

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

FORM 8-K

**CURRENT REPORT
Pursuant to Section 13 OR 15(d)
of The Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported): February 6, 2024

AMERICAN FINANCIAL GROUP, INC.

(Exact name of registrant as specified in its charter)

Ohio
(State or other jurisdiction
of incorporation)

1-13653
(Commission
File Number)

31-1544320
(IRS Employer
Identification No.)

301 East Fourth Street, Cincinnati, OH
(Address of principal executive offices)

45202
(Zip Code)

Registrant's telephone number, including area code: 513-579-2121

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (*see* General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

<u>Title of each class</u>	<u>Trading Symbol(s)</u>	<u>Name of each exchange on which registered</u>
Common Stock	AFG	New York Stock Exchange
5.875% Subordinated Debentures due March 30, 2059	AFGB	New York Stock Exchange
5.125% Subordinated Debentures due December 15, 2059	AFGC	New York Stock Exchange
5.625% Subordinated Debentures due June 1, 2060	AFGD	New York Stock Exchange
4.5% Subordinated Debentures due September 15, 2060	AFGE	New York Stock Exchange

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Section 2 - Financial Information

Item 2.02 Results Of Operations And Financial Condition.

Reference is made to the press release of American Financial Group, Inc. (the “Company”) relating to the announcement of the Company’s results of operations for the fourth quarter of 2023 and the year ended December 31, 2023 and the availability of the Investor Supplement on the Company’s website. The press release was issued on February 6, 2024. A copy of the press release is furnished as Exhibit 99.1 and a copy of the Investor Supplement is furnished as Exhibit 99.2 and are incorporated herein by reference.

Section 8 - Other Events

Item 8.01 Other Events.

In the press release referenced in Item 2.02 above, the Company also announced that its Board of Directors declared a special, one-time cash dividend of \$2.50 per share of Company Common Stock. The dividend is payable on February 28, 2024 to holders of record on February 16, 2024.

The information under Item 2.02 and in Exhibits 99.1 and 99.2 is being furnished and shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934 as amended (the “Exchange Act), or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act.

Section 9 - Financial Statements and Exhibits

Item 9.01 Financial Statements and Exhibits.

- (a) Financial statements of business acquired. Not applicable.
- (b) Pro forma financial information. Not applicable.
- (c) Shell company transactions. Not applicable
- (d) Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
99.1	Earnings Release dated February 6, 2024, reporting American Financial Group Inc. results for the fourth quarter and full year results for the period ended December 31, 2023.
99.2	Investor Supplement - Fourth Quarter 2023
104	Cover page Interactive Data File (embedded within Inline XBRL document)

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

AMERICAN FINANCIAL GROUP, INC.

Date: February 7, 2024

By: /s/ Karl J. Grafe

Karl J. Grafe
Vice President

Press Release

For Immediate Release



American Financial Group, Inc. Announces Fourth Quarter and Full Year Results and Declares Special Dividend

- Net earnings per share of \$3.13 in the fourth quarter; full year net earnings per share of \$10.05
- Core net operating earnings per share of \$2.84 in the fourth quarter; full year core net operating earnings per share of \$10.56
- Full year 2023 ROE of 18.8%; 2023 core operating ROE of 19.8%
- Specialty Property & Casualty fourth quarter calendar year combined ratio of 87.7%
- Full year total capital returned to shareholders approximately \$900 million, includes \$466 million (\$5.50 per share) in special dividends
- Special cash dividend of \$2.50 per share declared; payable February 28, 2024

CINCINNATI – February 6, 2024 – American Financial Group, Inc. (NYSE: AFG) today reported 2023 fourth quarter net earnings of \$263 million (\$3.13 per share) compared to \$276 million (\$3.24 per share) in the 2022 fourth quarter. Net earnings for the 2023 fourth quarter included net after-tax non-core realized gains of \$25 million (\$0.29 per share). By comparison, net earnings for the 2022 fourth quarter included net after-tax non-core realized gains of \$21 million (\$0.25 per share). Net earnings for the full year of 2023 were \$10.05 per share, compared to \$10.53 per share in 2022. Other details may be found in the table on the following page.

Core net operating earnings were \$238 million (\$2.84 per share) for the 2023 fourth quarter, compared to \$255 million (\$2.99 per share) in the 2022 fourth quarter. The year-over-year decrease reflects lower returns in AFG's alternative investment portfolio. Additional details for the 2023 and 2022 fourth quarters may be found in the table below.

	Three Months Ended December 31,					
	2023	2022	2023	2022	2023	2022
	Before Impact of Alternative Investments		Alternative Investments		Core Net Operating Earnings, as reported	
<i>In millions, except per share amounts</i>						
P&C Pretax Core Operating Earnings	\$ 352	\$ 335	\$ 5	\$ 28	\$ 357	\$ 363
Other expenses	(34)	(25)	—	—	(34)	(25)
Holding company interest expense	(19)	(20)	—	—	(19)	(20)
Pretax Core Operating Earnings	299	290	5	28	304	318
Related provision for income taxes	65	57	1	6	66	63
Core Net Operating Earnings	\$ 234	\$ 233	\$ 4	\$ 22	\$ 238	\$ 255
Core Operating Earnings Per Share	\$ 2.79	\$ 2.73	\$0.05	\$0.26	\$ 2.84	\$ 2.99
Weighted Avg Diluted Shares Outstanding	83.8	85.3	83.8	85.3	83.8	85.3

AFG's book value per share was \$50.91 at December 31, 2023. AFG paid cash dividends of \$2.21 per share during the fourth quarter – which included a \$1.50 per share special dividend paid in November – and repurchased \$60 million of its common stock at an average price per share of \$110.23. For the three months ended December 31, 2023, AFG's growth in book value per share plus dividends was 12.3%. For the twelve months ended December 31, 2023, AFG's book value per share plus dividends increased by 24.1%. For the full year, share repurchases totaled \$213 million. Return on equity was 18.8% and 19.2% for the full years of 2023 and 2022, respectively, and is calculated based on a five-quarter average of ending shareholders' equity, excluding AOCI.

Adjusted book value per share, which excludes unrealized gains (losses) related to fixed maturities, was \$54.54 per share at December 31, 2023. For the three months ended December 31, 2023, AFG's growth in adjusted book value per share plus dividends was 5.3%. For the twelve months ended December 31, 2023, AFG's growth in adjusted book value per share plus dividends was 16.6%. Core operating return on equity was 19.8% and 21.2% for the full years of 2023 and 2022, respectively and is calculated based on a five-quarter average of ending shareholders' equity, excluding AOCI.

AFG's net earnings, determined in accordance with U.S. generally accepted accounting principles (GAAP), include certain items that may not be indicative of its ongoing core operations. The table below identifies such items and reconciles net earnings to core net operating earnings, a non-GAAP financial measure. AFG believes that its core net operating earnings provides management, financial analysts, ratings agencies, and investors with an understanding of the results from the ongoing operations of the Company by excluding the impact of net realized gains and losses and other items that are not necessarily indicative of operating trends. AFG's management uses core net operating earnings to evaluate financial performance against historical results because it believes this provides a more comparable measure of its continuing business. Core net operating earnings is also used by AFG's management as a basis for strategic planning and forecasting.

In millions, except per share amounts	Three months ended December 31,		Twelve months ended December 31,	
	2023	2022	2023	2022
Components of net earnings:				
Core operating earnings before income taxes	\$ 304	\$ 318	\$ 1,127	\$ 1,248
<u>Pretax non-core items:</u>				
Realized gains (losses)	31	27	(40)	(116)
Gain (loss) on retirement of debt	—	1	1	(9)
Special A&E charges	—	—	(15)	—
Earnings before income taxes	335	346	1,073	1,123
Provision (credit) for income taxes:				
Core operating earnings	66	63	232	255
Non-core items	6	7	(11)	(30)
Total provision for income taxes	72	70	221	225
Net earnings	\$ 263	\$ 276	\$ 852	\$ 898
Net earnings:				
Core net operating earnings ^(a)	\$ 238	\$ 255	\$ 895	\$ 993
<u>Non-core items:</u>				
Realized gains (losses)	25	21	(32)	(92)
Gain (loss) on retirement of debt	—	—	1	(7)
Special A&E charges	—	—	(12)	—
Other	—	—	—	4
Net earnings	\$ 263	\$ 276	\$ 852	\$ 898
Components of earnings per share:				
Core net operating earnings ^(a)	\$ 2.84	\$ 2.99	\$ 10.56	\$ 11.63
<u>Non-core Items:</u>				
Realized gains (losses)	0.29	0.25	(0.37)	(1.06)
Gain (loss) on retirement of debt	—	—	0.01	(0.09)
Special A&E Charges	—	—	(0.15)	—
Other	—	—	—	0.05
Diluted net earnings per share	\$ 3.13	\$ 3.24	\$ 10.05	\$ 10.53

Footnote (a) is contained in the accompanying Notes to Financial Schedules at the end of this release.

Carl H. Lindner III and S. Craig Lindner, AFG's Co-Chief Executive Officers, issued this statement: "We are very pleased with our strong performance in the 2023 fourth quarter and full year. In addition to producing an annual core operating return on equity of nearly 20%, net written premiums grew by 8% during the year. Excellent underwriting results, strong investment performance and effective capital management enable us to continue to create long-term value for our shareholders. We are thankful for our talented insurance and investment professionals, who have positioned us well as we enter 2024."

Messrs. Lindner continued: “AFG continued to have significant excess capital at December 31, 2023. Returning capital to shareholders in the form of regular and special cash dividends and through opportunistic share repurchases is an important and effective component of our capital management strategy. In addition, our capital will be deployed into AFG’s core businesses as we identify potential for healthy, profitable organic growth, and opportunities to expand our specialty niche businesses through acquisitions and start-ups that meet our target return thresholds. Over the past year, we increased our quarterly dividend by 12.7% and paid special dividends of \$5.50 per share. Growth in adjusted book value plus dividends was a very strong 16.6% during 2023.”

The Company also announced today that its Board of Directors declared a special cash dividend of \$2.50 per share of American Financial Group common stock. The dividend is payable on February 28, 2024, to shareholders of record on February 16, 2024. The aggregate amount of this special dividend will be approximately \$210 million. This special dividend is in addition to the Company’s regular quarterly cash dividend of \$0.71 per share most recently paid on January 25, 2024.

For many years, AFG has established a range of core net operating earnings per share guidance for the new year and provided various other guidance measures as part of its fourth quarter earnings release. After reviewing industry and peer practices and following a number of discussions with analysts and shareholders, we have decided that beginning in 2024, we will cease providing guidance. Our focus has always been on long-term shareholder value creation by generating strong returns on equity that grow book value per share and we believe that this change aligns with that focus.

