
# Elini

annual report 2024

**Annual Report 2024**
**of the Board of Directors and**
**of the Statutory Auditor**
**presented at**
**the Annual General Meeting**
**on 24th April 2025**

Insurance company authorised by decision of the Management Committee NBB (formerly CBFA) on the 6th November 2003.
to underwrite "Liability" (branch 13)
(Moniteur Belge 04.12.2003 - Code 2275)

Registered Office:
Av. Jules Bordet, 166
B 1140 Brussels
Belgium

Tel. +32 (0)2 702 90 18

## Financial Highlights

*In euro*

| Statement of Earnings | 2024 | 2023 | 2022 | 2021 | 2020 |
|---|---|---|---|---|---|
| Net premium earned | 15.163.753 | 13.980.591 | 12.941.561 | 9.172.944 | 8.136.248 |
| Claims | 12.750 | 0 | -1.141 | 1.950 | 0 |
| Expenses | -3.911.717 | -3.772.159 | -3.274.306 | -2.844.763 | -2.653.145 |
| Other income | 121.363 | 111.888 | 109.858 | 146.437 | 126.494 |
| Net investment result | 3.480.152 | -1.558.569 | -1.572.857 | 6.633.048 | 212.766 |
| Earnings before distribution to reserve for equalisation and catastrophes | 14.866.300 | 8.761.752 | 8.203.115 | 13.109.616 | 5.822.363 |
| Variation in the reserve for equalisation and catastrophes, net of reinsurance | -12.664.713 | -10.129.147 | -10.519.537 | -8.927.179 | -5.824.210 |
| Taxes | -115.948 | -3.197 | -2.683 | -1.794 | -1.363 |
| Earnings after distribution to reserve for equalisation and catastrophes | 2.085.639 | -1.370.592 | -2.319.104 | 4.180.643 | -3.209 |

| Balance Sheet | | | | | |
|---|---|---|---|---|---|
| Assets | 180.458.961 | 163.749.742 | 153.402.654 | 139.966.733 | 126.234.200 |
| Liabilities | -7.305.021 | -5.744.978 | -5.626.451 | -1.626.004 | -1.144.294 |
| Guarantee fund | 173.153.939 | 158.004.764 | 147.776.204 | 138.340.729 | 125.089.906 |

*(including reserve for equalisation and catastrophes)*

# Content

# Members

## Belgium
Belgoprocess NV
Electrabel s.a.
European Atomic Energy Community (Euratom)
SCK•CEN
Transnubel

## Brazil
Eletronuclear

## Canada
Bruce Power Inc.
New Brunswick Power Corporation (*)
Ontario Power Generation (OPG)

## Czech Republic
ČEZ a.s.

## Finland
Fortum Power & Heat Oy
Teollisuuden Voima Oyj (TVO)

## France
Andra
CIS Bio International (*)
EDF
Framatome
ORANO

## Great Britain
EDF Energy Nuclear Generation Limited
Urenco Ltd (*)

## Hungary
MVM Paks Nuclear Power Plant Ltd (*)
RHK Puram

## Italy
Deposito Avogadro SpA
ENEA
Sogin S.p.A.

## Romania
Societatea Nationala Nuclearelectrica SA (SNN)

## Slovak Republic
Slovenské Elektrárne a.s.

## South Africa
Eskom Holdings Soc Ltd.
NRWDI (*)

## Sweden
AB SVAFO
Forsmarks Kraftgrupp AB
OKG Aktiebolag
Ringhals AB
Svensk Kärnbränslehantering AB (SKB)
Studsvik AB
Sydkraft Nuclear Power AB

## Switzerland
Axpo Power AG
Kernkraftwerk Gösgen-Däniken AG
Kernkraftwerk Leibstadt AG
Zwischenlager Würenlingen AG (ZWILAG)

## The Netherlands
Elektriciteits-Produktiemaatschappij Zuid-Nederland NV (EPZ) (*)

(*) non insured member

# Board of Directors *

| ELINI | | | | External mandates | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| Name | Surname | Function | Start date | Company | Registered office | Industry | Stock market listed | Mandate | Start date |
| Lukáš | Maršálek | Board Member, Chairman | 19/03/2020 | Slovenské elektrárne, a.s.<br>Energotel, a.s. | Mlynské nivy 47, 821 09 Bratislava 2, SK<br>Miletičova 7, 821 08 Bratislava, SK | electricity production<br>telecommunications operator | No<br>No | Board member<br>Member of Supervisory Board | 01/08/2016<br>01/01/2019 |
| Jarkko Kalevi | Toroska | Board Member Vice Chairman | 28/04/2016 | | | | | | |
| Stéphane Jean Daniel | Yvon | Board Member Vice Chairman | 22/09/2020 | Wagram Insurance Company DAC<br>Oceane Re SA | 9 Clanwilliam Terrace, Dublin 2, D02 H266, IE<br>25B Boulevard Royal, Luxembourg City, 2449, LU | Insurance<br>(Re)insurance | No<br>No | Board member<br>Board member | 20/07/2011<br>20/07/2011 |
| Alessandro | Dodaro | Board member | 24/04/2025 | | | | | | |
| Christian Maria S M | Legrain | Board Member | 04/12/2002 | | | | | | |
| Roberto | Muscogiuri | Board Member | 28/04/2016 | ENEL REINSURANCE | VIALE REGINA MARGHERITA 137, 00498 Roma, IT | (Re)insurance | No | Board member | 01/01/2024 |
| Jiri | Ortman | Board Member | 23/09/2019 | | | | | | |
| Bengt Anders Börje | Svensson | Board Member | 29/04/2003 | | | | | | |
| Godelieve | Vandeputte | Board member | 03/12/2024 | | | | | | |
| Jo | Machtelinckx | Board Member, Executive Committee | 15/11/2017 | BlueRe | 4 Däichwee, 6850 Manternach, LU | (Re)insurance | No | Member Management Committee | 11/06/2015 |
| Jean-Denis Marie | Treillard | Board Member, Executive Committee | 01/01/2020 | BlueRe<br>GEIE CHS | 4 Däichwee, 6850 Manternach, LU<br>Tour W, 102 Jardins Boieldieu, Puteaux, FR | (Re)insurance<br>Claims Management | No<br>No | Board member<br>Board member | 26/04/2018<br>30/03/2021 |

* Status at the time of the Annual General Meeting (24/04/2025)

# Advisory Committees *

## Insurance Advisory Committee

| | |
|---|---|
| B. Svensson | *Chairman* |
| E. Ago | |
| M. Chagnon | |
| T. Counotte | |
| D. De Nardis | |
| T. Erb | |
| P. Haenecour | |
| V. Hronek | |
| B.P. Jobse | |
| B. Kockum | |
| M. Laguna | |
| T. Mukkala | |
| J.D. Treillard | |

## Legal Advisory Committee

| | |
|---|---|
| J. Ortman | *Chairman* |
| L. Antal | |
| N. Calzone | |
| S. Elhaut | |
| B.R. Hilbers | |
| M. Laguna | |
| B. Le Gorrec | |
| M-L Olvstam | |
| M. Schoch | |
| J.D. Treillard | |
| G. Vandeputte | |

* Status at the time of the Annual General Meeting

# Advisory Committees *

## Finance and Investment Advisory Committee

| | |
|---|---|
| L. Maršálek | *Chairman* |
| M. Avagliano | |
| J. Machtelinckx | |
| L. Piekkari | |
| R. Saurel | |
| J. Tasker | |
| M. Vercammen | |

## Audit Committee

| | |
|---|---|
| C. Legrain | *Chairman* |
| R. Muscogiuri | |
| J. Toroska | |

## Risk Committee

| | |
|---|---|
| J. Toroska | *Chairman* |
| R. Muscogiuri | |
| J. Ortman | |
| A. Sandberg | |

* Status at the time of the Annual General Meeting

# Management *

**Executive Committee**

| | |
|---|---|
| J.D. Treillard | *Managing Director* |
| M. Laguna | *Deputy Managing Director* |
| J. Machtelinckx | *Financial Manager* |

**Auditors**

KPMG Réviseurs d'Entreprises SRL
Luchthaven Brussel Nationaal 1K
B-1930 Zaventem
*Represented by*
Mr. J.F. Kupper

**Internal Auditor**

BDO – Represented by N. Renard

**Actuarial function**

Nicolaï & Partners
Duboisstraat 43
BE - 2060 Antwerpen
Mrs. V. Nicolaï

* Status at the time of the Annual General Meeting

# Letter from the Chairman

Dear members,

It is a pleasure to present ELINI's 2024 Annual Report.

