

# **INTERIM REPORT**

## **ON 30 JUNE 2024**

# **ETHIAS GROUP**

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# INTERIM REPORT

The half-yearly report of the Ethias Group, hereafter «the Group», includes the management report, the consolidated financial statements prepared in accordance with IAS 34 «Interim financial reporting» as adopted by the European Union.

Unless otherwise specified, the amounts in this report are stated in thousands of euros.

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# 1 Key facts of the first half of 2024

## FINANCIAL MARKETS IN THE FIRST HALF OF 2024

### A first half of 2024 marked by uncertainty and volatility

The year 2024 began against a complex economic backdrop, marked on the one hand by persistent inflation and on the other by fears of a recession. Central banks, facing this dual challenge, have had to navigate between maintaining price stability and supporting growth.

The United States, the world's largest economy, was particularly closely watched. The US Federal Reserve, after pursuing a restrictive monetary policy in 2023, adopted a more wait-and-see approach at the beginning of the year. Jerome Powell, its chairman, has repeatedly emphasised the need to assess the effects of previous rate hikes and has hinted at the possibility of a rate cut before the end of the year. The US economy, however, remains resilient, and previous rate hikes have had - so far - only a very limited impact on the labour market, with a slight increase in the unemployment rate to 4%.

In Europe, the European Central Bank made a significant shift in June 2024. The ECB decided to lower its key interest rates, marking an easing of its monetary policy. In her statements, Christine Lagarde, President of the ECB, emphasised that this rate cut aimed to support economic activity while maintaining price stability in the medium term. She also highlighted the continuing uncertainties related to the war in Ukraine and developments in the global economy. The ECB states that it remains vigilant and ready to adjust its monetary policy as the economic situation evolves.

On both sides of the Atlantic, central banks have tried to maintain a delicate balance between fighting inflation and supporting growth, in order to achieve a soft landing for the economies.

### France: an unstable political context

At the end of the semester, France was shaken by a major political crisis following the results of the European elections. The dissolution of the National Assembly has plunged the country into a period of political uncertainty, with repercussions on the financial markets. Investors, concerned about the future of the French economy and its ability to implement structural reforms, have shown a certain aversion to risk. One of the most visible consequences of this crisis has been the widening of French sovereign spreads.

### Financial markets: a mixed picture

The first half of 2024 was marked by contrasting trends on the financial markets. Equity markets, both in the US and Europe, generally showed an upward trend, buoyed by optimism over the prospects of a soft landing for the economy and technological advances, particularly in artificial intelligence. After a strong start to the year, the Euro Stoxx 50 posted an 8% increase by the end of June, compared to a 14% rise for the S&P 500.

Meanwhile, bond markets were more volatile, fluctuating with monetary policy expectations and inflation developments. The 10-year EUR swap rate closed the semester at 2.84%, up 35 basis points since the start of the year, while the swap curve continued its inversion trend, with the 2-year rate at 3.21%. European spreads widened slightly, except in France where the widening was more pronounced: +35 basis points since the end of December 2023.

### Investment strategy and outlook

Ethias took advantage of the rise in interest rates observed after the first three months of the year to deploy the majority of its bond investment programme while maintaining a position that is favourable to a decrease in short-term rates and a steepening of the yield curve.

In the second half of the year, inflation trends will remain a determining factor for US and European interest rates. If the expected rate cuts by central banks materialise, as anticipated by the market, it could eventually lead to a steepening of the curves. On the equity markets, corporate results will be closely watched. A slowdown in consumer spending could lead to a revision of growth expectations and a decrease in valuations, particularly for companies in the technology sectors, whose stock prices have soared spectacularly in recent months.

## DEVELOPMENT OF ELECTRIC MOBILITY

On April 17, 2024, Ethias, Wallonie Entreprendre (WE) and Gridlink announced their joint investment of 24 million euros in Sparki, a Belgian start-up specializing in charging stations for electric vehicles. This initiative will enable Sparki to accelerate the deployment of its charging stations throughout Belgium, thereby contributing to the transition towards more sustainable electric mobility.

## **ETHIAS TEAMS UP WITH SFPIM TO TRANSFORM 23 BRUSSELS BUILDINGS**

On April 29, 2024, the Belgian State, through its sovereign wealth fund SFPIM, announced the purchase of a portfolio of 23 office buildings from the European Commission. The Belgian fund Cityforward, set up by the SFPIM and Ethias and managed by their Brussels-Antwerp partner Whitewood, will soon convert 21 of these European quarter buildings - covering a total of 300,000 square meters - into 70% sustainable offices and 30% retail spaces, public facilities and primarily housing. These additional residential units will eventually double the number of families in the heart of the European quarter. Starting in 2028, the first new residents and office occupants will be able to move into these spaces.

## **ETHIAS LAUNCHES ETHIAS SAVINGS 21 & ETHIAS SAVINGS 26, A NEW GENERATION OF SAVINGS INSURANCE PRODUCTS**

On May 16, 2024, Ethias announced the launch of two new attractive savings insurance products under Branch 21 and Branch 26, namely Ethias Savings 21 and Ethias Savings 26, as an alternative to government savings certificates and bank savings certificates. These products offer a guaranteed fixed interest rate for a term of either 3 years or 9 years for Ethias Savings 21, and for a term of either 18 months or 3 years for Ethias Savings 26, following a minimum single premium payment of 2,500 euros. They come with no entry fees or management fees.

## **FLOODS: ETHIAS ACTIVATES ITS ENHANCED INTERVENTION PLAN**

Ethias has activated its enhanced assistance plan for policyholders affected by the flooding during the night of May 17 to 18, 2024. Disaster assistance teams, inspectors and claims managers were fully mobilised. Its mobile crisis centre also went to the hardest-hit municipalities the very next day, providing immediate and appropriate assistance to those most affected or without - or no longer having - internet access.

## **DIVIDEND PAYMENT**

The General Assembly of 22 May 2024 approved the distribution of a dividend of 110 million euros for fiscal year 2023.

## **ETHIAS YOUTH SOLIDARITY AWARDS**

The Ethias Impact Fund, the corporate fund managed by the King Baudouin Foundation, announced on May 28, 2024 the 15 winners of the 3rd edition of the Ethias Youth Solidarity Awards. These winners were selected for the relevance of their local initiatives to combat poverty among children and young people under 30, from among 190 applications submitted by 150 non-profit organisations and 40 Public Centres for Social Action. The awarded projects, with a total grant of 275,000 euros, cover a wide range of concrete and essential themes for Belgian youth in difficulty (digital support, mental coaching, youth homelessness, socio-professional reintegration through the acquisition of new skills or training ...).

## **OFFICIAL INAUGURATION OF THE ETHIAS COMPANY OFFICE IN HASSELT**

On May 29, 2024, Ethias officially inaugurated its Hasselt company office, which has undergone a complete renovation: the use of space has been revised according to reduced needs, the surfaces have been entirely renovated with high-quality materials and state-of-the-art, environmentally friendly technologies, part of the building can be used by another activity or company.

As for the new headquarters in Liège (in the eco-district of Rives Ardentes), completion is scheduled for December 2024, in line with the initial scheme. The construction of this new building also relies on innovative technologies that will enable Ethias to significantly reduce its carbon footprint.

## **A STRONG FIRST ESG RATING FROM SUSTAINABLE FITCH**

Following a detailed analysis of its strategy, activities and governance in environmental, social and governance (ESG) matters, as well as their implementation, Sustainable Fitch awarded Ethias SA an ESG Entity rating of '2' on June 19, 2024. This rating underlines Ethias' strong performance in actively integrating ESG dimensions and criteria into its business, strategy and investment processes. This score places Ethias among the top 25% of best-rated financial institutions, with no financial institution having yet achieved the maximum rating of '1'.

## **FITCH "IFS" RATING**

On June 28, 2024, the rating agency Fitch reaffirmed Ethias SA's Insurer Financial Strength (IFS) rating at 'A' and raised the outlook from stable to positive. This rating reflects the financial strength of Ethias, the country's third-largest Life and Non-Life insurer. The change in outlook is explained by the strong growth in its financial performance in 2023, which exceeded expectations, and by its leading competitive position in the Belgian insurance market, driven by the mix of its business activities and its phygital distribution strategy.

In addition to its excellent and growing financial performance, Fitch also highlights Ethias' very strong capitalisation, its excellent regulatory solvency ratio (SII) of 190%, its stable financial leverage ratio, its very good provisioning practices, its excellent Non-Life profitability, a Life margin above expectations, and its low exposure to interest rate risk.

## **EXECUTIVE COMMITTEE**

In order to strengthen the Group's strategy, and particularly its IT dimension, the organisation of Ethias SA's Executive Committee was modified at the end of the first half of 2024. The following changes have been implemented: Nicolas Dumazy, member of Ethias SA's Executive Committee, has joined the Executive Committee of the NRB Group with the aim of strengthening the IT subsidiary and developing, among other things, the "Data" and "Artificial Intelligence" areas. The responsibility for IT within Ethias SA will be entrusted to Ariane Berckmoes, who will join Ethias in November of this year. Julien Balistreri, current CPOO (Chief People & Organisation Officer) and Deputy CEO of Ethias, has joined the Executive Committee of Ethias SA.

## PARTNERSHIPS

### 15 km of Liège Métropole

Ethias has become the title partner of Wallonia's most important running event, which will henceforth be called the "Ethias 15 km of Liège Métropole". This new partnership is based on local roots, a shared goal of positively impacting society, and a commitment to promoting the well-being and health of citizens.

## AWARDS

### Top Employer

Ethias, certified as a Top Employer for the third consecutive year, has entered the top 10 of Belgium's best employers, buoyed by an excellent overall score of just over 93%, almost 6% higher than in 2023. The country's third-largest Life and Non-Life insurer also ranks well above the average score for insurers in Belgium, which is nearly 87%.

### DECAVI Trophies

At the 20th edition of the DECAVI Non-Life Insurance Trophies, Ethias won the DECAVI Trophies for Workers' Compensation (for the 6th time) and Tenant Insurance. The DECAVI Trophy for Best Tenant Insurance awarded to Flora by Ethias marks a historic moment for this 100% digital insurance product and consolidates the leading position of Flora by Ethias in the field of digital insurance.

### Award for Most Client-Friendly Insurer

Every year since 2018, Go CX has organised a study, in collaboration with GfK, to award the prize for Belgium's most client-friendly company (overall and by sector). Based on a representative sample of over 4,000 Belgians surveyed in March 2024, Ethias was recognised as the most client-friendly insurer (with client-friendliness being defined by criteria such as client care, quick problem resolution, understanding each client's unique situation, and honouring commitments).

## ACQUISITION OF SUBSIDIARIES

### Verdi joins the Cevi group

Since February 2024, Verdi has been part of the Cevi Group and, together with AbiWare, will further develop the offering of Critical Emergency Solutions for fire departments, hospitals, ambulance services and businesses.

VERDI is an internally developed software package for alerting and dispatching.

Depending on the type of incident and/or the specific location, the VERDI software will determine who or what is needed to provide assistance. The software calculates the best solution to deliver the fastest possible assistance, alerts the appropriate people and guides them to the incident site.

VERDI was initially developed for and with several fire zones in Belgium and is currently used as a CORE application in 19 of the 34 Emergency Zones in Belgium. Solutions have also been developed for hospitals, ambulance services and businesses.

### Real estate subsidiaries

In early June 2024, Ethias acquired WLP IX via the joint venture WLP Holding. Then, on June 26, Ethias acquired 100% of the SPV Viminalis III

# 2 Ethias' progress in sustainability

## 2.1 Environmental plan

### 2.1.1 Climate and decarbonisation: Ethias develops its transition plan

Committed to reducing the negative impact of its activities on the environment, Ethias has been measuring the carbon footprint of its operational emissions since 2012.

Increasing its ambitions for transition year after year, Ethias decided in December 2022 to take a further step by signing SBTi's "Net-Zero 2050" commitment.

This strong commitment requires Ethias to set decarbonisation targets based on internationally recognised scientific methods, thus accelerating its ambition to decarbonise its entire value chain by 2050, at Group level.

Through this plan, Ethias is indeed expanding the scope of activities to be decarbonised, including its investment activities, which account for the largest share of its indirect emissions.

By working towards decarbonisation in its asset management, Ethias is leveraging an essential tool for transition and fully playing its role as a catalyst financial institution, helping to accelerate the transition in key sectors where long-term private investments are essential (such as sustainable means of transport, green energy infrastructure, building renovation, etc.).

During the first half of 2024, Ethias actively worked on preparing its transition plan, which will be submitted for review by the SBTi scientific committees in December 2024.

### 2.1.2 Combating biodiversity loss

Ethias has made the fight against biodiversity loss a new strategic priority.

- For several years, Ethias has been promoting biodiversity and the protection of bees by installing beehives in the green spaces around its buildings in Alleur and Hasselt.
- Ethias has entered into a multi-year partnership with Natuurpunt to protect biodiversity in the "Zwarte Beek" valley in Lummen. This is one of the last peat areas in Flanders, currently under great pressure due to climate change. With the financial support of Ethias and the Flemish Government, Natuurpunt will be able to acquire the necessary hectares to create a contiguous and robust nature reserve. Water management is at the heart of this project, with the goal of restoring moisture levels in this peat area, thereby allowing it to function as a CO2 storage site, a biodiversity stimulator, and a buffer zone against flooding. For Ethias, protecting biodiversity is directly linked to its mission as insurer: a rich and preserved biodiversity helps prevent natural disasters and ultimately reduces the risk of claims, bringing greater peace of mind to citizens and clients who live in risk areas.

- Finally, in 2024, Ethias Group - in collaboration with the Jane Goodall Institute - will organise another reforestation event ("Forest in One Day"), combined with an educational programme for schools in the municipality where the event will take place.

### 2.1.3 Initiatives to encourage alternative mobility

A large proportion of our operational CO2 emissions are linked to mobility (including vehicle fleets). Ethias therefore encourages its employees to adopt new behaviours in this respect through various actions and incentives:

- electrification of the vehicle fleet;
- organisation of an annual Soft Mobility/Less Carbon Fair;
- obtaining the 4-star "Tous Vélo-Actifs" label (for cycling initiatives);
- facilities and infrastructure for bicycle commuters: two secured cycle parking areas, showers, changing rooms, etc.;
- company bicycles available to employees;
- electric bike testing for two months with our partner Pro Vélo;
- incentives for carpooling (dedicated parking spaces for carpoolers, etc.).

## 2.2 Social/Societal plan

### 2.2.1 Social

In terms of human resources, social cohesion and employee well-being are top priorities for Ethias, as demonstrated by the progress made in the first half of 2024 (see below).

#### Ethias Young Talent Development Programme - Launch of the 3rd edition

At the end of May 2024, Ethias launched the third edition of its "Young Talent Development Programme", organised in collaboration with HEC Liège Executive Education, UHasselt and BECode. Over the course of a year, 18 young Ethias talents will benefit from a tailored training programme focusing on the key skills of tomorrow. Participation in the programme will also offer them a unique opportunity to broaden their career prospects.

#### Sustainability challenges: rising awareness & training

Raising awareness among Ethias employees is an integral part of the company's sustainability strategy and is considered by all to be essential for a successful integration of sustainability into the company's core business.



During the first half of 2024, this was achieved in various ways:

- training the Executive Committee and the Board of Directors on the “SBTi” transition plan aimed at making Ethias a Net-Zero company by 2050;
- training and raising awareness about climate change issues through the organisation of “Climate Fresk” workshops within the company. Employees are trained in the “Climate Fresk” by an Ethias pool of in-house trainers (called “Climate Freskers”);
- organization of two panel discussions on biodiversity.

### ReGeneration Movement: inspiring and taking action

The ReGeneration Movement, created in 2022, is Ethias’ in-house community dedicated to sustainability. The group continues to expand internally and offer sustainability-related activities. It is made up of employees committed to sustainability and willing to take concrete action in an active way.

### 2.2.2 Societal

The fight against poverty among young people is one of the priorities of Ethias’ Sustainability strategy in terms of societal responsibility. Ethias focuses on philanthropy and partnerships to achieve this objective.

#### Third edition of the Ethias Youth Solidarity Awards

In January 2024, Ethias launched a third edition of the Ethias Youth Solidarity Awards (EYSA), aimed at combating youth poverty. A budget of 275,000 euros was distributed at the end of May 2024 among 15 winning Public Centres for Social Action and non-profit organisations active in Belgium.

#### Pelicano and Ethias combatting child poverty

Ethias has a long-standing partnership with the Pelicano Foundation. Most of the proceeds or donations collected internally (sale of Ethias honey, donations via the company’s cafeteria plan, etc.) are given to Pelicano in order to cover the basic needs of Belgian children living in poverty.

#### Digit4Youth

Ethias makes its old ICT equipment available to Digital4Youth, an organisation that recycles this equipment and makes it available to young people in difficult situations. NRB, Ethias’ IT subsidiary, is also a major donor. Consolidated figures for 2024 donations will be available in Ethias’ next annual report.

## 2.3 Regarding sustainability

### 2.3.1 CSRD compliance: the final stretch

In 2025, Ethias will be subject for the first time to the Corporate Sustainability Reporting Directive (CSRD), which substantially amends the 2014/95/EU Non-Financial Reporting Directive (NFRD).

The CSRD aims to promote and enhance corporate transparency regarding non-financial performance by developing a normative reporting framework that will ensure the comparability of European companies in terms of sustainability. Compliance with this framework will henceforth guarantee the publication of reliable and high-quality sustainability data, on which internal and external stakeholders can base their decisions (such as investment decisions).

This new regulatory tool introduces new requirements such as:

- the obligation to integrate sustainability information into the same report as financial information. To anticipate the entry into force of the CSRD, Ethias already produced an integrated report for 2023;
- the obligation to report on sustainability information in a consolidated manner (Ethias Group);
- the obligation for companies to conduct a double materiality analysis to determine their impact on society and the environment, as well as the impact of environmental and social issues on their financial performance (risks and opportunities). After conducting an initial double materiality analysis in 2023, Ethias decided to repeat the exercise in 2024 so as to take into account the latest regulatory guidance on the matter. The results of this second double materiality analysis will be available in Ethias’s next annual report;
- the obligation to comply with the new reporting standards developed by EFRAG - the “European Sustainability Reporting Standards” (ESRS);
- the obligation to carry out a limited audit of sustainability information.

For the past two years, Ethias has been preparing to meet these new reporting obligations through significant efforts in collecting and processing both quantitative and qualitative data on each of the main pillars of sustainability: Environment, Social, and Governance.

### 2.3.2 Publication of two new Sustainability Charters

In early 2024, Ethias published two new group policies related to sustainability: an Ethical Charter and a Sustainability Framework Policy.

These documents outline the sustainability principles that the companies of the Ethias group adhere to. By publishing them, Ethias commits to being transparent about its sustainability strategy, objectives and progress.

#### Group Ethical Charter

All activities of the Ethias group adhere to ethical principles that enable sustainable and socially responsible growth. Loyalty and integrity, confidentiality and duty of discretion, compliance with regulations, etc., are principles that are all part of good corporate governance.



The ethical charter applies to all companies within the Ethias group and to all employees; it complements Ethias SA's code of conduct.

### **Ethias Sustainability Framework**

The Ethias Sustainability Framework is a framework document that summarises the guiding principles of Ethias' sustainability strategy and its implementation across all the company's and group's activities. It refers to the policies, commitments and actions that make this strategy concrete and actionable. For each of the strategic pillars - environment, social commitment, corporate governance, investments, and sustainable products and services - a description of the ambitions, projects, and actions is provided, along with a table outlining the strategic performance indicators.

Both documents can be found on the Ethias corporate website:

<https://www.ethias.be/corporate/fr/Sustainability/Vision/Strategie/Sustainability.html>

### **2.3.3 Sustainability Manifesto**

In April 2024, Ethias published its "Sustainability Manifesto 2023". This document presents Ethias' 10 sustainability commitments and briefly outlines the actions taken and the progress made in 2023 on each of the ten points. The Manifesto is intended for the general public and aims to enhance the accessibility and readability of the non-financial content of the 2023 annual report

### **2.3.4 Integrating EGS criteria into remuneration policies**

At Ethias, remuneration is partly linked to the achievement of ESG objectives.

The variable remuneration for the members of the Executive Committee is linked to achievement of:

- a collective objective to reduce Ethias' carbon footprint;
- and individual objectives linked to the implementation of the sustainability strategy within the various Ethias departments.

## **2.4 Sustainability Ratings & Awards**

### **2.4.1 Ethias named Top Employer again in 2024**

On January 18, 2024, Ethias was officially certified as a Top Employer for the third consecutive year.

