0)	(0)	(0)	(0)	(0)
Coface Baltics Services	8 634	(8,634)	(0)	(0)	(0)	(0)	(0)
Coface Hungary Insurance Services	6 249	(6,249)	(0)	(0)	(0)	(0)	(0)
Coface Services Insurance Bulgaria	2 253	(2,253)	(0)	(0)	8,260	(7,183)	1,077
Subtotal of affiliates of Branches	73,242	(64,971)	(0)	(0)	8,272	(7,183)	1,089
TOTAL	82,330	(64,971)	(0)	(0)	17,360	(8,271)	9,089

*The split between affiliates and subsidiaries was reviewed in 2024.

Note 5.3 - Other investments in subsidiaries and affiliates

In thousands of euros	Dec. 31, 2023	Increase	Decrease	Reclassification *	Dec. 31, 2024
COFACE SA	150,000	(0)	(0)	(150,000)	(0)
Coface North America Holding Company	11,405	(0)	(0)	(11,404)	(0)
Subtotal - long term loans to subsidiaries and affiliates	161,405	(0)	(0)	(161,404)	(0)
COFACE SA	(0)	(0)	(150,000)	150,000	(0)
Coface North America Holding Company	(0)	46,834	(49,353)	11,404	8,884
Coface Romania Insurance Services	(0)	495	(1,247)	7,016	6,263
Coface Serbia CMS	(0)	101	(1)	(0)	100
Subtotal - other loans to subsidiaries and affiliates	(0)	47,430	(200,601)	168,420	15,247
Coface Romania Insurance Services	7,016	(0)	(0)	(7,016)	(0)
Subtotal - Loans from branches	7,016	(0)	(0)	(7,016)	(0)
Subtotal - deposits	(2,677)	(0)	2,677	(0)	(0)
TOTAL	165,744	47,430	(197,924)	0	15,248

*In 2024, long term loans in progress were reclassified as loans, and the split between affiliates and subsidiaries was reviewed.

Compagnie française d'assurance pour le commerce extérieur granted a long term loan to Coface SA which obtained Coface RE shares (loan start date December 10th 2014 with 10 years duration, repayment at maturity). This loan was repaid in 2024.

Note 5.4 - Provisions for impairment in value of investments in subsidiaries and affiliates

In thousands of euros	Dec. 31, 2023	Reclassification *	Allowance	Release	Dec. 31, 2024
Subtotal subsidiaries	73,331	(8,922)	2,497	(12,279)	54,627
Coface UK Holdings Limited	8,085	(0)	(0)	(8,085)	(0)
Cerip services banques	157	(0)	(0)	(157)	(0)
Coface RUS Insurance Company	6,906	(0)	(0)	(0)	6,906
Coface Services Russia	2,830	(0)	(0)	(0)	2,830
Coface Adriatic d.o.o.	4,610	(0)	(0)	(50)	4,560
Coface Baltics Services	(0)	162	(0)	(162)	(0)
Coface Slovakia Insurance Service	(0)	25	(0)	(0)	25
Coface Czech Insurance Service	(0)	1,241	(0)	(0)	1,241
Coface Serbia CMS	(0)	(0)	1,139	(0)	1,139
Coface Debitorenmanagement GmbH	2,084	(0)	1,320	(0)	3,404
Coface Sigorta Turquie (Insurance)	715	(0)	(0)	(715)	(0)
Coface Services Turkey (Ex. Coface Servis Bilgi)	358	(0)	(0)	(358)	(0)
Coface Morocco	3,542	(0)	(0)	(0)	3,542
Coface Services West Africa	2,752	(0)	(0)	(2,752)	(0)
Coface Egypt Services	1,268	(0)	(0)	(0)	1,268
Coface Services Maghreb	222	(0)	(0)	(0)	222
Coface Algérie Services	859	(0)	(0)	(0)	859
Coface Emirates Services (UAE)	(0)	(0)	38	(0)	38
Coface America Latina S.A	(0)	1	(0)	(0)	1
Coface Seguro de Credito Mexico	17,157	(0)	(0)	(0)	17,157
Coface Greater China Finance	1,043	(0)	(0)	(0)	1,043
Coface Services Taiwan	979	(0)	(0)	(0)	979
Coface Services South Asia Pacific (Singapore)	7,574	(0)	(0)	(0)	7,574
Coface Shanghai Information Services	387	(0)	(0)	(0)	387
Coface Services Greater China	1,452	(0)	(0)	(0)	1,452
Coface Services Japan	100	(100)	(0)	(0)	(0)
Axa Assurcrédit	6,758	(6,758)	(0)	(0)	(0)
Coface Do brasil Seguros de Credito	3,493	(3,493)	(0)	(0)	(0)
Subtotal affiliates	1,428	8,923	3,689	(5,769)	8,271
Coface Services Japan	(0)	100	(0)	(0)	100
Axa Assurcrédit	(0)	6,758	(0)	(5,769)	989
Coface Do brasil Seguros de Credito	(0)	3,493	3,689	(0)	7,182
Coface Baltics Services	162	(162)	(0)	(0)	(0)
Coface Slovakia Insurance Service	25	(25)	(0)	(0)	(0)
Coface Czech Insurance Service	1,241	(1,241)	(0)	(0)	(0)
TOTAL	74,759	(0)	6,186	(18,048)	62,895

*The split between affiliates and subsidiaries was reviewed in 2024.