ELINI's constant growth reflects an ongoing involvement and strong trust from its insured members. This results from new nuclear operators deciding to join ELINI, as well as decisions of existing members to increase the capacity bought from ELINI. In line with the strategy defined by the Board of Directors, this development allows ELINI to propose an increased insurance capacity for the following year as the funds of ELINI constitute the insurance capacity available to its members.

The ELINI Swiss Branch is progressing as planned, and the ELINI UK Branch is fully operational for UK-insured members. Governance and controls of UK Branch have been reinforced through agreements with Mazars to assist in the statutory reporting obligations including a new taxonomy on UK Solvency that came into force to replace the EU Solvency II starting with the accounts 2024.

Geopolitical tensions did not have any significant effects on inflation that returned to reasonable levels. Year 2024 was quite a good year for the investments that has seen a fair increase with a yield for ELINI portfolio that almost reached + 7,31%.

In terms of insurance capacity, ELINI increased own retention from € 135 000 000 in 2023 to € 142 400 000 in 2024 and a gross capacity including BlueRe and NIRA from € 260 000 000 in 2023 to € 272 400 000 in 2024, as BlueRe and NIRA are not impacted by natural events as the rest of the commercial reinsurance market could have been in 2024.

ELINI closely monitors developments of SMR/MMR and advanced technologies and is invited by its members as well as by start-ups that develop new projects, to study their technologies. ELINI is also in close contact with potential new members and new countries such as Poland where ELINI's participation in international associations and institutions granted more visibility.

I would like to thank ELINI´s management and staff for their effort, commitment and achievement of very good result for the year 2024.

ELINI exists due to its members and thanks to them ELINI continues to play a significant and important role in the field of nuclear liability insurance. Thank you all for your ongoing support.

I thank my fellow Board Members and look forward to working together to strengthen ELINI's position in the nuclear insurance market for its members' benefit.

"ELINI, by the Members, for the Members".

Best regards

Lukáš Maršálek
*Chairman of the Board of Directors*

## Description of Activities

ELINI is a Belgian mutual insurance association formed in December 2002 to provide insurance capacity for nuclear liability risks to its Members. The present Members of ELINI include nuclear facilities in Belgium, Brazil, Canada, Czech Republic, Finland, France, Germany, Great-Britain, Hungary, Italy, Romania, Slovak Republic, South Africa, Spain, Sweden, Switzerland and the Netherlands.

The capacity provided by ELINI is independent of that provided by the various nuclear Pools.

The main benefits to Members of ELINI include:

- Additional insurance capacity in view of the Revised Paris and Brussels Supplementary Conventions.
- Alternative insurance capacity for terrorism cover and 30 years prescription period.
- Potential for contribution savings.
- Information exchange and data center for nuclear insurance matters.

### Underwriting & Claims Handling

ELINI's current portfolio is based on nuclear liability risks cover, in accordance with the decision of the Member, with the existing Pools and any other markets as coinsurer, reinsurer or leader with the exception in those countries where a 100 % policy is taken out by the Member.

The prices of the insurance coverages are in accordance with own rating tables so that Members of the Mutual will derive immediate benefit from reduced contributions.

ELINI has developed a rating model, based on TPL surveys that took place on-site. In 2011 the Board of Directors agreed to link the results obtained from these surveys to the contribution calculation. As such the strengths and weaknesses of a site are incorporated in the contribution calculation and represent an incentive for each Member to improve the site safety. This model is applied as of January 1st, 2012.

If there is a nuclear incident resulting in offsite release of radiation, ELINI will offer its services to, and in close collaboration with the local competent Authority and its Member, and act in accordance with the instructions given and the expectations formulated by them. It is ELINI's view that, in such a crisis situation, the entire insurance market should show solidarity.

As an insurer, ELINI will contribute to the cost in accordance with the provisions of the Member's insurance policy.

In order to be prepared for a potential nuclear incident, ELINI decided to develop a unique web-based platform for claim handling allowing to register claims, manage claims and report in a detailed way to all parties involved and this both on a national and trans boundary basis. ELINI contracted with highly specialized companies for the set-up of dedicated call centers and dispatching of claim experts and loss adjusters. The individual approach of the Members allows ELINI to take into consideration their expectations. The implementation of the system is realized in close collaboration with the Members having decided to organize their post incidental management together with ELINI.

Finally, Article 25 of our Articles of Association provides for additional contributions from Members if required to meet claims.

## Reinsurance

ELINI can purchase reinsurance cover to supplement its capacity and to spread risk as the Board deems appropriate.

## Management Structure

ELINI is a mutual association constituted in Brussels under Belgian law and authorized by decision of the Management Committee of the NBB (formerly CBFA) on the 6th November 2003.

The strategic management of the Association is entrusted to the Board of Directors, which holds full managerial authority, except for those powers explicitly reserved for the General Meeting.

The Board of Directors has created five specialized Committees who have an advisory task. The mission of these Committees is to analyze specific topics, to prepare matters for consideration and recommendation towards the Board.

The administration and day to day management of the Association is the responsibility of the Executive Committee.

## Membership

Only companies or authorities in the private or public sectors which have an insurable interest relating to a nuclear installation or installations, directly or indirectly, or their representatives, can be Members of the Association. Election of a new Member shall be submitted to the Board of Directors and shall become effective when ratified by the General Meeting.

A new Member must take out or have the intention to take out at a later stage at least one insurance policy with unreserved acceptance of the rights and obligations included in the Articles of Association.

There are three kinds of Members:

- Non-Insured Members who do not take part in the constitution of the guarantee fund but pay an administrative fee.
- Non-Insured Members who take part in the constitution of the guarantee fund (Supportive Members).
- Insured Members who have an insurance policy and have contributed to the constitution of the guarantee fund.

## Loss Prevention Services

The Loss Prevention Team of ELINI supports both the Underwriting Department and the Members in identifying potential loss exposures and evaluating the adequacy of existing loss prevention measures.

Through a combination of on-site and desktop evaluations, technical documentation reviews, and discussions with site managers and technical staff, detailed risk assessment reports are drawn up. The surveyor will evaluate and compare the facility with good engineering practices, legal requirements, insurance standards and comparable risks. Strengths and weaknesses of each site will be highlighted. Where required a comprehensive list of suggestions and recommendations will be drawn up with a view to improving safety and to prevent or mitigate losses.

An in-house developed grading system supports the underwriting process by contribution rate adjustment and can support the Members' loss prevention programs through reduced contribution.

# Report of the Board of Directors to be presented to the Annual General Meeting of 24th April 2025

Dear Member,

We are pleased to present for your approval the financial statements of our Mutual for its twenty-second year of operations, which ended on 31st December 2024.

The financial statements include the figures from the Elini Branches in Switzerland and the United Kingdom (UK).

The Board of Directors of Elini is responsible for the information contained in the financial statements and other sections of the annual report. The Board considers that the financial statements and related information have been prepared in accordance with generally accepted accounting principles appropriate in the circumstances. These financial statements include amounts that are based on the Board's judgment and best estimates.

Elini maintains a system of internal accounting controls to provide reasonable assurance that our assets are safeguarded against loss from unauthorized use or disposal and that the accounting records provide a reliable basis for the preparation of the financial statements.

We engaged KPMG, with your approval, as the independent auditors to audit the financial statements and to express their opinion thereon. Their opinion is based on procedures considered by them to be sufficient to provide reasonable assurance that the financial statements present fairly, in all material respects, the financial position, cash flows and results of operations. Their report is joint with the annual accounts.

## Capacity

The maximum insurance capacity per policy, including the Treaty and Facultative contracts with NIRA and BlueRe, increased from € 260.000.000 in 2023 to € 272.400.000 in 2024. Our own retention increased from € 135.000.000 to € 142.400.000 in the same period.
Alternative capacity was ceded to other reinsurers amounting to a maximum of € 80.000.000 in 2024. As a result, the maximum gross capacity 2024 for one single Member amounted to € 352.400.000, of which € 346.491.363 was effectively allocated.

## Contributions

The contributions written, and reinsurance premiums ceded are reflected in the earnings on a pro-rata basis over the terms of each policy. Unearned contributions represent the portion of contributions written, which are applicable to the non-expired term of the policies in force.
Gross earned contributions increased from € 24.871.015 in 2023 to € 27.268.297 in 2024. This growth can be attributed to the elevated gross insurance capacity and the fact that more Members use an elevated capacity from Elini in their insurance program. On top, Elini provided D&O insurance to those Members requiring such a cover and having spare on the maximum insured limit.