It stands out among other Belgian insurers in the areas of "Organisation & Change", "Employee Listening & Wellbeing", and "Employer Branding", the category in which Ethias recorded the most significant progress.

Notably, in 2024, NRB, the IT subsidiary of the Ethias Group, also received the Top Employer label, demonstrating the Group's strength in the Belgian labour market.

### **2.4.2 Sustainable Fitch**

On June 19, 2024, Sustainable Fitch assigned Ethias SA an ESG Entity rating of "2". This rating underlines Ethias' strong performance in actively integrating ESG dimensions and criteria into its business, strategy and investment processes.

### **2.4.3 Urban Data wins medal at Qorus Reinvention Awards**

Urban Data, the tool for intelligent data exploitation developed by Ethias, won the Qorus Reinvention Awards – Gold Medal in Spring 2024, in the Environment, Social, and Governance category. This category recognises innovations that demonstrate how banks and insurers have integrated sustainability and ESG into their value chains.

Urban Data enables public authorities to identify high-risk areas within their territory, optimise claims management and develop public prevention policies.

## 3 Key figures

### 3.1 Essential data of the consolidated income statement

<i>In thousands of euros</i>	30 June 2024	30 June 2023	Change during the year
Insurance service result	186,218	146,401	27.20%
Net revenue from investment	167,975	177,496	-5.36%
Financial expenses from insurance and reinsurance contracts	(103,091)	(80,783)	27.61%
<b>Net result from insurance and investment</b>	<b>251,102</b>	<b>243,113</b>	<b>3.29%</b>
Other revenue and expenses	(57,482)	(60,014)	-4.22%
<b>Net profit (loss) before tax</b>	<b>193,620</b>	<b>183,100</b>	<b>5.75%</b>
Income taxes	(46,222)	(40,748)	13.43%
<b>Net profit (loss) after tax</b>	<b>147,399</b>	<b>142,352</b>	<b>3.55%</b>
Share of the associated companies in the result	(13,405)	373	-3696.82%
<b>Net consolidated profit (loss)</b>	<b>133,994</b>	<b>142,724</b>	<b>-6.12%</b>
Group's share	128,509	138,097	-6.94%
Non-controlling interests	5,485	4,628	18.52%

### 3.2 Essential data of the consolidated financial position

<i>In thousands of euros</i>	30 June 2024	31 December 2023	Change during the year
<b>Total assets</b>	<b>19,377,480</b>	<b>19,340,299</b>	<b>0.19%</b>
Equity of the Group	2,185,339	2,174,845	0.48%
Contractual service margin (1)	748,338	720,870	3.81%
<b>Economic value</b>	<b>2,933,676</b>	<b>2,895,715</b>	<b>1.31%</b>
<b>Non-controlling interests</b>	<b>76,424</b>	<b>83,563</b>	<b>-8.54%</b>
<b>Annualised operating ROE</b>	<b>15.83%</b>	<b>20.81%</b>	<b>-4.98%</b>
<b>Gross written premiums (2)</b>	<b>1,938,567</b>	<b>3,374,128</b>	<b>-42.55%</b>

(1) Net of tax.

(2) Gross premiums written are not an indicator defined under IFRS 17.

### 3.3 Regulatory coefficients

	30 June 2024	31 December 2023	Change during the year
Solvency ratio of the company Ethias SA	185%	190%	-5%

The Solvency II margin at end-June 2024, established according to the standard formula, stands at 185% after deduction of a foreseeable dividend of EUR 56.5 million. Excluding this foreseeable dividend, the SII margin amounts to 188%.

### 3.4 Other key figures

	30 June 2024	31 December 2023	Change during the year
<b>Number of employees</b>	<b>4,608</b>	<b>4,602</b>	<b>0.13%</b>
Ethias SA	1,937	1,954	-0.87%
NRB Group	2,532	2,517	0.60%
Glasfaser Ostbelgien	2	2	0.00%
IMA Benelux	131	124	5.65%
Ethias Lease (Corporation)	6	5	20.00%

## 4 Result of the financial year

The first half of 2024 records a net result of EUR 129 million for the Group, split between the Non-Life business (EUR 140 million), the Life business (EUR 50 million), the other activities of the Group (EUR -17 million) and taxes (EUR -44 million). Taking into account minority interests, the consolidated net result amounts to EUR 134 million.

The decrease in the Group's net result compared with June 30, 2023 restated (EUR -9 million) is mainly explained by the change in unrealised gains and losses on financial assets measured at fair value through profit or loss.

# 5 Management of financial and insurance risks

## 5.1 Insurance risks

### 5.1.1 Concentration risk

The Group's insurance activities are focused on the Belgian territory.

There is a concentration of underwriting on Workers' Compensation Insurance products, resulting from the Group's strategy ("leading insurer of the public sector").

## 5.2 Financial risks

### 5.2.1 Concentration risk

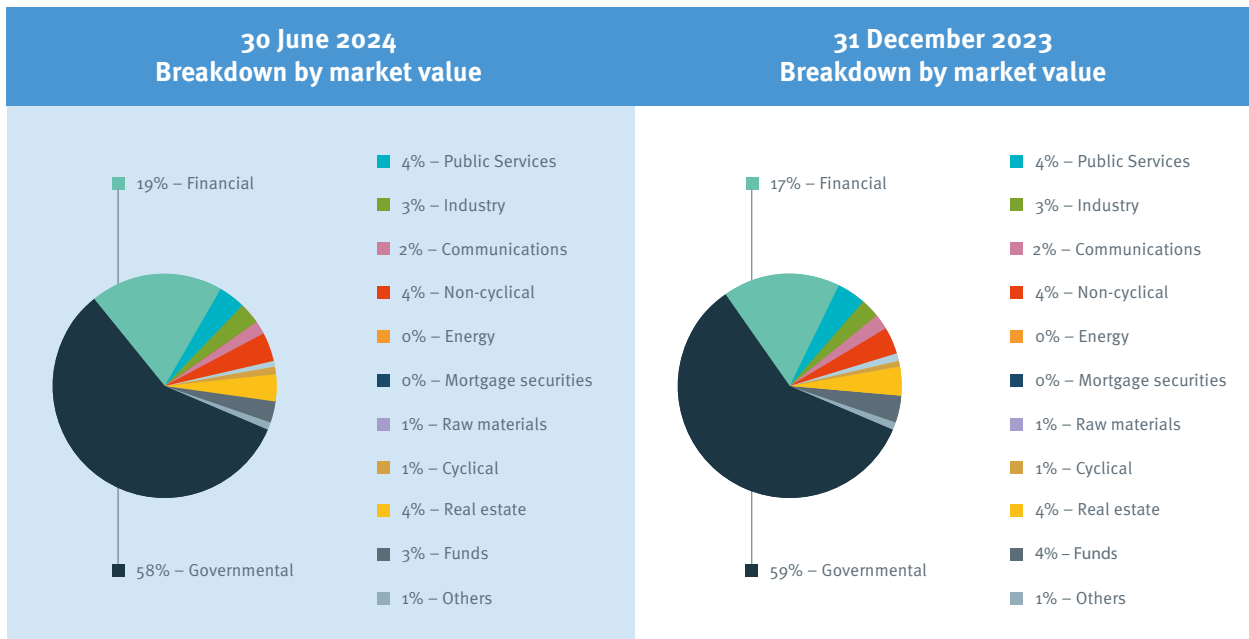
The concentration risk on the market risks includes the risk of additional losses borne by the company as a result of either, the lack of diversification in its assets portfolio (losses increased by the concentration of investments in a geographical zone or activity sector) or an important exposure to the default risk of one and only issuer of securities or of a group of related issuers.

#### 5.2.1.1 Sectoral distribution

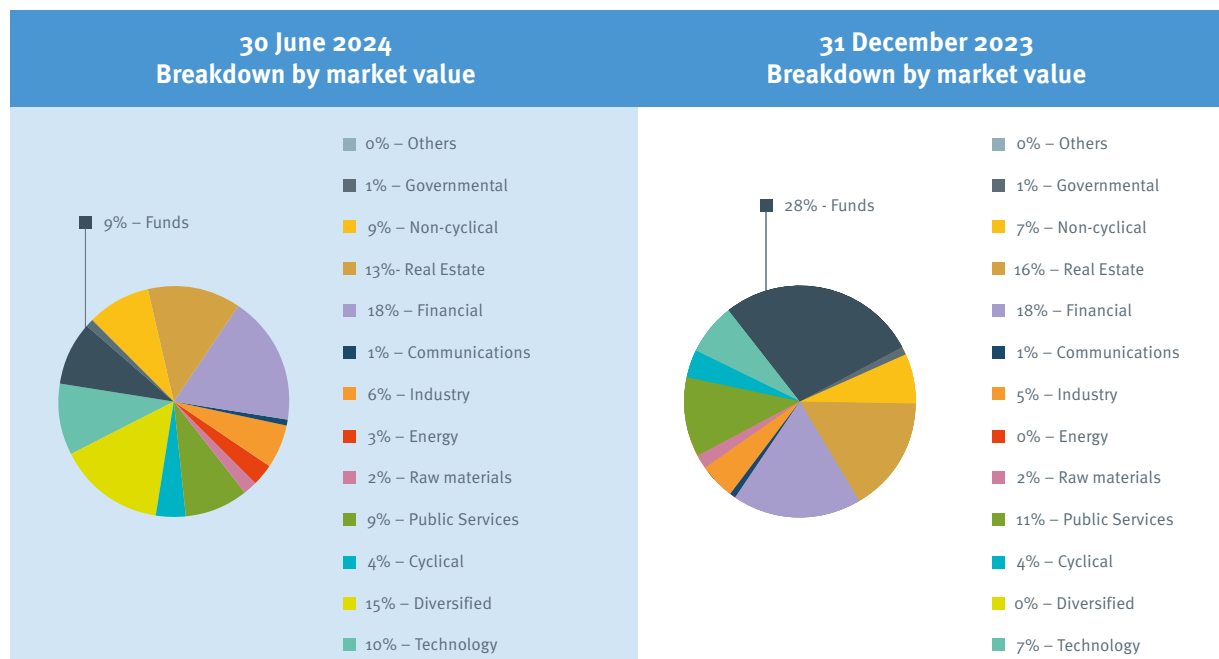
In order to manage the concentration at sectoral level of the financial assets, the financial limits system groups the assets together per distinct asset class and defines an asset allocation strategy which allows a sound diversification.

12 In 2023 and 2024, the sectoral distribution of the shares and investment funds as well as of the bonds and similar securities invested appears as follows:

#### Bonds and similar securities:



## Shares, participating interests and investment funds:



### 5.2.1.2 Exposure to sovereign risk

At end-June 2024, the part invested in sovereign or supranational debt amounts to 63% of the total amount of the fair value of all the bonds (i.e. EUR 7,095.8 million on a total of EUR 11,203.8 million). End-2023, this part amounted to 63% (i.e. EUR 7,284.9 million on a total of EUR 11,499.5 million).

The table hereafter shows the exposure relating to debts issued or guaranteed by governments, in fair value, per geographical zone.

<i>In thousands of euros, in market value</i>	30 June 2024	31 December 2023
Germany	513,551	533,268
Austria	238,715	241,671
Belgium	1,759,387	1,861,859
Canada	2,994	3,108
Croatia	2,770	2,922
Spain	780,038	731,084
Central and Eastern Europe	326,644	355,253
France	860,977	913,872
Ireland	351,191	354,855
Italy	525,812	553,031
The Netherlands	62,169	65,130
Scandinavia	74,459	72,820
Portugal	683,699	692,871
Supranational securities	661,739	681,129
Others	251,676	222,005
<b>Total</b>	<b>7,095,820</b>	<b>7,284,878</b>

Within the framework of credit risk management, the details of sovereign risk exposure as mentioned above are analysed whilst including all debts issued or guaranteed by governments without limitation to their activity sector. By way of example, securities of companies active in public services but guaranteed by the Belgian state are considered as government and similar debts. This explains why the total amount of sovereign risk exposure, EUR 7,095.8 million per June 30, 2024 (against EUR 7,284.9 million per December 31, 2023), is higher than the amount mentioned under the sector “Governmental”, i.e. EUR 6,536.5 million (against EUR 6,749.9 million per December 31, 2023).

## 5.2.2 Credit spread risk

The spread risk is the risk associated with the sensitivity of the value of assets and financial instruments to changes which affect the level or volatility of credit spreads towards the risk-free interest rate curve.

The spread risk is managed through limits which take into account the type of exposure to the credit risk, and the quality of the credit as well as through regular supervision of all portfolios. Concentration risk management also helps mitigate the spread risk.

The financial assets to which the spread risk relates are broken down below per credit rating. The amounts proposed are adjusted with the amount of transactions between the companies of the Group.

The second-best rating available from Moody's, Fitch and Standard & Poor's on the closing date is considered as reference rating.

<i>In thousands of euros</i>	30 June 2024						
	AAA	AA	A	BBB	BB and below	No rating	Total
Bonds	710,681	3,354,938	2,373,840	2,029,526	127,492	651,374	9,247,851
Loans	-	-	-	-	-	54,521	54,521
Cash equivalents	-	-	-	-	-	-	-
<b>Total</b>	<b>710,681</b>	<b>3,354,938</b>	<b>2,373,840</b>	<b>2,029,526</b>	<b>127,492</b>	<b>705,896</b>	<b>9,302,372</b>

<i>In thousands of euros</i>	31 December 2023						
	AAA	AA	A	BBB	BB and below	No rating	Total
Bonds	726,838	3,472,923	2,316,141	2,201,737	135,857	670,260	9,523,756
Loans	-	-	-	-	-	45,128	45,128
Cash equivalents	-	-	14,872	-	-	-	14,872
<b>Total</b>	<b>726,838</b>	<b>3,472,923</b>	<b>2,331,013</b>	<b>2,201,737</b>	<b>135,857</b>	<b>715,388</b>	<b>9,583,756</b>

For "Bonds and similar securities", very few changes in rating are observed in 2024. The evolutions are due to reinvestments and to the variation of the market values of investments.

## 6 Events subsequent to the date of the consolidated balance sheet

During the second semester, Ethias SA has acquired additional shares of NRB for value of EUR 71 million. This will have an impact on the equity at year-end.



# 7 Consolidated financial statements

## 7.1 Consolidated balance sheet

<i>In thousands of euros</i>	Note	30 June 2024	31 December 2023
Goodwill	9.1	97,038	96,762
Other intangible assets	9.2	97,266	108,494
Operational buildings and other tangible fixed assets	9.3	94,131	62,966
Right-of-use of assets		123,785	128,834
Investments in associated companies		302,172	223,561
Investment properties	9.3	429,731	448,251
Financial assets at fair value through other comprehensive income		9,259,437	9,451,681
Debt instruments		8,517,915	8,779,188
Equity instruments		741,522	672,494
Financial assets at fair value through profit or loss		1,304,669	1,268,398
Financial assets recognised at amortised cost		3,489,628	3,407,013
Derivative financial instruments		224,582	259,878
Investments belonging to unit-linked insurance contracts designated at fair value through profit or loss		2,308,272	2,161,659
Financial investments	9.4	16,586,587	16,548,629
Insurance contract assets	9.9	12,308	17,318
Reinsurance contract assets	9.5	264,422	253,446
Deferred tax assets	9.6	288,116	295,213
Receivables	9.7	593,094	589,266
Any other assets		53,047	51,460
Cash and cash equivalents		416,612	516,099
Assets available for sale including assets from discontinued operations	9.8	19,170	-
<b>Total assets</b>		<b>19,377,480</b>	<b>19,340,299</b>
Share capital		1,000,000	1,000,000
Reserves and retained earnings		1,551,413	1,303,250
Net profit (loss) of the period		128,480	346,262
Other items of comprehensive income		(494,554)	(474,666)
<b>Equity of the Group</b>		<b>2,185,339</b>	<b>2,174,845</b>
<b>Non-controlling interests</b>		<b>76,424</b>	<b>83,563</b>
<b>Total equity</b>		<b>2,261,763</b>	<b>2,258,408</b>
Insurance contract liabilities	9.9	9,467,317	9,341,222
Reinsurance contract liabilities	9.5	233	277
Investment contract liabilities	9.10	5,443,293	5,348,376
Subordinated debts	9.11	540,806	554,560
Lease obligations	9.11	69,096	73,251
Other financial debts	9.11	366,790	445,456
Employee benefits	9.12	156,406	178,128
Provisions		14,429	15,445
Derivative financial instruments		200,510	295,699
Tax liabilities payable	9.13	115,780	84,273
Deferred tax liabilities	9.6	21,356	19,897
Other payables	9.13	718,711	725,308
Liabilities related to assets available for sale and discontinued operations		989	-
<b>Total other liabilities</b>		<b>17,115,716</b>	<b>17,081,891</b>
<b>Total liabilities</b>		<b>19,377,480</b>	<b>19,340,299</b>

The statements and notes of sections 7 to 11 form an integral part of the consolidated financial IFRS statements as at 30 June 2024.

## 7.2 Consolidated income statement

<i>In thousands of euros</i>	Notes	30 June 2024	30 June 2023
Insurance revenue		1,035,787	942,853
Insurance service expenses		(826,897)	(767,294)
Net expenses from reinsurance		(22,673)	(29,158)
<b>Insurance service result</b>	<b>10.1</b>	<b>186,218</b>	<b>146,401</b>
Revenue from financial assets not measured at fair value through profit or loss		183,961	168,901
Net revenue from the sale of assets measured at amortised cost		(162)	(412)
Net revenue from the sale of assets measured through other items from the comprehensive income		1,452	8,504
Net revenue from assets measured at fair value through profit or loss		124,952	138,722
Net change in liabilities for investment contracts		(127,416)	(117,063)
Amortisation and impairment of investment property		(11,992)	(4,730)
Net losses of credit value on investments		5,061	(9,319)
Other investment-related financial expenses		(7,881)	(7,109)
<b>Net revenue from investment</b>	<b>10.2</b>	<b>167,975</b>	<b>177,496</b>
Financial expenses from issued insurance contracts		(106,679)	(81,849)
Financial revenue from held reinsurance contracts		3,589	1,066
<b>Financial expenses from insurance and reinsurance contracts</b>		<b>(103,091)</b>	<b>(80,783)</b>
<b>NET RESULT FROM INSURANCE AND INVESTMENT</b>		<b>251,102</b>	<b>243,113</b>
Other operating revenue		278,586	238,394
Other operating expenses		(322,795)	(282,916)
Asset management fees charged		5,877	5,794
Finance costs		(19,150)	(21,285)
Goodwill impairment		-	-
<b>NET PROFIT (LOSS) BEFORE TAX</b>		<b>193,620</b>	<b>183,100</b>
Income taxes		(46,222)	(40,748)
<b>NET PROFIT (LOSS) AFTER TAX</b>		<b>147,399</b>	<b>142,352</b>
Share of the associated companies in the result		(13,405)	373
Net profit (loss) from discontinued operations		-	-
<b>NET CONSOLIDATED PROFIT (LOSS)</b>		<b>133,994</b>	<b>142,724</b>
Group's share		128,509	138,097
Non-controlling interests		5,485	4,628

## 7.3 Consolidated statement of comprehensive income

<i>In thousands of euros</i>	30 June 2024	30 June 2023
<b>NET CONSOLIDATED PROFIT (LOSS)</b>	<b>133,994</b>	<b>142,724</b>
Actuarial gains and losses on defined benefit pension liabilities	21,198	7,219
Change in fair value of equity instruments measured at fair value through other comprehensive income	29,912	41,616
Share of the associated companies in the other items of comprehensive income	8,938	11,635
Tax	(5,299)	(1,805)
<b>Items that will not be reclassified to the income statement</b>	<b>54,749</b>	<b>58,666</b>
Change in fair value of debt instruments measured at fair value through other comprehensive income	(284,344)	241,779
Change in fair value of derivative instruments designated as cash flow hedges	70,610	(98,218)
Financial expenses from issued insurance contracts	129,668	(169,822)
Financial revenue from held reinsurance contracts	(2,371)	891
Exchange rate differences of foreign currency	632	810
Share of the associated companies in the other items of comprehensive income	-	-
Tax	15,034	4,189
<b>Items likely to be reclassified to the income statement</b>	<b>(70,771)</b>	<b>(20,371)</b>
<b>TOTAL OF OTHER ITEMS OF COMPREHENSIVE INCOME OF THE FINANCIAL YEAR</b>	<b>(16,022)</b>	<b>38,295</b>
<b>NET CONSOLIDATED COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>	<b>117,972</b>	<b>181,019</b>
Group's share	112,487	176,392
Non-controlling interests	5,485	4,628