As we continue to evaluate our disclosures going forward, for 2024 we expect that performance in line with the assumptions underlying our 2024 business plan would result in core operating earnings per share of approximately \$11.00 and generate a core operating return on equity excluding AOCI of approximately 20%. These assumptions include 8% growth in net written premiums compared to 2023, a similar combined ratio to the strong result in 2023, a reinvestment rate of approximately 5.5%, and a return of approximately 6% on our \$2.4 billion portfolio of alternative investments.

Specialty Property and Casualty Insurance Operations

The Specialty P&C insurance operations generated a very strong 87.7% combined ratio in the fourth quarter of 2023, 1.1 points higher than the 86.6% reported in the prior year. Fourth quarter results include 1.4 points related to catastrophe losses, compared to 0.9 points in the 2022 fourth quarter. Fourth quarter 2023 results benefited from 3.3 points of favorable prior year reserve development, compared to 3.6 points in the fourth quarter of 2022. Underwriting profit was \$212 million for the 2023 fourth quarter compared to \$217 million in the fourth quarter of 2022. Lower year-over-year underwriting profit in our Specialty Casualty and Property and Transportation Groups was partially offset by higher underwriting profit in our Specialty Financial Group.

Fourth quarter 2023 gross and net written premiums were both up 8% when compared to the same period in 2022. Year-over-year growth was reported within each of the Specialty P&C groups as a result of a combination of new business opportunities, increased exposures and a good renewal rate environment. Gross and net written premiums increased 7% and 8%, respectively, for the full year in 2023 and established new records for premium production for AFG.

Average renewal pricing across our P&C Group, excluding workers’ compensation, was up approximately 7% for the quarter, in line with renewal rates in the previous quarter. Including workers’ compensation, renewal rates were up approximately 6% overall, a point higher than the previous quarter. We believe we are achieving overall renewal rate increases in excess of prospective loss ratio trends to meet or exceed targeted returns.

The **Property and Transportation Group** reported an underwriting profit of \$67 million in the fourth quarter of 2023, compared to \$68 million in the comparable prior year period. Below average underwriting profitability in our crop insurance operations was largely offset by higher year-over-year underwriting profits in our property & inland marine and our non-crop agricultural businesses. Catastrophe losses in this group were \$5 million in the fourth quarter of 2023, compared to \$7 million in the prior year period. The businesses in the Property and Transportation Group achieved a 90.3% calendar year combined ratio overall in the fourth quarter, in line with the 90.0% achieved in the comparable period in 2022. Excluding crop, the fourth quarter calendar year combined ratio in this group improved three points year-over-year.

Fourth quarter 2023 gross and net written premiums in this group were up 4% and 1%, respectively, when compared to the 2022 fourth quarter, due primarily to slightly higher crop premium related to the CRS acquisition, which was partially offset by the timing of renewals in several of our transportation businesses. Overall renewal rates in this group increased 7% on average for the fourth quarter of 2023, a point higher than the previous quarter. Pricing for the full year for this group was up 6% overall.

The **Specialty Casualty Group** reported an underwriting profit of \$114 million in the 2023 fourth quarter compared to \$128 million in the comparable 2022 period. Higher year-over-year underwriting profits in our workers' compensation and executive liability businesses were more than offset by lower underwriting profit in our excess and surplus lines business. Catastrophe losses for this group were \$8 million and \$7 million in the fourth quarters of 2023 and 2022, respectively. The businesses in the Specialty Casualty Group achieved an exceptionally strong 84.6% calendar year combined ratio overall in the fourth quarter, 3.3 points higher than the 81.3% reported in the comparable period in 2022.

Fourth quarter 2023 gross and net written premiums increased 6% and 7%, respectively, when compared to the same prior year period. New business opportunities and increased exposures in our excess & surplus lines operations and increased exposures from payroll growth in our workers' compensation businesses led to higher year-over-year premiums, with nearly all of the businesses in this group reporting growth during the quarter. This growth was partially offset by lower premiums in our D&O businesses. Excluding workers' compensation, renewal pricing for this group was up 7% in the fourth quarter and was up 4% overall, with both measures down about 1% from the renewal pricing in the previous quarter. Pricing for this group for the full year, excluding workers' compensation, was up 6%, and up 4% overall.

The **Specialty Financial Group** reported an underwriting profit of \$45 million in the fourth quarter of 2023, compared to \$33 million in the fourth quarter of 2022, primarily as a result of higher underwriting profit in our financial institutions business. Catastrophe losses for this group were \$4 million in the fourth quarter of 2023, compared to a favorable impact of \$3 million in the fourth quarter of 2022 that resulted from adjusted reinstatement premiums related to Hurricane Ian. This group continued to achieve excellent underwriting margins and reported an outstanding 81.3% combined ratio for the fourth quarter of 2023, an improvement of 1.8 points over the prior year period.

Gross and net written premiums increased by 27% and 26%, respectively, in the 2023 fourth quarter when compared to the same 2022 period. While nearly all businesses in this group reported year-over-year growth, our financial institutions business was the primary driver of the higher premiums. Renewal pricing in this group was up 9% in the fourth quarter, accelerating four points from the previous quarter. Renewal pricing in this group was up 5% for the full year of 2023.

Carl Lindner III stated, "Our specialty P&C businesses closed out 2023 on a strong note. Underwriting margins continue to be very good, and we are seeing opportunities to grow our Specialty P&C businesses through increasing exposures, new opportunities, and a continued favorable pricing environment. Nearly all the businesses in our diversified Specialty P&C portfolio continue to meet or exceed targeted returns, and we set new records for premium production in 2023."

Further details about AFG's Specialty P&C operations may be found in the accompanying schedules and in our Quarterly Investor Supplement, which is posted on our website.

Investments

Net Investment Income – For the quarter ended December 31, 2023, property and casualty net investment income was approximately 1% higher than the comparable 2022 period. Excluding the impact of alternative investments, net investment income in our property and casualty insurance operations for the three months ended December 31, 2023, increased 19% year-over-year as a result of the impact of rising interest rates and higher balances of invested assets. The annualized return on alternative investments was approximately 0.8% for the 2023 fourth quarter compared to 5.3% for the prior year quarter. Earnings from alternative investments may vary from quarter to quarter based on the reported results of the underlying investments, and generally are reported on a quarter lag.

For the twelve months ended December 31, 2023, P&C net investment income was approximately 7% higher than the comparable 2022 period. The return on alternative investments was 7.0% for 2023 compared to 13.2% earned on P&C alternative investments in 2022. Excluding alternative investments, net investment income in our property and casualty insurance operations for 2023 increased 35% year-over-year as a result of the impact of rising interest rates and higher balances of invested assets. The average annual return on alternative investments over the five calendar years ended December 31, 2023, was approximately 13%.

Non-Core Net Realized Gains (Losses) – AFG recorded fourth quarter 2023 net realized gains of \$25 million (\$0.29 per share) after tax, which included \$22 million (\$0.26 per share) in after-tax net gains to adjust equity securities that the Company continued to own at December 31, 2023, to fair value. AFG recorded net realized gains of \$21 million (\$0.25 per share) after tax in the comparable 2022 period.

After-tax unrealized losses related to fixed maturities were \$304 million at December 31, 2023. Our portfolio continues to be high quality, with 94% of our fixed maturity portfolio rated investment grade and 96% of our P&C fixed maturity portfolio with a National Association of Insurance Commissioners' designation of NAIC 1 or 2, its highest two categories.

More information about the components of our investment portfolio may be found in our Quarterly Investor Supplement, which is posted on our website.

About American Financial Group, Inc.

American Financial Group is an insurance holding company, based in Cincinnati, Ohio. Through the operations of Great American Insurance Group, AFG is engaged primarily in property and casualty insurance, focusing on specialized commercial products for businesses. Great American Insurance Group's roots go back to 1872 with the founding of its flagship company, Great American Insurance Company.

Forward Looking Statements

This press release, and any related oral statements, contains certain statements that may be deemed to be "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements in this press release not dealing with historical results are forward-looking and are based on estimates, assumptions, and projections. Examples of such forward-looking statements include statements relating to: the Company's expectations concerning market and other conditions and their effect on future premiums, revenues, earnings, investment activities and the amount and timing of share repurchases or special dividends; recoverability of asset values; expected losses and the adequacy of reserves for asbestos, environmental pollution and mass tort claims; rate changes; and improved loss experience.

Actual results and/or financial condition could differ materially from those contained in or implied by such forward-looking statements for a variety of reasons including, but not limited to: the risks and uncertainties AFG describes in the “Risk Factors” section of its most recent Annual Report on Form 10-K, as updated by its other reports filed with the Securities and Exchange Commission; changes in financial, political and economic conditions, including changes in interest and inflation rates, currency fluctuations and extended economic recessions or expansions in the U.S. and/or abroad; performance of securities markets; new legislation or declines in credit quality or credit ratings that could have a material impact on the valuation of securities in AFG’s investment portfolio; the availability of capital; changes in insurance law or regulation, including changes in statutory accounting rules, including modifications to capital requirements; changes in the legal environment affecting AFG or its customers; tax law and accounting changes; levels of natural catastrophes and severe weather, terrorist activities (including any nuclear, biological, chemical or radiological events), incidents of war or losses resulting from pandemics, civil unrest and other major losses; disruption caused by cyber-attacks or other technology breaches or failures by AFG or its business partners and service providers, which could negatively impact AFG’s business and/or expose AFG to litigation; development of insurance loss reserves and establishment of other reserves, particularly with respect to amounts associated with asbestos and environmental claims; availability of reinsurance and ability of reinsurers to pay their obligations; competitive pressures; the ability to obtain adequate rates and policy terms; changes in AFG’s credit ratings or the financial strength ratings assigned by major ratings agencies to AFG’s operating subsidiaries; the impact of the conditions in the international financial markets and the global economy relating to AFG’s international operations; and effects on AFG’s reputation, including as a result of environmental, social and governance matters.

The forward-looking statements herein are made only as of the date of this press release. The Company assumes no obligation to publicly update any forward-looking statements.

Conference Call

The Company will hold a conference call to discuss 2023 fourth quarter and full year results at 11:30 a.m. (ET) tomorrow, Wednesday, February 7, 2024. There are two ways to access the call.

Participants should register for the call [here](#) now, or any time up to and during the time of the call, and will immediately receive the dial-in number and a unique pin to access the call. While you may register at any time up to and during the time of the call, you are encouraged to join the call 10 minutes prior to the start of the event.

The conference call and accompanying webcast slides will also be broadcast live over the internet. To access the event, click the following link: <https://www.afginc.com/news-and-events/event-calendar>. Alternatively, you can choose **Events** from the Investor Relations page at www.AFGinc.com.

A replay of the webcast will be available via the same link on our website approximately two hours after the completion of the call.

Contact:

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Websites:

www.AFGinc.com

www.GreatAmericanInsuranceGroup.com

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(Financial summaries follow)

This earnings release and AFG's Quarterly Investor Supplement are available in the Investor Relations section of AFG's website: www.AFGinc.com.