Note 6 - Financial investments

Note 6.1 - Financial investments

In thousands of euros	Gross 2024	Provisions	Discounts	Net 2024	Net 2023	Fair value
Shares and other variable income securities	5 939	7	-	5 932	5 851	5 932
Diversified UCITS	1 579 919	16 270	-	1 563 649	1 976 337	1 546 155
Fixed income bonds	851 065	-	(818)	850 247	466 803	839 964
Other loans and similar effects	15 248	-	-	15 248	-	15 248
Other deposits	53 709	-	-	53 709	53 991	53 709
Financial futures	1 298	-	-	1 298	1 263	1 298
TOTAL	2 507 178	16 277	(818)	2 490 082	2 504 244	2 462 306
Re-adjustment premium discounts			818	818	2 016	818
TOTAL	2 507 178	16 277	-	2 490 902	2 506 262	2 463 124

Row "Re-adjustment premiums discounts" is relative to balance sheet bottom reclassification.

Note 6.2 - Changes in financial investments

In thousands of euros	Dec. 31, 2023	Acquisitions	Disposals	Foreign currency translation differences	Dec. 31, 2024
Shares and other variable income securities	5 858	82	-	-	5 939
Diversified UCITS	1 983 716	1 465 943	(1 869 543)	(198)	1 579 919
Fixed income bonds	468 819	752 353	(371 931)	1 824	851 065
Other loans and similar effects	-	215 849	(200 601)	-	15 248
Other deposits	53 991	120 274	(120 282)	(275)	53 709
Financial futures	1 263	35	-	-	1 298
TOTAL	2 513 647	2 554 537	(2 562 357)	1 351	2 507 178

The "Other variations" column consists mainly of the exchange differential.

Note 6.3 - Movements in provisions for impairment in value of financial investments

In thousands of euros	Dec. 31, 2023	Allowance	Releases	Foreign currency translation difference	Dec. 31, 2024
UCITS	(7 379)	(10 718)	1 826	-	(16 270)
Unlisted French and foreign equities	(7)	-	-	-	(7)
Total	(7 386)	(10 718)	1 826	-	(16 277)

Increase of provision on UCITS-Underlying real estate comes from mutual fund on Compagnie Française d'Assurance pour le Commerce Extérieur.

Note 6.4 - Summary by type of financial investments

In thousands of euros	Gross 2024	Net 2024	Net 2023	Reclassification*	Achievement value	Latent value
Real estate values						
Shares and other variable income securities	5 939	5 932	5 851	-	5 932	-
Diversified UCITS	1 579 919	1 563 649	1 976 337	-	1 546 155	(17 494)
Fixed income bonds	851 065	850 247	466 803	-	839 964	(10 283)
Other loans and similar items	15 248	15 248	-	-	15 248	-
Other deposits	53 709	53 709	53 991	-	53 709	-
Financial futures	1 298	1 298	1 263	-	1 298	-
Real estate and shares in real estate companies	9 332	7 977	9 199	-	11 684	3 707
Investments in linked companies	265 098	210 474	304 137	62 426	3 514 854	3 304 380
Equity Securities	17 360	9 089	69 435	(62 426)	16 104	7 015
Cash receivables from ceding companies	821	821	11 476	-	821	-
TOTAL	2 799 789	2 718 445	2 898 492	-	6 005 769	3 287 324
Re-adjustment premium discounts		818	2 016	-	818	
TOTAL	2 799 789	2 719 263	2 900 508	-	6 006 587	3 287 324

*The split between affiliates and subsidiaries was reviewed in 2024.

Note 7 - Receivables and payables

Note 7.1 - Receivables by type and maturity

In thousands of euros	Due within 1 year	Due between 1 and 5 years	Due beyond 5 years	Dec. 31, 2024	Dec. 31, 2023
Receivables arising from direct insurance operations	382 957	16 263	333	399 555	394 644
Earned premiums not yet written	243 699	-	-	243 700	232 014
Other receivables arising from direct insurance operations	139 258	16 263	333	155 855	162 630
Receivables arising from reinsurance operations	333 319	4 620	33 808	371 746	410 357
Other receivables	299 389	46 373	21 985	367 748	206 099
Staff	136	-	178	314	353
State, social security organisations and local authorities	82 470	27	9 980	92 477	98 533
Miscellaneous debtors	216 783	46 346	11 827	274 957	107 212
TOTAL	1 015 665	67 256	56 126	1 139 049	1 011 100

The amounts presented below are net of depreciation.