## 7.4 Consolidated cash flow statement

<i>In thousands of euros</i>	Notes	30 June 2024	30 June 2023
<b>Net profit (loss) before tax</b>		<b>193,620</b>	<b>183,100</b>
Depreciations and impairments on intangible and tangible assets	9.2, 9.3	33,190	29,194
Change in depreciations on financial instruments and investment properties	9.3, 9.4, 10.2	6,931	14,048
Change in fair value on investments through profit or loss	9.4, 10.2	(87,175)	(96,349)
Provisions for risks and expenses, and other liabilities		3,396	(10,490)
Result from insurance contracts	9.5, 9.9, 10.1	(83,127)	(65,618)
Result from investment contracts	9.10, 10.2	121,539	111,269
Deduction of amounts included in the current result before tax for inclusion in the actual cash flows		(183,917)	(179,991)
<b>Corrections of the amounts that do not impact cash flows</b>		<b>(189,163)</b>	<b>(197,937)</b>
Dividends and instalments on earned dividends		25,984	26,601
Earned financial income	10.2	209,792	216,069
Use of provision for employee benefits		(12,716)	(9,253)
Change in current receivables and debts	9.7, 9.13	(43,501)	104,322
Change in liabilities from insurance contracts	9.5, 9.9	330,510	390,441
Change in liabilities from investments contracts	9.10	(26,622)	(134,289)
Tax paid		5,913	(22,862)
<b>Other changes</b>		<b>489,360</b>	<b>571,028</b>
<b>Net cash flows from operating activities (Total 1+2+3)</b>		<b>493,818</b>	<b>556,191</b>
Shares in subsidiaries, net of acquired cash in hand	8.3	(95,030)	(5,380)
Acquisitions of financial assets and investment properties	9.3, 9.4	(1,207,937)	(1,743,120)
Acquisitions of intangible and tangible fixed assets	9.2, 9.3	(25,623)	(30,647)
Disposals of shares in subsidiaries, net of transferred cash	8.3	741	10,843
Disposals of financial assets and investment properties	9.3, 9.4	955,234	1,386,989
Disposals of intangible and tangible fixed assets	9.2, 9.3	14,489	28
<b>Net cash flows from investing activities</b>		<b>(358,127)</b>	<b>(381,286)</b>
Subscription to capital increase		-	-
Capital refund		-	-
Dividends paid by the parent company		(110,000)	(108,000)
Dividends paid to third parties		(4,734)	(7,480)
Issues of financial liabilities	9.11	1,491	250,274
Refund of financial liabilities	9.11	(60,319)	(203,827)
Interests paid on financial liabilities		(40,392)	(12,091)
Issuance of lease obligations	9.11	3,603	21,860
Reimbursement of lease obligations	9.11	(12,187)	(11,034)
Interest paid on lease obligations		(842)	(256)
<b>Net cash flows from financing activities</b>		<b>(223,380)</b>	<b>(70,555)</b>
<b>Net cash flows from activities</b>		<b>(87,690)</b>	<b>104,350</b>
<b>Cash or cash equivalents at the beginning of the period</b>		<b>162,612</b>	<b>132,397</b>
Net cash flows from activities		(87,690)	104,350
Impacts of exchange rate differences of foreign currency and of other transactions		(174)	71
Changes in accrued interests not yet due on cash equivalents		8,333	(3,823)
Change in expected credit losses on cash equivalents		-	-
Re-evaluation of cash flows equivalents through equity		-	-
<b>Cash or cash equivalents at the end of the period</b>		<b>83,081</b>	<b>232,996</b>

The line “Deduction of amounts included in the current result before tax for inclusion in the actual cash flows” mainly includes dividends and financial income received that are recognised in the income statement.

## 7.5 Consolidated statement of changes in equity

<i>In thousands of euros</i>	2024					
	Subscribed capital	Result carried forward	Other items of comprehensive income	Equity of the Group	Non-controlling interests	Total equity
Equity as of 1 January	1,000,000	1,649,511	(474,666)	2,174,845	83,563	2,258,408
Net consolidated profit (loss)	-	128,509	-	128,509	5,485	133,994
Total of other items of comprehensive income of the financial year	-	-	(16,022)	(16,022)	-	(16,022)
Other movements	-	-	-	-	-	-
<b>Net consolidated comprehensive income</b>	-	<b>128,509</b>	<b>(16,022)</b>	<b>112,487</b>	<b>5,485</b>	<b>117,972</b>
Capital movements	-	-	-	-	-	-
Dividends	-	(110,000)	-	(110,000)	(4,734)	(114,734)
Transfers due to sale of Equity investments	-	3,855	(3,855)	-	-	-
Change in the consolidation scope	-	8,018	(11)	8,007	(7,889)	118
Other movements	-	-	-	-	-	-
<b>Equity as of 30 June</b>	<b>1,000,000</b>	<b>1,679,893</b>	<b>(494,554)</b>	<b>2,185,339</b>	<b>76,424</b>	<b>2,261,763</b>

<i>In thousands of euros</i>	2023					
	Subscribed capital	Result carried forward	Other items of comprehensive income	Equity of the Group	Non-controlling interests	Total equity
Equity as of 1 January	1,000,000	1,447,787	(616,944)	1,830,843	72,041	1,902,884
Net consolidated profit (loss)	-	138,097	-	138,097	4,628	142,724
Total of other items of comprehensive income of the financial year	-	-	38,295	38,295	-	38,295
Other movements	-	-	-	-	-	-
<b>Net consolidated comprehensive income</b>	-	<b>138,097</b>	<b>38,295</b>	<b>176,392</b>	<b>4,628</b>	<b>181,019</b>
Capital movements	-	-	-	-	-	-
Dividends	-	(108,000)	-	(108,000)	(7,480)	(115,480)
Transfers due to sale of Equity investments	-	(16,137)	16,137	-	-	-
Change in the consolidation scope	-	23,638	8	23,646	6,966	30,611
Other movements	-	-	-	-	-	-
<b>Equity as of 30 June</b>	<b>1,000,000</b>	<b>1,485,384</b>	<b>(562,503)</b>	<b>1,922,881</b>	<b>76,154</b>	<b>1,999,034</b>

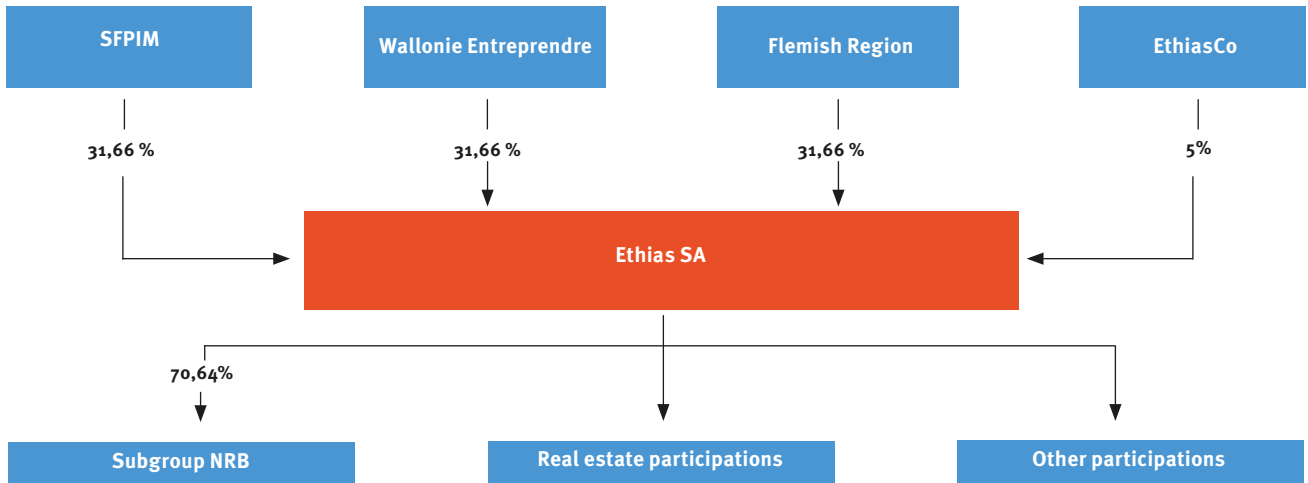
The dividends distributed are composed of the dividend paid by Ethias SA to its shareholders (EUR 110 million compared with EUR 108 million in 2023) and the dividends distributed outside the Group (EUR 4.7 million compared with EUR 7.5 million in 2023), mainly by the NRB sub-group.

In 2024, the line “Change in scope” includes the acquisition, related to the change in NRB’s percentage, of equity by the group from non-controlling interests. Furthermore, the group’s equity is also impacted by the changes in percentage of Cityforward and Hamsterhuren II, while the non-controlling interests are affected by the integration of Verdi into the consolidation. In 2023, the line “Change in scope” includes an increase in the group’s equity following the change in percentage of NRB. Minority interests are also impacted by this change as well as by the integration of Abiware and NeWIN and its subsidiaries in the consolidation.

# 8 General information

## 8.1 Legal structure

Its legal structure is as follows:



**Ethias SA** centralises all Life and Non-Life insurance activities.

Ethias SA is held by the Federal State through the SFPIM, by the Walloon Region through Wallonie Entrepreneurs, by the Flemish Region and by EthiasCo (historical shareholder).

It is also the shareholder of several companies in the group, including Ethias Services (a service company specialising in pension insurance in particular), Ethias Ventures (investment in innovative insurance-related start-ups), Ethias Lease (electric leasing company), NRB (IT company), IMA Benelux (service company specialising in assistance), Green4You (installation and maintenance of renewable energy production equipment), Glasfaser Ostbelgien (development of the fibre optic network in the German-speaking Community) and various real estate subsidiaries.

The main purpose of EthiasCo is the holding and management of participating interests. Among these, the most important ones are Ethias SA, Socofe and VEH (both active in the energy sector).

## 8.2 Consolidation scope

### List of the consolidated subsidiaries

	30 June 2024					31 December 2023		
	Country	Sector	Currency	Integration percentage	Control percentage	Integration percentage	Control percentage	Change in scope
<b>Consolidating company</b>								
Ethias S.A.	Belgium	Insurance	EUR	100.00%	100.00%	100.00%	100.00%	
<b>Consolidated companies with 100 % consolidation</b>								
<b>Real estate subsidiaries</b>								
Air Properties	Luxembourg	Real estate	EUR	64.56%	64.56%	64.56%	64.56%	
Ankaret Invest	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Ariane Real Estate	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Bora	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Archeion	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Dockx Jan	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Ethias Patrimoine	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Foncière du Berlaymont	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Real Goed Invest	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Immo Hofveld	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Immovivegnis	Belgium	Real estate	EUR	0.00%	0.00%	100.00%	100.00%	Cession
Koala	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Lothian Developments IV	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Naos	Luxembourg	Real estate	EUR	67.00%	67.00%	67.00%	67.00%	
Sagitta	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
UP 38	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Veran Real Estate	Belgium	Real estate	EUR	100.00%	100.00%	100.00%	100.00%	
Viminalis III	Belgium	Real estate	EUR	100.00%	100.00%	0.00%	0.00%	Acquisition by Ethias



	30 June 2024					31 December 2023		
	Country	Sector	Currency	Integration percentage	Control percentage	Integration percentage	Control percentage	Change in scope
<b>NRB Group</b>								
Adinfo	Belgium	IT	EUR	36.03%	51.00%	32.39%	51.00%	Change in percentage
Afelio	Belgium	IT	EUR	0.00%	0.00%	63.52%	100.00%	Absorbed by NRB
B-data	Belgium	IT	EUR	36.03%	51.00%	32.39%	51.00%	Change in percentage
Cevi	Belgium	IT	EUR	36.03%	100.00%	32.39%	100.00%	Change in percentage
Computerland	Belgium	IT	EUR	70.64%	100.00%	63.52%	100.00%	Change in percentage
Civadis	Belgium	IT	EUR	36.03%	100.00%	32.39%	100.00%	Change in percentage
Ink Consulting	Belgium	IT	EUR	70.64%	100.00%	63.52%	100.00%	Change in percentage
NeWIN	Belgium	IT	EUR	70.64%	100.00%	63.52%	100.00%	Change in percentage
NRB	Belgium	IT	EUR	70.64%	70.64%	63.52%	63.52%	Change in percentage
Phenix Data Center	Belgium	IT	EUR	70.64%	100.00%	63.52%	100.00%	Change in percentage
Prodata Systems	Belgium	IT	EUR	36.03%	100.00%	32.39%	100.00%	Change in percentage
SLM	Belgium	IT	EUR	70.64%	100.00%	63.52%	100.00%	Change in percentage
Siggis	Belgium	IT	EUR	36.03%	100.00%	32.39%	100.00%	Change in percentage
Trigone Informatique	Belgium	IT	EUR	70.64%	100.00%	63.52%	100.00%	Change in percentage
Verdi	Belgium	IT	EUR	36.03%	100.00%	0.00%	0.00%	Acquisition by Cevi
Wallonie Data Center	Belgium	IT	EUR	70.64%	100.00%	63.52%	100.00%	Change in percentage
Zorgi	Belgium	IT	EUR	56.51%	80.00%	50.81%	80.00%	Change in percentage
<b>Others</b>								
Ethias Lease	Belgium	Other	EUR	50.00%	50.00%	50.00%	50.00%	
Ethias Lease Corporation	Belgium	Other	EUR	100.00%	100.00%	100.00%	100.00%	
Ethias Services	Belgium	Other	EUR	99.90%	99.90%	99.90%	99.90%	
Ethias Sustainable Invest. Fund - Global Equities	Belgium	Other	EUR	100.00%	100.00%	100.00%	100.00%	
Ethias Sustainable Invest. Fund - High Yield	Belgium	Other	EUR	100.00%	100.00%	100.00%	100.00%	
Ethias Ventures	Belgium	Holding	EUR	100.00%	100.00%	100.00%	100.00%	
Glasfaser Ostbelgien	Belgium	Other	EUR	50.00%	50.00%	50.00%	50.00%	

	30 June 2024					31 December 2023		
	Country	Sector	Currency	Integration percentage	Control percentage	Integration percentage	Control percentage	Change in scope
<b>Associates and equity method</b>								
<b>Real estate subsidiaries</b>								
Cityforward	Belgium	Real estate	EUR	43.19%	43.19%	49.50%	49.50%	Change in percentage
Hamsterhuren II	Belgium	Real estate	EUR	21.75%	21.75%	21.69%	21.69%	Change in percentage
WLP Holding	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP I	Germany	Real estate	EUR	30.00%	30.00%	30.00%	30.00%	
WLP II	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP III	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP IV	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP VII	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP VIII	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP IX	Belgium	Real estate	EUR	33.33%	33.33%	0.00%	0.00%	Acquisition by WLP Holding
WLP XI	England	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP XII	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP XVI	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
WLP CVH	Belgium	Real estate	GBP	33.33%	33.33%	33.33%	33.33%	
WLP CV	Belgium	Real estate	EUR	33.33%	33.33%	33.33%	33.33%	
Zabrixx I	Belgium	Real estate	EUR	48.90%	48.90%	48.90%	48.90%	
<b>NRB Group</b>								
BelgiumDC	Belgium	IT	EUR	35.32%	50.00%	31.76%	50.00%	Change in percentage
<b>Others</b>								
IMA Benelux	Belgium	Other	EUR	33.00%	33.00%	33.00%	33.00%	
Green4You	Belgium	Other	EUR	26.00%	26.00%	26.00%	26.00%	
NEB Participations	Belgium	Holding	EUR	29.43%	29.43%	29.43%	29.43%	

## 8.3 Acquisitions and disposals of subsidiaries

### 8.3.1 Assets and liabilities of companies acquired

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Goodwill and other intangible assets	276	20,622
Investment properties	12,964	-
Financial investments	-	-
Insurance contract assets	-	-
Other assets and tangible fixed assets	32,530	34,231
Cash and cash equivalents	2,922	16,452
Insurance and investment contract liabilities	-	-
Financial debts	(31,442)	(3,900)
Provisions for risks and expenses	-	-
Other liabilities	(5,198)	(17,774)
Participating interests accounted for using the equity method	86,018	9,627
Non-controlling interests	7,889	(9,223)
Changes in equity following acquisitions	(8,007)	26,362
<b>Net assets acquired</b>	<b>97,952</b>	<b>76,397</b>
Less: Acquired cash in hand	(2,922)	(16,452)
Less: Badwill	-	-
<b>Cash used for acquisitions</b>	<b>95,030</b>	<b>59,945</b>

In 2023, Ethias, Ethias Patrimoine and Ethias Ventures formed Ethias Lease Corporation, which then participated at 50% in the formation of Ethias Lease. In addition, Ethias paid up the capital of Zabrix I. Cevi acquired 100% of Abiware and WLP Holding acquired 100% of WLP XII and WLP XVI. Finally, NRB increased its capital through a contribution in kind of 100% of the shares in NeWIN (and its subsidiaries). The net cash flow relating to the acquisitions of 2023 amounts to EUR +2.3 million for Ethias Lease, EUR -2.8 million for Zabrix I, EUR -2.9 million for Abiware, EUR -3.9 million for WLP XII, EUR -2.9 million for WLP XVI and EUR +0.3 million for NeWIN. The setting up of Ethias Lease Corporation did not generate any cash flow outside the group. In accordance with the application of IFRS10, a financial liability of EUR 50 million was recognised following the conclusion of an option committing Ethias to the purchase of additional shares in NRB. The put option recognised in 2023 has been exercised in 2024.

In 2024, Cevi acquired 100% of the shares of Verdi and Ethias acquired 100% of Viminalis III. Additionally, Ethias participated in the capital increases of Cityforward, Hamsterhuren II, Zabrix I and WLP Holding. The latter allowed for the acquisition of 100% of WLP IX. The net cash flow relating to the acquisitions of 2024 amounts to EUR -1,2 million for Verdi, EUR -8,4 million for Viminalis III, EUR -80 million for Cityforward, EUR -0,6 million for Hamsterhuren II, EUR -1,6 million for Zabrix I and EUR -3,3 million for WLP IX.

The non-controlling interests in the 2023 and 2024 acquisitions were initially valued at Ethias' proportionate share of the identifiable net assets of the acquired companies.

## 8.3.2 Assets and liabilities of divested companies

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Intangible assets	-	-
Financial investments	463	13,751
Insurance contract assets	-	-
Any other assets	0	0
Cash and cash equivalents	34	219
Insurance and investment contract liabilities	-	-
Financial debts	(498)	(12,383)
Provisions for risks and expenses	-	-
Other liabilities	(9)	(331)
Participating interests accounted for using the equity method	-	-
Changes in equity following disposals	-	-
<b>Net assets divested</b>	<b>(10)</b>	<b>1,256</b>
Gain/(loss) on disposals, net of tax	785	11,389
Net cash received related to disposals without loss of control	-	-
Transferred cash	(34)	(219)
<b>Cash received for disposals</b>	<b>741</b>	<b>12,426</b>

The amounts shown above correspond, in 2024, to the sale of Immovivegnis.

In 2023, the cash generated was EUR 10.4 million for the sale of Het Gehucht and a further EUR 2 million for the partial sale of WLP Holding in 2022.

## 8.4 Summary of significant accounting principles

### 8.4.1 Basis of preparation of the consolidated financial statements

#### 8.4.1.1 General principles

The Group's Interim Report includes the consolidated financial statements prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the European Union and the highlights of the period.

This report is prepared for the six months ending on 30 June 2024 and compares it with the end of the previous financial year for the consolidated balance sheet, and with the comparable interim periods of the previous financial year for the other statements.

The interim report does not include all the notes normally included in an annual financial report. Consequently, this report should be read in conjunction with the annual report for the year ended 31 December 2023 and any public announcement made by the Ethias Group during the interim reporting period.

#### 8.4.1.2 New standards, amendments and interpretations published and adopted since 1 January 2024

The new standards and interpretations, applicable from January 1, 2024, are as follows:

- Amendment to IAS 1 - Classification of Liabilities as Current or Non-Current
- Amendments to IAS 7 and IFRS 7 - Supplier Finance Arrangements
- Amendment to IFRS 16 - Lease Liabilities in a Sale and Leaseback

The impact of the new standards and amendments to IFRS on our financial statements is not material.

#### 8.4.1.3 Future standards and interpretations

The Group has chosen to apply none of the new, revised or amended standards for which the IFRS leave the choice to anticipate or not their coming into force.

Moreover, the Group systematically analyses the standards and interpretations that will come into force in subsequent years.

To conclude, the Group follows the elaboration by the IASB of the main standards and interpretations that can have a significant impact on the accounts.