AFG2024-04

AMERICAN FINANCIAL GROUP, INC., AND SUBSIDIARIES
SUMMARY OF EARNINGS AND SELECTED BALANCE SHEET DATA
(In Millions, Except Per Share Data)

	Three months ended		Twelve months ended	
	December 31,		December 31,	
	2023	2022	2023	2022
Revenues				
P&C insurance net earned premiums	\$1,732	\$ 1,623	\$ 6,531	\$ 6,085
Net investment income	159	168	742	717
Realized gains (losses)	31	27	(40)	(116)
Income of managed investment entities:				
Investment income	100	93	421	268
Gain (loss) on change in fair value of assets/liabilities	15	(6)	27	(31)
Other income	46	24	146	117
Total revenues	<u>2,083</u>	<u>1,929</u>	<u>7,827</u>	<u>7,040</u>
Costs and expenses				
P&C insurance losses & expenses	1,549	1,413	5,968	5,347
Interest charges on borrowed money	19	20	76	85
Expenses of managed investment entities	102	82	405	230
Other expenses	78	68	305	255
Total costs and expenses	<u>1,748</u>	<u>1,583</u>	<u>6,754</u>	<u>5,917</u>
Earnings before income taxes	335	346	1,073	1,123
Provision for income taxes	72	70	221	225
Net earnings	<u>\$ 263</u>	<u>\$ 276</u>	<u>\$ 852</u>	<u>\$ 898</u>
Diluted earnings per common share	<u>\$ 3.13</u>	<u>\$ 3.24</u>	<u>\$ 10.05</u>	<u>\$ 10.53</u>
Average number of diluted shares	83.8	85.3	84.8	85.3
Selected Balance Sheet Data:				
	December 31,		December 31,	
	2023		2022	
Total cash and investments	\$ 15,263		\$ 14,512	
Long-term debt	\$ 1,475		\$ 1,496	
Shareholders' equity ^(b)	\$ 4,258		\$ 4,052	
Shareholders' equity (excluding unrealized gains/losses related to fixed maturities) ^(b)	\$ 4,562		\$ 4,578	
Book value per share ^(b)	\$ 50.91		\$ 47.56	
Book value per share (excluding unrealized gains/losses related to fixed maturities) ^(b)	\$ 54.54		\$ 53.73	
Common Shares Outstanding	83.6		85.2	

Footnote (b) is contained in the accompanying Notes to Financial Schedules at the end of this release.

AMERICAN FINANCIAL GROUP, INC.
SPECIALTY P&C OPERATIONS
(Dollars in Millions)

	Three months ended December 31,		Pct. Change	Twelve months ended December 31,		Pct. Change	
	2023	2022		2023	2022		
Gross written premiums	<u>\$1,992</u>	<u>\$1,845</u>	8%	<u>\$9,656</u>	<u>\$9,057</u>	7%	
Net written premiums	<u>\$1,445</u>	<u>\$1,338</u>	8%	<u>\$6,692</u>	<u>\$6,206</u>	8%	
Ratios (GAAP):							
Loss & LAE ratio	60.7%	60.8%		61.5%	59.6%		
Underwriting expense ratio	27.0%	25.8%		28.8%	27.6%		
Specialty Combined Ratio	87.7%	86.6%		90.3%	87.2%		
Combined Ratio – P&C Segment	<u>87.8%</u>	<u>86.5%</u>		<u>90.4%</u>	<u>87.3%</u>		
Supplemental Information:(c)							
Gross Written Premiums:							
Property & Transportation	\$ 623	\$ 601	4%	\$4,146	\$4,060	2%	
Specialty Casualty	1,069	1,007	6%	4,368	4,115	6%	
Specialty Financial	300	237	27%	1,142	882	29%	
	<u>\$1,992</u>	<u>\$1,845</u>	8%	<u>\$9,656</u>	<u>\$9,057</u>	7%	
Net Written Premiums:							
Property & Transportation	\$ 426	\$ 423	1%	\$2,551	\$2,515	1%	
Specialty Casualty	700	655	7%	2,944	2,728	8%	
Specialty Financial	250	199	26%	935	711	32%	
Other	69	61	13%	262	252	4%	
	<u>\$1,445</u>	<u>\$1,338</u>	8%	<u>\$6,692</u>	<u>\$6,206</u>	8%	
Combined Ratio (GAAP):							
Property & Transportation	90.3%	90.0%		92.8%	91.7%		
Specialty Casualty	84.6%	81.3%		87.0%	81.2%		
Specialty Financial	81.3%	83.1%		87.3%	83.7%		
Aggregate Specialty Group	87.7%	86.6%		90.3%	87.2%		
Reserve Development (Favorable)/Adverse:							
Property & Transportation				\$ (12)	\$ (13)	\$ (84)	\$ (92)
Specialty Casualty				(37)	(50)	(110)	(190)
Specialty Financial				(8)	(8)	(32)	(47)
Other Specialty				—	13	—	40
Specialty Group				<u>(57)</u>	<u>(58)</u>	<u>(226)</u>	<u>(289)</u>
Other				1	(1)	2	4
Total Reserve Development				<u>\$ (56)</u>	<u>\$ (59)</u>	<u>\$ (224)</u>	<u>\$ (285)</u>
Points on Combined Ratio:							
Property & Transportation				(1.8)	(1.8)	(3.3)	(3.7)
Specialty Casualty				(5.0)	(7.3)	(3.8)	(7.2)
Specialty Financial				(3.4)	(4.1)	(3.7)	(6.8)
Aggregate Specialty Group				(3.3)	(3.6)	(3.4)	(4.7)
Total P&C Segment				(3.2)	(3.6)	(3.4)	(4.7)

Footnote (c) is contained in the accompanying Notes to Financial Schedules at the end of this release.

AMERICAN FINANCIAL GROUP, INC.
Notes to Financial Schedules

a) Components of core net operating earnings (dollars in millions):

	Three months ended December 31,		Twelve months ended December 31,	
	2023	2022	2023	2022
<u>Core Operating Earnings before Income Taxes:</u>				
P&C insurance segment	\$ 357	\$ 363	\$ 1,304	\$ 1,419
Interest and other corporate expenses	(53)	(45)	(177)	(171)
Core operating earnings before income taxes	304	318	1,127	1,248
Related income taxes	66	63	232	255
Core net operating earnings	<u>\$ 238</u>	<u>\$ 255</u>	<u>\$ 895</u>	<u>\$ 993</u>

b) Shareholders' Equity at December 31, 2023, includes \$304 million (\$3.63 per share) in unrealized after-tax losses related to fixed maturities compared to \$526 million (\$6.17 per share) in unrealized after-tax losses related to fixed maturities at December 31, 2022.

c) Supplemental Notes:

- **Property & Transportation** includes primarily physical damage and liability coverage for buses and trucks and other specialty transportation niches, inland and ocean marine, agricultural-related products, and other commercial property coverages.
- **Specialty Casualty** includes primarily excess and surplus, general liability, executive liability, professional liability, umbrella and excess liability, specialty coverages in targeted markets, customized programs for small to mid-sized businesses and workers' compensation insurance.
- **Specialty Financial** includes risk management insurance programs for lending and leasing institutions (including equipment leasing and collateral and lender-placed mortgage property insurance), surety and fidelity products and trade credit insurance.
- **Other** includes an internal reinsurance facility.



American Financial Group, Inc.

Investor Supplement - Fourth Quarter 2023

February 6, 2024

American Financial Group, Inc.

Corporate Headquarters

Great American Insurance Group Tower

301 E Fourth Street

Cincinnati, OH 45202

513 579 6739

American Financial Group, Inc.
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American Financial Group, Inc.
Financial Highlights
(in millions, except per share information)



	Three Months Ended					Twelve Months Ended	
	12/31/2023	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Highlights							
Net earnings	\$ 263	\$ 177	\$ 200	\$ 212	\$ 276	\$ 852	\$ 898
Core net operating earnings	238	208	202	247	255	895	993
Total assets	29,787	30,825	29,048	28,481	28,831	29,787	28,831
Adjusted shareholders' equity (a)	4,562	4,536	4,490	4,375	4,578	4,562	4,578
Property and Casualty net written premiums	1,445	2,061	1,667	1,519	1,338	6,692	6,206
Per share data							
Diluted earnings per share	\$ 3.13	\$ 2.09	\$ 2.34	\$ 2.49	\$ 3.24	\$ 10.05	\$ 10.53
Core net operating earnings per share	2.84	2.45	2.38	2.89	2.99	10.56	11.63
Adjusted book value per share (a)	54.54	53.90	52.90	51.37	53.73	54.54	53.73
Dividends per common share	2.21	0.63	0.63	4.63	2.63	8.10	14.31
Financial ratios							
Annualized return on equity (b)	23.0%	15.7%	17.9%	18.9%	24.2%	18.8%	19.2%
Annualized core operating return on equity (b)	20.9%	18.3%	18.2%	22.0%	22.3%	19.8%	21.2%
Property and Casualty combined ratio - Specialty:							
Loss & LAE ratio	60.7%	66.7%	60.2%	57.0%	60.8%	61.5%	59.6%
Underwriting expense ratio	27.0%	25.5%	31.7%	32.2%	25.8%	28.8%	27.6%
Combined ratio - Specialty	87.7%	92.2%	91.9%	89.2%	86.6%	90.3%	87.2%

(a) Excludes unrealized gains (losses) related to fixed maturity investments, a reconciliation to the GAAP measure is on page 13.

(b) Excludes accumulated other comprehensive income.