Note 7.2 - Payables by type and maturity

In thousands of euros	Due within 1 year	Due between 1 and 5 years	Due beyond 5 years	Dec. 31, 2024 *	Dec. 31, 2023
Payables arising from direct insurance operations	75 360	27 752	7 081	110 192	36 407
Payables arising from reinsurance operations	440 502	2 924	(811)	442 615	482 436
Bank loans	-	-	-	-	-
Other payables	306 908	7 710	594 229	908 846	1 055 891
Other loans, deposits and sureties received	7 119	-	-	7 118	7 573
Staff	42 417	-	3 741	46 158	42 657
State, social security organisations and local authorities	57 349	6 400	22 582	86 331	67 003
Miscellaneous creditors	200 023	1 310	567 906	769 240	938 658
TOTAL	822 770	38 386	600 499	1 461 654	1 574 733

The total of the account "Due beyond 5 years" corresponds mainly to the loans of Coface SA to Compagnie Française d'assurance pour le commerce extérieur (maturity 2032 for €268m & 2033 for €300m).

*To ensure better presentation of the financial statements and consistency in account classification, certain items have been reclassified between the aggregates "Miscellaneous creditors" and "Accruals - liabilities" for - € 2,999 K. These reclassifications are solely a change in presentation.

Note 8 - Accrued and deferred income

Note 8.1 - Accrued and deferred assets

In thousands of euros	Dec 31, 2024	Dec. 31, 2023
Prepaid interests and rent	12 496	4 180
Deferred acquisition costs	65 858	63 230
Other accruals	16 852	17 832
Prepaid expenses	2 653	4 923
Other accrued and deferred income	10 295	9 904
Premiums	3 904	3 005
Conversion difference on branches	89 701	86 560
TOTAL	184 907	171 802

Note 8.2 - Accrued and deferred liabilities

In thousands of euros	Dec 31, 2024 *	Dec. 31, 2023
Deferred acquisition costs - reinsurance	-	85 495
Other accrued and deferred income	5 106	2 026
Prepaid income	135	314
Discounts	4 721	5 021
Others	250	(3 309)
Translation differences	89 094	85 063
TOTAL	94 200	172 584

* To ensure better presentation of the financial statements and consistency in account classification, certain items have been reclassified between the aggregates "Deferred acquisition costs – reinsurance" and "Payables arising from reinsurance operations" for € 78,949 K. These reclassifications are solely a change in presentation and have no impact on net income or consolidated equity.

Note 9 - Equity

Note 9.1 - Composition of capital

As of December 31, 2024, the share capital consists of 35,960,201 shares amounting to €137,052K with a nominal value of €3.811225 per share.

It is worth noting that as of December 31, 2023, the composition of the share capital was strictly identical.

The Company's ownership structure breaks down as follows:

- Coface SA: 35,958,487 shares, representing 99.99%.
- Individuals (including 12 directors): 1,714 shares, representing 0.01%.

Note 9.2 - Change in equity

In thousands of euros	31-déc.-23	Appropriation of net income N-1	Dividend payment	Other	Result	31-déc.-24
Capital and assimilated	137 052	-	-	-	-	137 052
Number of shares	35 960 201	-	-	-	-	35 960 201
Share capital premiums	620 149	-	-	-	-	620 149
Consolidated reserves - Gi	2 344	-	-	-	-	2 344
Retained earnings	-	364 530	(100 002)	-	-	264 528
Net income - Group hare	364 530	(364 530)	-	-	136 687	136 687
TOTAL	1 124 075	-	(100 002)	-	136 687	1 160 760

The change in equity is mainly explained by:

- Dividend distribution to COFACE SA totaling -€100,002 million and its other shareholders in 2023,
- Net income for the year amounting to +€136,687 million.

Note 10 - Technical provisions before reinsurance

In thousands of euros	Dec. 31, 2024	Dec. 31, 2023
Reserves for unearned premiums	328 922	334 185
Direct insurance	289 329	289 799
Inward reinsurance	39 593	44 386
Claims provisions	1 539 301	1 547 687
Direct insurance	1 282 006	1 249 110
Inward reinsurance	257 296	298 577
Subrogations and salvage	(176 303)	(206 212)
Direct insurance	(156 549)	(141 836)
Inward reinsurance	(19 754)	(64 376)
Provisions for premiums rebates	231 436	235 755
Direct insurance	208 076	207 673
Inward reinsurance	23 361	28 082
Total technical provisions before reinsurance excluding claims equalisation provision	1 923 357	1 911 415
Provision for equalisation	561 084	494 310
Total technical provision before reinsurance	2 484 441	2 405 724

Note 11 - Provisions for liabilities and charges

In thousands of euros	Dec. 31, 2023	Reclassification	Allowance	Releases non used	Releases used	Foreign currency translation difference	Dec. 31, 2024
Provisions for losses on investments in affiliates	9 815	-	1 191	(5 997)	-	-	5 009
Provision for litigation	-	-	-	-	-	-	-
Provisions for employee benefits	43 278	147	5 124	(460)	(5 166)	(69)	42 855
Provisions for employee-related disputes	459	-	-	(168)	-	-	290
Provisions for liabilities and charges	4 432	-	732	-	(1 244)	3	3 922
Excess tax depreciation on development costs	3 418	-	-	(3 394)	-	-	24
Other regulated provisions	270	-	-	(207)	-	-	63
Provisions for restructuring costs	3 855	-	503	(190)	(2 663)	(4)	1 500
Provisions for taxes (excluding corporate income tax)	6 037	1 488	-	(34)	(386)	-	7 104
TOTAL	71 564	1 635	7 550	(10 450)	(9 459)	(70)	60 767

The provisions for employee benefits include the provisions for medical care, retirement benefits, long-service awards and pensions.