Net earned Reinsurance costs – excluding acquisition costs – increased from € 10.650.509 to € 11.347.589 of which € 8.083.424 was attributed to BlueRe compared to € 7.386.109 in 2023. € 1.636.951 of this total reinsurance cost related to Elini's Branches in the United Kingdom and Switzerland, and was therefore charged to these Branches. The maximum capacity bought by Elini from BlueRe for one single risk increased from € 80.000.000 in 2023 to € 90.000.000 in 2024.

## Claims

Provisions are made for the estimated cost of incurred losses following management estimates. These estimates are based on information from the members, their brokers, nuclear pools, claims adjusters, independent consultants, and other relevant sources.

The total outstanding claims reserve at the end of the year decreased from € 48.750 in 2023 to € 36.000 at the end of 2024.

No new claims have been notified to Elini during the financial year 2024, while two claims have been closed without payments. On the other hand, an additional provision of € 500 was set up for the remaining claims to cover internal claim handling costs, in accordance with the Solvency II requirements.

The claims reserve hence now relates to 2 notified incidents remaining, with occurrences in 2017 and 2019.

On the reinsurance side, the provision for claims receivables remains nihil.

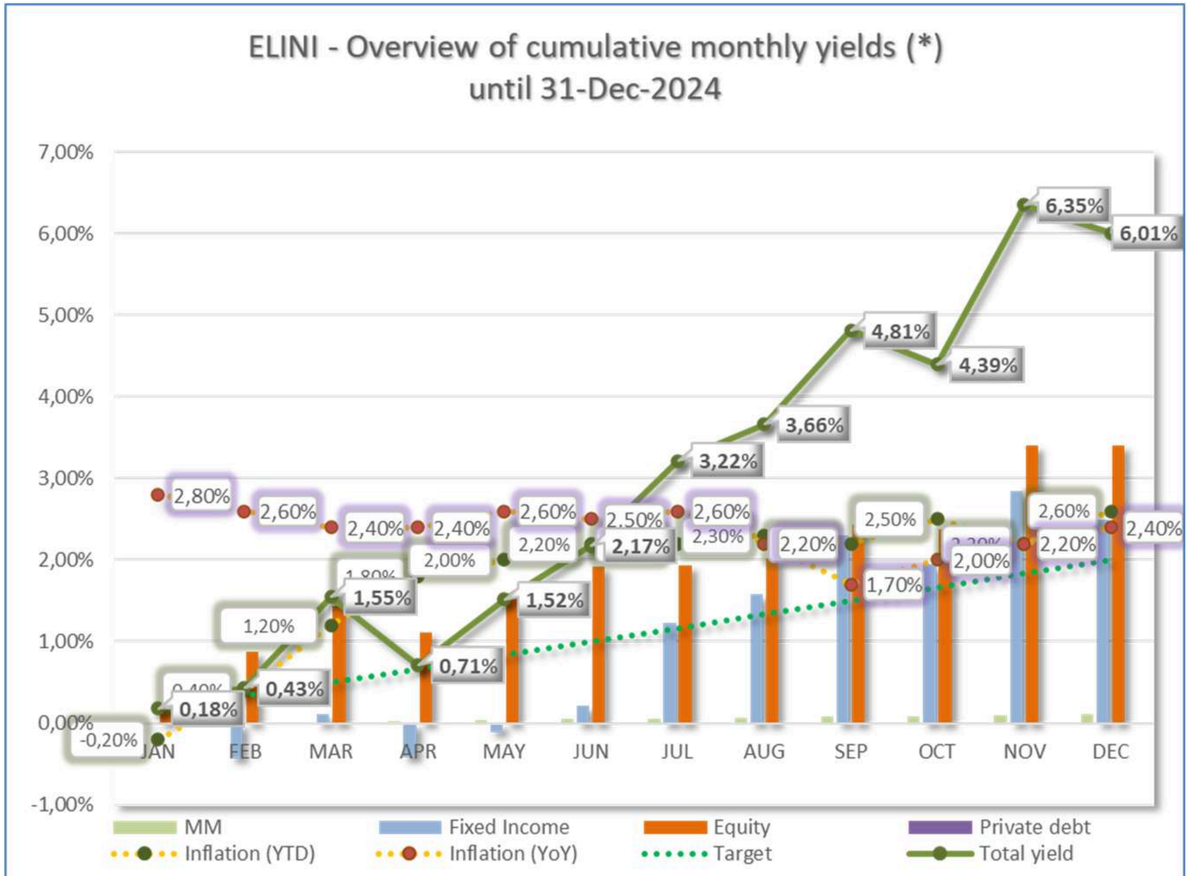
The total claims cost as at 31 December 2024 was therefore slightly positive (€ 12.750), as reported in the income statement.

## General expenses

General expenses increased from € 3.772.159 in 2023 to € 3.911.717 or an increase of +3,7%. The main drivers behind the increase of € 139.559 in administrative expenses are inflation-linked (inflation was at +2,4% on average in 2024), IT related expenses and to a less extent HR cost as new colleagues who joined Elini in 2023 were not on the payroll for that full year, whereas this was the case for 2024. Total expenses amount to 97% of the Budget 2024, as approved by the Board of Directors.

## Investments

The total book value of the investments and liquidities increased from € 159.073.498 in 2023 to € 174.961.880 in 2024.
The investment strategy of maximum 25% in equity related investments, maximum 5% in less liquid investments and the remainder in a mix of fixed income and money market products remained unchanged.
The investment yield on the portfolio was calculated at +6,01%, a bit less than the +7,31% for 2023, well above the Board's target (2%) and Euro inflation (2,4%). All asset classes contributed positively to this result.




*(*) Results may differ slightly from the real actual yields due to calculations on aggregate amounts instead of being calculated based on each individual investment.*

Part of this financial result has been realised and is therefore reported in the financial statements.
The accounting financial income amounted to € + 3.480.152 (compared to € - 1.558.569 in 2023). The non-realized investment result further increased from € + 727.893 last year to € + 8.144.700 at the end of 2024. In accordance with Belgian GAAP accounting standards, the unrealized results are not reported in the balance sheet, nor in the income statement.

It should also be noted that the options reported on the asset side (Other financial investments on the statutory balance sheet; derivatives on the Solvency II balance sheet) are a full micro-hedge for a fiscal-friendly social liability that is also a derivative on the same underlying asset. A change in the market value is therefore undeniably accompanied by a simultaneous and equal change in the relevant liability item. These capital gains are therefore not regarded as enriching the assets of the Mutual, neither considered when calculating the yield on investments.

## Book value and estimated fair market value of investments as of 31 December 2024 :

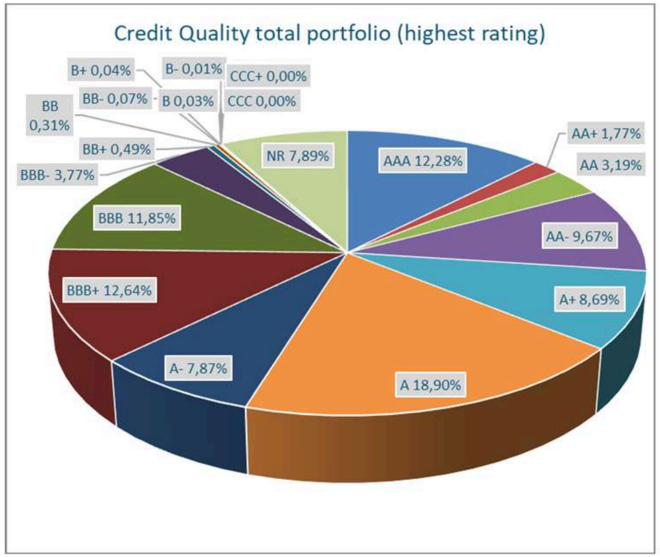
| Euro | Book value | Unrealized capital gains/losses | Market value |
|---|---|---|---|
| Fixed Income funds | 115.150.156 | 4.257.557 | 119.407.713 |
| Money market funds | 0 | 0 | 0 |
| Equity funds | 32.622.808 | 3.871.323 | 36.494.131 |
| Private debt funds | 2.300.000 | 15.820 | 2.315.820 |
| Deposits | 13.498.636 | 0 | 13.498.636 |
| Cash | 11.165.440 | 0 | 11.165.440 |
| Options (*) | 224.840 | 101.991 | 326.831 |
| | 174.961.879,98 | 8.246.690,66 | 183.208.570,65 |

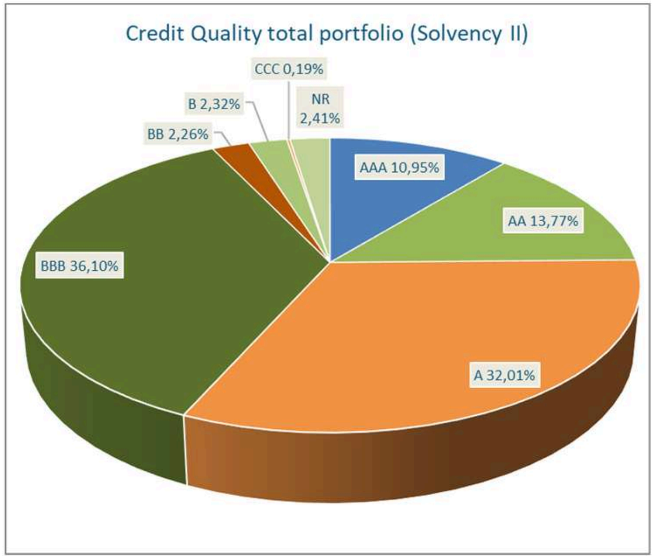
(*) 100% hedge of a social liability

## Weighted average credit rating and duration of the portfolio as of 31 December 2024 :

The weighted average duration of all financial assets is 3,16 years, slightly down from 3,60 years a year earlier.
The weighted average duration of the Fixed Income segment is 4,76 years (previous: 5,23 years).