### 8.4.2 Segment information

IFRS 8 - Operating Segments - requires the presentation of data relating to the Group's operating segments taken from internal reporting and used by the Management in its investment decisions and performance assessment. For the Group, the operating segments that meet the criteria of the standard correspond to the following segments: Non-Life, Life and Non-Technical.

### 8.4.3 Consolidation principles and methods

The accounting principles and the valuation rules applied as of 31 December 2023 are still valid and therefore applicable for the first half of 2024. A detailed description is available in the annual report at the end of 2023.

The activities of the Group are not subject to a significant seasonal factor.

## 8.5 Significant accounting estimates and judgements

The corresponding notes in the consolidated financial statements in the 2023 annual report include more information about the application of these estimates.

## 8.6 Segment information

The allocation of resources and the performance assessment are made for the various products that Ethias SA offers to its clients, in the form of a complete, tailor-made and innovative range of risk management solutions and insurances, both in Life and Non-Life. These segments and their operations are as follows:

- Non-Life segment: income from this segment comes mainly from premiums received for cover against damage to vehicles, equipment and buildings, for family insurance, assistance, civil liability, health care, work accidents, sports accidents, etc.
- Life segment: this segment covers pension and contribution insurances, group insurances, individual pension commitments, director's insurances, annuity contracts, etc. This segment also covers the supplementary pension for contractual staff members of the public sector. Finally, Ethias also sells outstanding balance insurances, following the absorption of Whestia in 2017. Most of the other insurance products are put into run-off.
- Non-Technical segment: this segment includes the Non-Technical activity of Ethias.

The results of the segments for the years ended on 30 June 2024 and 2023 respectively are detailed below:

<i>In thousands of euros</i>	30 June 2024			
	NON-LIFE	LIFE	NON-TECHNICAL	TOTAL
Insurance revenue	908,144	127,643	-	1,035,787
Insurance service expenses	(722,151)	(104,746)	-	(826,897)
Net expenses from reinsurance	(22,104)	(569)	-	(22,673)
<b>Insurance service result</b>	<b>163,890</b>	<b>22,328</b>	<b>-</b>	<b>186,218</b>
Revenue from financial assets not measured at fair value through profit or loss	55,392	126,101	2,468	183,961
Net revenue from the sale of assets measured at amortised cost	-	(162)	-	(162)
Net revenue from the sale of assets measured through other items from the comprehensive income	677	776	(2)	1,452
Net revenue from assets measured at fair value through profit or loss	1,866	122,096	989	124,952
Net change in liabilities for investment contracts	-	(127,416)	-	(127,416)
Amortisation and impairment of investment property	(1,156)	(10,835)	-	(11,992)
Net losses of credit value on investments	1,821	3,218	22	5,061
Other investment-related financial expenses	(1,755)	(5,044)	(1,082)	(7,881)
<b>Net revenue from investment</b>	<b>56,844</b>	<b>108,735</b>	<b>2,396</b>	<b>167,975</b>
Financial expenses from issued insurance contracts	(46,616)	(60,064)	-	(106,679)
Financial revenue from held reinsurance contracts	3,584	4	-	3,589
<b>Financial expenses from insurance and reinsurance contracts</b>	<b>(43,031)</b>	<b>(60,059)</b>	<b>-</b>	<b>(103,091)</b>
<b>NET RESULT FROM INSURANCE AND INVESTMENT</b>	<b>177,703</b>	<b>71,004</b>	<b>2,396</b>	<b>251,102</b>
Other operating revenue	1,107	4,782	272,698	278,586
Other operating expenses	(33,655)	(22,788)	(266,352)	(322,795)
Asset management fees charged	-	5,877	-	5,877
Finance costs	(310)	(427)	(18,413)	(19,150)
Goodwill impairment	-	-	-	-
<b>NET PROFIT (LOSS) BEFORE TAX</b>	<b>144,845</b>	<b>58,447</b>	<b>(9,671)</b>	<b>193,620</b>
Income taxes	-	-	(46,222)	(46,222)
<b>NET PROFIT (LOSS) AFTER TAX</b>	<b>144,845</b>	<b>58,447</b>	<b>(55,893)</b>	<b>147,399</b>
Share of the associated companies in the result	(4,710)	(8,769)	75	(13,405)
Net profit (loss) from discontinued operations	-	-	-	-
<b>NET CONSOLIDATED PROFIT (LOSS)</b>	<b>140,134</b>	<b>49,678</b>	<b>(55,818)</b>	<b>133,994</b>
Group's share	139,810	49,655	(60,955)	128,509
Non-controlling interests	325	23	5,137	5,485

<i>In thousands of euros</i>	30 June 2023			
	NON-LIFE	LIFE	NON-TECHNICAL	TOTAL
Insurance revenue	829,579	113,274	-	942,853
Insurance service expenses	(688,673)	(78,621)	-	(767,294)
Net expenses from reinsurance	(29,393)	235	-	(29,158)
<b>Insurance service result</b>	<b>111,513</b>	<b>34,888</b>	<b>-</b>	<b>146,401</b>
Revenue from financial assets not measured at fair value through profit or loss	47,455	119,421	2,025	168,901
Net revenue from the sale of assets measured at amortised cost	-	(412)	-	(412)
Net revenue from the sale of assets measured through other items from the comprehensive income	1,329	7,176	-	8,504
Net revenue from assets measured at fair value through profit or loss	17,188	120,629	906	138,722
Net change in liabilities for investment contracts	-	(117,063)	-	(117,063)
Amortisation and impairment of investment property	(1,157)	(3,572)	-	(4,730)
Net losses of credit value on investments	(3,136)	(6,167)	(15)	(9,319)
Other investment-related financial expenses	(2,806)	(4,210)	(94)	(7,109)
<b>Net revenue from investment</b>	<b>58,871</b>	<b>115,802</b>	<b>2,822</b>	<b>177,496</b>
Financial expenses from issued insurance contracts	(32,200)	(49,650)	-	(81,849)
Financial revenue from held reinsurance contracts	1,047	19	-	1,066
<b>Financial expenses from insurance and reinsurance contracts</b>	<b>(31,152)</b>	<b>(49,631)</b>	<b>-</b>	<b>(80,783)</b>
<b>NET RESULT FROM INSURANCE AND INVESTMENT</b>	<b>139,232</b>	<b>101,060</b>	<b>2,822</b>	<b>243,113</b>
Other operating revenue	1,329	6,643	230,422	238,394
Other operating expenses	(36,217)	(18,104)	(228,596)	(282,916)
Asset management fees charged	-	5,794	-	5,794
Finance costs	(220)	(435)	(20,630)	(21,285)
Goodwill impairment	-	-	-	-
<b>NET PROFIT (LOSS) BEFORE TAX</b>	<b>104,124</b>	<b>94,957</b>	<b>(15,982)</b>	<b>183,100</b>
Income taxes	-	-	(40,748)	(40,748)
<b>NET PROFIT (LOSS) AFTER TAX</b>	<b>104,124</b>	<b>94,957</b>	<b>(56,730)</b>	<b>142,352</b>
Share of the associated companies in the result	(1,129)	1,445	57	373
Net profit (loss) from discontinued operations	-	-	-	-
<b>NET CONSOLIDATED PROFIT (LOSS)</b>	<b>102,995</b>	<b>96,402</b>	<b>(56,673)</b>	<b>142,724</b>
Group's share	102,657	96,205	(60,765)	138,097
Non-controlling interests	338	197	4,092	4,628

The performance measures of each segment used by the management are the net insurance and investment result as well as the net result before and after tax. The result per segment includes all revenues and expenses that are directly attributable to it as well as the revenues and expenses that can be reasonably allocated to it. The result of Ethias' subsidiaries is allocated to the different segments according to the allocation of the shareholding in Ethias SA.

Information on segment assets and liabilities is not provided because this information is not included in the reporting, regularly reviewed by the management for resource allocation and performance assessment purposes.

Transfers or transactions between segments are made at usual market conditions identical to those that would be applied with unrelated third parties.

Since the Group's activities are mainly carried out in Belgium, there is no geographical distribution to give.

Ethias does not have any clients that account for a significant part of its revenues.



# 9 Notes to the consolidated balance sheet

## 9.1 Goodwill

### 9.1.1 Evolution of goodwill

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Gross value on 1 January	96,762	76,651
Accumulated impairment losses on 1 January	-	-
Net book value on 1 January	96,762	76,651
Acquisitions	276	20,111
Other changes	-	-
Net book value on 30 June/31 December	97,038	96,762

Goodwill was generated on:

- entities of the NRB subgroup, for EUR 81.9 million;
- the acquisition of the Whestia entity (“outstanding balance” insurance portfolio) for EUR 15.1 million.

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In 2023, NRB acquired 100% of NeWIN and its subsidiaries, and Cevi acquired 100% of Abiware, generating goodwill of EUR 19.1 million and EUR 1 million respectively.

In 2024, Cevi acquired 100% of the shares of Verdi, generating goodwill of EUR 0.3 million.

### 9.1.2 Impairment test on goodwill

There was no significant change in the first half of 2024 compared to 31 December 2023. The corresponding notes in the consolidated financial statements of the annual report as of 31 December 2023 provide further information.

## 9.2 Other intangible assets

<i>In thousands of euros</i>	2024		
	Software and IT developments	Other intangible assets	Total
<b>Gross value on 1 January</b>	<b>282,422</b>	<b>61,406</b>	<b>343,828</b>
Accumulated amortisation on 1 January	(191,693)	(33,243)	(224,936)
Accumulated impairment losses on 1 January	(9,256)	(1,142)	(10,398)
<b>Net book value on 1 January</b>	<b>81,473</b>	<b>27,021</b>	<b>108,494</b>
Acquisitions	8,888	784	9,672
Disposals	(501)	(8,768)	(9,269)
Reclassifications	-	-	-
Change in the consolidation scope	-	-	-
Net amortisation	(9,449)	(2,183)	(11,632)
Impairments	-	-	-
Other changes	-	-	-
<b>Net book value on 30 June</b>	<b>80,412</b>	<b>16,853</b>	<b>97,266</b>

<i>In thousands of euros</i>	2023		
	Software and IT developments	Other intangible assets	Total
<b>Gross value on 1 January</b>	<b>261,668</b>	<b>61,172</b>	<b>322,840</b>
Accumulated amortisation on 1 January	(151,391)	(27,917)	(179,308)
Accumulated impairment losses on 1 January	(21,488)	-	(21,488)
<b>Net book value on 1 January</b>	<b>88,789</b>	<b>33,255</b>	<b>122,044</b>
Acquisitions	15,054	1,952	17,005
Disposals	(826)	-	(826)
Reclassifications	470	-	470
Change in the consolidation scope	511	-	511
Net amortisation	(20,187)	(7,044)	(27,230)
Impairments	(2,339)	(1,142)	(3,481)
Other changes	-	-	-
<b>Net book value on 31 December</b>	<b>81,473</b>	<b>27,021</b>	<b>108,494</b>

## 9.3 Tangible fixed assets and investment properties

<i>In thousands of euros</i>	2024			
	Investment properties	Operational buildings	Other tangible fixed assets	Total
<b>Gross value to be depreciated on 1 January</b>	<b>608,971</b>	<b>68,245</b>	<b>166,034</b>	<b>843,250</b>
Acquisitions	-	485	11,863	12,348
Disposals and withdrawals	-	(488)	(6,662)	(7,150)
Properties held for sale	(45,940)	-	-	(45,940)
Change in the consolidation scope	10,657	-	30,637	41,294
Reclassifications from one heading to another	-	-	1,242	1,242
Other changes	-	-	-	-
<b>Gross value on 30 June</b>	<b>573,688</b>	<b>68,242</b>	<b>203,115</b>	<b>845,044</b>
<b>Depreciations and accumulated impairments on 1 January</b>	<b>(160,720)</b>	<b>(52,201)</b>	<b>(119,112)</b>	<b>(332,033)</b>
Depreciations of the financial year	(5,630)	(916)	(7,651)	(14,196)
Impairments of the financial year	-	-	-	-
Reversals of the financial year	-	-	-	-
Disposals and withdrawals	-	-	155	155
Reversals following disposals	-	163	4,725	4,888
Net impairment and reversal on properties held for sale	20,549	-	-	20,549
Change in the consolidation scope	1,844	-	(1,238)	605
Reclassifications from one heading to another	-	-	(1,152)	(1,152)
Other changes	-	-	-	-
<b>Depreciations and accumulated impairments on 30 June</b>	<b>(143,957)</b>	<b>(52,953)</b>	<b>(124,272)</b>	<b>(321,182)</b>
<b>Net book value on 30 June</b>	<b>429,731</b>	<b>15,288</b>	<b>78,842</b>	<b>523,862</b>
<b>Fair value on 30 June</b>	<b>625,947</b>	<b>50,638</b>	<b>78,842</b>	<b>755,428</b>

<i>In thousands of euros</i>	2023			
	Investment properties	Operational buildings	Other tangible fixed assets	Total
<b>Gross value to be depreciated on 1 January</b>	<b>573,484</b>	<b>64,509</b>	<b>103,494</b>	<b>741,487</b>
Acquisitions	37,545	173	34,643	72,361
Disposals and withdrawals	(2,058)	-	(7,626)	(9,685)
Properties held for sale	-	-	-	-
Change in the consolidation scope	-	3,526	34,233	37,759
Reclassifications from one heading to another	-	37	1,291	1,327
Other changes	-	-	-	-
<b>Gross value on 31 December</b>	<b>608,971</b>	<b>68,245</b>	<b>166,034</b>	<b>843,250</b>
<b>Depreciations and accumulated impairments on 1 January</b>	<b>(147,188)</b>	<b>(48,528)</b>	<b>(79,360)</b>	<b>(275,075)</b>
Depreciations of the financial year	(14,000)	(1,767)	(11,843)	(27,610)
Impairments of the financial year	-	-	-	-
Reversals of the financial year	-	-	-	-
Disposals and withdrawals	164	-	1,658	1,822
Reversals following disposals	303	-	1,139	1,442
Net impairment and reversal on properties held for sale	-	-	-	-
Change in the consolidation scope	-	(1,870)	(28,959)	(30,829)
Reclassifications from one heading to another	-	(37)	(1,746)	(1,783)
Other changes	-	-	-	-
<b>Depreciations and accumulated impairments on 31 December</b>	<b>(160,720)</b>	<b>(52,201)</b>	<b>(119,112)</b>	<b>(332,033)</b>
<b>Net book value on 31 December</b>	<b>448,251</b>	<b>16,044</b>	<b>46,922</b>	<b>511,217</b>
<b>Fair value on 31 December</b>	<b>658,385</b>	<b>50,974</b>	<b>46,922</b>	<b>756,282</b>

Investment properties and held for own use are valued annually by independent real estate experts.

The fair value of investment properties represents the estimated amount at which the real estate could be exchanged on the valuation date between a buyer and a willing seller on the basis of a transaction at arm's length.

With regard to investment properties, the valuation method is that of the perpetual capitalisation of the Estimated Rental Value (ERV). This method, in line with international valuation standards, is generally applied in the market where it is probable that the flow of income is constant. It consists in the perpetual capitalisation of the estimated rental value, by using a rate of return, plus or minus a series of adjustments to take into account elements that may have a material impact on the value of the real estate assets.

The capitalisation rate is obtained on the basis of observations of comparable property values (and therefore rates of return) on the property investment market and depends inter alia on the location of the property, the quality of the property, the quality of the tenant and the length of the leases.

For buildings held for own use, the method of capitalising the estimated rental value in perpetuity is also used. This estimated rental value is based on a "sale & lease back" scenario.

Investment properties and held for own use are classified as level 3. Indeed, the valuation methods used by the experts are not based on observable data on these markets. In particular, market rental values or capitalisation rates should be considered as input data of level 3.

As of 30 June 2024, the lines "Changes in the consolidation scope" relate to the entry of Viminalis III into and the removal of Immovivegnis from the scope of consolidation.

## 9.4 Financial investments

### 9.4.1 Overview of financial investments by category

<i>In thousands of euros</i>	30 June 2024					
	Cost price	ECL and impairments	Reassessment through other items of comprehensive income	Reassessment through profit or loss	Net book value	Fair value
At fair value through other items of comprehensive income	46,645	-	(9,714)	-	36,931	36,931
Designated at fair value through profit or loss	10,435	-	-	(765)	9,670	9,670
<b>Participating interests</b>	<b>57,080</b>	<b>-</b>	<b>(9,714)</b>	<b>(765)</b>	<b>46,601</b>	<b>46,601</b>
Designated at fair value through other items of comprehensive income	554,476	-	136,314	-	690,790	690,790
Designated at fair value through profit or loss	8,255	-	-	(691)	7,564	7,564
<b>Equities</b>	<b>562,731</b>	<b>-</b>	<b>136,314</b>	<b>(691)</b>	<b>698,355</b>	<b>698,355</b>
At fair value through other items of comprehensive income	-	-	-	-	-	-
At fair value through profit or loss	427,837	-	-	88,940	516,777	516,777
<b>Investment funds</b>	<b>427,837</b>	<b>-</b>	<b>-</b>	<b>88,940</b>	<b>516,777</b>	<b>516,777</b>
At amortised cost	2,172,908	(2,382)	-	-	2,170,526	1,955,972
At fair value through other items of comprehensive income	9,988,001	(9,412)	(1,446,873)	-	8,531,715	8,531,715
At fair value through profit or loss	740,811	-	-	(24,675)	716,136	716,136
<b>Bonds</b>	<b>12,901,720</b>	<b>(11,794)</b>	<b>(1,446,873)</b>	<b>(24,675)</b>	<b>11,418,377</b>	<b>11,203,823</b>
At amortised cost	1,333,587	(14,484)	-	-	1,319,102	1,239,265
At fair value through profit or loss	55,792	-	-	(1,270)	54,521	54,521
<b>Loans and deposits</b>	<b>1,389,378</b>	<b>(14,484)</b>	<b>-</b>	<b>(1,270)</b>	<b>1,373,624</b>	<b>1,293,786</b>
At fair value through profit or loss	2,255	-	-	(1,243)	1,012	1,012
Held for hedging purposes	-	-	223,570	-	223,570	223,570
<b>Derivative financial assets</b>	<b>2,255</b>	<b>-</b>	<b>223,570</b>	<b>(1,243)</b>	<b>224,582</b>	<b>224,582</b>
Designated at fair value through profit or loss	2,099,224	-	-	209,047	2,308,272	2,308,272
<b>Investments belonging to unit-linked insurance contracts</b>	<b>2,099,224</b>	<b>-</b>	<b>-</b>	<b>209,047</b>	<b>2,308,272</b>	<b>2,308,272</b>
<b>Total financial investments</b>	<b>17,440,226</b>	<b>(26,279)</b>	<b>(1,096,703)</b>	<b>269,342</b>	<b>16,586,587</b>	<b>16,292,195</b>

<i>In thousands of euros</i>	31 December 2023					
	Cost price	ECL and impairments	Reassessment through other items of comprehensive income	Reassessment through profit or loss	Net book value	Fair value
At fair value through other items of comprehensive income	35,178	-	(6,553)	-	28,625	28,625
Designated at fair value through profit or loss	6,122	-	-	65	6,187	6,187
<b>Participating interests</b>	<b>41,300</b>	<b>-</b>	<b>(6,553)</b>	<b>65</b>	<b>34,812</b>	<b>34,812</b>
Designated at fair value through other items of comprehensive income	501,969	-	119,747	-	621,717	621,717
Designated at fair value through profit or loss	1,131	-	-	62	1,193	1,193
<b>Equities</b>	<b>503,100</b>	<b>-</b>	<b>119,747</b>	<b>62</b>	<b>622,909</b>	<b>622,909</b>
At fair value through other items of comprehensive income	-	-	-	-	-	-
At fair value through profit or loss	406,247	-	-	87,227	493,474	493,474
<b>Investment funds</b>	<b>406,247</b>	<b>-</b>	<b>-</b>	<b>87,227</b>	<b>493,474</b>	<b>493,474</b>
At amortised cost	2,162,103	(3,290)	-	-	2,158,813	1,975,713
At fair value through other items of comprehensive income	9,989,547	(13,028)	(1,175,180)	-	8,801,339	8,801,339
At fair value through profit or loss	748,550	-	-	(26,134)	722,417	722,417
<b>Bonds</b>	<b>12,900,201</b>	<b>(16,318)</b>	<b>(1,175,180)</b>	<b>(26,134)</b>	<b>11,682,569</b>	<b>11,499,468</b>
At amortised cost	1,263,312	(15,112)	-	-	1,248,200	1,171,388
At fair value through profit or loss	46,133	-	-	(1,005)	45,128	45,128
<b>Loans and deposits</b>	<b>1,309,444</b>	<b>(15,112)</b>	<b>-</b>	<b>(1,005)</b>	<b>1,293,327</b>	<b>1,216,516</b>
At fair value through profit or loss	2,748	-	-	(1,906)	843	843
Held for hedging purposes	-	-	259,036	-	259,036	259,036
<b>Derivative financial assets</b>	<b>2,748</b>	<b>-</b>	<b>259,036</b>	<b>(1,906)</b>	<b>259,878</b>	<b>259,878</b>
Designated at fair value through profit or loss	2,028,980	-	-	132,679	2,161,659	2,161,659
<b>Investments belonging to unit-linked insurance contracts</b>	<b>2,028,980</b>	<b>-</b>	<b>-</b>	<b>132,679</b>	<b>2,161,659</b>	<b>2,161,659</b>
<b>Total financial investments</b>	<b>17,192,021</b>	<b>(31,429)</b>	<b>(802,950)</b>	<b>190,988</b>	<b>16,548,629</b>	<b>16,288,717</b>

The cost includes the undepreciated part of the actuarial adjustments (for bonds) as well as the accrued interests not yet due. The fair value of the loans is based on valuation methods including data that are not based on observable market data (surrenders, evolution in the value of the guarantees, management costs). The fair value is based on the application of a model price obtained by the discounting of projected cash flows on the basis of the forward rate

curve and taking into account the historical surrender assumption. The risk-free discount curve is adjusted to take into account the credit risks based on an analysis of the portfolio and of the guarantees as well as of the market practices.