The main changes in the year are related to:

- Provision for loss on equity securities -€4.9 million,
- Exceptional depreciation of -€3.4M,
- Provision for restructuring of -2.3 M€

Note 12 - Changes in claims expenditure

Accounting year	Loss Year							
2021	2014	2015	2016	2017	2018	2019	2020	2021
Claims net of recoveries	(602 845)	(468 007)	(481 759)	(441 093)	(461 590)	(481 159)	(218 076)	(27 038)
Claims provisions	(7 641)	(74 216)	(83 929)	(60 472)	(66 061)	(109 134)	(238 850)	(587 024)
Subrogations and salvage	165	6 237	2 635	3 025	3 238	15 382	5 769	33 744
Claims expenses	(610 321)	(535 985)	(563 053)	(498 541)	(524 413)	(574 912)	(451 157)	(580 318)
Earned premiums	1 063 773	1 055 127	1 043 691	1 060 933	1 084 968	1 082 485	1 050 145	878 731
Loss ratio	57%	51%	54%	47%	48%	53%	43%	66%

Accounting year	Loss Year								
2022	2014	2015	2016	2017	2018	2019	2020	2021	2022
Claims net of recoveries	(601 269)	(499 026)	(523 934)	(441 731)	(463 270)	(486 676)	(257 582)	(205 703)	(50 774)
Claims provisions	(5 867)	(35 935)	(40 065)	(61 727)	(67 801)	(104 843)	(78 766)	(304 972)	(751 557)
Subrogations and salvage	145	3 243	4 118	8 294	16 307	16 951	8 974	29 018	49 029
Claims expenses	(606 991)	(531 717)	(559 881)	(495 164)	(514 763)	(574 569)	(327 373)	(481 657)	(753 302)
Earned premiums	1 064 340	1 056 577	1 055 680	1 072 663	1 097 763	1 098 018	1 084 402	1 249 498	952 160
Loss ratio	57%	50%	53%	46%	47%	52%	30%	39%	79%

Accounting year	Loss Year									
2023	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Claims net of recoveries	(598 105)	(495 748)	(522 505)	(455 714)	(462 997)	(485 349)	(257 743)	(318 791)	(370 093)	(71 299)
Claims provisions	2 090	(14 616)	(10 876)	(13 577)	(23 255)	(53 831)	(81 149)	(86 606)	(386 480)	(773 724)
Subrogations and salvage	(878)	973	1 888	2 554	7 533	15 321	10 258	41 368	67 489	54 813
Claims expenses	(596 893)	(509 391)	(531 493)	(466 737)	(478 719)	(523 859)	(328 634)	(364 029)	(689 084)	(790 210)
Earned premiums	1 064 975	1 057 807	1 057 925	1 076 829	1 106 623	1 111 722	1 105 218	1 289 190	1 370 342	942 940
Loss ratio	56%	48%	50%	43%	43%	47%	30%	28%	50%	84%

Accounting year	Loss Year										
2024	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Claims net of recoveries	(596 473)	(494 898)	(520 947)	(453 423)	(461 971)	(487 329)	(260 546)	(309 304)	(440 656)	(369 049)	(70 191)
Claims provisions	2 631	(10 624)	(6 717)	(10 382)	(13 714)	(33 572)	(49 590)	(39 990)	(118 027)	(365 711)	(797 903)
Subrogations and salvage	(1 091)	907	917	602	3 373	5 791	3 552	14 340	30 317	48 992	64 005
Claims expenses	(594 933)	(504 616)	(526 746)	(463 204)	(472 311)	(515 111)	(306 584)	(334 955)	(528 367)	(685 768)	(804 090)
Earned premiums	1 065 411	1 058 272	1 059 463	1 079 358	1 111 559	1 124 886	1 111 396	1 308 977	1 416 557	1 277 893	950 769
Loss ratio	56%	48%	50%	43%	42%	46%	28%	26%	37%	54%	85%

Note 13 - Accrued expenses related to other payables

COFACE SA issued subordinated fixed-rate securities (6.000%) on September 22, 2022, with a nominal amount of 300 million euros, maturing on September 22, 2032. This issuance was subject to an intragroup subordinated loan to Compagnie Française d'Assurance pour le Commerce Extérieur for 268 million euros at an annual interest rate of 6.000%.