American Financial Group, Inc.
Summary of Earnings
(\$ in millions)



	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Property and Casualty Insurance							
Underwriting profit	\$ 211	\$ 142	\$ 124	\$ 154	\$ 218	\$ 631	\$ 776
Net investment income	161	170	191	207	159	729	683
Other income (expense)	(15)	(14)	(16)	(11)	(14)	(56)	(40)
Property and Casualty Insurance operating earnings	357	298	299	350	363	1,304	1,419
Interest expense of parent holding companies	(19)	(19)	(19)	(19)	(20)	(76)	(85)
Other expense	(34)	(22)	(22)	(23)	(25)	(101)	(86)
Pretax core operating earnings	304	257	258	308	318	1,127	1,248
Income tax expense	66	49	56	61	63	232	255
Core net operating earnings	238	208	202	247	255	895	993
Non-core items, net of tax:							
Realized gains (losses) on securities	25	(15)	(1)	(37)	21	(28)	(92)
Realized loss on subsidiaries	—	(4)	—	—	—	(4)	—
Special A&E charges - Former Railroad and Manufacturing operations	—	(12)	—	—	—	(12)	—
Gain (loss) on retirement of debt	—	—	(1)	2	—	1	(7)
Other non-core items	—	—	—	—	—	—	4
Net earnings	\$ 263	\$ 177	\$ 200	\$ 212	\$ 276	\$ 852	\$ 898

American Financial Group, Inc.
Earnings Per Share Summary
(in millions, except per share information)



	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Core net operating earnings	\$ 238	\$ 208	\$ 202	\$ 247	\$ 255	\$ 895	\$ 993
Net earnings	\$ 263	\$ 177	\$ 200	\$ 212	\$ 276	\$ 852	\$ 898
Average number of diluted shares	83.817	84.745	85.172	85.378	85.350	84.774	85.324
<u>Diluted earnings per share:</u>							
Core net operating earnings per share	\$ 2.84	\$ 2.45	\$ 2.38	\$ 2.89	\$ 2.99	\$ 10.56	\$ 11.63
Realized gains (losses) on securities	0.29	(0.17)	(0.02)	(0.42)	0.25	(0.33)	(1.06)
Realized loss on subsidiaries	—	(0.04)	—	—	—	(0.04)	—
Special A&E charges - Former Railroad and Manufacturing operations	—	(0.15)	—	—	—	(0.15)	—
Gain (loss) on retirement of debt	—	—	(0.02)	0.02	—	0.01	(0.09)
Other non-core items	—	—	—	—	—	—	0.05
Diluted earnings per share	\$ 3.13	\$ 2.09	\$ 2.34	\$ 2.49	\$ 3.24	\$ 10.05	\$ 10.53

American Financial Group, Inc.
Property and Casualty Insurance - Summary Underwriting Results (GAAP)
(\$ in millions)



	Three Months Ended				Twelve Months Ended		
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/22	
Property and Transportation	\$ 67	\$ 42	\$ 32	\$ 43	\$ 68	\$ 184	\$ 208
Specialty Casualty	114	78	95	88	128	375	500
Specialty Financial	45	29	10	26	33	110	114
Other Specialty	(14)	(6)	(14)	(2)	(12)	(36)	(42)
Underwriting profit - Specialty	212	143	123	155	217	633	780
Other core charges, included in loss and LAE	(1)	(1)	1	(1)	1	(2)	(4)
Underwriting profit - Property and Casualty Insurance	\$ 211	\$ 142	\$ 124	\$ 154	\$ 218	\$ 631	\$ 776
Included in results above:							
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ 1	\$ —	\$ 2	\$ —	\$ (13)	\$ 3	\$ 5
Catastrophe losses	24	56	51	31	24	162	88
Total current accident year catastrophe losses	\$ 25	\$ 56	\$ 53	\$ 31	\$ 11	\$ 165	\$ 93
Prior year loss reserve development (favorable) / adverse	\$ (56)	\$ (43)	\$ (62)	\$ (63)	\$ (59)	\$ (224)	\$ (285)
Combined ratio:							
Property and Transportation	90.3%	94.8%	94.2%	91.0%	90.0%	92.8%	91.7%
Specialty Casualty	84.6%	89.4%	86.6%	87.5%	81.3%	87.0%	81.2%
Specialty Financial	81.3%	87.6%	95.0%	86.5%	83.1%	87.3%	83.7%
Other Specialty	118.9%	109.8%	122.2%	103.5%	118.1%	113.9%	117.1%
Combined ratio - Specialty	87.7%	92.2%	91.9%	89.2%	86.6%	90.3%	87.2%
Other core charges	0.1%	0.1%	(0.2%)	0.1%	(0.1%)	0.1%	0.1%
Combined ratio	87.8%	92.3%	91.7%	89.3%	86.5%	90.4%	87.3%
P&C combined ratio excl. catastrophe losses and prior year reserve development							
	89.6%	91.5%	92.4%	91.5%	89.3%	91.2%	90.4%
Loss and LAE components:							
Current accident year, excluding catastrophe losses	62.6%	66.0%	60.7%	59.3%	63.5%	62.4%	62.8%
Current accident year catastrophe losses	1.4%	3.1%	3.5%	2.2%	0.8%	2.6%	1.6%
Prior accident year loss reserve development	(3.2%)	(2.3%)	(4.2%)	(4.4%)	(3.6%)	(3.4%)	(4.7%)
Loss and LAE ratio	60.8%	66.8%	60.0%	57.1%	60.7%	61.6%	59.7%

American Financial Group, Inc.
Specialty - Underwriting Results (GAAP)
(\$ in millions)



	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Gross written premiums	\$ 1,992	\$ 3,140	\$ 2,369	\$ 2,155	\$ 1,845	\$ 9,656	\$ 9,057
Ceded reinsurance premiums	(547)	(1,079)	(702)	(636)	(507)	(2,964)	(2,851)
Net written premiums	1,445	2,061	1,667	1,519	1,338	6,692	6,206
Change in unearned premiums	287	(206)	(160)	(82)	285	(161)	(121)
Net earned premiums	1,732	1,855	1,507	1,437	1,623	6,531	6,085
Loss and LAE	1,052	1,238	906	819	987	4,015	3,625
Underwriting expense	468	474	478	463	419	1,883	1,680
Underwriting profit	\$ 212	\$ 143	\$ 123	\$ 155	\$ 217	\$ 633	\$ 780
Included in results above:							
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ 1	\$ —	\$ 2	\$ —	\$ (13)	\$ 3	\$ 5
Catastrophe losses	24	56	51	31	24	162	88
Total current accident year catastrophe losses	\$ 25	\$ 56	\$ 53	\$ 31	\$ 11	\$ 165	\$ 93
Prior year loss reserve development (favorable) / adverse	\$ (57)	\$ (44)	\$ (61)	\$ (64)	\$ (58)	\$ (226)	\$ (289)
Combined ratio:							
Loss and LAE ratio	60.7%	66.7%	60.2%	57.0%	60.8%	61.5%	59.6%
Underwriting expense ratio	27.0%	25.5%	31.7%	32.2%	25.8%	28.8%	27.6%
Combined ratio	87.7%	92.2%	91.9%	89.2%	86.6%	90.3%	87.2%
Specialty combined ratio excl. catastrophe losses and prior year reserve development	89.6%	91.5%	92.4%	91.5%	89.3%	91.2%	90.4%
Loss and LAE components:							
Current accident year, excluding catastrophe losses	62.6%	66.0%	60.7%	59.3%	63.5%	62.4%	62.8%
Current accident year catastrophe losses	1.4%	3.0%	3.5%	2.2%	0.9%	2.5%	1.5%
Prior accident year loss reserve development	(3.3%)	(2.3%)	(4.0%)	(4.5%)	(3.6%)	(3.4%)	(4.7%)
Loss and LAE ratio	60.7%	66.7%	60.2%	57.0%	60.8%	61.5%	59.6%

American Financial Group, Inc.
Property and Transportation - Underwriting Results (GAAP)
(\$ in millions)



	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Gross written premiums	\$ 623	\$1,592	\$1,059	\$ 872	\$ 601	\$ 4,146	\$ 4,060
Ceded reinsurance premiums	(197)	(687)	(391)	(320)	(178)	(1,595)	(1,545)
Net written premiums	426	905	668	552	423	2,551	2,515
Change in unearned premiums	256	(77)	(134)	(77)	259	(32)	(28)
Net earned premiums	682	828	534	475	682	2,519	2,487
Loss and LAE	470	636	346	289	489	1,741	1,735
Underwriting expense	145	150	156	143	125	594	544
Underwriting profit	\$ 67	\$ 42	\$ 32	\$ 43	\$ 68	\$ 184	\$ 208
Included in results above:							
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ 2	\$ —	\$ —	\$ —	\$ (1)	\$ 2	\$ 3
Catastrophe losses	3	14	15	19	8	51	42
Total current accident year catastrophe losses	\$ 5	\$ 14	\$ 15	\$ 19	\$ 7	\$ 53	\$ 45
Prior year loss reserve development (favorable) / adverse	\$ (12)	\$ (14)	\$ (21)	\$ (37)	\$ (13)	\$ (84)	\$ (92)
Combined ratio:							
Loss and LAE ratio	69.0%	76.8%	64.8%	60.9%	71.8%	69.2%	69.8%
Underwriting expense ratio	21.3%	18.0%	29.4%	30.1%	18.2%	23.6%	21.9%
Combined ratio	90.3%	94.8%	94.2%	91.0%	90.0%	92.8%	91.7%
Combined ratio excl. catastrophe losses and prior year reserve development	91.5%	94.8%	95.1%	94.8%	90.8%	94.1%	93.5%
Loss and LAE components:							
Current accident year, excluding catastrophe losses	70.2%	76.8%	65.7%	64.7%	72.6%	70.5%	71.6%
Current accident year catastrophe losses	0.6%	1.7%	2.9%	4.0%	1.0%	2.0%	1.9%
Prior accident year loss reserve development	(1.8%)	(1.7%)	(3.8%)	(7.8%)	(1.8%)	(3.3%)	(3.7%)
Loss and LAE ratio	69.0%	76.8%	64.8%	60.9%	71.8%	69.2%	69.8%

American Financial Group, Inc.
Specialty Casualty - Underwriting Results (GAAP)
(\$ in millions)



	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Gross written premiums	\$ 1,069	\$ 1,226	\$ 1,012	\$ 1,061	\$ 1,007	\$ 4,368	\$ 4,115
Ceded reinsurance premiums	(369)	(397)	(319)	(339)	(352)	(1,424)	(1,387)
Net written premiums	700	829	693	722	655	2,944	2,728
Change in unearned premiums	37	(95)	18	(18)	31	(58)	(69)
Net earned premiums	737	734	711	704	686	2,886	2,659
Loss and LAE	438	463	421	417	381	1,739	1,453
Underwriting expense	185	193	195	199	177	772	706
Underwriting profit	\$ 114	\$ 78	\$ 95	\$ 88	\$ 128	\$ 375	\$ 500
Included in results above:							
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ (1)	\$ —	\$ 2	\$ —	\$ (1)	\$ 1	\$ —
Catastrophe losses	9	17	6	3	8	35	11
Total current accident year catastrophe losses	\$ 8	\$ 17	\$ 8	\$ 3	\$ 7	\$ 36	\$ 11
Prior year loss reserve development (favorable) / adverse	\$ (37)	\$ (22)	\$ (24)	\$ (27)	\$ (50)	\$ (110)	\$ (190)
Combined ratio:							
Loss and LAE ratio	59.6%	63.1%	59.2%	59.2%	55.4%	60.3%	54.7%
Underwriting expense ratio	25.0%	26.3%	27.4%	28.3%	25.9%	26.7%	26.5%
Combined ratio	84.6%	89.4%	86.6%	87.5%	81.3%	87.0%	81.2%
Combined ratio excl. catastrophe losses and prior year reserve development	88.5%	90.0%	89.0%	90.9%	87.5%	89.6%	87.9%
Loss and LAE components:							
Current accident year, excluding catastrophe losses	63.5%	63.7%	61.6%	62.6%	61.6%	62.9%	61.4%
Current accident year catastrophe losses	1.1%	2.3%	1.0%	0.4%	1.1%	1.2%	0.5%
Prior accident year loss reserve development	(5.0%)	(2.9%)	(3.4%)	(3.8%)	(7.3%)	(3.8%)	(7.2%)
Loss and LAE ratio	59.6%	63.1%	59.2%	59.2%	55.4%	60.3%	54.7%

