

NACIONAL Re - FINANCIAL YEAR 2021

NACIONAL RE increases premium volume by 4% and profit by 3.7% in 2021.

Nacional Re held its Annual General Meeting on Tuesday 10 May, where the Management Report and the annual accounts for the financial year 2021 were approved.

During his speech, the Board Chairman, Mr. **José María Sunyer Sendra**, analyzed the exceptional context in which the Company operated during the past year, which allows a positive assessment of the figures obtained by the Corporation.

The president emphasized that the premiums underwritten by Nacional Re in 2021 "increased by 4%, totalling 633.1 million euros, growing 3.1% in Spain but also in the European markets, where Nacional Re's presence continues to consolidate (+5.8%)".

The net results achieved in 2021 reached "30.0 million euros, 3.7% over those of year 2020, this gives recognition to the accurate risk management of the Company and the professionalism before an intense, extraordinary loss ratio"

The CEO, **Pedro Herrera**, deepened in the information about the company's main figures as contained in the Management Report.

Growth and leadership in Spain

During his presentation, Mr. Herrera explained that "the Company reached 413.3 million euros in the Spanish market, with an annual increase of 3.1%. In respect of the international markets, premium grew by 5.8%, with a total of 219.8 million euros".

In 2021, NRe signed contracts with 386 cedants, 2.1% more than in the previous year. Of these, 117 with seat in Spain, while 269 are based in other countries, with a majority presence of European cedants (261).

In the words of the reinsurer's general manager, "Spain is the main market for Nacional Re", where the company "retains its consolidated leadership in more than 50% of the cedents, with whom the Company maintains traditionally direct relations in a percentage of more than 90%".

Net results of 30 million euros

Referring to the Company's technical results, the chief executive noted that "2021 was a singular year in terms of the incidence of NAT CAT events of

unusually high magnitude in the markets in which Nacional Re carries out its reinsurance activity", referring to the storm Filomena that hit a large part of Spain at the beginning of 2021, and to the various storms that caused severe flooding, numerous fatalities and material damage in western Germany, and also affected Switzerland and eastern Belgium.

The net technical profitability amounted to €22.1 million, representing 4.3% of retained premiums.

This net technical result, together with financial returns (EUR 25.3 million) and net of overheads (EUR 7.5 million), gives a profit before tax of EUR 39.8 million, 9.6% higher than in the previous year. Profit after tax amounted to EUR 30.0 million (+3.7%).

Strategic Plan

During his speech, Pedro Herrera also referred to the Strategic Plan, launched in 2021 and in force until 2024; Mr. Herrera stressed that "this Plan incorporates as one of its main lines of action all aspects relating to people and the Company: corporate culture and values; adaptation of the Company's needs to the characteristics of the present labour market, both social and regulatory; size and knowledge of the organization in line with the evolution of the business".

Solvency and Rating

The result achieved in 2021 has enabled the continuity of the traditional upward trend in shareholders' equity, which increased by 5.2% to EUR 413.9 million, with a Solvency II ratio of 201% at the end of the year.

In the autumn of 2021, the agencies S&P Global Ratings and AM Best ratified Nacional Re in "A" rating with a stable outlook, reflecting the strength of the entity.

Distribution of Results

The Entity reports that the Annual General Meeting approved the distribution of a total dividend charged to the 2021 results of 11.25 million, 3.0% more than that corresponding to the 2020 financial year. A capital increase of 6 million was also approved against free reserves.

All information on the 2021 financial year is available on the Company's website www.nacionalre.es.