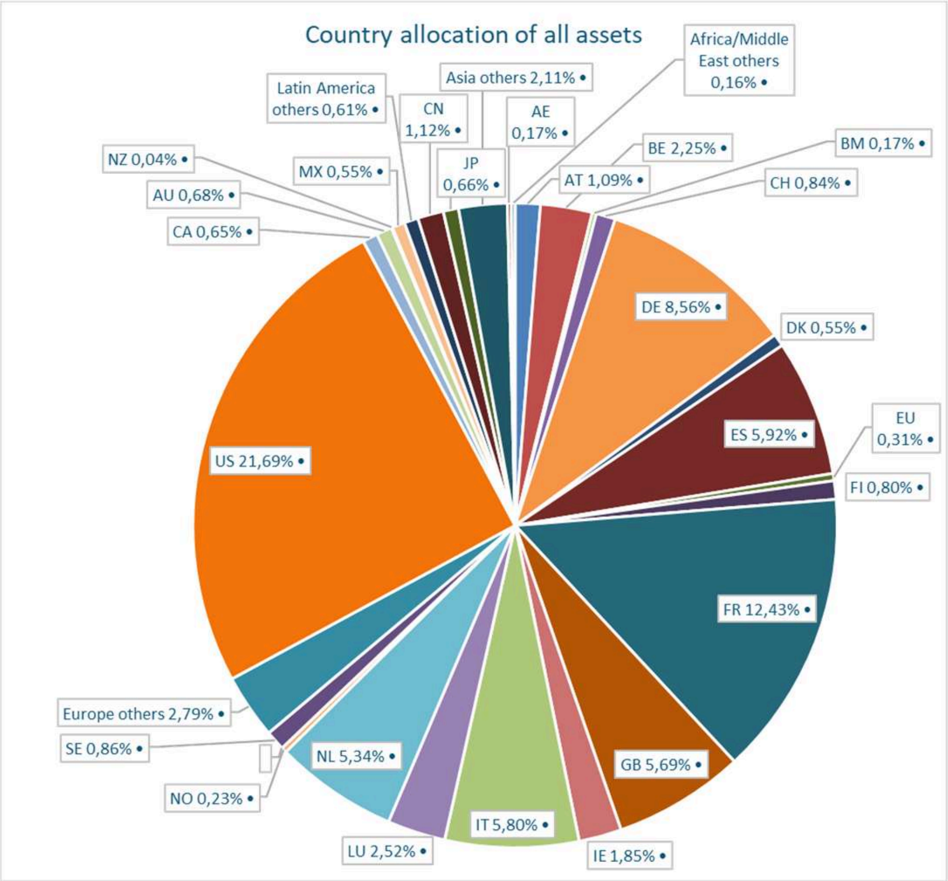
The overall average credit rating of the portfolio (including equities and deposits) is A, based on the highest available issuer's credit rating.
According to Solvency II principles, the issuer's second best rating has to be taken into account. The weighted average credit rating considering this Solvency II approach remains however at the same level (A).



Country Allocation as of 31 December 2024.

Overall portfolio:
AT 1,09% • BE 2,25% • BM 0,17% • CH 0,84% • DE 8,56% • DK 0,55% • ES 5,92% • EU 0,31% • FI 0,80% • FR 12,43% • GB 5,69% • IE 1,85% • IT 5,80% • LU 2,52% • NL 5,34% • NO 0,23% • SE 0,86% • Europe others 2,79% • US 21,69% • CA 0,65% • AU 0,68% • NZ 0,04% • MX 0,55% • Latin America others 0,61% • CN 1,12% • JP 0,66% • Asia others 2,11% • AE 0,17% • Africa/Middle East others 0,16%




## Sustainable entrepreneurship

At Elini we stand for corporate social responsibility (CSR) or sustainable entrepreneurship that is based on the triple-P approach to economic performance (Profit) with respect for the social side (People) within the ecological preconditions (Planet). Both internally and externally, we try to work according to the philosophy of those three values as much as possible.

Here are a few examples of how we contribute to a more sustainable policy and a liveable working environment:

- Diversified recruitment policy: At Elini we attach importance to the diversification of talent. Within the company, employees are encouraged to work independently and show their talents. We are open to multi-employability and on the job training.
- Feel good employees: We think it is important that our employees feel at home in the workplace. We use short lines to make everyone feel involved and thus strengthen the team.
- Environmentally conscious: as a small insurer we cannot move mountains in this area, but we also try to contribute: we try to work as paperless as possible and motivate employees to work from home on a regular basis. Organizing remote meetings also prevents trips that are harmful to the environment and potentially to the health of the employees.
- Charity: every year, for example through "Ondernemers voor Ondernemers", the “Red Cross” or other non-profit organisations, we choose a sustainable project to which we give our support.
- Elini only cooperates with counterparties in countries that respect human rights, social rights, labor rights and respect for democratic rights
- Investing : Elini’s commitment to Sustainable investing starts by working together with Asset Managers who comply with the sustainable standards of the United Nations Global Compact and/or United Nations Principles of Responsible Investing. All our investment funds are selected by our Asset Managers taking into consideration Environmental, Social and Governance (ESG) factors including the sustainable standard of the UN Global Compact. They all have proper internal guidelines that reflect their ESG Policy in terms of governance, strategy, risk and the actions they undertake in the ESG space.

## Result

The € 14.750.532 surplus after taxes and before allocation to the equalization fund for 2024 compares with a surplus of € 8.758.555 for 2023.

The technical surplus that is fully allocated to the reserve for equalization and catastrophes amounts to € 12.664.713 for 2024. This amount includes the financial surplus earned on the technical reserves amounting to € 1.638.266 (2023: nil). Part of the change in the Reserve for Equalization and Catastrophes (€ - 63.482) is resulting from the negative FX effect on the conversion of the equalization reserve in the Swiss Branch amounting to 3.640.000 CHF.

In accordance with our Articles of Association, the Board of Directors proposes to the Annual General Meeting that the non-technical result from the Belgian and UK activities amounting to € + 1.535.595 shall be allocated to the Guarantee Fund. The result of the Swiss Branch, € + 478.536 was added to the retained earnings. However, since the deferred losses are no longer deductible in Switzerland, the Board of Directors proposes to allocate the total amount of retained losses, € -2.982.561 including the result for the Swiss Branch in 2024, to the Guarantee Fund as well.
The total amount to be allocated to the Guarantee Fund will hence be € -1.446.966.

## Guarantee Fund

The Guarantee Fund and reserve for equalization now available to the members to be used as insurance capacity, if you agree to our proposal, will then be € 175.153.939 compared to € 158.004.764 at the end of the previous year.
Since the Swiss regulator has granted Elini a license to carry out nuclear TPL direct insurance on 15 November 2019, the capital from the Swiss Members is available for insurance purposes to all Elini Members.

However, the equalization reserve held within the Swiss Branch is ringfenced and available to the Members insured by the Swiss Branch only. This amount of € 3.867.403 (equivalent of 3.640.000 CHF) must be withdrawn from the capacity available for all non-Swiss Members.

Since the UK regulator authorized Elini to carry out nuclear TPL direct insurance on 23 June 2023, the vested capital held within the UK Branch is also ringfenced and available to the Members insured by the UK Branch only. This amount, calculated as 25% of the MCR hence approx. £ 829.180 (equivalent of € 1.000.000) must be withdrawn from the capacity available for all non-UK Members.