To anticipate the refinancing of the subordinated securities maturing on March 27, 2024, COFACE SA carried out a new issuance of subordinated fixed-rate securities (5.750%) on November 28, 2023, with a nominal amount of 300 million euros, maturing on November 28, 2033. This new issuance was also subject to an intragroup subordinated loan to Compagnie Française d'Assurance pour le Commerce Extérieur for 300 million euros at an annual interest rate of 5.750%.

As a reminder, on March 27, 2014, COFACE SA had issued subordinated fixed-rate securities (4.125%) for a nominal amount of 380 million euros and had granted an intragroup subordinated loan to Compagnie Française d'Assurance pour le Commerce Extérieur for 314 million euros, with a maturity date of March 26, 2024, and an annual interest rate of 4.125%.

On September 21, 2022, COFACE SA carried out a buyback operation on its subordinated bonds issued in 2014 for an amount of 153 million euros. Consequently, the subordinated loan was repaid in proportion to the participation in the buyback of the subordinated debt ($\approx 40\%$). Following this operation, the loan amounted to 187 million euros.

On March 27, 2024, this subordinated debt matured, and the intragroup subordinated loan granted to the Compagnie was repaid.

In thousands of euros	Dec. 31, 2024	Dec. 31, 2023
Staff	46 158	42 657
of wich accrued expenses	0	0
State, social organisations and local authorities	86 331	67 003
Social organisations	17 473	19 650
State, taxes	68 857	47 353
Miscellaneous creditors	769 240	938 659
Group current accounts	631 057	816 902
Supplier	59 538	47 945
Accrued liabilities	76 224	73 869
Sundry creditors	2 420	-58
TOTAL	901 728	1 048 319

* To ensure better presentation of the financial statements and consistency in account classification, certain items have been reclassified between the aggregates "Accrued liabilities" and "Accruals - liabilities" for - € 2,999 K. These reclassifications are solely a change in presentation and have no impact on net income or consolidated equity.

Note 14 - Analysis of underwriting income and expenses by category

In thousands of euros	Credit insurance	Transfer risk	Inward reinsurance	Guarantees	Single & Inv Risk	Holding	TOTAL	
							Dec. 31, 2024	Dec. 31, 2023
1 - EARNED PREMIUMS	1 382 783	799	1 758		21 260		1 487 978	1 548 721
1.1 - Premiums	1 375 274	799	1 758	84 290	20 594		1 482 715	1 587 590
Written premiums	1 347 567	799	1 758	84 421	21 895		1 456 440	1 559 077
Accrued premiums	13 047	-	-	(94)	(1 267)		11 686	11 427
Policy fees	13 123	-	-	-	-		13 123	13 180
Bad debt	2 241	-	-	-	(63)		2 178	2 489
Change in provisions for impairment of policyholder accounts	-704	-	-	(37)	29		-712	1 417
1.2 - Change in provisions for unearned premiums and unexpired risks	7 509	-	-	(2 912)	666	-	5 263	(38 869)
2 - CLAIMS EXPENSES	(534 106)	-2 332	(740)	(38)	(9 625)	-	(546 841)	(249 677)
2.1 - Paid claims net of recoveries	(408 220)	(2 892)	(7)	(8 950)	(3 742)	-	(423 811)	(488 719)
2.2 - Claims provisions and other expenses	(125 886)	560	(733)	8 912	(5 883)	-	(123 030)	239 042
Claims provisions	(26 314)	-	-	11 487	(6 681)	-	(21 508)	48 486
Claims handling	(32 971)	-	-	(2 575)	798	-	(34 748)	(27 630)
Change in equalisation provision	(66 601)	560	(733)	-	-	-	(66 774)	218 186
A - GROSS UNDERWRITING INCOME (1 + 2)	848 677	-1 533	1 018	-38	11 635	-	941 137	1 299 044
3 - POLICY ACQUISITION COSTS	(303 071)	-	(627)	(20 849)	(5 935)	-	(330 482)	(329 621)
Acquisition costs	(304 110)	-	(627)	(20 849)	(5 935)	-	(331 521)	(330 610)
Interco difference account	1 039	-	-	-	-	-	1 039	989
4 - OTHER ADMINISTRATIVE EXPENSES, NET	(208 300)	-	-	(9 602)	(4 461)	51	(222 312)	(216 657)
Administrative costs	(175 371)	-	-	(8 460)	(3 909)	51	(187 689)	(198 277)
Other underwriting expenses	(33 492)	-	-	(1 142)	(552)	-	(35 186)	(18 431)
Other underwriting income (including Financial Agreement and other incidental income)	563	-	-	-	-	-	563	51
B - NET POLICY ACQUISITION COSTS AND ADMINISTRATIVE EXPENSES (3 + 4)	(511 371)	-	(627)	(30 451)	(10 396)	-	(552 794)	(546 278)
7 - INVESTMENT INCOME	63 200	-	4 228	-321	3 373	-	70 480	16 217
8 - EMPLOYEE PROFIT SHARING SCHEME	(89 999)	-	(106)	(72)	57	-	(90 120)	(115 882)
Premium refunds paid	(94 283)	-	(106)	(72)	23	-	(94 438)	(115 777)
Change in premium refunds reserves	4 284	-	-	-	34	-	4 318	(105)
C - NET FINANCIAL INCOME (7 + 8)	(26 799)	-	4 122	(393)	3 430	-	(19 640)	(99 665)
9 - REINSURERS' SHARE OF EARNED PREMIUMS	(673 358)	(402)	(38)	-37 478	(9 492)	-	(720 768)	(799 352)
Premiums	(666 555)	(402)	(38)	-39 307	(9 189)	-	(715 491)	(816 732)
Change in unearned premiums and unexpired risks	(6 803)	-	-	1 829	(303)	-	(5 277)	17 380
10 - REINSURERS' SHARE OF PAID CLAIMS	197 313	1 446	-	5 422	1 620	-	205 801	234 649
11 - REINSURERS' SHARE OF PROVISIONS FOR BENEFITS	(3 617)	-	-	-6 630	3 178	-	(7 069)	(34 179)
12 - REINSURERS' SHARE OF PROFIT SHARES	38 449	-	-	73	(248)	-	38 273	54 093
Premium refunds	44 469	-	-	67	(11)	-	44 525	58 933
Premium refunds - reserves	-6 020	-	-	6	(237)	-	-6 251	-4 840
13 - COMMISSION RECEIVED FROM REINSURERS	261 065	302	-	15 370	3 250	-	279 987	295 207
D - REINSURERS' RESULT (9+10+11+12+13)	(180 148)	1 346	(38)	(23 243)	(1 692)	-	(203 777)	(249 582)
UNDERWRITING INCOME (A+B+C+D)	130 359	(187)	4 475	(54 125)	2 977	-	164 927	403 519