## 9.4.2 Evolution of financial investments

<i>In thousands of euros</i>	2024									
	Debt instruments at fair value through other comprehensive income	Debt instruments at fair value through profit and loss	Debt instruments at amortised cost	Equity instruments at fair value through other comprehensive income	Equity instruments at fair value through profit and loss	Loans and deposits at fair value through profit and loss	Loans and deposits at amortised cost	Derivative financial instruments (assets)	Investments belonging to unit-linked insurance contracts designated at fair value through profit or loss	Total
<b>Opening balance on 1 January</b>	<b>8,779,188</b>	<b>1,222,077</b>	<b>2,158,813</b>	<b>672,494</b>	<b>1,193</b>	<b>45,128</b>	<b>1,248,200</b>	<b>259,878</b>	<b>2,161,659</b>	<b>16,548,629</b>
Acquisitions	452,800	67,297	114,863	128,136	16,528	9,236	96,419	9,742	313,908	1,208,930
Reclassifications between categories	3,106	(5,749)	(117)	3,953	(1,193)	-	-	-	-	(0)
De-recognition following exercise option	-	-	-	-	-	-	-	(55,408)	-	(55,408)
Profits and losses realised on hedging instruments not yet transferred to profit or loss	5,747	-	2,641	-	-	-	-	(8,388)	-	-
Disposals and reimbursements	(421,328)	(44,593)	(98,875)	(93,232)	(8,273)	(19)	(27,541)	(698)	(251,682)	(946,241)
Foreign currency translation differences on monetary assets	-	-	-	-	-	-	-	-	-	-
Adjustment at fair value	(280,729)	2,858	-	29,912	(691)	(265)	-	19,456	85,682	(143,777)
Amortisations	10,017	449	(1,036)	-	-	-	36	-	(730)	8,736
Changes in accrued interests not yet due	(30,886)	244	(6,501)	259	-	442	1,755	-	(566)	(35,252)
ECL and impairments	-	-	737	-	-	-	232	-	-	969
Change in the consolidation scope	-	-	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-	-	-
<b>Net book value on 30 June</b>	<b>8,517,915</b>	<b>1,242,583</b>	<b>2,170,526</b>	<b>741,522</b>	<b>7,564</b>	<b>54,521</b>	<b>1,319,102</b>	<b>224,582</b>	<b>2,308,272</b>	<b>16,586,587</b>

<i>In thousands of euros</i>	2023									
	Debt instruments at fair value through other comprehensive income	Debt instruments at fair value through profit and loss	Debt instruments at amortised cost	Equity instruments at fair value through other comprehensive income	Equity instruments at fair value through profit and loss	Loans and deposits at fair value through profit and loss	Loans and deposits at amortised cost	Derivative financial instruments (assets)	Investments belonging to unit-linked insurance contracts designated at fair value through profit or loss	Total
<b>Opening balance on 1 January</b>	<b>8,374,820</b>	<b>1,250,129</b>	<b>2,323,100</b>	<b>596,822</b>	<b>-</b>	<b>39,059</b>	<b>1,129,059</b>	<b>372,878</b>	<b>1,609,303</b>	<b>15,695,168</b>
Acquisitions	1,125,233	402,587	195,514	212,745	13,552	7,501	211,751	2,967	1,084,235	3,256,086
Reclassifications between categories	-	(1,260)	-	-	1,260	-	-	-	-	-
De-recognition following exercise option	-	-	-	-	-	-	-	(162,302)	-	(162,302)
Profits and losses realised on hedging instruments not yet transferred to profit or loss	(99,133)	-	(6,557)	-	-	-	-	105,690	-	-
Disposals and reimbursements	(1,184,101)	(480,191)	(344,978)	(193,934)	(13,356)	(1,815)	(80,052)	(106,286)	(714,029)	(3,118,743)
Foreign currency translation differences on monetary assets	-	-	-	-	-	-	-	-	-	-
Adjustment at fair value	577,626	51,934	-	56,872	(263)	148	-	46,932	183,055	916,303
Amortisations	(11,770)	966	(3,773)	-	-	-	196	-	(1,727)	(16,108)
Changes in accrued interests not yet due	(3,488)	(2,088)	(2,213)	(10)	-	236	1,332	-	823	(5,408)
ECL and impairments	-	-	(2,280)	-	-	-	(14,087)	-	-	(16,367)
Change in the consolidation scope	-	-	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-	-	-
<b>Net book value on 31 December</b>	<b>8,779,188</b>	<b>1,222,077</b>	<b>2,158,813</b>	<b>672,494</b>	<b>1,193</b>	<b>45,128</b>	<b>1,248,200</b>	<b>259,878</b>	<b>2,161,659</b>	<b>16,548,629</b>

Adjustments to the fair value for derivatives (assets) break down into EUR 19.9 million for derivative hedging instruments (against EUR 53.4 million in December 2023) and EUR -0.5 million for derivative trading instruments (against EUR -6.5 million in December 2023).



### 9.4.3 Details of impairments on investments

<i>In thousands of euros</i>	30 June 2024		
	Book value before impairment	Impairments	Net book value
Stage 1 (12-month ECL)	8,490,758	(6,830)	8,483,928
Stage 2 (lifetime ECL)	36,569	(2,582)	33,986
Stage 3 - Impaired (lifetime ECL)	-	-	-
<b>Debt instruments at fair value through other comprehensive income</b>	<b>8,527,327</b>	<b>(9,412)</b>	<b>8,517,915</b>
Stage 1 (12-month ECL)	3,399,455	(4,028)	3,395,427
Stage 2 (lifetime ECL)	96,980	(2,779)	94,201
Stage 3 - Impaired (lifetime ECL)	10,059	(10,059)	-
<b>Financial investments recognised at amortised cost</b>	<b>3,506,495</b>	<b>(16,867)</b>	<b>3,489,628</b>

<i>In thousands of euros</i>	31 December 2023		
	Book value before impairment	Impairments	Net book value
Stage 1 (12-month ECL)	8,756,487	(10,133)	8,746,354
Stage 2 (lifetime ECL)	35,728	(2,894)	32,834
Stage 3 - Impaired (lifetime ECL)	-	-	-
<b>Debt instruments at fair value through other comprehensive income</b>	<b>8,792,215</b>	<b>(13,028)</b>	<b>8,779,188</b>
Stage 1 (12-month ECL)	3,317,493	(5,377)	3,312,116
Stage 2 (lifetime ECL)	97,776	(2,879)	94,897
Stage 3 - Impaired (lifetime ECL)	10,146	(10,146)	-
<b>Financial investments recognised at amortised cost</b>	<b>3,425,415</b>	<b>(18,402)</b>	<b>3,407,013</b>

## 9.4.4 Evolution of impairments on investments

### 9.4.4.1 Impairment of debt instruments carried at fair value through other income items

<i>In thousands of euros</i>	2024			
	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL)	Stage 3 - Impaired (lifetime ECL)	Total
<b>Balance on 1 January</b>	<b>(10,133)</b>	<b>(2,894)</b>	<b>-</b>	<b>(13,028)</b>
Change of stage				
Stage 1 (12-month ECL)	-	-	-	-
Stage 2 (lifetime ECL)	-	-	-	-
Stage 3 - Impaired (lifetime ECL)	-	-	-	-
Change in risk parameters	2,664	312	-	2,975
Changes to model assumptions and methodologies	-	-	-	-
Reversals due to disposals	640	-	-	640
Change in the consolidation scope	-	-	-	-
Reclassifications	-	-	-	-
Other changes	-	-	-	-
<b>Balance on 30 June</b>	<b>(6,830)</b>	<b>(2,582)</b>	<b>-</b>	<b>(9,412)</b>

<i>In thousands of euros</i>	2023			
	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL)	Stage 3 - Impaired (lifetime ECL)	Total
<b>Balance on 1 January</b>	<b>(3,590)</b>	<b>(118)</b>	<b>(225)</b>	<b>(3,934)</b>
Change of stage				
Stage 1 (12-month ECL)	-	(980)	2	(978)
Stage 2 (lifetime ECL)	980	-	-	980
Stage 3 - Impaired (lifetime ECL)	(2)	-	-	(2)
Change in risk parameters	(8,276)	(1,798)	223	(9,851)
Changes to model assumptions and methodologies	-	-	-	-
Reversals due to disposals	755	1	-	757
Change in the consolidation scope	-	-	-	-
Reclassifications	-	-	-	-
Other changes	-	-	-	-
<b>Balance on 31 December</b>	<b>(10,133)</b>	<b>(2,894)</b>	<b>-</b>	<b>(13,028)</b>

#### 9.4.4.2 Impairment of financial liabilities recognised at amortised cost

<i>In thousands of euros</i>	2024			
	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL)	Stage 3 - Impaired (lifetime ECL)	Total
<b>Balance on 1 January</b>	<b>(5,377)</b>	<b>(2,879)</b>	<b>(10,146)</b>	<b>(18,402)</b>
Change of stage				
Stage 1 (12-month ECL)	-	-	-	-
Stage 2 (lifetime ECL)	-	-	-	-
Stage 3 - Impaired (lifetime ECL)	-	-	-	-
Change in risk parameters	810	72	87	969
Changes to model assumptions and methodologies	-	-	-	-
Reversals due to disposals	539	28	-	566
Change in the consolidation scope	-	-	-	-
Reclassifications	-	-	-	-
Other changes	-	-	-	-
<b>Balance on 30 June</b>	<b>(4,028)</b>	<b>(2,779)</b>	<b>(10,059)</b>	<b>(16,867)</b>

<i>In thousands of euros</i>	2023			
	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL)	Stage 3 - Impaired (lifetime ECL)	Total
<b>Balance on 1 January</b>	<b>(2,284)</b>	<b>(17)</b>	<b>(215)</b>	<b>(2,516)</b>
Change of stage				
Stage 1 (12-month ECL)	-	(145)	67	(78)
Stage 2 (lifetime ECL)	145	-	-	145
Stage 3 - Impaired (lifetime ECL)	(67)	-	-	(67)
Change in risk parameters	(3,509)	(2,860)	(9,999)	(16,367)
Changes to model assumptions and methodologies	-	-	-	-
Reversals due to disposals	338	143	-	481
Change in the consolidation scope	-	-	-	-
Reclassifications	-	-	-	-
Other changes	-	-	-	-
<b>Balance on 31 December</b>	<b>(5,377)</b>	<b>(2,879)</b>	<b>(10,146)</b>	<b>(18,402)</b>

## 9.4.5 Definition of fair value of financial instruments

The table below gives a fair value analysis of the financial instruments measured at fair value. They are split in three levels, from 1 to 3, based on the degree of observability of the fair value:

<i>In thousands of euros</i>	30 June 2024			
	Level 1 Listed prices on an active market	Level 2 Valuation methods based on observable market data	Level 3 Valuation methods not based on observable market data	Net book value
At fair value through other items of comprehensive income	-	-	36,931	36,931
At fair value through profit or loss	-	-	9,670	9,670
<b>Participating interests</b>	-	-	<b>46,601</b>	<b>46,601</b>
Designated at fair value through other items of comprehensive income	541,520	-	149,270	690,790
Designated at fair value through profit or loss	7,564	-	-	7,564
<b>Equities</b>	<b>549,085</b>	-	<b>149,270</b>	<b>698,355</b>
At fair value through other items of comprehensive income	-	-	-	-
At fair value through profit or loss	174,985	19,516	322,276	516,777
<b>Investment funds</b>	<b>174,985</b>	<b>19,516</b>	<b>322,276</b>	<b>516,777</b>
At amortised cost	1,839,939	116,033	-	1,955,972
At fair value through other items of comprehensive income	7,444,965	1,076,681	10,069	8,531,715
At fair value through profit or loss	304,375	108,182	303,578	716,136
<b>Bonds</b>	<b>9,589,280</b>	<b>1,300,896</b>	<b>313,647</b>	<b>11,203,823</b>
At amortised cost	-	21,000	1,218,265	1,239,265
At fair value through profit or loss	-	-	54,521	54,521
<b>Loans and deposits</b>	-	<b>21,000</b>	<b>1,272,786</b>	<b>1,293,786</b>
At fair value through profit or loss	1,012	-	-	1,012
Held for hedging purposes	-	223,570	-	223,570
<b>Derivative financial assets</b>	<b>1,012</b>	<b>223,570</b>	-	<b>224,582</b>
Designated at fair value through profit or loss	2,273,536	30,615	4,121	2,308,272
<b>Investments belonging to unit-linked insurance contracts</b>	<b>2,273,536</b>	<b>30,615</b>	<b>4,121</b>	<b>2,308,272</b>
At amortised cost	393,612	22,650	349	416,612
At fair value through other items of comprehensive income	-	-	-	-
<b>Cash and cash equivalents</b>	<b>393,612</b>	<b>22,650</b>	<b>349</b>	<b>416,612</b>
<b>Financial assets</b>	<b>12,981,510</b>	<b>1,618,247</b>	<b>2,109,051</b>	<b>16,708,807</b>
At amortised cost	-	-	3,135,022	3,135,022
At fair value through profit or loss	2,273,536	30,615	4,121	2,308,272
<b>Investment contracts</b>	<b>2,273,536</b>	<b>30,615</b>	<b>3,139,142</b>	<b>5,443,293</b>
At fair value through profit or loss	244	-	-	244
Held for hedging purposes	-	200,266	-	200,266
<b>Derivative financial liabilities</b>	<b>244</b>	<b>200,266</b>	-	<b>200,510</b>
<b>Financial liabilities</b>	<b>2,273,780</b>	<b>230,881</b>	<b>3,139,142</b>	<b>5,643,804</b>

<i>In thousands of euros</i>	31 December 2023			
	Level 1 Listed prices on an active market	Level 2 Valuation methods based on observable market data	Level 3 Valuation methods not based on observable market data	Net book value
At fair value through other items of comprehensive income	-	-	28,625	28,625
At fair value through profit or loss	-	-	6,187	6,187
<b>Participating interests</b>	-	-	<b>34,812</b>	<b>34,812</b>
Designated at fair value through other items of comprehensive income	476,805	-	144,912	621,717
Designated at fair value through profit or loss	1,193	-	-	1,193
<b>Equities</b>	<b>477,998</b>	-	<b>144,912</b>	<b>622,909</b>
At fair value through other items of comprehensive income	-	-	-	-
At fair value through profit or loss	174,393	18,520	300,561	493,474
<b>Investment funds</b>	<b>174,393</b>	<b>18,520</b>	<b>300,561</b>	<b>493,474</b>
At amortised cost	1,891,612	84,100	-	1,975,713
At fair value through other items of comprehensive income	7,754,517	1,036,604	10,218	8,801,339
At fair value through profit or loss	350,106	84,052	288,258	722,417
<b>Bonds</b>	<b>9,996,235</b>	<b>1,204,757</b>	<b>298,477</b>	<b>11,499,468</b>
At amortised cost	1,400	20,769	1,149,219	1,171,388
At fair value through profit or loss	-	-	45,128	45,128
<b>Loans and deposits</b>	<b>1,400</b>	<b>20,769</b>	<b>1,194,346</b>	<b>1,216,516</b>
At fair value through profit or loss	843	-	-	843
Held for hedging purposes	-	259,036	-	259,036
<b>Derivative financial assets</b>	<b>843</b>	<b>259,036</b>	-	<b>259,878</b>
Designated at fair value through profit or loss	2,133,187	24,958	3,515	2,161,659
<b>Investments belonging to unit-linked insurance contracts</b>	<b>2,133,187</b>	<b>24,958</b>	<b>3,515</b>	<b>2,161,659</b>
At amortised cost	434,836	66,391	-	501,227
At fair value through other items of comprehensive income	-	14,872	-	14,872
<b>Cash and cash equivalents</b>	<b>434,836</b>	<b>81,262</b>	-	<b>516,099</b>
<b>Financial assets</b>	<b>13,218,891</b>	<b>1,609,302</b>	<b>1,976,623</b>	<b>16,804,816</b>
At amortised cost	-	-	3,186,717	3,186,717
At fair value through profit or loss	2,133,187	24,958	3,515	2,161,659
<b>Investment contracts</b>	<b>2,133,187</b>	<b>24,958</b>	<b>3,190,231</b>	<b>5,348,376</b>
At fair value through profit or loss	724	-	-	724
Held for hedging purposes	-	294,975	-	294,975
<b>Derivative financial liabilities</b>	<b>724</b>	<b>294,975</b>	-	<b>295,699</b>
<b>Financial liabilities</b>	<b>2,133,911</b>	<b>319,933</b>	<b>3,190,231</b>	<b>5,644,075</b>

The fair value of loans is classified as level 3. Indeed, the valuation approach is based on a deterministic model and includes data that are not directly observable in the markets.

The fair value distribution of liabilities related to unit-linked insurance contracts is presented at the level of investment contracts at fair value through profit or loss.

#### 9.4.6 Distribution between the various hierarchic levels

There has been no change in the criteria used to allocate assets between the different hierarchical levels. The corresponding notes in the consolidated financial statements of the annual report as of 31 December 2023 provide further information.

## 9.4.7 Important transfers between investments estimated at fair value in level 1 and 2

<i>In thousands of euros</i>	30 June 2024		31 December 2023	
	From level 1 to level 2	From level 2 to level 1	From level 1 to level 2	From level 2 to level 1
At fair value through other items of comprehensive income	-	-	-	-
At fair value through profit or loss	-	-	-	-
<b>Participating interests</b>	-	-	-	-
Designated at fair value through other items of comprehensive income	-	-	-	-
Designated at fair value through profit or loss	-	-	-	-
<b>Equities</b>	-	-	-	-
At fair value through other items of comprehensive income	-	-	-	-
At fair value through profit or loss	-	-	-	-
<b>Investment funds</b>	-	-	-	-
At fair value through other items of comprehensive income	11,885	-	-	85,955
At fair value through profit or loss	19,824	-	-	-
<b>Bonds</b>	<b>31,709</b>	-	-	<b>85,955</b>
At fair value through profit or loss	-	-	-	-
<b>Loans and deposits</b>	-	-	-	-
At fair value through profit or loss	-	-	-	-
Held for hedging purposes	-	-	-	-
<b>Derivative financial assets</b>	-	-	-	-
Designated at fair value through profit or loss	-	-	-	-
<b>Investments belonging to unit-linked insurance contracts</b>	-	-	-	-
At fair value through other items of comprehensive income	-	-	-	-
<b>Cash equivalents</b>	-	-	-	-
<b>Financial assets</b>	<b>31,709</b>	-	-	<b>85,955</b>
At fair value through profit or loss	-	-	-	-
<b>Investment contracts hedged by assets at fair value</b>	-	-	-	-
At fair value through profit or loss	-	-	-	-
Held for hedging purposes	-	-	-	-
<b>Derivative financial liabilities</b>	-	-	-	-
<b>Financial liabilities</b>	-	-	-	-

In and out transfers of hierarchic levels of fair values are proposed on the basis of the inventory value at the beginning of the year.