The maximum available capacity for all non-Swiss and non-UK Members of Elini is hence limited to € 170.286.536.
The amount of the Guarantee Fund also includes subscribed but not paid capital amounting to € 588.366, down from € 1.183.973 last year. This amount of subscribed but not paid capital was called in 2022 and 2023 and is fully due over the next two years, in accordance with the decision taken by the Board.

## Impact of pandemics and geopolitical developments on the balance sheet

In respect of the Corona Virus event, Elini has taken a number of measures to ensure the maintenance of operational continuity of the Mutual. As a monoline Nuclear Third-Party Liability insurer, Elini has no direct exposure that can be linked to the Covid-19 disease. We therefore do not foresee any complications over the next 12 months on the liabilities side of our balance sheet.
As to regards of the assets, Elini also closely monitors the financial situation of its investment portfolio.

Market volatility has had a negative impact on the market value of its investments throughout several months in 2020 and 2022, but no permanent impairments were ever identified that should have prompted Elini to record unrealized financial losses in its Financial Statements.
Elini also regularly checks the creditworthiness of its Members in order to meet their contingent liability to make additional contributions in the event of a major incident.
More specifically, it is examined whether the possible rating downgrade of a Member can be explained by a change in its liquidity position resulting from the Covid-19 crisis, and whether this change can adversely affect its ability to fulfil its contingent liabilities.
During the pandemic, Elini has consistently complied with the Regulator's frequent requests to provide both qualitative and quantitative information and analysis regarding the impact the pandemic has had or could have on both day-to-day operation and the outlook for the future. None of these reports have uncovered any problem that could endanger Elini's operations.
Elini's prudent business model operates with a Solvency II buffer providing headroom to absorb such unforeseen events.

## Subsequent Event

No significant event has occurred subsequent the closing of the Financial Statements at 31/12/2024 that could compromise the financial position or liquidity of Elini.
Elini not only monitors developments related to its insurance activities, to its Members or to pandemics, but also to geopolitical developments.

## Discharge from liabilities

The Board of Directors recommends to the Annual General Meeting to

- approve the financial statements for the year ended 31 December 2024 as presented,
- allocate the result for the current year, together with the retained earnings from the Swiss Branch to the Guarantee Fund,
- grant discharge to
    - each member of the Board of Directors
    - the Statutory Auditor

from all liability in respect of the exercise of their duties and functions related to the financial year 2024.

We look forward to a good operational year in 2025 and we would like to take this opportunity to thank you for your support and hope that everyone can stay safe.

Lukas Maršálek
Chairman of the Board of Directors
*On behalf of the Board of Directors*

# Corporate Governance Report

## Corporate Governance structure

ELINI continues to believe that Corporate Governance is extremely useful and effective in stimulating the use of best governance practices.

All the principles described are covered in the document "Corporate Governance Memorandum". A yearly revision is desirable to account for the changing legal and cultural environment, the new aspirations of our stakeholders and the conduct of Members, Directors and Staff. This Corporate Governance Report is entirely applicable for ELINI and its Branches.

In line with the new EU-wide regulatory framework known as Solvency II, the company is required to disclose specific information regarding its Corporate Governance in particular the Solvency Financial condition report (SFCR) and Regular Supervisory Report (RSR). The SFCR is a public document and can be found on our website. These reports provide transparency on the company's governance structure, risk management, solvency position, and financial condition, ensuring compliance with Solvency II requirements.

The relevant principles of governance are applied to the Mutual in the following way:

## Management structure

The General Meeting has the powers vested in it by Law and by the Articles of Association, without any prejudice to the laws and regulations in force regarding the control of ELINI.

The Board of Directors is the management body who jointly oversees the activities of the Mutual. There are currently eleven Board members being six representing the Members, three independent non-Executive Directors and two members are Executive Directors representing the Executive Committee.

The composition of the Board is balanced considering the respective skills, experience and background of each of the Board members. Board members undertake that they have sufficient time to exercise their duties, taking into consideration the number and importance of their other commitments.

The Executive Committee has full authority to undertake the daily management of the Association.

In addition, the Board has appointed specific Advisory Committees being the Risk Committee, Audit Committee, Finance & Investment Advisory Committee, Insurance Advisory Committee and Legal Advisory Committee. These Committees are composed of representatives of the Members and members of staff. All Advisory Committees have charters that explain their purpose and role as well as their responsibilities.

The mission of these Committees is to analyze specific topics, to prepare matters for consideration and recommendation towards the Board. The existence of the Committees does not replace the ultimate responsibility of the Board.

The Board of Directors and the Committees meet as frequently as the interests of the Mutual require. For instance, the Board normally meets four times a year. Minutes are kept of every meeting.

In line with the requirements applicable in the fit and proper policy, both Board of Directors and other Committees perform annually a self-assessment.

## Operational structure and key functions

In accordance with Articles 44, 46, 47 and 48 of Solvency II Directive, the Mutual has implemented the following key functions: risk management function, compliance function, internal audit function and actuarial function. Each of these functions prepares an annual report and a forward-looking plan for the upcoming year. They maintain direct communication with the Board of Directors to ensure effective oversight and governance.

The Board of Directors and Executive Committee decide on the risk strategy and design of the risk structure. The Risk Management function deploys practices to identify, assess, monitor and mitigate various risks to ELINI's business.

The Compliance Officer function ensure that the company is following its outside regulatory and legal requirements as well as internal policies and bylaws.

The scope of work of the Internal Audit function is to determine whether ELINI's network of risk management, internal control and governance processes, as designed and represented by management, is adequate and sufficient.

The Actuarial Function is responsible for overseeing the accuracy and reliability of the calculations performed by ELINI. Its role is to provide the Board of Directors with assurance regarding the soundness of actuarial methodologies and processes.

All key functions have a separate policy explaining their role and responsibilities. Each key function needs to comply with the fit & proper policy and conducts a self-assessment. In case the key function is being outsourced, the internal person in charge reviews the performance and conducts a control on compliance with the guidelines of the outsourcing policy.

## Monitoring and corrective actions

The Mutual has internal procedures and manuals which provides practical guidance for all staff in support of the 1st line of defense.

The second line of control is executed by the actuarial function, risk management function & compliance function who assures the follow-up of the control of the risks and that corrective actions are taken.

The internal auditor reports to the Audit committee on the effectiveness of the procedures as third line of defense.

In achieving its business objectives, ELINI emphasizes the adherence to the highest standards of business integrity and ethics, as well as the respect of and compliance with all applicable national and supra-national laws and regulations.

Employees have the obligation to inform rightful concerns or threats on violation of these values and codes and about unethical or unlawful behavior to the management. Denunciators will be protected against any disciplinary measures.

ELINI has also put in place efficient and transparent procedures for handling complaints. Complaints are considered a vital and essential source of information to improve the internal control systems. Therefore, they are recorded and managed accordingly.

With regard to IT infrastructure, security policies and implementation process are in place, incorporating appropriate security measures. The IT department confirms that all key aspects— including security, cyber resilience, data privacy, and overall IT governance —are adequately addressed and incorporated in the contingency plan,

In respect of GDPR, personal data is mapped in a register with restricted access and a privacy policy is in place. The Data Protection Officer is responsible for tracking compliance with the GDPR regulation.

# Statutory auditor's report to the general meeting of European Liability Insurance for the Nuclear Industry AAM on the annual accounts as of and for the year ended 31 December 2024

In the context of the statutory audit of the annual accounts of European Liability Insurance for the Nuclear Industry AAM ("the Company"), we provide you with our statutory auditor's report. This includes our report on the annual accounts and the other legal and regulatory requirements. Our report is one and indivisible.

We were appointed as statutory auditor by the general meeting of 25 April 2024, in accordance with the proposal of the supervisory board issued on the recommendation of the audit. Our mandate will expire on the date of the general meeting deliberating on the annual accounts for the year ended 31 December 2026. This the first financial year of the statutory audit of the annual accounts of European Liability Insurance for the Nuclear Industry AAM.

## Report on the annual accounts

### Unqualified opinion

We have audited the annual accounts of the Company as of and for the year ended 31 December 2024, prepared in accordance with the financial reporting framework applicable in Belgium. These annual accounts comprise the balance sheet as at 31 December 2024, the income statement for the year then ended and notes. The balance sheet total amounts to EUR 180.458.961 and the income statement shows a profit for the year of EUR 2.085.639.

In our opinion, the annual accounts give a true and fair view of the Company's equity and financial position as at 31 December 2024 and of its financial performance for the year then ended in accordance with the financial reporting framework applicable in Belgium.