Note 15- Analysis of general expenses by kind and cost center

In thousands of euros	Dec. 31, 2024	Dec. 31, 2023	Change
Commissions	(239 695)	(241 989)	-0,9%
Payroll costs	(303 546)	(274 838)	10,4%
Staff remuneration	(233 704)	(215 621)	8,4%
Social security costs	(68 846)	(64 229)	7,2%
Reinvoiced staff fees	(1 295)	463	-379,9%
Provisions for employee benefits	298	4 550	-93,4%
Taxes	(22 492)	(24 807)	-9,3%
External charges	(42 258)	(39 666)	6,5%
Total depreciation, amortisation and provisions	(22 022)	(18 353)	20,0%
TOTAL	(630 012)	(599 653)	5,1%

In thousands of euros	Dec. 31, 2024	Dec. 31, 2023	Change
Claims expenses	(34 748)	(27 544)	26,2%
Acquisition costs	(347 204)	(331 237)	4,8%
General expenses	(187 689)	(198 277)	-5,3%
Internal and external investment management fees	(5 774)	(5 931)	-2,6%
Other technical expenses	(35 186)	(18 517)	90,0%
Other non-technical expenses *	(19 411)	(18 147)	7,0%
TOTAL	(630 012)	(599 653)	5,1%

Note 16 - Analysis of financial income and expenses

In thousands of euros	Income & expenses concerning investments in subsidiaries and affiliates	Other financial income and expenses	Dec. 31, 2023	Dec. 31, 2022
Income from investments	44 890	80 713	125 604	97 468
Use of provision for impairment in value	19 721	6 024	25 745	2 637
Total realised gains on investments	-	131 747	131 747	83 431
TOTAL INCOME	64 611	218 484	283 095	183 537
Investment management fees, financial expenses	(36 918)	(3 571)	(40 489)	(31 996)
Provision for impairment of investments	(7 382)	(10 884)	(18 265)	(14 505)
Total realised losses on investments	-	(105 783)	(105 783)	(103 704)
Portfolio management	3 149	(8 924)	(5 774)	(5 931)
TOTAL EXPENSES	(41 150)	(129 161)	(170 311)	(156 135)
NET FINANCIAL INCOME	23 461	89 323	112 784	27 401

Note 17 - Non-recurring income and expenses

<i>In thousands of euros</i>	Dec. 31, 2024	Dec. 31, 2023
<i>Allowance on exceptional amortization</i>	-	-
<i>Allowance of provisions for restructuring</i>	(266)	(491)
<i>Provisions for liabilities and charges</i>	(50)	(78)
<i>Other operating expenses</i>	(7 727)	(3 336)
<i>Exceptional expenses</i>	(8 043)	(3 905)
<i>Release on exceptional amortization</i>	3 394	4 614
<i>Reversals of provisions for restructuring</i>	2 294	2 348
<i>Reversals for liabilities and charges</i>	251	-
<i>Other operating incomes</i>	5 296	152
<i>Exceptional incomes</i>	11 235	7 114
TOTAL	3 191	3 209

Exceptional income and expenses amounted to +€3 191 thousands as of December 31, 2024.