American Financial Group, Inc.
Specialty Financial - Underwriting Results (GAAP)
(\$ in millions)



	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Gross written premiums	\$ 300	\$ 322	\$ 298	\$ 222	\$ 237	\$ 1,142	\$ 882
Ceded reinsurance premiums	(50)	(61)	(58)	(38)	(38)	(207)	(171)
Net written premiums	250	261	240	184	199	935	711
Change in unearned premiums	(6)	(29)	(45)	12	(6)	(68)	(13)
Net earned premiums	244	232	195	196	193	867	698
Loss and LAE	85	93	79	71	66	328	238
Underwriting expense	114	110	106	99	94	429	346
Underwriting profit	\$ 45	\$ 29	\$ 10	\$ 26	\$ 33	\$ 110	\$ 114
Included in results above:							
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ —	\$ —	\$ —	\$ —	\$ (10)	\$ —	\$ 3
Catastrophe losses	4	22	19	4	7	49	33
Total current accident year catastrophe losses	\$ 4	\$ 22	\$ 19	\$ 4	\$ (3)	\$ 49	\$ 36
Prior year loss reserve development (favorable) / adverse	\$ (8)	\$ (10)	\$ (11)	\$ (3)	\$ (8)	\$ (32)	\$ (47)
Combined ratio:							
Loss and LAE ratio	34.8%	39.8%	40.9%	36.0%	33.8%	37.8%	34.1%
Underwriting expense ratio	46.5%	47.8%	54.1%	50.5%	49.3%	49.5%	49.6%
Combined ratio	81.3%	87.6%	95.0%	86.5%	83.1%	87.3%	83.7%
Combined ratio excl. catastrophe losses and prior year reserve development	82.7%	82.5%	91.1%	85.7%	85.3%	85.3%	85.6%
Loss and LAE components:							
Current accident year, excluding catastrophe losses	36.2%	34.7%	37.0%	35.2%	36.0%	35.8%	36.0%
Current accident year catastrophe losses	2.0%	9.3%	9.6%	2.2%	1.9%	5.7%	4.9%
Prior accident year loss reserve development	(3.4%)	(4.2%)	(5.7%)	(1.4%)	(4.1%)	(3.7%)	(6.8%)
Loss and LAE ratio	34.8%	39.8%	40.9%	36.0%	33.8%	37.8%	34.1%

American Financial Group, Inc.
Other Specialty - Underwriting Results (GAAP)
(\$ in millions)



	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Gross written premiums	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Ceded reinsurance premiums	69	66	66	61	61	262	252
Net written premiums	69	66	66	61	61	262	252
Change in unearned premiums	—	(5)	1	1	1	(3)	(11)
Net earned premiums	69	61	67	62	62	259	241
Loss and LAE	59	46	60	42	51	207	199
Underwriting expense	24	21	21	22	23	88	84
Underwriting profit (loss)	\$ (14)	\$ (6)	\$ (14)	\$ (2)	\$ (12)	\$ (36)	\$ (42)
Included in results above:							
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ —	\$ —	\$ —	\$ —	\$ (1)	\$ —	\$ (1)
Catastrophe losses	8	3	11	5	1	27	2
Total current accident year catastrophe losses	\$ 8	\$ 3	\$ 11	\$ 5	\$ —	\$ 27	\$ 1
Prior year loss reserve development (favorable) / adverse	\$ —	\$ 2	\$ (5)	\$ 3	\$ 13	\$ —	\$ 40
Combined ratio:							
Loss and LAE ratio	82.8%	76.2%	91.1%	69.0%	83.3%	80.0%	82.4%
Underwriting expense ratio	36.1%	33.6%	31.1%	34.5%	34.8%	33.9%	34.7%
Combined ratio	118.9%	109.8%	122.2%	103.5%	118.1%	113.9%	117.1%
Combined ratio excl. catastrophe losses and prior year reserve development	107.3%	101.2%	111.7%	92.0%	98.5%	103.3%	100.1%
Loss and LAE components:							
Current accident year, excluding catastrophe losses	71.2%	67.6%	80.6%	57.5%	63.7%	69.4%	65.4%
Current accident year catastrophe losses	0.9%	4.9%	18.0%	7.5%	0.7%	0.2%	0.5%
Prior accident year loss reserve development	10.7%	3.7%	(7.5%)	4.0%	18.9%	10.4%	16.5%
Loss and LAE ratio	82.8%	76.2%	91.1%	69.0%	83.3%	80.0%	82.4%

American Financial Group, Inc.
Consolidated Balance Sheet
(\$ in millions)



	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	9/30/22
Assets:						
Total cash and investments	\$15,263	\$14,794	\$14,489	\$14,451	\$14,512	\$14,322
Recoverables from reinsurers	4,477	4,421	3,852	3,838	3,977	4,108
Prepaid reinsurance premiums	961	1,223	1,112	1,021	917	1,180
Agents' balances and premiums receivable	1,471	2,088	1,796	1,459	1,339	1,698
Deferred policy acquisition costs	309	324	316	285	288	292
Assets of managed investment entities	4,484	4,871	5,235	5,391	5,447	5,099
Other receivables	1,171	1,377	721	637	886	1,328
Other assets	1,346	1,422	1,281	1,153	1,219	1,259
Goodwill	305	305	246	246	246	246
Total assets	\$29,787	\$30,825	\$29,048	\$28,481	\$28,831	\$29,532
Liabilities and Equity:						
Unpaid losses and loss adjustment expenses	\$13,087	\$12,891	\$11,925	\$11,761	\$11,974	\$12,067
Unearned premiums	3,451	3,997	3,686	3,435	3,246	3,785
Payable to reinsurers	1,186	1,398	1,038	911	1,035	1,366
Liabilities of managed investment entities	4,307	4,728	5,098	5,258	5,332	5,002
Long-term debt	1,475	1,474	1,474	1,478	1,496	1,533
Other liabilities	2,023	2,356	1,834	1,697	1,696	1,847
Total liabilities	\$25,529	\$26,844	\$25,055	\$24,540	\$24,779	\$25,600
Shareholders' equity:						
Common stock	\$ 84	\$ 84	\$ 85	\$ 85	\$ 85	\$ 85
Capital surplus	1,372	1,372	1,377	1,374	1,368	1,358
Retained earnings	3,121	3,095	3,042	2,933	3,142	3,091
Unrealized gains (losses) - fixed maturities	(287)	(521)	(464)	(413)	(497)	(554)
Unrealized gains (losses) - fixed maturity-related cash flow hedges	(17)	(34)	(33)	(21)	(29)	(29)
Other comprehensive income (loss), net of tax	(15)	(15)	(14)	(17)	(17)	(19)
Total shareholders' equity	4,258	3,981	3,993	3,941	4,052	3,932
Total liabilities and equity	\$29,787	\$30,825	\$29,048	\$28,481	\$28,831	\$29,532

American Financial Group, Inc.
Book Value Per Share and Price / Book Summary
(in millions, except per share information)



	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	9/30/22
Shareholders' equity	\$ 4,258	\$ 3,981	\$ 3,993	\$ 3,941	\$ 4,052	\$ 3,932
Unrealized (gains) losses related to fixed maturities	304	555	497	434	526	583
Adjusted shareholders' equity	4,562	4,536	4,490	4,375	4,578	4,515
Goodwill	(305)	(305)	(246)	(246)	(246)	(246)
Intangibles	(213)	(217)	(102)	(105)	(108)	(111)
Tangible adjusted shareholders' equity	\$ 4,044	\$ 4,014	\$ 4,142	\$ 4,024	\$ 4,224	\$ 4,158
Common shares outstanding	83.636	84.136	84.859	85.172	85.204	85.141
Book value per share:						
Book value per share	\$ 50.91	\$ 47.31	\$ 47.06	\$ 46.27	\$ 47.56	\$ 46.18
Adjusted (a)	54.54	53.90	52.90	51.37	53.73	53.03
Tangible, adjusted (b)	48.35	47.71	48.80	47.25	49.58	48.84
Market capitalization						
AFG's closing common share price	\$118.89	\$111.67	\$118.75	\$121.50	\$137.28	\$122.93
Market capitalization	\$ 9,943	\$ 9,395	\$10,077	\$10,348	\$11,697	\$10,466
Price / Adjusted book value ratio	2.18	2.07	2.24	2.37	2.56	2.32

- (a) Excludes unrealized gains (losses) related to fixed maturity investments.
(b) Excludes unrealized gains (losses) related to fixed maturity investments, goodwill and intangibles.

American Financial Group, Inc.

Capitalization

(\$ in millions)



	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	9/30/22
AFG senior obligations	\$ 823	\$ 823	\$ 823	\$ 828	\$ 846	\$ 884
Borrowings drawn under credit facility	—	—	—	—	—	—
Debt excluding subordinated debt	\$ 823	\$ 823	\$ 823	\$ 828	\$ 846	\$ 884
AFG subordinated debentures	675	675	675	675	675	675
Total principal amount of long-term debt	\$1,498	\$1,498	\$1,498	\$1,503	\$1,521	\$1,559
Shareholders' equity	4,258	3,981	3,993	3,941	4,052	3,932
Less:						
Unrealized (gains) losses related to fixed maturity investments	304	555	497	434	526	583
Total adjusted capital	\$6,060	\$6,034	\$5,988	\$5,878	\$6,099	\$6,074
Ratio of debt to total adjusted capital:						
Including subordinated debt	24.7%	24.8%	25.0%	25.6%	24.9%	25.7%
Excluding subordinated debt	13.6%	13.6%	13.7%	14.1%	13.9%	14.6%

American Financial Group, Inc.
Additional Supplemental Information
(\$ in millions)



	Three Months Ended				Twelve Months Ended	
	<u>12/31/23</u>	<u>9/30/23</u>	<u>6/30/23</u>	<u>3/31/23</u>	<u>12/31/22</u>	<u>12/31/22</u>
<u>Property and Casualty Insurance</u>						
Paid Losses (GAAP)	<u>\$ 938</u>	<u>\$ 805</u>	<u>\$ 802</u>	<u>\$ 881</u>	<u>\$ 914</u>	<u>\$ 3,082</u>
	<u>12/31/2023</u>	<u>9/30/23</u>	<u>6/30/23</u>	<u>3/31/23</u>	<u>12/31/22</u>	<u>9/30/22</u>
<u>GAAP Equity (excluding AOCI)</u>						
Property and Casualty Insurance	\$ 5,710	\$ 5,786	\$ 5,581	\$ 5,392	\$ 5,433	\$ 5,527
Parent and other subsidiaries	(1,133)	(1,235)	(1,077)	(1,000)	(838)	(993)
AFG GAAP Equity (excluding AOCI)	<u>\$ 4,577</u>	<u>\$ 4,551</u>	<u>\$ 4,504</u>	<u>\$ 4,392</u>	<u>\$ 4,595</u>	<u>\$ 4,534</u>
<u>Allowable dividends without regulatory approval</u>						
Property and Casualty Insurance	\$ 946	\$ 887	\$ 887	\$ 887	\$ 887	\$ 843