Transfers between investments from level 2 to level 1 involve securities for which the source of the market price was the price given by a counterparty and which are currently valued by the BGN price (generic Bloomberg) and, inversely, transfers from level 1 to level 2 involve securities that were valued by BGN (generic Bloomberg) and that are currently valued by the market price given by a counterparty.

## 9.4.8 Evolution of investments estimated at fair value in level 3

<i>In thousands of euros</i>	2024					
	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Financial assets at fair value through profit or loss	Investments belonging to unit-linked insurance contracts designated at fair value through profit or loss	Investment contracts hedged by assets at fair value	Total
<b>Opening balance on 1 January</b>	<b>10,218</b>	<b>173,537</b>	<b>640,134</b>	<b>3,515</b>	<b>(3,515)</b>	<b>823,889</b>
Acquisitions	-	7,514	62,123	921	-	70,558
Reclassifications between categories	-	3,953	(3,953)	-	-	-
Reclassification to level 3	-	-	-	-	-	-
Exit from level 3	-	-	-	-	-	-
Disposals and reimbursements	-	(50)	(18,709)	(402)	-	(19,161)
Adjustment at fair value through equity	(147)	1,248	-	-	-	1,101
Adjustment at fair value through profit or loss	-	-	10,125	86	-	10,211
Depreciation (premiums/discounts)	-	-	-	-	-	-
Changes in accrued interests not yet due	(2)	-	325	-	-	323
Impairments through profit or loss	-	-	-	-	-	-
Other changes	-	-	-	-	(606)	(606)
<b>Closing balance on 30 June</b>	<b>10,069</b>	<b>186,201</b>	<b>690,046</b>	<b>4,121</b>	<b>(4,121)</b>	<b>886,316</b>

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<i>In thousands of euros</i>	2023					
	Debt instruments at fair value through other comprehensive income	Equity instruments at fair value through other comprehensive income	Financial assets at fair value through profit or loss	Investments belonging to unit-linked insurance contracts designated at fair value through profit or loss	Investment contracts hedged by assets at fair value	Total
<b>Opening balance on 1 January</b>	<b>13,885</b>	<b>123,760</b>	<b>532,699</b>	<b>1,381</b>	<b>(1,381)</b>	<b>670,344</b>
Acquisitions	-	51,778	124,017	2,925	-	178,720
Reclassifications between categories	-	-	-	-	-	-
Reclassification to level 3	-	-	-	-	-	-
Exit from level 3	-	-	-	-	-	-
Disposals and reimbursements	(4,000)	(5,728)	(28,307)	(686)	-	(38,720)
Adjustment at fair value through equity	300	3,727	-	-	-	4,027
Adjustment at fair value through profit or loss	-	-	11,502	(105)	-	11,397
Depreciation (premiums/discounts)	-	-	-	-	-	-
Changes in accrued interests not yet due	34	-	223	-	-	257
Impairments through profit or loss	-	-	-	-	-	-
Other changes	-	-	-	-	(2,134)	(2,134)
<b>Closing balance on 31 December</b>	<b>10,218</b>	<b>173,537</b>	<b>640,134</b>	<b>3,515</b>	<b>(3,515)</b>	<b>823,889</b>

For financial assets measured at fair value through other comprehensive income, the amount of acquisitions (EUR 7.5 million) mainly includes the acquisition of real estate investments and participating interests. Sales and redemptions are negligible in the first half of 2024.

Regarding assets measured at fair value through profit or loss, the amount of acquisitions (EUR 62.1 million) mainly includes the acquisition of alternative funds. Sales and redemptions (EUR 18.7 million) are mainly due to the redemptions and disposals of alternative funds.

## 9.5 Reinsurance contract assets

<i>In thousands of euros</i>	2024				
	Remaining coverage component		Incurred claims component		Total
	Excluding loss component	Loss component	Estimates of Present Value of Future Cash Flows	Risk Adjustment for Non-financial risk	
Reinsurance contract assets	(4,683)	-	243,586	14,544	253,446
Reinsurance contract liabilities	(286)	-	8	1	(277)
<b>Net reinsurance contract assets as at 1 January</b>	<b>(4,969)</b>	<b>-</b>	<b>243,594</b>	<b>14,545</b>	<b>253,169</b>
Full retrospective approach	(30,611)	-	-	-	(30,611)
Modified retrospective approach	-	-	-	-	-
Fair value approach	-	-	-	-	-
Post transition	-	-	-	-	-
<b>Allocation of premiums paid</b>	<b>(30,611)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(30,611)</b>
Recoveries of incurred claims and other insurance service expense	-	-	8,885	222	9,107
Changes related to past service (changes related to incurred claims component)	-	-	4,218	(5,407)	(1,189)
Changes that relate to future service:	-	-	-	-	-
Recoveries of losses on onerous underlying contracts on initial recognition	-	-	-	-	-
Recoveries and reversals of recoveries of losses on onerous underlying contracts - subsequent measurement	-	-	-	-	-
<b>Amounts recovered from reinsurance</b>	<b>-</b>	<b>-</b>	<b>13,104</b>	<b>(5,185)</b>	<b>7,918</b>
<b>Investment components</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Effect of changes in non-performance risk of reinsurers</b>	<b>-</b>	<b>-</b>	<b>20</b>	<b>-</b>	<b>20</b>
<b>Net expenses from reinsurance</b>	<b>(30,611)</b>	<b>-</b>	<b>13,124</b>	<b>(5,185)</b>	<b>(22,673)</b>
The effect of and changes in time of time value of money and financial risk	-	-	3,409	180	3,589
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-	-
<b>Reinsurance finance expenses</b>	<b>-</b>	<b>-</b>	<b>3,409</b>	<b>180</b>	<b>3,589</b>
<b>Other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(2,498)</b>	<b>128</b>	<b>(2,371)</b>
Premiums and premium tax paid	56,362	-	-	-	56,362
Amounts recovered	-	-	(23,888)	-	(23,888)
<b>Cash flows</b>	<b>56,362</b>	<b>-</b>	<b>(23,888)</b>	<b>-</b>	<b>32,474</b>
Reinsurance contract assets	21,020	-	233,735	9,667	264,422
Reinsurance contract liabilities	(239)	-	6	0	(233)
<b>Net reinsurance contract assets as at 30 June</b>	<b>20,781</b>	<b>-</b>	<b>233,741</b>	<b>9,667</b>	<b>264,189</b>



<i>In thousands of euros</i>	2023				
	Remaining coverage component		Incurred claims component		Total
	Excluding loss component	Loss component	Estimates of Present Value of Future Cash Flows	Risk Adjustment for Non-financial risk	
Reinsurance contract assets	(1,067)	-	152,626	9,305	160,864
Reinsurance contract liabilities	-	-	(0)	0	0
<b>Net reinsurance contract assets as at 1 January</b>	<b>(1,067)</b>	<b>-</b>	<b>152,626</b>	<b>9,305</b>	<b>160,864</b>
Full retrospective approach	-	-	-	-	-
Modified retrospective approach	-	-	-	-	-
Fair value approach	-	-	-	-	-
Post transition	(230,788)	-	-	-	(230,788)
<b>Allocation of premiums paid</b>	<b>(230,788)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(230,788)</b>
Recoveries of incurred claims and other insurance service expense	-	-	135,862	4,227	140,089
Changes related to past service (changes related to incurred claims component)	-	-	17,025	485	17,510
Changes that relate to future service:	-	-	-	-	-
Recoveries of losses on onerous underlying contracts on initial recognition	-	-	-	-	-
Recoveries and reversals of recoveries of losses on onerous underlying contracts - subsequent measurement	-	-	-	-	-
<b>Amounts recovered from reinsurance</b>	<b>-</b>	<b>-</b>	<b>152,887</b>	<b>4,711</b>	<b>157,599</b>
<b>Investment components</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Effect of changes in non-performance risk of reinsurers</b>	<b>-</b>	<b>-</b>	<b>181</b>	<b>-</b>	<b>181</b>
<b>Net expenses from reinsurance</b>	<b>(230,788)</b>	<b>-</b>	<b>153,068</b>	<b>4,711</b>	<b>(73,009)</b>
The effect of and changes in time of time value of money and financial risk	-	-	5,609	257	5,866
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-	-
<b>Reinsurance finance expenses</b>	<b>-</b>	<b>-</b>	<b>5,609</b>	<b>257</b>	<b>5,866</b>
<b>Other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>6,019</b>	<b>271</b>	<b>6,291</b>
Premiums and premium tax paid	226,885	-	-	-	226,885
Amounts recovered	-	-	(73,728)	-	(73,728)
<b>Cash flows</b>	<b>226,885</b>	<b>-</b>	<b>(73,728)</b>	<b>-</b>	<b>153,157</b>
Reinsurance contract assets	(4,683)	-	243,586	14,544	253,446
Reinsurance contract liabilities	(286)	-	8	1	(277)
<b>Net reinsurance contract assets as at 31 December</b>	<b>(4,969)</b>	<b>-</b>	<b>243,594</b>	<b>14,545</b>	<b>253,169</b>

Similar to the first half of 2023, the first half of 2024 was marked by a low claims rate requiring reinsurance intervention. The increase in this item in 2024.

## 9.6 Deferred tax assets and liabilities

Net deferred taxes amount to EUR 266.8 million (compared to EUR 275.3 million at 31/12/2023). This change of EUR -8.6 million is mainly due to movement in deferred taxes on insurance and reinsurance liabilities (EUR -46.4 million) as well as the movement in deferred taxes on provisions for retirement commitments (EUR -6.9 million), partially offset by the change in deferred taxes on revaluations of investments (EUR +45.4 million).

## 9.7 Receivables

### 9.7.1 Breakdown of receivables by nature

<i>In thousands of euros</i>	30 June 2024		
	Gross value	Impairment	Net book value
Receivables linked to investment contracts and other receivables linked to insurance operations	48,965	(7,714)	41,251
Received deposits and current accounts of reinsurers	271,538	-	271,538
Receivables arising from other operations	133,151	(6,014)	127,137
Tax receivables	4,625	-	4,625
Other receivables	152,733	(4,189)	148,543
<b>Total</b>	<b>611,012</b>	<b>(17,917)</b>	<b>593,094</b>

<i>In thousands of euros</i>	31 December 2023		
	Gross value	Impairment	Net book value
Receivables linked to investment contracts and other receivables linked to insurance operations	56,252	(7,707)	48,545
Received deposits and current accounts of reinsurers	296,775	-	296,775
Receivables arising from other operations	111,019	(4,477)	106,542
Tax receivables	18,129	-	18,129
Other receivables	123,046	(3,772)	119,274
<b>Total</b>	<b>605,221</b>	<b>(15,956)</b>	<b>589,266</b>

The fair value equals the net book value of the receivables. Indeed, the Group considers that, for this type of asset, the book value is sufficiently close to the market value of the receivables.

Receivables related to investment contracts and other receivables related to insurance operations only concern open receivables on investment contracts, the tax component of receivables related to insurance operations, and receivables related to insurance intermediaries.

### 9.7.2 Evolution of impairments on receivables

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Impairments on receivables on 1 January	(15,956)	(10,875)
Provisions of the financial year	(8,725)	(12,558)
Expenditures of the financial year	(2,575)	(562)
Reversals of the financial year	8,404	7,574
Changes in the consolidation scope	-	(112)
Other changes	935	578
<b>Impairments on receivables on 30 June / 31 December</b>	<b>(17,917)</b>	<b>(15,956)</b>

### 9.7.3 Outstanding receivables

There were no significant changes in the first half of 2024. The corresponding notes in the consolidated financial statements of the annual report as of 31 December 2023 provide further information.

## 9.8 Assets available for sale including assets from discontinued operations

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Investment properties	13,145	-
<b>Individual assets intended for sale</b>	<b>13,145</b>	<b>-</b>
Investment properties	5,884	-
Other receivables	13	-
Any other assets	10	-
Cash and cash equivalents	119	-
Tax liabilities payable	(4)	-
Deferred tax liabilities	(962)	-
Other payables	(23)	-
<b>Groups of assets (and liabilities) intended for sale</b>	<b>5,036</b>	<b>-</b>
<b>Total</b>	<b>18,181</b>	<b>-</b>

In 2024, Ethias has decided to sell its subsidiary Bora, as well as two investment properties held by its subsidiaries.

## 9.9. Insurance contract liabilities

### 9.9.1 Details of insurance contract liabilities by valuation method

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Valued according to the General Measurement Model	12,308	17,318
Valued according to the Premium Allocation Approach	-	-
Valued according to the Variable Fee Approach	-	-
<b>Total insurance contract assets</b>	<b>12,308</b>	<b>17,318</b>
Valued according to the General Measurement Model	7,139,424	7,077,211
Valued according to the Premium Allocation Approach	2,327,893	2,264,011
Valued according to the Variable Fee Approach	-	-
<b>Total insurance contract liabilities</b>	<b>9,467,317</b>	<b>9,341,222</b>

Liabilities valued under the general model and reclassified as assets relate to healthcare contracts.

Liabilities valued under the general model amount to EUR 5,280 million for Life and EUR 1,859 million for Non-Life.

Liabilities valued under the simplified model mainly concern Non-Life.

## 9.9.2 Insurance contract liabilities measured in accordance with the general model

### 9.9.2.1 Evolution by component

In thousands of euros	2024					
	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	CSM - Full retrospective approach	CSM - Fair value approach	CSM - Post transition	Total
Insurance contract assets	(200,274)	6,937	69,390	78,238	28,390	(17,318)
Insurance contract liabilities	6,206,587	85,482	107,073	610,410	67,659	7,077,211
<b>Net insurance contract liabilities as at 1 January</b>	<b>6,006,313</b>	<b>92,419</b>	<b>176,462</b>	<b>688,649</b>	<b>96,049</b>	<b>7,059,892</b>
CSM recognised for services provided	-	-	(3,468)	(24,709)	(36,705)	(64,882)
Change in the risk adjustment for non-financial risk for the risk expired	-	(9,076)	-	-	-	(9,076)
Experience adjustments	(15,570)	-	-	-	-	(15,570)
Restatement and other changes fully allocated to insurance service result	-	-	-	-	-	-
<b>Change that relate to current services</b>	<b>(15,570)</b>	<b>(9,076)</b>	<b>(3,468)</b>	<b>(24,709)</b>	<b>(36,705)</b>	<b>(89,529)</b>
Contracts initially recognised in the year	(104,865)	18,389	-	-	86,718	242
Changes in estimates that adjust the CSM	(3,275)	(7,798)	(5,456)	17,763	(1,234)	(0)
Changes in estimates that relate to losses and reversal of losses on onerous contracts	(20)	(104)	-	-	-	(124)
<b>Changes that relate to future services</b>	<b>(108,160)</b>	<b>10,487</b>	<b>(5,456)</b>	<b>17,763</b>	<b>85,483</b>	<b>118</b>
Changes in fulfilment cash flow	(23,381)	(1,006)	-	-	-	(24,387)
Experience adjustments	51,028	(1,597)	-	-	-	49,431
<b>Changes that relate to past services</b>	<b>27,647</b>	<b>(2,603)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25,044</b>
<b>Insurance service result</b>	<b>(96,083)</b>	<b>(1,192)</b>	<b>(8,924)</b>	<b>(6,946)</b>	<b>48,779</b>	<b>(64,367)</b>
The effect of and changes in time of time value of money and financial risk	79,519	2,648	626	972	2,118	85,883
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-	-	-
<b>Insurance finance expenses</b>	<b>79,519</b>	<b>2,648</b>	<b>626</b>	<b>972</b>	<b>2,118</b>	<b>85,883</b>
<b>Other comprehensive income</b>	<b>(125,783)</b>	<b>1,061</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(124,723)</b>
Premiums and premium tax received	655,117	-	-	-	-	655,117
Claims and other insurance service expenses paid, including investment components	(474,507)	-	-	-	-	(474,507)
Insurance acquisition cash flows	(10,181)	-	-	-	-	(10,181)
<b>Cash flows</b>	<b>170,429</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>170,429</b>
Insurance contract assets	(188,454)	6,853	67,331	67,321	34,640	(12,308)
Insurance contract liabilities	6,222,850	88,083	100,833	615,353	112,305	7,139,424
<b>Net insurance contract liabilities as at 30 June</b>	<b>6,034,396</b>	<b>94,936</b>	<b>168,164</b>	<b>682,674</b>	<b>146,945</b>	<b>7,127,115</b>

The increase in liabilities relating to insurance contracts valued under the general model (EUR 67.2 million) is mainly explained by the increase in the contractual service margin related to new business and by the net benefit receipts (volume effect).

<i>In thousands of euros</i>	2023					
	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	CSM - Full retrospective approach	CSM - Fair value approach	CSM - Post transition	Total
Insurance contract assets	(230,357)	8,292	71,543	100,746	20,509	(29,267)
Insurance contract liabilities	5,947,396	73,245	68,542	694,573	18,995	6,802,751
<b>Net insurance contract liabilities as at 1 January</b>	<b>5,717,039</b>	<b>81,537</b>	<b>140,085</b>	<b>795,319</b>	<b>39,504</b>	<b>6,773,484</b>
CSM recognised for services provided	-	-	(7,796)	(65,897)	(57,859)	(131,553)
Change in the risk adjustment for non-financial risk for the risk expired	-	(16,969)	-	-	-	(16,969)
Experience adjustments	(82,949)	-	-	-	-	(82,949)
Restatement and other changes fully allocated to insurance service result	-	-	-	-	-	-
<b>Change that relate to current services</b>	<b>(82,949)</b>	<b>(16,969)</b>	<b>(7,796)</b>	<b>(65,897)</b>	<b>(57,859)</b>	<b>(231,470)</b>
Contracts initially recognised in the year	(125,960)	21,304	-	-	104,751	94
Changes in estimates that adjust the CSM	(14,639)	7,440	43,087	(41,541)	5,654	(0)
Changes in estimates that relate to losses and reversal of losses on onerous contracts	151	12	-	-	-	162
<b>Changes that relate to future services</b>	<b>(140,449)</b>	<b>28,755</b>	<b>43,087</b>	<b>(41,541)</b>	<b>110,405</b>	<b>256</b>
Changes in fulfilment cash flow	14,637	(1,787)	-	-	-	12,850
Experience adjustments	46,983	(4,047)	-	-	-	42,936
<b>Changes that relate to past services</b>	<b>61,620</b>	<b>(5,834)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>55,786</b>
<b>Insurance service result</b>	<b>(161,777)</b>	<b>5,952</b>	<b>35,290</b>	<b>(107,438)</b>	<b>52,545</b>	<b>(175,428)</b>
The effect of and changes in time of time value of money and financial risk	174,539	7	1,087	768	3,999	180,400
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-	-	-
<b>Insurance finance expenses</b>	<b>174,539</b>	<b>7</b>	<b>1,087</b>	<b>768</b>	<b>3,999</b>	<b>180,400</b>
<b>Other comprehensive income</b>	<b>278,778</b>	<b>4,923</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>283,701</b>
Premiums and premium tax received	922,533	-	-	-	-	922,533
Claims and other insurance service expenses paid, including investment components	(902,595)	-	-	-	-	(902,595)
Insurance acquisition cash flows	(22,204)	-	-	-	-	(22,204)
<b>Cash flows</b>	<b>(2,265)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,265)</b>
Insurance contract assets	(200,274)	6,937	69,390	78,238	28,390	(17,318)
Insurance contract liabilities	6,206,587	85,482	107,073	610,410	67,659	7,077,211
<b>Net insurance contract liabilities as at 31 December</b>	<b>6,006,313</b>	<b>92,419</b>	<b>176,462</b>	<b>688,649</b>	<b>96,049</b>	<b>7,059,892</b>