Exceptional expenses are composed mainly of expenses related to:

- Restructuring provisions of €0.3 million,
- Other expenses related to the different projects €7.7 million.

The exceptional income consists mainly of:

- Exceptional depreciation recoveries for €3.4 million,
- Recovery of restructuring provisions for €2.3 million,
- Other exceptional income related to a sale of reinsurance contracts at Coface Europe for €5.5 million.

Note 18 – Corporate Taxes

In thousands of euros	Dec. 31, 2024	Dec. 31, 2023
Net income from ordinary activities before tax	191 008	398 129
Net income from branches	158 711	1 237 594
Net income from ordinary activities before tax - France	32 297	-839 465
Amounts disallowed for tax purposes	174 044	165 528
Amounts deductible for tax purposes	-185 739	606 395
Taxable base - France	20 602	-67 541
Imputation of deficits	-11 814	0
Taxable income	8 788	0
Income tax - France (Rate 27,50%)	-2 197	0
Additional contributions - 3,3% on 33,33% corporate income tax	-64	0
Withholding tax	-2 743	
Tax credits	2 904	792
Excess provision tax	-1 030	763
Income tax - Branches	-51 190	-33 752
Tax Coface Europe	-3 130	153
Income tax - Compagnie Française d'Assurance pour le Commerce Extérieur	(54 320)	(33 599)

The effective tax rate used in 2024 was 28,44%.

Note 19 - Related parties

The table below presents all balance sheet and profit and loss items of Compagnie Française d'assurance pour le commerce extérieur regarding related parties:

Balance sheet :

- **Assets**

ASSETS (in thousands of euros)	Notes	Dec. 31, 2024	Subsidiaries
Uncalled subscribed capital or liaison account with France		-	-
Intangible assets	3	177 020	-
Investments	6	2 719 263	239 810
Land and buildings	4	7 977	-
Investments in subsidiaries and affiliates	5	219 564	224 662
Other investments	6	2 490 902	15 148
Deposits with ceding entities		821	-
Reinsurers' shares of provisions		822 848	800 098
Provisions for unearned premiums and unexpired risks		119 938	106 411
Claims provisions		596 816	589 829
Provisions for policyholders' bonuses and rebates		106 094	103 858
Receivables	7.1	1 139 049	340 254
Receivables arising from direct insurance operations		399 555	12 932
Earned premiums not yet written		243 700	12 566
Other receivables arising from direct insurance operations		155 855	366
Receivables arising from reinsurance operations		371 746	191 733
Other receivables		367 748	135 589
Staff		314	-
State, social security organisations and local authorities		92 477	-
Miscellaneous debtors		274 957	135 589
Other assets		239 158	-
Property, plant and equipment used in the business		10 434	-
Cash at bank and in hand		228 724	-
Accrued and deferred costs	8.1	184 907	28 345
Prepaid interests and rent		12 496	377
Deferred acquisition costs		65 858	14 709
Prepaid expenses		2 653	-
Other		14 199	-
Currency translation difference		89 701	13 258
TOTAL ASSETS		5 282 245	1 408 506

- **Liabilities**

LIABILITIES (in thousands of euros)	Notes	Dec. 31, 2024 *	Subsidiaries
Equity	9	1 160 761	48 353
Share capital		137 052	-
Share premium		620 149	-
Other reserves		2 345	30 342
Retained earnings		264 528	18 011
Net income - group share		136 687	-
Technical provisions before reinsurance	10	2 484 441	182 631
Provisions for unearned premiums and unexpired risks		328 922	29 025
Claims provisions		1 362 998	136 811
Provisions for premium rebates		231 436	16 795
Claims equalisation provisions		561 084	-
Provisions for liabilities and charges	12	60 767	-
Deposits received from reinsurers		20 422	19 484
Other payables	7.2	1 461 654	1 000 818
Payables arising from direct insurance operations		110 192	17 166
Payables arising from reinsurance operations		442 615	316 946
Bank loans		-	-
Other payables		908 847	666 706
Other loans, deposits and sureties received		7 118	-
Staff	13	46 158	-
State, social security organisations and local authorities	13	86 331	-
Miscellaneous creditors	13	769 240	666 706
Accrued and deferred income	8.2	94 200	10 799
Derivates and attached loans		250	-
Accruals - liabilities		16 673	3 589
Currency translation difference		77 276	7 209
TOTAL LIABILITIES		5 282 245	1 262 085

* To ensure better presentation of the financial statements and consistency in account classification, certain debt and commission items have been reclassified between the following aggregates: "Payables arising from reinsurance operations" and "Payables arising from direct insurance operations" for € 70,013 K, "Accruals - liabilities" and "Payables arising from reinsurance operations" for € 78,949 K, and "Miscellaneous creditors" and "Accruals - liabilities" for - € 2,999 K. These reclassifications are solely a change in presentation.

