

## Assurances du Crédit Mutuel records dynamic activity and increased profits for the first half of 2023.

Groupe des Assurances du Crédit Mutuel (GACM) written premiums increased by 13.6% compared to the end of June 2022 to reach €7.5 billion, thanks to strong performance in the savings and retirement insurance business. Measured for the first time in accordance with IFRS 17 and IFRS 9, net profit amounted to €453 million. This 8.9% rise is attributable to fewer weather-related claims and a more favorable market environment than in the first half of 2022.

At €7.5 billion, insurance written premiums were 13.6% higher than in the first half of 2022.

The savings and retirement insurance business continued its 2022 momentum with premiums increasing by 16.7% to €4.2 billion. Mainly generated in France (€4.1 billion, up 16.2%), this growth was driven by the significant increase of euro-denominated payments into the fund. On the other hand, the share of unit-linked accounts in the premiums decreased to 29% (compared to 43% at the end of June 2022). In a market characterized by strong net outflows in euros at the end of May, GACM in France stood out with positive net premiums in the euro-denominated fund (+€0.2 billion). Net premiums in unit-linked accounts were also positive, totaling €0.9 billion.

P&C and protection insurance written premiums amounted to €3.3 billion. Property & casualty insurance grew by 4.8% and health, protection & creditor insurance by 4.9%. Overall, the contract portfolio stood at €37 million, up 1.6% over the half-year.

Written premiums generated by the international subsidiaries amounted to €303 million, of which €87 million in Belgium and €216 million in Spain. On July 12, 2023, GACM sold the entire share capital of GACM España to Axa Seguros Generales, S.A. de Seguros y Reaseguros, for approximately €310 million. This disposal will be reflected in the financial statements for the second half of 2023.

### GACM written premiums

<i>in billions of euros</i>	06-2023	06-2022	Change (%)
<b>Property &amp; casualty insurance</b>	<b>1.3</b>	<b>1.3</b>	<b>+4.8%</b>
Motor	0.7	0.7	+4.0%
Property damage & liability	0.4	0.4	+5.7%
Other property and casualty	0.2	0.2	+5.7%
<b>Health, protection &amp; creditor insurance</b>	<b>1.9</b>	<b>1.8</b>	<b>+4.9%</b>
Health	0.5	0.5	+4.7%
Protection	0.4	0.4	+4.8%
Creditor	1.0	0.9	+5.0%
<b>Savings and retirement insurance</b>	<b>4.2</b>	<b>3.6</b>	<b>+16.7%</b>
<b>Accepted reinsurance</b>	<b>0.2</b>	<b>0.0</b>	<b>N/A</b>
<b>Written premiums</b>	<b>7.5</b>	<b>6.6</b>	<b>+13.6%</b>
<i>of which Crédit Mutuel Alliance Fédérale</i>	6.2	5.6	+10.5%
<i>of which other Crédit Mutuel federations</i>	0.6	0.5	+24.5%
<i>of which other networks</i>	0.7	0.5	+36.9%

Commissions paid to the networks increased to €1.0 billion, of which €0.8 billion to Crédit Mutuel Alliance Fédérale entities.

At €453 million, GACM's net profit at June 30, 2023, the first half-year result measured under IFRS 17 and IFRS 9, was up 8.9% compared to the *pro forma* IFRS 17/9 net profit at June 30, 2022 (€416 million). It was 4.7% higher than the net profit at June 2022 published under IFRS 4 (€433 million).

This increase is mainly driven by the €66-million increase in financial result (€174 million<sup>1</sup>), given a more favorable economic climate than in 2022 which was marked by the start of the conflict in Ukraine. In 2023, the rise in equity markets led to a positive change in the valuation of securities backed by GACM equity portfolios classified at fair value through profit or loss under IFRS 9.

At €455 million<sup>1</sup>, the insurance and reinsurance service result has fallen slightly (-€11 million). In property & casualty insurance, it was negatively impacted by the effects of inflation on the cost of claims.

This change was tempered by lower numbers of natural event-related claims during the first half of 2023; the only major event being the earthquake that struck the west of France (Charente-Maritime and Deux-Sèvres in particular) on June 16. The associated cost for GACM is estimated at €20 million. In the first half of 2022, profits were impacted by significant weather-related claims, representing an expense of €211 million in the statutory accounts.

At June 30, 2023, the combined ratio of GACM property & casualty insurance under IFRS 17 was 96.3%<sup>2</sup>.