### Basis for our unqualified opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs") as adopted in Belgium. In addition, we have applied the ISAs as issued by the IAASB and applicable for the current accounting year while these have not been adopted in Belgium yet. Our responsibilities under those standards are further described in the "Statutory auditors' responsibility for the audit of the annual accounts" section of our report. We have complied with the ethical requirements that are relevant to our audit of the annual accounts in Belgium, including the independence requirements.

We have obtained from the supervisory board and the Company's officials the explanations and information necessary for performing our audit.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the annual accounts of the current period. These matters were addressed in the context of our audit of the annual accounts as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no key audit matters to be included in our report.

### Other matter

The annual accounts of the Company for the year ended 31 December 2023, were audited by another auditor who expressed an unqualified opinion on 5 April 2024 on those annual accounts.

### Supervisory board's responsibilities for the preparation of the annual accounts

The supervisory board is responsible for the preparation of these annual accounts that give a true and fair view in accordance with the financial reporting framework applicable in Belgium, and for such internal control as supervisory board determines, is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the supervisory board is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the supervisory board either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### Statutory auditor's responsibilities for the audit of the annual accounts

Our objectives are to obtain reasonable assurance as to whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of the users taken on the basis of these annual accounts.

When performing our audit we comply with the legal, regulatory and professional requirements applicable to audits of the annual accounts in Belgium. The scope of the statutory audit of the annual accounts does not extend to providing assurance on the future viability of the Company nor on the efficiency or effectivity of how the supervisory board has conducted or will conduct the business of the Company. Our responsibilities regarding the going concern basis of accounting applied by the supervisory board are described below.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also perform the following procedures:

- Identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by supervisory board;
- Conclude on the appropriateness of supervisory board 's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the audit committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the audit committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For the matters communicated with the audit committee, we determine those matters that were of most significance in the audit of the annual accounts of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter.

## Other legal and regulatory requirements

### Responsibilities of the Supervisory board

The supervisory board is responsible for the preparation and the content of the supervisory board's annual report on the annual accounts, , for maintaining the Company's accounting records in compliance with the applicable legal and regulatory requirements, as well as for the Company's compliance the Companies' and Associations' Code and the Company's articles of association.

### Statutory auditor's responsibilities

In the context of our engagement and in accordance with the additional Belgian standard which is complementary to the International Standards on Auditing as applicable in Belgium, our responsibility is to verify, in all material respects, the supervisory board's annual report on the annual accounts, certain documents to be filed in accordance with legal and regulatory requirements and compliance with certain requirements of the Companies' and Associations' Code and with the Company's articles of association, and to report on these matters.

### Aspects concerning the supervisory board's annual report on the annual accounts and other information included in the annual report

Based on specific work performed on the supervisory board's annual report on the annual accounts, we are of the opinion that this annual report is consistent with the annual accounts for the same period and has been prepared in accordance with articles 3:5 and 3:6 of the Companies' and Associations' Code.

In the context of our audit of the annual accounts, we are also responsible for considering, in particular based on the knowledge gained throughout the audit, whether the supervisory board's annual report on the annual accounts contains material misstatements, that is information incorrectly stated or misleading. In the context of the procedures carried out, we did not identify any material misstatements that we have to report to you.

### Information regarding the social balance sheet

The social balance sheet, which is to be filed with the National Bank of Belgium in accordance with article 3:12 §1 8° of the Companies' and Associations' Code, includes, with respect to form and content, the information required by law, including the information regarding salaries and training, and does not present any material inconsistencies with the information that we became aware of during the performance of our engagement.

### Information about the independence

Our audit firm and our network have not performed any engagement which is incompatible with the statutory audit of the annual accounts and our audit firm remained independent of the Company during the term of our mandate.

## Other aspects

- Without prejudice to formal aspects of minor importance, the accounting records were maintained in accordance with the legal and regulatory requirements applicable in Belgium.
- We do not have to inform you of any transactions undertaken or decisions taken in breach of the Company's articles of association or the Companies' and Associations' Code.
- This report is consistent with our additional report to the audit committee on the basis of Article 11 of Regulation (EU) No 537/2014.
- The appropriation of results proposed to the general meeting complies with the legal provisions and the provisions of the articles of association.

Zaventem, 23 April 2025

KPMG Bedrijfsrevisoren - Réviseurs d'Entreprises
Statutory Auditor
represented by
Jean-François Kupper
Bedrijfsrevisor / Réviseur d'Entreprises

# Balance sheet as at 31 December 2024 and 31 December 2023

(Currency - Euro)

| ASSETS | 31/12/2024 | 31/12/2023 |
|---|---|---|
| C. Investments | | |
| III. Other financial investments | | |
| 1. Parts in investment funds | 150.072.964 | 139.012.886 |
| 2. Bonds and other fixed interests | 0 | 0 |
| 6. Term deposits | 13.498.636 | 100.226 |
| 7. Other | 224.840 | 158.510 |
| | 163.796.440 | 139.271.622 |
| D. bis. Part of reinsurance in the technical reserves | | |
| I. Reserve for non-earned premiums and current risks | 2.550.290 | 2.165.617 |
| III. Reserve for claim receivable | 0 | 0 |
| | 2.550.290 | 2.165.617 |
| E. Receivables | | |
| I. Receivables from direct insurance | | |
| 1. Insurers | 34.477 | 38.331 |
| 2. Intermediaries | 1.040.860 | 383.819 |
| II. Receivables resulting from reinsurance | 0 | 0 |
| III. Other receivables | 407.583 | 36.696 |
| IV. Subscribed capital, not paid | 588.366 | 1.183.973 |
| | 2.071.286 | 1.642.820 |
| F. Other assets | | |
| I. Tangible Assets | 637.272 | 634.051 |
| II. Liquidities | 11.165.440 | 19.801.876 |
| | 11.802.712 | 20.435.927 |
| G. Transitory accounts | | |
| I. Interest and rent | 238.232 | 233.756 |
| | 238.232 | 233.756 |
| TOTAL ASSETS | 180.458.961 | 163.749.742 |

The accompanying notes are an integral part of these balance sheets.

# Balance sheet as at 31 December 2024 and 31 December 2023

(Currency - Euro)

| LIABILITIES | 31/12/2024 | 31/12/2023 |
|---|---|---|
| A. Equity | | |
| I. Subscribed capital or equivalent fund, net of uncalled capital | | |
| 1. Guarantee fund securities | 85.303.769 | 83.297.842 |
| V. Retained earnings | | |
| 1. Surplus (Deficit) of the period (Belgium) | 0 | 0 |
| 2. Surplus (Deficit) of the period (Switzerland) | -2.982.561 | -3.461.097 |
| | 82.321.207 | 79.836.745 |
| C. Technical reserves | | |
| I. Reserve for unearned premiums and unexpired risks | 5.525.341 | 4.768.387 |
| III. Reserve for claim payable | 36.000 | 48.750 |
| V. Reserve for equalisation and catastrophes | 90.832.732 | 78.168.019 |
| | 96.394.073 | 82.985.156 |
| G. Payables | | |
| I. Payables resulting from direct insurance business | 0 | 2.720 |
| II. Receivables resulting from reinsurance business | 535.742 | 25.396 |
| IV. Debt versus financial institutions | 0 | 0 |
| V. Other payables | | |
| 1. Fiscal and Social payables | | |
| a) Property tax and VAT | 119.201 | 61.904 |
| b) Social payables | 439.219 | 354.394 |
| 2. Other | 159.782 | 348.616 |
| | 1.253.943 | 793.030 |
| H. Transitory accounts | 489.737 | 134.810 |
| | 489.737 | 134.810 |
| TOTAL LIABILITIES | 180.458.961 | 163.749.742 |

The accompanying notes are an integral part of these balance sheets.