• Technical income statement

In thousands of euros	Dec. 31, 2024 *			Subsidiaries		
	Gross operations	Ceded reinsurance	Net operations	Gross operations	Ceded reinsurance	Net operations
Earned premiums	1 384 735	(682 495)	702 240	95 916	(625 946)	(530 030)
Gross premiums	1 469 592	(715 491)	754 101	100 160	(713 618)	(613 459)
Premium rebates	(90 120)	38 274	(51 846)	(4 243)	87 672	83 429
Change in unearned premiums and unexpired risks	5 263	(5 277)	(15)	-	0	0
Fee and commission income	13 123		13 123	109		109
Other underwriting income	563		563	210		210
TOTAL REVENUE	1 398 421	(682 495)	715 926	96 236	(625 946)	(529 710)
Allocated investment income	70 480		70 480	-		-
Claims expense	(480 067)	198 731	(281 336)	850	201 015	201 865
Paid claims	(423 811)	205 801	(218 010)	(3 521)	201 015	197 494
Claims provisions	(21 508)	(7 069)	(28 578)	-	-	-
Claims handling	(34 748)		(34 748)	4 371		4 371
Policy acquisition costs and administrative costs	(518 170)	279 987	(238 184)	35 952	277 198	313 150
Policy acquisition costs	(330 482)		(330 482)	(19 244)		(19 244)
Administration costs	(187 689)		(187 689)	55 196		55 196
Commissions received from reinsurers		279 987	279 987		277 198	277 198
Other underwriting expenses	(35 186)		(35 187)	4 965		4 965
Change in order technical provisions						
Change in equalisation provision	(66 774)		(66 774)	-		-
TECHNICAL RESULT	368 704	(203 777)	164 927	138 003	(147 733)	(9 730)

*To ensure better presentation of the financial statements and consistency in account classification, certain items have been reclassified between the aggregates "Commissions received from reinsurers" and "Policy acquisition costs and administrative costs" for € 2,568 K. These reclassifications are solely a change in presentation and have no impact on net income or consolidated equity.

- **Non-technical income statement**

In thousands of euros	Dec. 31, 2024	Dec. 31, 2023	Subsidiaries
Underwriting income	164 927	403 521	-
Investment income	283 095	183 536	64 611
Investment revenue	125 604	97 468	44 890
Other investment income	25 745	2 637	19 721
Gain on disposal of investments	131 747	83 431	-
Investment expenses	(170 311)	(156 135)	(41 150)
Internal and external portfolio management expenses and interest expense	(40 489)	(31 996)	(36 918)
Portfolio management	(5 774)	(5 931)	3 149
Other investment expenses	(18 265)	(14 505)	(7 382)
Losses on disposal of investments	(105 783)	(103 704)	-
Investment income transferred	(70 480)	(16 217)	-
Other non-underwriting income	1	0	0
Other non-underwriting expenses	(12 444)	(12 265)	(0)
Non-recurring income and expenses, net	3 191	3 209	5 489
Non-recurring income	11 235	7 114	5 489
Non-recurring expenses	(8 043)	(3 905)	-
Employee profit sharing	(6 971)	(7 519)	-
Corporate income tax	(54 320)	(33 599)	-
NET INCOME FOR THE YEAR	136 687	364 530	28 950

Note 20 - Other information

Note 20.1 - Average number of employees

	Dec. 31, 2024			TOTAL	Dec. 31, 2023
	Top management	Managers	Employees		
Total	134	2 625	82	2 841	2 734

Permanently inactive entities were included in the calculation of mean employment.

Note 20.2 - Compensation paid to members of the Company's management and administrative bodies

In thousands of euros	2024	2023
To the members of the Board of Directors	44	45
To the members of the Group Management Board (9p)	10,027	9,384
To the members of the France Management Board (12p)	2,401	2,283

Note 21 - Breakdown of audit fees

(in thousands of euros)	Forvis Mazars				Deloitte				Total			
	2024	%	2023	%	2024	%	2023	%	2024	%	2023	%
Statutory and IFRS audit												
COFACE EUROPE (parent)	-124	14%	-103	14%	-160	13%	-152	13%	-283	13%	-255	13%
Branches	-738	82%	-636	84%	-1 071	87%	-1 040	87%	-1 809	85%	-1 676	86%
Sub-total	-862	96%	-739	97%	-1 231	100%	-1 193	100%	-2 093	98%	-1 932	99%
Other Assurance and related services												
COFACE EUROPE (parent)	-17	2%	0	0%	0	0%	0	0%	-17	1%	0	0%
Branches	-20	2%	-20	3%	0	0%	0	0%	-20	1%	-20	1%
Sub-total	-37	4%	-20	3%	0	0%	0	0%	-37	2%	-20	1%
TOTAL	-900	100%	-759	100%	-1 231	100%	-1 193	100%	-2 130	100%	-1 952	100%

Fees for services other than the certification of accounts correspond mainly to (i) engagements to issue assurance reports on financial or regulatory information, (ii) tax services outside France, such as tax reporting support services, and (iii) other authorised advisory services.