	Carrying Value - December 31, 2023				
	Property and Casualty Insurance	Parent & Other	Consolidate CLOs	Total AFG Consolidated	% of Investment Portfolio
Total cash and investments:					
Cash and cash equivalents	\$ 940	\$ 285	\$ —	\$ 1,225	8%
Fixed maturities - Available for sale	10,225	152	—	10,377	68%
Fixed maturities - Trading	57	—	—	57	0%
Equity securities - Common stocks	586	—	—	586	4%
Equity securities - Perpetual preferred	432	—	—	432	3%
Investments accounted for using the equity method	1,812	2	—	1,814	12%
Mortgage loans	643	—	—	643	4%
Real estate and other investments	211	93	(175)	129	1%
Total cash and investments	\$ 14,906	\$ 532	\$ (175)	\$ 15,263	100%

	Carrying Value - December 31, 2022				
	Property and Casualty Insurance	Parent & Other	Consolidate CLOs	Total AFG Consolidated	% of Investment Portfolio
Total cash and investments:					
Cash and cash equivalents	\$ 622	\$ 250	\$ —	\$ 872	6%
Fixed maturities - Available for sale	9,505	590	—	10,095	70%
Fixed maturities - Trading	32	—	—	32	0%
Equity securities - common stocks	553	—	—	553	4%
Equity securities - perpetual preferred	457	—	—	457	3%
Investments accounted for using the equity method	1,699	1	—	1,700	12%
Mortgage loans	676	—	—	676	4%
Real estate and other investments	153	89	(115)	127	1%
Total cash and investments	\$ 13,697	\$ 930	\$ (115)	\$ 14,512	100%

	Three Months Ended					Twelve Months Ended	
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/23	12/31/22
Property and Casualty Insurance:							
Gross investment income excluding alternative investments							
Fixed maturities	\$ 131	\$ 121	\$ 117	\$ 112	\$ 107	\$ 481	\$ 358
Equity securities	7	8	8	9	13	32	35
Other investments (a)	21	19	16	13	14	69	40
Gross investment income excluding alternative investments	159	148	141	134	134	582	433
Gross investment income from alternative investments (b)	5	25	55	78	28	163	265
Total gross investment income	164	173	196	212	162	745	698
Investment expenses	(3)	(3)	(5)	(5)	(3)	(16)	(15)
Total net investment income	\$ 161	\$ 170	\$ 191	\$ 207	\$ 159	\$ 729	\$ 683
Average cash and investments (c)	\$15,227	\$14,899	\$14,498	\$14,350	\$14,304	\$14,753	\$14,048
Average yield - fixed maturities before inv expenses (d)	4.99%	4.68%	4.62%	4.40%	4.15%	4.67%	3.63%
Average yield - overall portfolio, net (d)	4.23%	4.56%	5.27%	5.77%	4.45%	4.94%	4.86%
Average tax equivalent yield - overall portfolio, net (d)	4.31%	4.63%	5.34%	5.83%	4.53%	5.01%	4.96%
AFG consolidated net investment income:							
Property & Casualty core	\$ 161	\$ 170	\$ 191	\$ 207	\$ 159	\$ 729	\$ 683
Parent & other	7	10	12	11	9	40	24
Consolidate CLOs	(9)	(12)	(5)	(1)	—	(27)	10
Total net investment income	\$ 159	\$ 168	\$ 198	\$ 217	\$ 168	\$ 742	\$ 717
Average cash and investments (c)	\$15,540	\$15,264	\$15,025	\$15,058	\$15,083	\$15,254	\$15,231
Average yield - overall portfolio, net (d)	4.09%	4.40%	5.27%	5.76%	4.46%	4.86%	4.71%
Average yield - fixed maturities before inv expenses (d)	5.01%	4.74%	4.67%	4.43%	4.19%	4.70%	3.54%

- (a) Includes income from mortgage loans, real estate, short-term investments, and cash equivalents.
(b) Investment income on alternative investments is detailed on page 18.
(c) Average cash and investments is the average of the beginning and ending quarter balances, or the average of the five quarters balances.
(d) Average yield is calculated by dividing investment income for the period by the average balance.

	Three Months Ended				Twelve Months Ended		
	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	12/31/22	
Property and Casualty Insurance:							
Net Investment Income							
Convertible fixed maturities MTM through investment income	\$ (2)	\$ (11)	\$ 8	\$ 4	\$ —	\$ (1)	\$ —
Equity securities MTM through investment income (a)	1	7	14	16	7	38	8
Investments accounted for using the equity method (b)	(3)	17	28	57	21	99	267
AFG managed CLOs (eliminated in consolidation)	9	12	5	1	—	27	(10)
Total Property & Casualty	\$ 5	\$ 25	\$ 55	\$ 78	\$ 28	\$ 163	\$ 265
Investments							
Convertible fixed maturities MTM through investment income	\$ 17	\$ 17	\$ 28	\$ 19	\$ —	\$ 17	\$ —
Equity securities MTM through investment income (a)	440	411	423	377	332	440	332
Investments accounted for using the equity method (b)	1,812	1,806	1,755	1,732	1,699	1,812	1,699
AFG managed CLOs (eliminated in consolidation)	175	143	136	132	115	175	115
Total Property & Casualty	\$2,444	\$2,377	\$2,342	\$2,260	\$2,146	\$2,444	\$2,146
Annualized Return - Property & Casualty	0.8%	4.2%	9.6%	14.2%	5.3%	7.0%	13.2%
AFG Consolidated:							
Net Investment Income							
Convertible fixed maturities MTM through investment income	\$ (2)	\$ (11)	\$ 8	\$ 4	\$ —	\$ (1)	\$ —
Equity securities MTM through investment income (a)	1	7	14	16	7	38	8
Investments accounted for using the equity method (b)	(3)	17	28	57	21	99	267
AFG managed CLOs (eliminated in consolidation)	9	12	5	1	—	27	(10)
Total AFG Consolidated	\$ 5	\$ 25	\$ 55	\$ 78	\$ 28	\$ 163	\$ 265
Investments							
Convertible fixed maturities MTM through investment income	\$ 17	\$ 17	\$ 28	\$ 19	\$ —	\$ 17	\$ —
Equity securities MTM through investment income (a)	440	411	423	377	332	440	332
Investments accounted for using the equity method (b)	1,814	1,807	1,756	1,733	1,700	1,814	1,700
AFG managed CLOs (eliminated in consolidation)	175	143	136	132	115	175	115
Total AFG Consolidated	\$2,446	\$2,378	\$2,343	\$2,261	\$2,147	\$2,446	\$2,147
Annualized Return - AFG Consolidated	0.8%	4.2%	9.6%	14.2%	5.3%	7.0%	13.2%

- (a) AFG records holding gains and losses in net investment income on its portfolio of limited partnerships and similar investments that do not qualify for equity method accounting and certain other securities classified at purchase as “fair value through net investment income.”
- (b) The majority of AFG’s investments accounted for using the equity method mark their underlying assets to market through net income.

American Financial Group, Inc.
Fixed Maturities - By Security Type - AFG Consolidated
(\$ in millions)



December 31, 2023	Book Value (a)	Fair Value	Unrealized Gain (Loss)	% of Fair Value	% of Investment Portfolio
US Government and government agencies	\$ 243	\$ 236	\$ (7)	2%	2%
States, municipalities and political subdivisions	1,014	984	(30)	9%	6%
Foreign government	288	282	(6)	3%	2%
Residential mortgage-backed securities	1,787	1,658	(129)	16%	11%
Commercial mortgage-backed securities	75	74	(1)	1%	0%
Collateralized loan obligations	1,706	1,687	(19)	16%	11%
Other asset-backed securities	2,472	2,362	(110)	23%	15%
Corporate and other bonds	3,212	3,151	(61)	30%	21%
Total AFG consolidated	\$ 10,797	\$ 10,434	\$ (363)	100%	68%
Approximate duration - P&C	3.2 years				
Approximate duration - P&C including cash	2.9 years				
December 31, 2022	Book Value (a)	Fair Value	Unrealized Gain (Loss)	% of Fair Value	% of Investment Portfolio
US Government and government agencies	\$ 233	\$ 219	\$ (14)	2%	2%
States, municipalities and political subdivisions	1,234	1,186	(48)	12%	8%
Foreign government	266	252	(14)	2%	2%
Residential mortgage-backed securities	1,755	1,598	(157)	16%	11%
Commercial mortgage-backed securities	88	85	(3)	1%	1%
Collateralized loan obligations	1,987	1,921	(66)	19%	13%
Other asset-backed securities	2,428	2,245	(183)	22%	15%
Corporate and other bonds	2,766	2,621	(145)	26%	18%
Total AFG consolidated	\$ 10,757	\$ 10,127	\$ (630)	100%	70%
Approximate duration - P&C	3.1 years				
Approximate duration - P&C including cash	2.9 years				

(a) Book Value is amortized cost, net of allowance for expected credit losses.