## 9.9.2.2 Evolution by LRC/LIC

<i>In thousands of euros</i>	2024			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
Insurance contract assets	(20,199)	-	2,881	(17,318)
Insurance contract liabilities	6,135,577	5,504	936,130	7,077,211
<b>Net insurance contract liabilities as at 1 January</b>	<b>6,115,378</b>	<b>5,504</b>	<b>939,011</b>	<b>7,059,892</b>
CSM recognised for services provided	(3,468)	-	-	(3,468)
Change in risk adjustment for non-financial risk for risk expired	(444)	-	-	(444)
Expected insurance service expenses incurred:	(21,608)	-	-	(21,608)
Claims	(18,990)	-	-	(18,990)
Expenses	(2,618)	-	-	(2,618)
Recovery of insurance acquisition cash flows	(360)	-	-	(360)
Experience adjustments not related to future service	(2,250)	-	-	(2,250)
<b>Full retrospective approach</b>	<b>(28,130)</b>	<b>-</b>	<b>-</b>	<b>(28,130)</b>
CSM recognised for services provided	(24,709)	-	-	(24,709)
Change in risk adjustment for non-financial risk for risk expired	(1,922)	-	-	(1,922)
Expected insurance service expenses incurred:	(88,423)	-	-	(88,423)
Claims	(74,367)	-	-	(74,367)
Expenses	(14,056)	-	-	(14,056)
Recovery of insurance acquisition cash flows	(5)	-	-	(5)
Experience adjustments not related to future service	626	-	-	626
<b>Fair value approach</b>	<b>(114,433)</b>	<b>-</b>	<b>-</b>	<b>(114,433)</b>
CSM recognised for services provided	(36,705)	-	-	(36,705)
Change in risk adjustment for non-financial risk for risk expired	(9,405)	-	-	(9,405)
Expected insurance service expenses incurred:	(161,071)	-	-	(161,071)
Claims	(142,019)	-	-	(142,019)
Expenses	(19,052)	-	-	(19,052)
Recovery of insurance acquisition cash flows	(125)	-	-	(125)
Experience adjustments not related to future service	(24,130)	-	-	(24,130)
<b>Post transition</b>	<b>(231,435)</b>	<b>-</b>	<b>-</b>	<b>(231,435)</b>
<b>Insurance service revenue</b>	<b>(373,998)</b>	<b>-</b>	<b>-</b>	<b>(373,998)</b>
Incurred insurance service expenses	-	(87)	284,066	283,979
Claims	-	(13)	259,802	259,789
Expenses	-	(73)	24,292	24,218
Other movements related to current service	-	-	(28)	(28)
Amortisation of insurance acquisition cash flows	490	-	-	490
Changes that relate to past service (changes in fulfilment cash flows)	-	-	25,044	25,044
Changes that relate to future service:	-	118	-	118
Losses for the net outflow recognised on initial recognition	-	242	-	242
Losses and reversal of losses on onerous contracts - subsequent measurement	-	(124)	-	(124)
<b>Insurance service expenses</b>	<b>490</b>	<b>31</b>	<b>309,110</b>	<b>309,632</b>
<b>Investment components</b>	<b>(226,869)</b>	<b>-</b>	<b>226,869</b>	<b>-</b>
<b>Insurance service revenue</b>	<b>(600,377)</b>	<b>31</b>	<b>535,979</b>	<b>(64,367)</b>

<i>In thousands of euros</i>	2024			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
The effect of and changes in time of time value of money and financial risk	73,239	9	12,634	85,883
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-
<b>Insurance finance expenses</b>	<b>73,239</b>	<b>9</b>	<b>12,634</b>	<b>85,883</b>
<b>Other comprehensive income</b>	<b>(103,085)</b>	<b>-</b>	<b>(21,637)</b>	<b>(124,723)</b>
Premiums and premium tax received	655,117	-	-	655,117
Claims and other insurance service expenses paid, including investment components	-	-	(474,507)	(474,507)
Insurance acquisition cash flows	(10,181)	-	-	(10,181)
<b>Cash flows</b>	<b>644,936</b>	<b>-</b>	<b>(474,507)</b>	<b>170,429</b>
Insurance contract assets	(15,601)	-	3,292	(12,308)
Insurance contract liabilities	6,145,692	5,545	988,187	7,139,424
<b>Net insurance contract liabilities as at 30 June</b>	<b>6,130,091</b>	<b>5,545</b>	<b>991,480</b>	<b>7,127,115</b>

The increase in liabilities relating to insurance contracts valued under the general model (EUR 67.2 million) can also be explained by the accumulation of effective financial costs in reserves (EUR 85.9 million) and by the net receipt of benefits and expenses (EUR 170.4 million), offset by the result of insurance services (EUR -64.4 million), most of which (EUR -76.7 million) comes from the amortisation of the CSM and RA, and by the financial impact via other comprehensive income (EUR -124.7 million).

<i>In thousands of euros</i>	2023			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
Insurance contract assets	(32,139)	-	2,872	(29,267)
Insurance contract liabilities	5,956,942	7,554	838,255	6,802,751
<b>Net insurance contract liabilities as at 1 January</b>	<b>5,924,803</b>	<b>7,554</b>	<b>841,127</b>	<b>6,773,484</b>
CSM recognised for services provided	(7,796)	-	-	(7,796)
Change in risk adjustment for non-financial risk for risk expired	(2,255)	-	-	(2,255)
Expected insurance service expenses incurred:	(87,347)	-	-	(87,347)
Claims	(80,325)	-	-	(80,325)
Expenses	(7,022)	-	-	(7,022)
Recovery of insurance acquisition cash flows	(785)	-	-	(785)
Experience adjustments not related to future service	7,752	-	-	7,752
<b>Full retrospective approach</b>	<b>(90,432)</b>	<b>-</b>	<b>-</b>	<b>(90,432)</b>
CSM recognised for services provided	(65,897)	-	-	(65,897)
Change in risk adjustment for non-financial risk for risk expired	(3,193)	-	-	(3,193)
Expected insurance service expenses incurred:	(178,430)	-	-	(178,430)
Claims	(156,407)	-	-	(156,407)
Expenses	(22,023)	-	-	(22,023)
Recovery of insurance acquisition cash flows	-	-	-	-
Experience adjustments not related to future service	1,856	-	-	1,856
<b>Fair value approach</b>	<b>(245,664)</b>	<b>-</b>	<b>-</b>	<b>(245,664)</b>
CSM recognised for services provided	(57,859)	-	-	(57,859)
Change in risk adjustment for non-financial risk for risk expired	(15,203)	-	-	(15,203)
Expected insurance service expenses incurred:	(267,196)	-	-	(267,196)
Claims	(235,585)	-	-	(235,585)
Expenses	(31,610)	-	-	(31,610)
Recovery of insurance acquisition cash flows	(261)	-	-	(261)
Experience adjustments not related to future service	(48,804)	-	-	(48,804)
<b>Post transition</b>	<b>(389,323)</b>	<b>-</b>	<b>-</b>	<b>(389,323)</b>
<b>Insurance service revenue</b>	<b>(725,419)</b>	<b>-</b>	<b>-</b>	<b>(725,419)</b>
Incurred insurance service expenses:	-	(2,268)	495,171	492,903
Claims	-	(1,876)	447,910	446,034
Expenses	-	(392)	47,284	46,892
Other movements related to current service	-	-	(24)	(24)
Amortisation of insurance acquisition cash flows	1,046	-	-	1,046
Changes that relate to past service (changes in fulfilment cash flows)	-	-	55,786	55,786
Changes that relate to future service:	-	256	-	256
Losses for the net outflow recognised on initial recognition	-	94	-	94
Losses and reversal of losses on onerous contracts - subsequent measurement	-	162	-	162
<b>Insurance service expenses</b>	<b>1,046</b>	<b>(2,012)</b>	<b>550,957</b>	<b>549,991</b>
<b>Investment components</b>	<b>(389,990)</b>	<b>-</b>	<b>389,990</b>	<b>-</b>
<b>Insurance service result</b>	<b>(1,114,362)</b>	<b>(2,012)</b>	<b>940,946</b>	<b>(175,428)</b>



<i>In thousands of euros</i>	2023			
	Liabilities for remaining coverage		Liabilities for incurred claims	Total
	Excluding loss component	Loss component		
The effect of and changes in time of time value of money and financial risk	152,649	(39)	27,789	180,400
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-
<b>Insurance finance expenses</b>	<b>152,649</b>	<b>(39)</b>	<b>27,789</b>	<b>180,400</b>
<b>Other comprehensive income</b>	<b>251,959</b>	<b>-</b>	<b>31,742</b>	<b>283,701</b>
Premiums and premium tax received	922,533	-	-	922,533
Claims and other insurance service expenses paid, including investment components	-	-	(902,595)	(902,595)
Insurance acquisition cash flows	(22,204)	-	-	(22,204)
<b>Cash flows</b>	<b>900,329</b>	<b>-</b>	<b>(902,595)</b>	<b>(2,265)</b>
Insurance contract assets	(20,199)	-	2,881	(17,318)
Insurance contract liabilities	6,135,577	5,504	936,130	7,077,211
<b>Net insurance contract liabilities as at 31 December</b>	<b>6,115,378</b>	<b>5,504</b>	<b>939,011</b>	<b>7,059,892</b>

### 9.9.2.3 Insurance contracts valued under the general model recognised during the year

<i>In thousands of euros</i>	30 June 2024		
	Profitable contracts issued	Onerous contracts issued	Total
Insurance acquisition cash flows	13,682	0	13,683
Claims and other insurance service expenses payable	387,730	4,428	392,157
<b>Estimates of present value of cash outflows</b>	<b>401,412</b>	<b>4,428</b>	<b>405,840</b>
<b>Estimates of present value of cash inflows</b>	<b>(506,504)</b>	<b>(4,201)</b>	<b>(510,705)</b>
<b>Risk adjustment for non-financial risk</b>	<b>18,374</b>	<b>15</b>	<b>18,389</b>
<b>Contractual service margin</b>	<b>86,718</b>	<b>-</b>	<b>86,718</b>
<b>Losses recognised on initial recognition</b>	<b>-</b>	<b>242</b>	<b>242</b>

The table above shows the breakdown between profitable and onerous contracts issued during the first half of 2024. Overall, a loss of EUR 0.242 million was immediately recognised on the new business. In addition, the activity resulted in the recognition of a contractual service margin of EUR 86.7 million, of which EUR 9.8 million in Life and EUR 76.9 million in Non-Life. The margin volume generated by the new Non-Life business, measured under the general model, is mainly concentrated on “Workers’ Compensation” products, and is mainly due to volume effects.

<i>In thousands of euros</i>	31 December 2023		
	Profitable contracts issued	Onerous contracts issued	Total
Insurance acquisition cash flows	14,714	1	14,714
Claims and other insurance service expenses payable	503,937	1,753	505,691
<b>Estimates of present value of cash outflows</b>	<b>518,651</b>	<b>1,754</b>	<b>520,405</b>
<b>Estimates of present value of cash inflows</b>	<b>(644,691)</b>	<b>(1,673)</b>	<b>(646,365)</b>
<b>Risk adjustment for non-financial risk</b>	<b>21,290</b>	<b>14</b>	<b>21,304</b>
<b>Contractual service margin</b>	<b>104,751</b>	<b>-</b>	<b>104,751</b>
<b>Losses recognised on initial recognition</b>	<b>-</b>	<b>94</b>	<b>94</b>

### 9.9.3 Insurance contract liabilities measured in accordance with the simplified model

<i>In thousands of euros</i>	2024				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding loss component	Loss component	Estimates of Present Value of Future Cash Flows	Risk Adjustment for Non-financial risk	
Insurance contract assets	-	-	-	-	-
Insurance contract liabilities	293,354	10,392	1,896,859	63,406	2,264,011
<b>Net insurance contract liabilities as at 1 January</b>	<b>293,354</b>	<b>10,392</b>	<b>1,896,859</b>	<b>63,406</b>	<b>2,264,011</b>
Full retrospective approach	-	-	-	-	-
Modified retrospective approach	-	-	-	-	-
Fair value approach	-	-	-	-	-
Post transition	(661,789)	-	-	-	(661,789)
<b>Insurance service revenue</b>	<b>(661,789)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(661,789)</b>
Incurred insurance service expenses:	-	-	441,954	9,292	451,246
Claims	-	-	382,694	8,388	391,082
Expenses	-	-	59,260	925	60,185
Other movements related to current service	-	-	-	(21)	(21)
Amortisation of insurance acquisition cash flows	45,688	-	-	-	45,688
Changes that relate to past service (changes in fulfilment cash flows)	-	-	42,975	(17,448)	25,527
Changes that relate to future service:	-	(5,196)	-	-	(5,196)
Losses for the net outflow recognised on initial recognition	-	-	-	-	-
Losses and reversal of losses on onerous contracts - subsequent measurement	-	(5,196)	-	-	(5,196)
<b>Insurance service expenses</b>	<b>45,688</b>	<b>(5,196)</b>	<b>484,928</b>	<b>(8,156)</b>	<b>517,265</b>
<b>Investment components</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Insurance service result</b>	<b>(616,101)</b>	<b>(5,196)</b>	<b>484,928</b>	<b>(8,156)</b>	<b>(144,524)</b>
The effect of and changes in time of time value of money and financial risk	-	-	20,189	608	20,797
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-	-
Insurance finance expenses	-	-	20,189	608	20,797
Other comprehensive income	-	-	(5,194)	249	(4,945)
Premiums and premium tax received	764,305	-	-	-	764,305
Claims and other insurance service expenses paid, including investment components	-	-	(526,038)	-	(526,038)
Insurance acquisition cash flows	(45,713)	-	-	-	(45,713)
<b>Cash flows</b>	<b>718,592</b>	<b>-</b>	<b>(526,038)</b>	<b>-</b>	<b>192,554</b>
Insurance contract assets	-	-	-	-	-
Insurance contract liabilities	395,845	5,196	1,870,744	56,107	2,327,893
<b>Net insurance contract liabilities as at 30 June</b>	<b>395,845</b>	<b>5,196</b>	<b>1,870,744</b>	<b>56,107</b>	<b>2,327,893</b>

Insurance contract liabilities evaluated under the simplified model have increased (EUR +63.9 million). The liability for remaining coverage has increased (EUR +97.3 million), demonstrating year-on-year growth and the effect of inflation. The liability for incurred claims has decreased (EUR -33.4 million), mainly due to the rise in interest rates.

The activity evaluated under the simplified model has resulted in reversals of losses related to future services (EUR 5.2 million).

<i>In thousands of euros</i>	2023				
	Liabilities for remaining coverage		Liabilities for incurred claims		Total
	Excluding loss component	Loss component	Estimates of Present Value of Future Cash Flows	Risk Adjustment for Non-financial risk	
Insurance contract assets	-	-	-	-	-
Insurance contract liabilities	278,175	10,278	1,919,830	56,771	2,265,053
<b>Net insurance contract liabilities as at 1 January</b>	<b>278,175</b>	<b>10,278</b>	<b>1,919,830</b>	<b>56,771</b>	<b>2,265,053</b>
Full retrospective approach	-	-	-	-	-
Modified retrospective approach	-	-	-	-	-
Fair value approach	-	-	-	-	-
Post transition	(1,239,721)	-	-	-	(1,239,721)
<b>Insurance service revenue</b>	<b>(1,239,721)</b>	-	-	-	<b>(1,239,721)</b>
Incurred insurance service expenses:	-	-	851,343	13,287	864,629
Claims	-	-	717,898	11,690	729,588
Expenses	-	-	133,445	1,474	134,918
Other movements related to current service	-	-	-	123	123
Amortisation of insurance acquisition cash flows	91,890	-	-	-	91,890
Changes that relate to past service (changes in fulfilment cash flows)	-	-	(24,399)	(8,979)	(33,378)
Changes that relate to future service:	-	114	-	-	114
Losses for the net outflow recognised on initial recognition	-	9,275	-	-	9,275
Losses and reversal of losses on onerous contracts - subsequent measurement	-	(9,161)	-	-	(9,161)
<b>Insurance service expenses</b>	<b>91,890</b>	<b>114</b>	<b>826,944</b>	<b>4,307</b>	<b>923,255</b>
<b>Investment components</b>	-	-	-	-	-
<b>Insurance service result</b>	<b>(1,147,831)</b>	<b>114</b>	<b>826,944</b>	<b>4,307</b>	<b>(316,466)</b>
The effect of and changes in time of time value of money and financial risk	-	-	39,996	882	40,878
Foreign exchange differences on changes in the carrying amount of groups of insurance contracts	-	-	-	-	-
Insurance finance expenses	-	-	39,996	882	40,878
Other comprehensive income	-	-	67,000	1,445	68,445
Premiums and premium tax received	1,254,901	-	-	-	1,254,901
Claims and other insurance service expenses paid, including investment components	-	-	(956,910)	-	(956,910)
Insurance acquisition cash flows	(91,890)	-	-	-	(91,890)
<b>Cash flows</b>	<b>1,163,011</b>	-	<b>(956,910)</b>	-	<b>206,101</b>
Insurance contract assets	-	-	-	-	-
Insurance contract liabilities	293,354	10,392	1,896,859	63,406	2,264,011
<b>Net insurance contract liabilities as at 31 December</b>	<b>293,354</b>	<b>10,392</b>	<b>1,896,859</b>	<b>63,406</b>	<b>2,264,011</b>

## 9.10 Investment contract liabilities

<i>In thousands of euros</i>	2024		
	At amortised cost	At fair value through profit or loss	Total
<b>Opening balance on 1 January</b>	<b>3,186,717</b>	<b>2,161,659</b>	<b>5,348,376</b>
Contributions received	694,362	73,135	767,496
Benefits paid	(772,350)	(21,329)	(793,679)
Asset management fees charged	(5,058)	(819)	(5,877)
Investment return	31,763	95,653	127,416
Other movements	(411)	(27)	(439)
<b>Net book value on 30 June</b>	<b>3,135,022</b>	<b>2,308,272</b>	<b>5,443,293</b>

<i>In thousands of euros</i>	2023		
	At amortised cost	At fair value through profit or loss	Total
<b>Opening balance on 1 January</b>	<b>3,536,654</b>	<b>1,609,303</b>	<b>5,145,957</b>
Contributions received	1,696,857	427,898	2,124,754
Benefits paid	(2,063,631)	(68,805)	(2,132,436)
Asset management fees charged	(9,652)	(1,892)	(11,543)
Investment return	25,431	195,370	220,801
Other movements	1,058	(214)	844
<b>Net book value on 31 December</b>	<b>3,186,717</b>	<b>2,161,659</b>	<b>5,348,376</b>

The decrease in investment liabilities measured at amortised cost is explained by benefits paid (EUR -772.4 million), being higher than the contributions received (EUR 694.4 million), mainly related to financing funds (cash flow of EUR -6.9 million) and Branch 21 insurances with a review clause (cash flow of EUR -70.9 million).

The increase in investment liabilities measured at fair value through profit or loss is mainly due to contributions received (EUR 73.1 million) and returns on underlying assets (EUR 95.7 million).

## 9.11 Financial debts

The following table details the financial debts:

<i>In thousands of euros</i>	30 June 2024		31 December 2023	
	Balance value	Fair value	Balance value	Fair value
Convertible subordinated bond loans	-	-	-	-
Non-convertible subordinated bond loans	540,806	576,066	554,560	576,475
<b>Subordinated debts</b>	<b>540,806</b>	<b>576,066</b>	<b>554,560</b>	<b>576,475</b>
<b>Lease obligations</b>	<b>69,096</b>	<b>69,096</b>	<b>73,251</b>	<b>73,251</b>
Convertible bond loans	-	-	-	-
Non-convertible bond loans	-	-	-	-
Bank overdrafts	2,473	2,473	29	29
Payables arising from repurchase operations (repo)	312,866	312,866	353,338	353,338
Collateral received as guarantee	18,310	18,310	120	120
Others	33,140	33,140	91,968	91,968
<b>Other financial debts</b>	<b>366,790</b>	<b>366,790</b>	<b>445,456</b>	<b>445,456</b>
<b>Total of the financial debts</b>	<b>976,692</b>	<b>1,011,952</b>	<b>1,073,266</b>	<b>1,095,181</b>

The total nominal amount of loans amounts to EUR 542.2 million.

The fair value measurement of these loans is classified as level 1, as it is based on the Ask market price (source: Bloomberg).

## 9.12 Employee benefits

The decrease of EUR 22 million in employee benefits is mainly explained by the decrease in net liabilities of defined benefit schemes (EUR -18 million). This decrease is due to the invoice of the OFP (EUR -20 million), the increase in the discount rate (EUR -16 million) and the return on assets and interests (EUR -11 million), partially offset by the cost of services and interests (EUR +29 million).

## 9.13 Trade and other payables

The following table details trade and other payables:

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Liabilities linked to investment contracts and other liabilities linked to insurance operations	38,017	51,141
Liabilities and current accounts of reinsurers	329,199	323,815
<b>Liabilities from operating activities</b>	<b>367,217</b>	<b>374,956</b>
Tax on current result	32,866	11,038
Other contributions and taxes	82,914	73,235
<b>Tax liability payable</b>	<b>115,780</b>	<b>84,273</b>
Social security payables	69,249	78,305
Trade payables	105,020	114,716
Other payables	105,266	108,597
Accruals for liabilities	71,959	48,734
<b>Other payables</b>	<b>351,494</b>	<b>350,352</b>
<b>Total other payables</b>	<b>834,491</b>	<b>809,582</b>

Liabilities related to investment contracts and other liabilities related to insurance operations refer to premiums paid before maturity for investment contracts, taxes on premiums paid before maturity for insurance contracts, and liabilities related to insurance intermediaries.