The contractual service margin (CSM), which represents the reserve of future profit from multi-year insurance contracts (savings and retirement, creditor, funeral and long-term care insurance) amounted to €7.1 billion, an increase of 24.6% compared to end of 2022. This change is mainly driven by savings and retirement insurance due to the rise in financial markets. At June 30, 2023, €282 million<sup>3</sup> of CSM was recognized in profit for the services provided.

At June 30, 2023, own funds amounted to €11.1 billion, an increase of €0.3 billion compared to the end of 2022. The change in financial assets classified at fair value through other comprehensive income is partially offset by the change in discounting of liabilities, GACM having adopted the OCI<sup>4</sup> option.

In line with Crédit Mutuel Alliance Fédérale's strategic ambitions, Assurances du Crédit Mutuel continued to grow in all markets:

- For individual customers: a new multi-risk property damage & liability offer was rolled out at the end of May 2023. It offers tailored coverage to various profiles of policyholders, as well as simplified underwriting processes;
- For professionals and companies: a co-insurance partnership has been signed with Allianz to provide corporate and agricultural customers of the Crédit Mutuel and CIC banking networks with new insurance offers, complementary to those developed by Assurances du Crédit Mutuel;
- Internationally: the project to launch operations in Germany has reached a new milestone with the creation of three companies and the upcoming filing of approval applications with the German regulator (BaFin).

All of these developments are continuing in line with a mutual benefit and solidarity-based approach. Furthermore, to support our individual and professional policyholders who have fallen victim to property damage as a result of the urban violence of the end of June / beginning of July, Assurances du Crédit Mutuel has introduced several exceptional measures to improve and facilitate their compensation.

#### Press contacts

**Assurances du Crédit Mutuel:** Mathieu Girème: +33 (0)3 88 13 23 23 – [mathieu.gireme@acm.fr](mailto:mathieu.gireme@acm.fr)

**Crédit Mutuel Alliance Fédérale:** Aziz Ridouan: +33 (0)6 01 10 31 69 – [aziz.ridouan@creditmutuel.fr](mailto:aziz.ridouan@creditmutuel.fr)

#### Investor contact

**Assurances du Crédit Mutuel:** [investorrelations@acm.fr](mailto:investorrelations@acm.fr)

<sup>1</sup> Excluding GACM España and experience adjustments on commissions on life insurance reserves.

<sup>2</sup> Excluding GACM España, net of reinsurance.

<sup>3</sup> Excluding GACM España, gross of reinsurance.

<sup>4</sup> Other Comprehensive Income.

## **About Crédit Mutuel Alliance Fédérale**

A leading bancassurer in France, with 77,000 employees serving more than 30 million customers, Crédit Mutuel Alliance Fédérale provides a multi-service offering to individual customers, local professionals and businesses of all sizes, via its 4,500 points of sale. As one of the strongest European banking groups, its equity amounted to €56.7 billion and its CET1 ratio was 18.2% at December 31, 2022.

Crédit Mutuel Alliance Fédérale groups together the Crédit Mutuel banks in the federations of Centre Est Europe (Strasbourg), Sud-Est (Lyon), Ile-de-France (Paris), Savoie-Mont Blanc (Annecy), Midi-Atlantique (Toulouse), Loire-Atlantique and Centre Ouest (Nantes), Centre (Orléans), Normandie (Caen), Dauphiné-Vivarais (Valence), Méditerranéen (Marseille), Anjou (Angers), Massif Central (Clermont-Ferrand), Antilles-Guyane (Fort-de-France) and Nord Europe (Lille).

Crédit Mutuel Alliance Fédérale also includes Caisse Fédérale de Crédit Mutuel, Banque Fédérative du Crédit Mutuel (BFCM) and all its subsidiaries, including CIC, Euro-Information, Assurances du Crédit Mutuel (ACM), TARGOBANK in Germany, Cofidis, Beobank in Belgium, Banque Européenne du Crédit Mutuel (BECM), Banque de Luxembourg, Banque Transatlantique and Homiris.

More information on [creditmutuelalliancefederale.fr/en](https://creditmutuelalliancefederale.fr/en)

## **About Assurances du Crédit Mutuel**

Since 1971, Assurances du Crédit Mutuel has imagined, designed and guided the offers and services that contribute to the development of the insurance business of Crédit Mutuel Alliance Fédérale, the inventor of the concept of bancassurance.

Active in the property and casualty insurance, health, protection and creditor insurance, and life insurance markets, Assurances du Crédit Mutuel offers innovative solutions to more than 13 million policyholders (individuals, professionals, companies and associations) throughout France, through participating Crédit Mutuel and CIC networks.

Further information is available at [acm.fr](https://acm.fr)