# Income Statement for the period ending 31 December 2024

(Currency - Euro)

## TECHNICAL ACCOUNT - NON-LIFE INSURANCE BUSINESS

| | | | 31/12/2024 | 31/12/2023 |
|---|---|---|---|---|
| 1. Earned premiums, net of reinsurance | | | | |
| a) Gross premiums | | | 27.268.297 0 | 24.871.015 |
| • Premiums written | 27.268.297 | 24.871.015 | | |
| • Rebates to Members | 0 | 0 | | |
| b) Reinsurance Premiums | | | -11.732.262 | -10.618.286 |
| c) Variation of the reserve for unearned premiums and unexpired risks, gross of reinsurance (increase -, decrease +) | | | -756.954 | -239.915 |
| d) Variation of the reserve for unearned premiums and unexpired risks, reinsurers part (increase +, decrease -) | | | 384.673 | -32.223 |
| | | | 15.163.753 | 13.980.591 |
| 2. Allocated investment return transferred from the non-technical account | | | 0 | 0 |
| | | | 0 | 0 |
| 2bis. Investment Income | | | | |
| b) Income from other investments | | | 205.844 | 0 |
| c) Write-back of adjustments on investments | | | 78.546 | 0 |
| d) Realized capital gains | | | 2.720.173 | 0 |
| | | | 3.004.563 | 0 |
| 3. Other technical income net of reinsurance | | | 121.363 | 111.888 |
| 4. Costs of claims, net of reinsurance | | | | |
| a) Net amount paid | | | | |
| aa) Gross amount | | | 0 | 0 |
| bb) Part of reinsurers | | | 0 | 0 |
| b) Variation of the claims services reserve, net of reinsurance (increase -, decrease +) | | | | |
| aa) Variation of the reserve for claims, gross of reinsurance (increase -, decrease +) | | | 12.750 | 0 |
| bb) Variation of the reserve for claims, part of reinsurance (increase -, decrease +) | | | 0 | 0 |
| | | | 12.750 | 0 |

# Income Statement for the period ending 31 December 2024

(Currency - Euro)

- continued -

| TECHNICAL ACCOUNT - NON-LIFE INSURANCE BUSINESS | 31/12/2024 | 31/12/2023 |
|---|---|---|
| 6. Cost of refund of contribution. net of reinsurance (-) | | |
| a) Net amount paid | 0 | 0 |
| b) Variation of the refunds reserve. net of reinsurance (incr - decr +) | 0 | 0 |
| | 0 | 0 |
| 7. Net operating expenses (-) | | |
| a) Acquisition expenses | -331.524 | -382.212 |
| b) Administrative expenses | -3.580.194 | -3.389.947 |
| | -3.911.717 | -3.772.159 |
| 7bis. Expenses relating to investments (-) | | |
| a) Expenses for managing investments | -49.222 | 0 |
| b) Adjustments to investment values | -21.971 | 0 |
| c) Realized less values | -1.295.105 | 0 |
| | -1.366.297 | 0 |
| 8. Other re-insurance charges | 0 | 0 |
| SURPLUS/(DEFICIT) OF THE PERIOD BEFORE VARIATION RESERVE FOR EGALIZATION AND CATASTROPHES | 13.024.414 | 10.320.320 |
| 9. Variation in the reserve for egalization and catastrophes, net of reinsurance (increase -, decrease +) | -12.664.713 | -10.129.147 |
| Balance on the technical account for non-life insurance business | 359.701 | 191.173 |

The accompanying notes are an integral part of this income statement

# Income Statement for the period ending 31 December 2024

(Currency - Euro)

| NON TECHNICAL ACCOUNT | 31/12/2024 | 31/12/2023 |
|---|---|---|
| 1. Balance on the technical account for non-life insurance business | 359.701 | 191.173 |
| 3. Investment income | | |
| b) Income from other investments | 231.429 | 165.273 |
| c) Write-back of adjustments on investments | 88.308 | 176.186 |
| d) Realized capital gains | 3.058.264 | 375.427 |
| | 3.378.001 | 716.886 |
| 5. Expenses relating to investments (-) | | |
| a) Expenses for managing investments | -55.340 | -35.046 |
| b) Adjustments to investment values | -24.701 | 0 |
| c) Realized less values | -1.456.074 | -2.240.409 |
| | -1.536.115 | -2.275.455 |
| 6. Allocated investment return transferred to the non-life insurance technical account | 0 | 0 |
| | 0 | 0 |
| 7. Other income | 0 | 0 |
| | 0 | 0 |
| 15. Tax on profit on ordinary activities | -115.948 | -3.197 |
| Profit on ordinary activities after tax | 2.085.639 | -1.370.592 |
| Surplus / (deficit) of the period available for distribution | 2.085.639 | -1.370.592 |

The accompanying notes are an integral part of this income statement

## Income Statement for the period ending 31 December 2024

(Currency - Euro)

### ALLOCATION OF THE SURPLUS / DEFICIT

| | 31/12/2024 | 31/12/2023 |
|---|---|---|
| A. Profit to be allocated | -1.375.458 | -5.098.336 |
| 1. Surplus / Deficit of the period | 2.085.639 | -1.370.592 |
| 2. Retained earnings | -3.461.097 | -3.727.744 |
| B. Withdrawal from own funds | 0 | 1.637.239 |
| 1. Withdrawal from the guarantee fund | 0 | 1.637.239 |
| 2. Withdrawal from the reserves | 0 | 0 |
| C. Allocation to the own funds | -1.535.395 | 0 |
| 1. Allocation to the guarantee fund | -1.535.395 | 0 |
| D. Result to carry forward | 2.910.853 | 3.461.097 |
| 1. Surplus to carry forward | 0 | 0 |
| 2. Deficit to carry forward | 2.910.853 | 3.461.097 |
| F. Result to be distributed | 0 | 0 |

The accompanying notes are an integral part of this income statement

(Currency - Euro)

## 1. ACTIVITY OF THE ASSOCIATION AND SUMMARY OF THE MAIN ACCOUNTING PRINCIPLES

The object of the Association is the insurance of civil liability, in Branch 13, of its Insured Members. This is within the framework of and limited to civil liability in the nuclear industry:

– as specified in the national legislations of countries who have signed the Paris Convention of July 29th 1960 (current and amended),
– or the Vienna Convention of May 21st 1963 (current and amended),
– or those countries who have not signed the Paris Convention nor the Vienna Convention but apply the same principles in their national legislations;
– or based on Common Law and/or Civil Law ('droit commun').

By a decision of the Belgian Prudential Authority taken on 6 November 2003, the Association has been granted the agreement to execute insurance activities of the branch "Civil Liability" (Branch 13).

During the year 2024, the maximum insurance capacity of E.L.I.N.I. is 346.491.363 EUR of which:

➢ For those Members not using the BlueRe capacity :
  - The first layer of 142.400.000 EUR is covered by E.L.I.N.I.;
  - 100% of any amount in excess of 142.400.000 EUR up to 182.400.000 EUR is reinsured by way of treaty reinsurance contract;
  - 100% of any amount in excess of 182.400.000 EUR is reinsured by way of facultative reinsurance contracts.

➢ For those Members using the BlueRe capacity :
  - The first layer of 50.000.000 EUR is covered by E.L.I.N.I.;
  - 100% of any amount in excess of 50.000.000 EUR up to 107.500.000 EUR is reinsured by way of treaty by BlueRe;
  - 100% of any amount in excess of 107.500.000 EUR up to 199.900.000 EUR is covered by the E.L.I.N.I. capacity;
  - 100% of any amount in excess of 199.900.000 EUR up to 272.400.000 EUR is reinsured by way of treaty;
  - The maximum amount in facultative reinsurance Quota Share amounts to 80.000.000 EUR and is applicable to two contracts as part of a total insured limit of 346.491.363 EUR.

The risk for E.L.I.N.I. is limited to 142.400.000 EUR as per 31 December 2024.

The accounting principles of E.L.I.N.I. can be summarized as follows:

a. Overview of the amortization rates applied

| Other assets – tangible fixed assets | % per year |
|---|---|
| Software (upon evaluation executive committee by project) | 20% or 33,33% |
| Installations, electronic equipment and office tools | 33,33 |
| Furniture | 10 |
| Vehicles | 20 |

b. Technical provisions

The association constitutes technical provisions based on contributions relating to the active, non-expired policies in force at the end of the accounting year, claims payable increased with best estimate of the internal and external claim handling costs and the reserve for equalization and catastrophes in accordance with Articles 10 and 11 of the Royal Decree of 22 February 1991.

c. Fixed Income securities

The fixed income securities (straight and convertible bonds) are valued at their acquisition cost. The incidental costs are expensed as incurred.
The differences, if material, between acquisition cost and redemption value of the securities are amortized pro rata to maturity of the securities.
Unless the intention of the association is to sell the securities in the short term, no adjustment is booked to reflect the market value if this market value is below the net book value determined according to the method described above.
Reduction in value on fixed income securities shall be recorded in the income statement when the reimbursement at redemption date is partly or fully uncertain or compromised.

d. Shares and other non-fixed income securities

Shares and other non-fixed interest securities are recorded at acquisition cost. The incidental costs are expensed as incurred.
Unrealized losses are recorded in the profit and loss account if there will be a permanent reduction in the value of these securities. In this case, the security will be depreciated to its lower value.
Permanent impairments are determined based on the two following conditions:

- Market value must be below book value for a period uninterrupted of 12 months;
- And the decrease in market value should be at least equal to 20% of the book value at the end of that period.

e. Foreign exchange rate contracts

The foreign exchange rate contracts are converted in Euro using the exchange rate as of the balance sheet date.

f. Foreign currency translation

The Company maintains its accounts in Euro (EUR) and the annual accounts are expressed in this currency.
The foreign currency denominated accounts, on the balance sheet, are converted in Euro using the exchange rate as of the balance sheet date.
The foreign currency denominated accounts of the income statement are converted into Euro on a monthly basis using the exchange rate in force at the beginning of the month as proxy for the daily foreign exchange rate over the related month.
Adjustments to existing insurance contracts in foreign currencies are valued at the same exchange rate that applied for the initial conversion.
All exchange gains and losses are recorded in the income statement, as foreign exchanges revenues and charges.

g. The integration of assets and liabilities of branches in foreign currencies:

The assets and liabilities of a Branch in foreign currency are integrated at closing rate of the period, while the income statement is converted at prevailing average foreign exchange rate of the related period. The difference is recorded in foreign exchange revenues and charges in the income statement.