Appendix A
American Financial Group, Inc.
Fixed Maturities by Credit Rating & NAIC Designation by Type



12/31/2023

(\$ in millions)

By Credit Rating (a)	Fair Value by Type									
	US Gov	Munis	Frgn Gov	RMBS	CMBS	CLOs	ABS	Corp/Oth	Total	% Total
Investment grade										
AAA	\$ —	\$ 371	\$ 261	\$ 1,425	\$ 63	\$ 1,500	\$ 961	\$ 23	\$ 4,604	44%
AA	236	560	10	99	7	173	261	160	1,506	15%
A	—	44	5	26	1	13	542	839	1,470	14%
BBB	—	7	6	4	—	—	474	1,740	2,231	21%
Subtotal - Investment grade	236	982	282	1,554	71	1,686	2,238	2,762	9,811	94%
BB	—	—	—	2	3	—	7	195	207	2%
B	—	—	—	4	—	—	2	67	73	1%
CCC, CC, C	—	—	—	29	—	—	5	7	41	0%
D	—	—	—	4	—	—	—	—	4	0%
Subtotal - Non-Investment grade	—	—	—	39	3	—	14	269	325	3%
Not Rated (b)	—	2	—	65	—	1	110	120	298	3%
Total	\$ 236	\$ 984	\$ 282	\$ 1,658	\$ 74	\$ 1,687	\$ 2,362	\$ 3,151	\$ 10,434	100%

NAIC designation	Fair Value by Type									
	US Gov	Munis	Frgn gov	RMBS	CMBS	CLOs	ABS	Corp/Oth	Total	% Total
1	\$ 236	\$ 977	\$ 230	\$ 1,606	\$ 71	\$ 1,633	\$ 1,799	\$ 1,043	\$ 7,595	74%
2	—	7	—	2	—	—	474	1,769	2,252	22%
Subtotal	236	984	230	1,608	71	1,633	2,273	2,812	9,847	96%
3	—	—	—	1	3	—	8	195	207	2%
4	—	—	—	1	—	—	1	61	63	1%
5	—	—	—	3	—	—	9	67	79	1%
6	—	—	—	5	—	—	—	—	5	0%
Subtotal	—	—	—	10	3	—	18	323	354	4%
Total insurance companies	\$ 236	\$ 984	\$ 230	\$ 1,618	\$ 74	\$ 1,633	\$ 2,291	\$ 3,135	\$ 10,201	100%
No NAIC designation (c)	—	—	—	—	—	1	9	11	21	
Non-Insurance and Foreign Companies (d)	—	—	52	40	—	53	62	5	212	
Total	\$ 236	\$ 984	\$ 282	\$ 1,658	\$ 74	\$ 1,687	\$ 2,362	\$ 3,151	\$ 10,434	

- (a) If two agencies rate a security, the rating displayed above is the lower of the two; if three or more agencies rate a security, the rating displayed is the second lowest.
- (b) For ABS, 87% are NAIC 1 and 8% do not have a designation.
For Corp/Oth, 21% are NAIC 1, 21% NAIC 2, 46% NAIC 5 and 9% do not have a designation.
For Total, 58% are NAIC 1, 9% NAIC 2, 21% NAIC 5 and 7% do not have a designation.
- (c) Surplus notes and CLO equity tranches that are classified as other invested assets for STAT.
- (d) 98% are investment grade rated.

Appendix B
American Financial Group, Inc.
Fixed Maturities by Credit Rating & NAIC Designation by Type
12/31/2022
(\$ in millions)



By Credit Rating (a)	Fair Value by Type									
	US Gov	Munis	Frgn Gov	RMBS	CMBS	CLOs	ABS	Corp/Oth	Total	% Total
Investment grade										
AAA	\$ 219	\$ 477	\$ 239	\$1,317	\$ 63	\$1,708	\$ 860	\$ 24	\$ 4,907	49%
AA	—	648	9	6	14	169	347	163	1,356	13%
A	—	50	4	76	2	41	475	670	1,318	13%
BBB	—	7	—	—	3	—	443	1,287	1,740	17%
Subtotal - Investment grade	219	1,182	252	1,399	82	1,918	2,125	2,144	9,321	92%
BB	—	—	—	8	3	—	8	200	219	2%
B	—	—	—	8	—	—	1	51	60	1%
CCC, CC, C	—	—	—	103	—	—	5	1	109	1%
D	—	—	—	8	—	—	—	—	8	0%
Subtotal - Non-Investment grade	—	—	—	127	3	—	14	252	396	4%
Not Rated (b)	—	4	—	72	—	3	106	225	410	4%
Total	\$ 219	\$1,186	\$ 252	\$1,598	\$ 85	\$1,921	\$2,245	\$ 2,621	\$10,127	100%

NAIC designation	Fair Value by Type									
	US Gov	Munis	Frgn gov	RMBS	CMBS	CLOs	ABS	Corp/Oth	Total	% Total
1	\$ 219	\$1,178	\$ 213	\$1,506	\$ 82	\$1,627	\$1,657	\$ 878	\$ 7,360	78%
2	—	8	—	11	—	—	443	1,310	1,772	19%
Subtotal	219	1,186	213	1,517	82	1,627	2,100	2,188	9,132	97%
3	—	—	—	1	3	—	8	239	251	3%
4	—	—	—	—	—	—	1	46	47	0%
5	—	—	—	3	—	—	10	22	35	0%
6	—	—	—	1	—	—	—	—	1	0%
Subtotal	—	—	—	5	3	—	19	307	334	0
Total insurance companies	\$ 219	\$1,186	\$ 213	\$1,522	\$ 85	\$1,627	\$2,119	\$ 2,495	\$ 9,466	100%
No NAIC designation (c)	—	—	—	—	—	3	—	20	23	
Non-Insurance and Foreign Companies (d)	—	—	39	76	—	291	126	106	638	
Total	\$ 219	\$1,186	\$ 252	\$1,598	\$ 85	\$1,921	\$2,245	\$ 2,621	\$10,127	

- (a) If two agencies rate a security, the rating displayed above is the lower of the two; if three or more agencies rate a security, the rating displayed is the second lowest.
- (b) For ABS, 95% are NAIC 1 and 5% are NAIC 5.
For Corp/Oth, 44% are held by non-insurance companies, 11% are NAIC 1, 12% NAIC 2 and 16% NAIC 3.
For Total, 46% are NAIC 1, 7% NAIC 2, 9% NAIC 3 and 26% are held by non-insurance companies.
- (c) Surplus notes and CLO equity tranches that are classified as other invested assets for STAT.
- (d) 76% are investment grade rated.

Appendix C
American Financial Group, Inc.
Corporate Securities by Credit Rating & NAIC Designation by Industry
12/31/2023
(\$ in millions)



Credit Rating (a)	Fair Value By Industry															% Total	
	Asset Managers	Banking	Technology	Insurance	Consumer	Other Financials	Utilities	Autos	REITs	Retailers	Basic Industry	Media	Capital Goods	Other	Total		
Investment Grade																	
AAA	\$ —	\$ —	\$ 11	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 12	\$ 23	1%
AA	5	—	18	43	39	29	5	—	—	10	—	—	—	11	160	5%	
A	33	190	57	151	44	45	86	61	47	18	11	3	35	58	839	27%	
BBB	579	210	151	41	69	101	72	79	68	51	110	45	40	124	1,740	55%	
Subtotal	617	400	237	235	152	175	163	140	115	79	121	48	75	205	2,762	88%	
BB	23	2	24	3	27	5	—	5	—	40	15	35	1	15	195	6%	
B	—	—	2	—	10	8	—	4	—	24	—	—	4	15	67	2%	
CCC, CC, C	—	—	2	—	—	—	—	—	—	—	—	—	—	5	7	0%	
D	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	0%	
Subtotal	23	2	28	3	37	13	—	9	—	64	15	35	5	35	269	8%	
Not Rated (b)	—	—	4	11	18	10	—	—	28	—	—	20	6	23	120	4%	
Total	\$ 640	\$ 402	\$ 269	\$ 249	\$ 207	\$ 198	\$ 163	\$ 149	\$ 143	\$ 143	\$ 136	\$ 103	\$ 86	\$ 263	\$ 3,151	100%	

NAIC designation	Fair Value By Industry															% Total
	Asset Managers	Banking	Technology	Insurance	Consumer	Other Financials	Utilities	Autos	REITs	Retailers	Basic Industry	Media	Capital Goods	Other	Total	
1	\$ 38	\$ 190	\$ 86	\$ 194	\$ 92	\$ 82	\$ 92	\$ 61	\$ 55	\$ 28	\$ 11	\$ 3	\$ 35	\$ 76	\$ 1,043	33%
2	579	210	151	41	75	102	71	84	81	51	110	45	40	129	1,769	57%
Subtotal	617	400	237	235	167	184	163	145	136	79	121	48	75	205	2,812	90%
3	23	2	23	3	32	6	—	—	—	40	14	35	2	15	195	6%
4	—	—	1	—	4	8	—	4	—	24	—	—	4	16	61	2%
5	—	—	8	—	4	—	—	—	7	—	1	20	5	22	67	2%
6	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	0%
Subtotal	23	2	32	3	40	14	—	4	7	64	15	55	11	53	323	10%
Total insurance companies	\$ 640	\$ 402	\$ 269	\$ 238	\$ 207	\$ 198	\$ 163	\$ 149	\$ 143	\$ 143	\$ 136	\$ 103	\$ 86	\$ 258	\$ 3,135	100%
No NAIC designation (c)	—	—	—	11	—	—	—	—	—	—	—	—	—	—	11	
Non-Insurance and Foreign Companies	—	—	—	—	—	—	—	—	—	—	—	—	—	5	5	
Total	\$ 640	\$ 402	\$ 269	\$ 249	\$ 207	\$ 198	\$ 163	\$ 149	\$ 143	\$ 143	\$ 136	\$ 103	\$ 86	\$ 263	\$ 3,151	

- (a) If two agencies rate a security, the rating displayed above is the lower of the two; if three or more agencies rate a security, the rating displayed is the second lowest.
- (b) 21% of not rated securities are NAIC 1, 21% NAIC 2, 46% NAIC 5 and 9% do not have a designation.
- (c) Surplus notes that are classified as other invested assets for STAT.



Credit Rating (a)	Fair Value By Industry														Total	% Total		
	Asset Managers	Banking	Other Financials	Technology	Insurance	Consumer	REITs	Retailers	Basic Industry	Media	Autos	Capital Goods	Energy	Other				
Investment Grade																		
AAA	\$ —	\$ —	\$ —	\$ 10	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 14	\$ 24			1%
AA	—	—	23	39	21	48	—	5	—	—	—	—	16	11	163			6%
A	52	144	43	54	129	29	54	17	3	—	42	45	—	58	670			26%
BBB	442	214	90	105	27	44	63	32	83	32	30	22	17	86	1,287			49%
Subtotal	494	358	156	208	177	121	117	54	86	32	72	67	33	169	2,144			82%
BB	22	—	12	23	1	22	2	49	8	34	11	1	5	10	200			7%
B	—	—	—	3	1	26	—	—	—	—	4	4	—	13	51			2%
CCC, CC, C	—	—	—	—	—	1	—	—	—	—	—	—	—	—	1			0%
D	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—			0%
Subtotal	22	—	12	26	2	49	2	49	8	34	15	5	5	23	252			9%
Not Rated																		
(b)	1	—	120	11	16	25	12	—	2	23	—	3	1	11	225			9%
Total	\$ 517	\$ 358	\$ 288	\$ 245	\$ 195	\$ 195	\$ 131	\$ 103	\$ 96	\$ 89	\$ 87	\$ 75	\$ 39	\$ 203	\$2,621			100%

NAIC designation	Fair Value By Industry														Total	% Total		
	Asset Managers	Banking	Other Financials	Technology	Insurance	Consumer	REITs	Retailers	Basic Industry	Media	Autos	Capital Goods	Energy	Other				
1	\$ 52	\$ 144	\$ 79	\$ 103	\$ 150	\$ 88	\$ 54	\$ 22	\$ 3	\$ —	\$ 42	\$ 45	\$ 16	\$ 80	\$ 878			35%
2	443	213	91	105	29	48	75	32	83	32	30	24	17	88	1,310			53%
Subtotal	495	357	170	208	179	136	129	54	86	32	72	69	33	168	2,188			88%
3	22	—	12	29	2	27	2	49	10	54	11	2	6	13	239			9%
4	—	—	—	5	—	24	—	—	—	—	4	4	—	9	46			2%
5	—	—	—	3	—	8	—	—	—	3	—	—	—	8	22			1%
6	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—			0%
Subtotal	22	—	12	37	2	59	2	49	10	57	15	6	6	30	307			12%
Total insurance companies	\$ 517	\$ 357	\$ 182	\$ 245	\$ 181	\$ 195	\$ 131	\$ 103	\$ 96	\$ 89	\$ 87	\$ 75	\$ 39	\$ 198	\$2,495			100%
No NAIC designation																		
(c)	—	—	6	—	14	—	—	—	—	—	—	—	—	—	20			
Non-Insurance and Foreign Companies	—	1	100	—	—	—	—	—	—	—	—	—	—	5	106			
Total	\$ 517	\$ 358	\$ 288	\$ 245	\$ 195	\$ 195	\$ 131	\$ 103	\$ 96	\$ 89	\$ 87	\$ 75	\$ 39	\$ 203	\$2,621			

- (a) If two agencies rate a security, the rating displayed above is the lower of the two; if three or more agencies rate a security, the rating displayed is the second lowest.
- (b) For Other Financials, 84% are held by non-insurance companies and 11% are NAIC 1.
For the Total, 44% are held by non-insurance companies, 11% are NAIC 1, 12% NAIC 2 and 16% NAIC 3.
- (c) Surplus notes that are classified as other invested assets for STAT.