The other liabilities mainly include rental guarantees, costs on ring-fenced funds to be liquidated, unallocated payments and stock exchange transactions to be paid.

The accruals mainly include the subsidies to be carried forward and the other income to be carried forward.

The fair value equals the net book value of the liabilities. Indeed, the Group considers that for these liabilities the book value is sufficiently close to their market value.

# 10 Notes to the consolidated income statement

## 10.1 Result of insurance services

<i>In thousands of euros</i>	30 June 2024	30 June 2023
CSM recognised for services provided	64,882	53,030
Change in risk adjustment for non-financial risk for risk expired	11,771	11,325
Expected insurance service expenses incurred:	271,101	261,553
Claims	235,376	227,938
Expenses	35,726	33,615
Other expenses under the VFA	-	-
Recovery of insurance acquisition cash flows	490	28
Experience adjustments not related to future service	25,754	19,902
Restatement and other changes	-	-
Expected premium receipts allocation under the PAA	661,789	597,015
<b>Insurance revenue</b>	<b>1,035,787</b>	<b>942,853</b>
Incurred insurance service expenses:	(735,226)	(687,048)
Claims	(650,872)	(596,961)
Expenses	(84,403)	(90,100)
Other expenses under the VFA	-	-
Other movements related to current service	49	12
Insurance acquisition cash flows expensed when incurred	-	-
Amortisation of insurance acquisition cash flows	(46,178)	(43,816)
Impairment loss on assets for insurance acquisition cash flow	-	-
Reversal of impairment loss on assets for insurance acquisition cash flow	-	-
Changes that relate to past service:	(50,571)	(37,731)
Changes in estimates in LIC fulfilment cash flows	(9,187)	(162,293)
Experience adjustments in claims and other insurance service expenses in LIC	(41,384)	124,562
Changes that relate to future service:	5,078	1,301
Losses for the net outflow recognised on initial recognition	(242)	(1,667)
Losses and reversal of losses on onerous contracts - subsequent measurement	5,320	2,967
<b>Insurance service expenses</b>	<b>(826,897)</b>	<b>(767,294)</b>

<i>In thousands of euros</i>	30 June 2024	30 June 2023
<b>Allocation of the premiums paid</b>	<b>(30,611)</b>	<b>(29,904)</b>
Incurring insurance service expenses:	9,107	7,582
Claims	9,216	7,804
Expenses	-	-
Other movements related to current service	(108)	(222)
Changes that relate to past service (changes in fulfilment cash flows - LIC):	(1,189)	(6,834)
Changes in estimates in LIC fulfilment cash flows	223	(5,749)
Experience adjustments in claims and other insurance service expenses in LIC	(1,412)	(1,085)
Changes that relate to future service:	-	-
Loss recovery related to losses on underlying insurance contracts at initial recognition	-	-
Loss recovery and reversals of recoveries related to underlying insurance contracts losses - subsequent measurement	-	-
<b>Amounts recovered from reinsurance</b>	<b>7,918</b>	<b>748</b>
<b>Changes in risk of non-performance</b>	<b>20</b>	<b>(2)</b>
Net expenses from reinsurance contracts	(22,673)	(29,158)
<b>Insurance service result</b>	<b>186,218</b>	<b>146,401</b>

The insurance services result for the first half of 2024 amounts to EUR 186.2 million, an increase of EUR 39.8 million compared to the first half of 2023. This increase is primarily due to a higher amount of margin recognised for services provided (EUR +11.9 million), mainly resulting from the increase in the Contractual Service Margin (CSM) of the new Non-Life business, by a reduction in the cost of reinsurance, and by the reversal of losses related to future services.

## 10.2 Net income from investments

<i>In thousands of euros</i>	30 June 2024					
	Net income from investments	Net realised gains or losses on investments	Change in fair value of investments through profit or loss	Change in amortisations and depreciations on investments	Other investment-related financial expenses	Total
At amortised cost	12,735	-	-	(11,992)	-	744
<b>Investment properties</b>	<b>12,735</b>	<b>-</b>	<b>-</b>	<b>(11,992)</b>	<b>-</b>	<b>744</b>
At fair value through other items of comprehensive income	18	785	-	-	-	803
At fair value through profit or loss	-	-	(830)	-	-	(830)
<b>Participating interests</b>	<b>18</b>	<b>785</b>	<b>(830)</b>	<b>-</b>	<b>-</b>	<b>(27)</b>
Designated at fair value through other items of comprehensive income	14,003	-	-	-	-	14,003
Designated at fair value through profit or loss	331	422	(691)	-	-	63
<b>Shares</b>	<b>14,334</b>	<b>422</b>	<b>(691)</b>	<b>-</b>	<b>-</b>	<b>14,066</b>
At fair value through other items of comprehensive income	-	-	-	-	-	-
At fair value through profit or loss	8,060	(23)	1,792	-	-	9,829
<b>Investment funds</b>	<b>8,060</b>	<b>(23)</b>	<b>1,792</b>	<b>-</b>	<b>-</b>	<b>9,829</b>
At amortised cost	22,369	(155)	-	908	-	23,122
At fair value through other items of comprehensive income	108,112	667	3	3,615	-	112,397
At fair value through profit or loss	16,464	268	1,896	-	-	18,628
<b>Bonds</b>	<b>146,944</b>	<b>780</b>	<b>1,899</b>	<b>4,523</b>	<b>-</b>	<b>154,147</b>
At amortised cost	21,654	(2)	-	538	-	22,190
At fair value through profit or loss	1,055	-	(265)	-	-	789
<b>Loans and deposits</b>	<b>22,708</b>	<b>(2)</b>	<b>(265)</b>	<b>538</b>	<b>-</b>	<b>22,979</b>
At fair value through profit or loss	505	(213)	(285)	-	-	7
Held for hedging purposes	-	-	100	-	-	100
<b>Derivative financial instruments</b>	<b>505</b>	<b>(213)</b>	<b>(184)</b>	<b>-</b>	<b>-</b>	<b>107</b>
Designated at fair value through profit or loss	4,153	6,754	85,459	-	(714)	95,653
<b>Investments belonging to unit-linked insurance contracts</b>	<b>4,153</b>	<b>6,754</b>	<b>85,459</b>	<b>-</b>	<b>(714)</b>	<b>95,653</b>
At amortised cost	(2,322)	(5)	(6)	-	-	(2,333)
At fair value through other items of comprehensive income	-	-	-	-	-	-
<b>Cash and cash equivalents</b>	<b>(2,322)</b>	<b>(5)</b>	<b>(6)</b>	<b>-</b>	<b>-</b>	<b>(2,333)</b>
At amortised cost	(31,763)	-	-	-	-	(31,763)
At fair value through profit or loss	-	-	(95,653)	-	-	(95,653)
<b>Investment contract liabilities</b>	<b>(31,763)</b>	<b>-</b>	<b>(95,653)</b>	<b>-</b>	<b>-</b>	<b>(127,416)</b>
<b>Others</b>	<b>7,393</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7,167)</b>	<b>226</b>
<b>Net revenue from investment</b>	<b>182,766</b>	<b>8,499</b>	<b>(8,478)</b>	<b>(6,931)</b>	<b>(7,881)</b>	<b>167,975</b>



<i>In thousands of euros</i>	30 June 2023					
	Net income from investments	Net realised gains or losses on investments	Change in fair value of investments through profit or loss	Change in amortisations and depreciations on investments	Other investment-related financial expenses	Total
At amortised cost	11,796	-	-	(4,730)	-	7,067
<b>Investment properties</b>	<b>11,796</b>	<b>-</b>	<b>-</b>	<b>(4,730)</b>	<b>-</b>	<b>7,067</b>
At fair value through other items of comprehensive income	135	9,806	-	-	-	9,941
At fair value through profit or loss	-	-	-	-	-	-
<b>Participating interests</b>	<b>135</b>	<b>9,806</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,941</b>
Designated at fair value through other items of comprehensive income	14,039	-	-	-	-	14,039
Designated at fair value through profit or loss	138	187	(400)	-	-	(74)
<b>Shares</b>	<b>14,177</b>	<b>187</b>	<b>(400)</b>	<b>-</b>	<b>-</b>	<b>13,965</b>
At fair value through other items of comprehensive income	-	-	-	-	-	-
At fair value through profit or loss	9,122	(1,473)	15,725	-	-	23,374
<b>Investment funds</b>	<b>9,122</b>	<b>(1,473)</b>	<b>15,725</b>	<b>-</b>	<b>-</b>	<b>23,374</b>
At amortised cost	21,737	(434)	-	(1,334)	-	19,968
At fair value through other items of comprehensive income	103,279	(1,302)	-	(5,183)	-	96,794
At fair value through profit or loss	15,250	1,425	3,481	-	-	20,156
<b>Bonds</b>	<b>140,265</b>	<b>(311)</b>	<b>3,481</b>	<b>(6,518)</b>	<b>-</b>	<b>136,918</b>
At amortised cost	19,310	28	-	(2,801)	-	16,537
At fair value through profit or loss	732	-	(456)	-	-	275
<b>Loans and deposits</b>	<b>20,042</b>	<b>28</b>	<b>(456)</b>	<b>(2,801)</b>	<b>-</b>	<b>16,812</b>
At fair value through profit or loss	2,778	-	(3,519)	-	-	(741)
Held for hedging purposes	-	231	(506)	-	-	(275)
<b>Derivative financial instruments</b>	<b>2,778</b>	<b>231</b>	<b>(4,025)</b>	<b>-</b>	<b>-</b>	<b>(1,016)</b>
Designated at fair value through profit or loss	5,858	8,124	82,017	-	(368)	95,632
<b>Investments belonging to unit-linked insurance contracts</b>	<b>5,858</b>	<b>8,124</b>	<b>82,017</b>	<b>-</b>	<b>(368)</b>	<b>95,632</b>
At amortised cost	(3,778)	(5)	7	-	-	(3,776)
At fair value through other items of comprehensive income	-	-	-	-	-	-
<b>Cash and cash equivalents</b>	<b>(3,778)</b>	<b>(5)</b>	<b>7</b>	<b>-</b>	<b>-</b>	<b>(3,776)</b>
At amortised cost	(21,431)	-	-	-	-	(21,431)
At fair value through profit or loss	-	-	(95,632)	-	-	(95,632)
<b>Investment contract liabilities</b>	<b>(21,431)</b>	<b>-</b>	<b>(95,632)</b>	<b>-</b>	<b>-</b>	<b>(117,063)</b>
<b>Others</b>	<b>2,383</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6,742)</b>	<b>(4,358)</b>
<b>Net financial result</b>	<b>181,349</b>	<b>16,588</b>	<b>717</b>	<b>(14,048)</b>	<b>(7,109)</b>	<b>177,496</b>

Net income of investments includes dividends, interests as well as actuarial depreciation of premiums and discounts on bonds.

### **10.3 Employee benefit expenses**

There were no significant changes in the first half of 2024. The corresponding notes in the consolidated financial statements of the annual report as of 31 December 2023 provide further information.

# 11 Notes relating to items not included in the balance sheet

## 11.1 Related parties

The following transactions with related parties are shown in these notes:

- The key management personnel of the Group, who are the directors of Ethias SA;
- The entities exercising joint control or significant influence over the entity, which are the Federal State via the SFPIM, the Walloon Region via Wallonie Entreprendre, the Flemish Region and EthiasCo;
- The joint ventures in which the entity is a joint venturer, which are WLP Holding and Belgium DC;
- The associated companies, Ariane Building, AssurCard, Bedrijvencentrum Geraardsbergen, Cityforward, Hamsterhuren II, Epico II Wind, Epimede, Green4You, IMA Benelux, Letsgocity (until 2023), Land Investment Vehicle, Palais des expositions Charleroi, NEB Foncière, NEB Participations, SK Invest 1 (since 2024), Tikebuzz (since 2024), Ukot Liège and Zabrix I; and
- The other related parties, viz. Ethias Pension Fund (OFP).

In addition, Ethias does not have any non-consolidated subsidiaries in 2023 and 2024.

### 11.1.1 Transactions related to the balance sheet

<i>In thousands of euros</i>	30 June 2024					
	The entities exercising joint control or significant influence over the entity	Non-consolidated subsidiaries	Joint ventures	Associated companies	Other related parties	Total
Loans	207,194	-	66,921	127,474	-	401,590
Other financial investments	169,587	-	-	-	-	169,587
Receivables	2	-	7	1,977	-	1,986
Any other assets	-	-	-	-	-	-
<b>Total assets with related parties</b>	<b>376,782</b>	<b>-</b>	<b>66,929</b>	<b>129,451</b>	<b>-</b>	<b>573,163</b>
Insurance and investment contract liabilities	-	-	-	-	-	-
Financial debts	-	-	-	-	-	-
Trade and other payables	-	-	124	138	8,405	8,667
<b>Total liabilities with related parties</b>	<b>-</b>	<b>-</b>	<b>124</b>	<b>138</b>	<b>8,405</b>	<b>8,667</b>

<i>In thousands of euros</i>	31 December 2023					
	The entities exercising joint control or significant influence over the entity	Non-consolidated subsidiaries	Joint ventures	Associated companies	Other related parties	Total
Loans	204,806	-	58,443	126,258	-	389,507
Other financial investments	-	-	-	-	-	-
Receivables	-	-	-	1,861	-	1,861
Any other assets	-	-	-	-	-	-
<b>Total assets with related parties</b>	<b>204,806</b>	<b>-</b>	<b>58,443</b>	<b>128,119</b>	<b>-</b>	<b>391,367</b>
Insurance and investment contract liabilities	-	-	-	-	-	-
Financial debts	-	-	-	-	-	-
Trade and other payables	-	-	-	-	-	-
<b>Total liabilities with related parties</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

In 2023, the loan balances are EUR 7.4 million to the SFPIM, EUR 197.4 million to the Walloon and Flemish Regions, EUR 58.4 million to WLP Holding, EUR 115.8 million to Cityforward, EUR 3.2 million to Green4You, EUR 4.8 million to Epimede, EUR 2.4 million to Ariane Building, and EUR 0.1 million to Ukot Liège.

As of 30 June 2024, the loan balances are EUR 9.1 million to the SFPIM, EUR 198.1 million to the Walloon and Flemish Regions, EUR 66.9 million to WLP Holding, EUR 116.7 million to Cityforward, EUR 3.6 million to Green4You, EUR 4.9 million to Epimede, and EUR 2.3 million to Ariane Building. Additionally, other financial investments include bonds issued by the Walloon and Flemish Regions.

### 11.1.2 Transactions related to revenues and expenses

<i>In thousands of euros</i>	30 June 2024					
	The entities exercising joint control or significant influence over the entity	Non-consolidated subsidiaries	Joint ventures	Associated companies	Other related parties	Total
Insurance result	-	-	-	-	-	-
Net revenue from investment	1,917	-	1,666	8,688	-	12,271
Other operating revenue	215	-	6	-	-	221
Other operating expenses	-	-	(865)	(3,002)	(21,666)	(25,533)
Asset management fees charged	-	-	-	-	-	-
Finance costs	-	-	-	-	-	-
<b>Total</b>	<b>2,133</b>	<b>-</b>	<b>807</b>	<b>5,686</b>	<b>(21,666)</b>	<b>(13,041)</b>

<i>In thousands of euros</i>	30 June 2023					
	The entities exercising joint control or significant influence over the entity	Non-consolidated subsidiaries	Joint ventures	Associated companies	Other related parties	Total
Insurance result	-	-	-	-	-	-
Net revenue from investment	100	-	798	7,729	-	8,627
Other operating revenue	65	-	6	-	-	70
Other operating expenses	-	-	(1,075)	(2,967)	(19,503)	(23,545)
Asset management fees charged	-	-	-	-	-	-
Finance costs	-	-	-	-	-	-
<b>Total</b>	<b>165</b>	<b>-</b>	<b>(271)</b>	<b>4,762</b>	<b>(19,503)</b>	<b>(14,847)</b>

Operating expenses with other related parties mainly concern invoices paid to the OFP for the employees' group insurance.

### 11.1.3 Remunerations for key management personnel

The remuneration of the members of the Board of Directors and the key executives is determined annually. For this reason, no other details are included in this interim report.

As of 30 June 2024, no loans, credits or bank guarantees had been granted to members of the Board of Directors or the Executive Committee or to members of their close relatives.

## 11.1.4 Other transactions with related parties

<i>In thousands of euros</i>	30 June 2024					
	Entities exercising joint control or significant influence over the entity	Non-consolidated subsidiaries	Joint ventures	Associated companies	Other related parties	Total
Commitments and guarantees given	9,900	-	1,035	-	-	10,935
Commitments and guarantees received	-	-	-	-	-	-
<b>Total</b>	<b>9,900</b>	<b>-</b>	<b>1,035</b>	<b>-</b>	<b>-</b>	<b>10,935</b>

<i>In thousands of euros</i>	31 December 2023					
	Entities exercising joint control or significant influence over the entity	Non-consolidated subsidiaries	Joint ventures	Associated companies	Other related parties	Total
Commitments and guarantees given	9,900	-	13,564	-	-	23,464
Commitments and guarantees received	-	-	-	-	-	-
<b>Total</b>	<b>9,900</b>	<b>-</b>	<b>13,564</b>	<b>-</b>	<b>-</b>	<b>23,464</b>

As of 31 December 2023, Ethias had a loan commitment of EUR 9.9 million to the SFPIM and EUR 8.2 million to WLP Holding, to which Ethias also has a share purchase commitment of EUR 5.4 million.

As of 30 June 2024, Ethias's loan commitment to the SFPIM remains EUR 9.9 million, while the share purchase commitment to WLP Holding is EUR 1 million.

## 11.2 Commitments

### 11.2.1 Received commitments

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Guarantee commitments	748,500	789,146
Finance commitment	9,623	9,623
Other received commitments	3,900	3,900
<b>Total</b>	<b>762,022</b>	<b>802,668</b>

Guarantee commitments mainly include guarantees linked to mortgage loans granted by the Group.

### 11.2.2 Given commitments

<i>In thousands of euros</i>	30 June 2024	31 December 2023
Guarantee commitments with regard to financing	-	-
Other guarantee commitments	123,132	123,311
Commitments on securities	333,831	367,734
Other given commitments	418,753	477,584
<b>Total</b>	<b>875,716</b>	<b>968,629</b>

Other guarantee commitments primarily include guarantees on financing for EUR 115.5 million.

The commitments on securities include repurchase operations for EUR 309.4 million as of June 30, 2023 (compared to EUR 343.3 million as of December 31, 2023) following the implementation of an investment program financed by repos as well as securities paid as collateral for EUR 24 million as of June 30, 2024.

Other given commitments consist mainly of commitments to acquire securities (in bond funds, equity funds, infrastructure funds) and loans.

## 11.3 Contingent liabilities

The Group has no contingent liabilities in 2024 and 2023.

# 12 Statutory auditor's report on the consolidated financial statements for the year ended 30 June 2024



To the board of directors  
Ethias SA

**Statutory auditor's report to the board of directors of Ethias SA/NV on the review of the interim condensed consolidated financial statements as at 30 June 2024 and for the six-month period then ended**

## Introduction

We have reviewed the accompanying consolidated balance sheet of Ethias SA/NV (the "Company") and its subsidiaries (collectively referred to as "the Group") as at 30 June 2024 and the related consolidated income statement, the consolidated statement of comprehensive income, the consolidated cash flow statement and the consolidated statement of changes in equity for the six-month period then ended, as well as explanatory notes, comprising a summary of significant accounting policies and other explanatory notes, collectively, the "Interim Condensed Consolidated Financial Statements".

These statements show a consolidated balance sheet total of EUR '000' 19.377.480 and a net consolidated profit (attributable to Group's share) for the six-month period then ended of EUR '000' 128.509.

The board of directors is responsible for the preparation and fair presentation of the Interim Condensed Consolidated Financial Statements in accordance with International Financial Reporting Standard IAS 34 *Interim financial reporting* ("IAS 34"), as adopted by the European Union. Our responsibility is to express a conclusion on these Interim Condensed Consolidated Financial Statements based on our review.

## Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" applicable to review engagements. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.





### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Interim Condensed Consolidated Financial Statements are not prepared, in all material respects, in accordance with IAS 34, as adopted by the European Union.

Diegem, 11 October 2024

The statutory auditor  
PwC Bedrijfsrevisoren BV/PwC Reviseurs d'Entreprises SRL  
Represented by

Tom Meuleman\*  
Registered auditor

\*Acting on behalf of Tom Meuleman BV