## 2. GUARANTEE FUND

The Board of Directors proposes to the Annual General Meeting to allocate +1.607.109,90 EUR, i.e. the financial non-technical result of the year 2024, to the Guarantee fund. The result of the year 2024 of the Swiss branch together with historical retained earnings will also be transferred to the Guarantee Fund and no longer be reported separately as retained earnings (-2.982.561,44 EUR).

The evolution of the Guarantee Fund over 2024 is as follows:

| | |
|---|---|
| Guarantee fund at 31 December 2023 | 83.297.842,34 |
| Capitalisation members | 398.816,33 |
| Transfer of the Surplus of the year 2024 | 1.607.109,90 |
| Retained earnings at 31 December 2024 | -2.982.561,44 |
| Guarantee fund at 31 December 2024 | 82.321.207,13 |

## 3. RESERVE FOR EQUALIZATION AND CATASTROPHES

In application to Article 11, §1, A, 3° of the Royal Decree dated 22 February 1991 on the general rules on the control of insurance companies, the association started in 2004 to build a reserve for equalization and catastrophes. The purpose thereof is to create a reserve that would smooth out variations in claims or would cover exceptional risks. Based on the current regulations, the theoretical target amount that should be provided for within the Associations' equalization and catastrophes reserve is 142.400.000 EUR. The yearly movement however depends on the income or loss of the association before (net) investment income (exclusive the result from the Swiss and UK Branch). An income results in an addition to the reserve for the income amount, and a loss results in a usage of the reserve for the amount of the loss. The application of this rule resulted in an addition of 12.664.713,16 EUR for the year 2024, including the increase of 2.553.675,85 EUR related to the UK Branch and a deduction of -63.482,22 EUR within the Swiss Branch due to foreign currency revaluation.
This brings the total Reserve for Equalization and Catastrophes up to 90.832.732,22 EUR.

It should however be noted that at the end of 2024 the guarantee fund amounts to 82.321.207,13 EUR (including the result of the Swiss and UK Branch) and can also be used to cover the obligation of the association.
Furthermore, the unrealised losses on investments amounting to +8.144.700,08 EUR at 31 December 2024 (2023 : +727.893,02 EUR) are not reported in the Balance Sheet but can also be realised in case of a catastrophe. Unrealised gains on financial instruments (options) are not included since these are a full micro hedge for a social liability and can therefore not be used to cover other obligations of the association.
Additionally, the association may call under certain circumstances for additional funds of the members (article 25 of the Articles of Association) to be used to cover the obligations of the association.

## 4. MANAGEMENT

The investment management of the Association is outsourced.

Reinsurance commissions refunded to E.L.I.N.I. are 292.358,60 EUR for 2024 and compare to an amount of 299.053,80 EUR for 2023 and are deducted from the reinsurance premium charges.

## 5. PERSONNEL EMPLOYED

At year end 31 December 2024 and including the Swiss branch, E.L.I.N.I. employed 13 staff members corresponding to a full time equivalent of 7,5. Previous year, the Association employed 14 staff members with a full time equivalent of 8,2. Executive Directors are self-employed as from 01 January 2021 in accordance with the regulatory requirements.

## Solvency II

With Solvency II gaining importance, ELINI is proud to be in compliance with the regulatory requirements. The Solvency II ratio stood at 243 % at the end of the year 2023 and compares with a ratio of 230 % a year earlier.
This increase is thanks to Elini's steady growth. Elini welcomed 2 new Members in 2024 but also presented a nice 8% increase in net premium and a decent profit on its investment portfolio. On the other hand, also the SCR increased due to increases in Market Risk (higher market value of the investments) and Catastrophe risk (higher net retention and premium volume).

### Audit

The Solvency II figures are also subject to an audit by the Statutory Auditor in accordance with the financial reporting framework applicable in Belgium and applied in the Solvency II calculations ("the financial reporting framework").
For the period ending 31/12/2024, the Statutory Auditor has made no recommendations and issued an unqualified opinion.

### ORSA

### Solvency Financial Condition Report (SFCR)

The company needs to disclose specific information on their Corporate Governance in the framework in particular the Solvency Financial condition report (SFCR) and Regular Supervisory Report (RSR). Both documents are to be disclosed to the Regulatory Instance. The SFCR is a public document and can be found on ELINI's website. The SFCR report is pursuant to Articles 51, 53, 54, 256 and 256a of Directive 2009/138/EC, as amended (the "Directive") and Articles 290 to 298 and 359 to 364 of Delegated Regulation (EU) 2015/35, as amended (the "Regulation" and, together with the Directive, the "Solvency II Regulations").
The SFCR 2025 contains details of the financial figures for the period ending 31/12/2024.

### Capital base

As explained in this SFCR, ELINI shows a very strong capital base. Unlike the figures reported in compliance with the Belgian GAAP accounting standards, under the Solvency II regulation, the own funds are defined differently. An undertaking's own funds consist of Basic Own Funds (BOF) and Ancillary Own Funds (AOF).

The basic own funds consist of (i) the excess of assets over liabilities, and (ii) subordinated liabilities. Examples of basic own-fund items are paid-up share capital, share premium reserve and the reconciliation reserve. The quality of the BOF can be Tier1, Tier2 or Tier3. Ancillary own funds consist of items other than basic own funds which can be called up to absorb losses. These are therefore items that have not yet been paid in or called up. The quality of AOF can be Tier2 or Tier3.

As at 31/12/2024, ELINI's own funds consist of Basic Own Funds only and amounted to € 177,817,924, all qualified as Tier1. An amount of € 588,366, related to called but non-paid capital, is considered non-eligible because it does not meet the Solvency II requirements to be classified as eligible own funds.

ELINI has made a comparison between the Belgian GAAP accounting standards and the Solvency II results to highlight its strong capital base.

## Capital base comparison Belgian GAAP - Solvency II as at 31/12/2024

(Currency - Euro)

| **LIABILITIES** | BE Gaap | Solvency II | Difference |
|---|---|---|---|
| A. Equity | | | |
| I. Subscribed capital or equivalent fund, net of uncalled capital | | | |
| 1. Guarantee fund securities | 85.303.768,57 | 85.303.768,57 | 0,00 |
| V. Retained earnings | -2.982.561,44 | -2.982.561,44 | 0,00 |
| Asset adjustments | 0,00 | 8.226.665,58 | 8.226.665,58 |
| Liabilities adjustments | 0,00 | 96.292.174,73 | 96.292.174,73 |
| Technical provisions adjustment | 0,00 | -8.433.757,22 | -8.433.757,22 |
| TOTAL OWN FUNDS | 82.321.207,13 | 178.406.290,22 | 96.085.083,09 |
| Non-eligible Own Funds | 0,00 | -588.366,00 | -588.366,00 |
| TOTAL ELIGIBLE OWN FUNDS (EOF) | 82.321.207,13 | 177.817.924,22 | 95.496.717,09 |

The main differences between both standards can be explained by :

- Solvency II shows an 'economic balance sheet' at market values whereas Belgian GAAP reports book values
- The Reserve for Equalization and Catastrophes, available to cover ELINI's liabilities in case of nuclear incidents, is not recognized as a separate liability on the Solvency II balance sheet and is therefore added to the amount of the 'Excess of Assets over Liabilities' or the Own Funds.

The strong capital base is also reflected in ELINI's Long Term Issuer Credit Rating (a-) which was last affirmed by AM Best on 8 October 2024. A link to AM Best's latest report is available on the ELINI website.

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E L I N I

EUROPEAN LIABILITY
INSURANCE FOR THE
NUCLEAR INDUSRTY

ASSOCIATION
D'ASSURANCES
MUTUELLES

AV. JULES BORDET, 166
B-1140 BRUSSELS BELGIQUE

Tel. + 32 (0)2 702 90 18
www.elini.net