Appendix E
American Financial Group, Inc.
Asset-Backed Securities by Credit Rating & NAIC Designation by Collateral Type



12/31/2023

(\$ in millions)

Credit Rating (a)	Fair Value By Collateral Type											Total	% Total	
	Whole Business	Commercial Real Estate	Secured Financing (c)	TruPS	Single Family Rental	Triple Net Lease	Railcar	Aircraft	Auto	Other				
Investment Grade														
AAA	\$ —	\$ 385	\$ 24	\$ 46	\$ 191	\$ 157	\$ —	\$ —	\$ 67	\$ 91	\$ 961	41%		
AA	55	6	20	140	1	2	—	5	14	18	261	11%		
A	10	—	75	16	—	24	168	54	—	195	542	23%		
BBB	366	—	1	—	—	—	6	30	—	71	474	20%		
Subtotal	431	391	120	202	192	183	174	89	81	375	2,238	95%		
BB	—	—	1	—	—	—	—	6	—	—	7	0%		
B	—	—	1	—	—	—	—	1	—	—	2	0%		
CCC, CC, C	—	—	—	—	—	—	—	5	—	—	5	0%		
D	—	—	—	—	—	—	—	—	—	—	—	0%		
Subtotal	—	—	2	—	—	—	—	12	—	—	14	0%		
Not Rated (b)	—	—	96	—	—	—	—	5	—	9	110	5%		
Total	\$ 431	\$ 391	\$ 218	\$ 202	\$ 192	\$ 183	\$ 174	\$ 106	\$ 81	\$ 384	\$ 2,362	100%		

NAIC designation	Fair Value By Collateral Type											Total	% Total
	Whole Business	Commercial Real Estate ABS	Secured Financing (c)	TruPS	Single Family Rental	Triple Net Lease	Railcar	Aircraft	Auto	Other			
1	\$ 65	\$ 331	\$ 215	\$ 202	\$ 192	\$ 183	\$ 167	\$ 60	\$ 81	\$ 303	\$ 1,799	79%	
2	366	—	1	—	—	—	7	30	—	70	474	21%	
Subtotal	431	331	216	202	192	183	174	90	81	373	2,273	100%	
3	—	—	2	—	—	—	—	6	—	—	8	0%	
4	—	—	—	—	—	—	—	1	—	—	1	0%	
5	—	—	—	—	—	—	—	9	—	—	9	0%	
6	—	—	—	—	—	—	—	—	—	—	—	0%	
Subtotal	—	—	2	—	—	—	—	16	—	—	18	0%	
Total insurance companies	\$ 431	\$ 331	\$ 218	\$ 202	\$ 192	\$ 183	\$ 174	\$ 106	\$ 81	\$ 373	\$ 2,291	100%	
No NAIC designation	—	—	—	—	—	—	—	—	—	9	9		
Non-Insurance and Foreign Companies	—	60	—	—	—	—	—	—	—	2	62		
Total	\$ 431	\$ 391	\$ 218	\$ 202	\$ 192	\$ 183	\$ 174	\$ 106	\$ 81	\$ 384	\$ 2,362		

- (a) If two agencies rate a security, the rating displayed above is the lower of the two; if three or more agencies rate a security, the rating displayed is the second lowest.
- (b) 87% of not rated securities are NAIC 1 and 8% do not have a designation.
- (c) Secured Financings are privately placed funding agreements secured primarily by Single Family Rental properties and Bank Loans.

Appendix F
American Financial Group, Inc.
Asset-Backed Securities by Credit Rating & NAIC Designation by Collateral Type



12/31/2022

(\$ in millions)

Credit Rating (a)	Fair Value By Collateral Type													Total	% Total	
	Commercial Real Estate	Whole Business	TruPS	Secured Financing (c)	Triple Net Lease	Single Family Rental	Railcar	Aircraft	Mortgage Servicer Receivables	Consumer Loans	Auto	Other				
Investment Grade																
AAA	\$ 456	\$ —	\$ 40	\$ 25	\$ 138	\$ 156	\$ —	\$ —	\$ 5	\$ 8	\$ 3	\$ 29	\$ 860	38%		
AA	8	60	186	25	21	11	—	7	—	12	13	4	347	16%		
A	—	4	7	34	8	—	160	38	—	33	—	191	475	21%		
BBB	—	326	—	1	—	—	6	26	62	—	—	22	443	20%		
Subtotal	464	390	233	85	167	167	166	71	67	53	16	246	2,125	95%		
BB	—	—	—	1	—	—	—	7	—	—	—	—	8	0%		
B	—	—	—	—	—	—	—	1	—	—	—	—	1	0%		
CCC, CC, C	—	—	—	—	—	—	—	5	—	—	—	—	5	0%		
D	—	—	—	—	—	—	—	—	—	—	—	—	—	0%		
Subtotal	—	—	—	1	—	—	—	13	—	—	—	—	14	0%		
Not Rated (b)	—	—	—	95	—	—	—	5	—	—	—	6	106	5%		
Total	\$ 464	\$ 390	\$ 233	\$ 181	\$ 167	\$ 167	\$ 166	\$ 89	\$ 67	\$ 53	\$ 16	\$ 252	\$ 2,245	100%		

NAIC designation	Fair Value By Collateral Type													Total	% Total
	Commercial Real Estate	Whole Business	TruPS	Secured Financing (c)	Triple Net Lease	Single Family Rental	Railcar	Aircraft	Mortgage Servicer Receivables	Consumer Loans	Auto	Other			
1	\$ 358	\$ 64	\$ 233	\$ 179	\$ 167	\$ 166	\$ 160	\$ 46	\$ 5	\$ 34	\$ 16	\$ 229	\$ 1,657	78%	
2	—	326	—	1	—	—	6	26	62	—	—	22	443	21%	
Subtotal	358	390	233	180	167	166	166	72	67	34	16	251	2,100	99%	
3	—	—	—	1	—	—	—	7	—	—	—	—	8	0%	
4	—	—	—	—	—	—	—	1	—	—	—	—	1	0%	
5	—	—	—	—	—	—	—	9	—	—	—	1	10	1%	
6	—	—	—	—	—	—	—	—	—	—	—	—	—	0%	
Subtotal	—	—	—	1	—	—	—	17	—	—	—	1	19	1%	
Total insurance companies	\$ 358	\$ 390	\$ 233	\$ 181	\$ 167	\$ 166	\$ 166	\$ 89	\$ 67	\$ 34	\$ 16	\$ 252	\$ 2,119	100%	
No NAIC designation	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Non-Insurance and Foreign Companies	106	—	—	—	—	1	—	—	—	19	—	—	126	—	
Total	\$ 464	\$ 390	\$ 233	\$ 181	\$ 167	\$ 167	\$ 166	\$ 89	\$ 67	\$ 53	\$ 16	\$ 252	\$ 2,245	100%	

- (a) If two agencies rate a security, the rating displayed above is the lower of the two; if three or more agencies rate a security, the rating displayed is the second lowest.
- (b) 95% of not rated securities are NAIC 1 and 5% are NAIC 5.
- (c) Secured Financings are privately placed funding agreements secured by assets including Single Family Rental properties, Bank Loans, and Commercial and Residential mortgages.

Investments accounted for using equity method (Real Estate Funds/Investments) (a)

<u>Investment Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Occupancy (b)</u>	<u>Collection Rate (c)</u>
Multi-family	\$ 1,205	91%	94%	97%
Fund Investments	59	5%	—	—
QOZ Fund - Development	25	2%	—	—
Office	16	1%	88%	100%
Hospitality	10	1%	—	—
Land Development	5	—	—	—
Total	\$ 1,320	100%		

Real Estate

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Debt</u>
Resort & Marina	\$ 50	52%	\$ —
Marina	36	37%	—
Office Building	9	9%	—
Land	2	2%	—
Total	\$ 97	100%	\$ —

Mortgage Loans

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Loan To Value</u>
Multifamily	\$ 462	72%	66%
Hospitality	125	19%	49%
Office	56	9%	89%
Total	\$ 643	100%	65%

Currently, no loans are receiving interest deferral through forbearance agreements.

- (a) Total investments accounted for using the equity method is \$1.8 billion, the amounts presented in this table only relate to real estate funds/investments.
- (b) Occupancy as of 12/31/23
- (c) Collections for October - December

Investments accounted for using equity method (Real Estate Funds/Investments) (a)

<u>Investment Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Occupancy (b)</u>	<u>Collection Rate (c)</u>
Multi-family	\$ 1,127	92%	95%	98%
Fund Investments	52	4%	—	—
QOZ Fund - Development	19	2%	—	—
Office	15	1%	93%	100%
Hospitality	9	1%	—	—
Land Development	6	0%	—	—
Student Housing	1	0%	—	—
Total	\$ 1,229	100%		

Real Estate

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Debt</u>
Resort & Marina	\$ 50	52%	\$—
Marina	35	36%	—
Office Building	10	10%	—
Land	2	2%	—
Total	\$ 97	100%	\$—

Mortgage Loans

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Loan To Value</u>
Multifamily	\$ 491	73%	67%
Hospitality	127	19%	52%
Office	58	8%	89%
Total	\$ 676	100%	66%

Currently, no loans are receiving interest deferral through forbearance agreements.

- (a) Total investments accounted for using the equity method is \$1.7 billion, the amounts presented in this table only relate to real estate funds/investments.
- (b) Occupancy as of 12/31/22
- (c) Collections for October - December