

**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): August 3, 2022

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:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
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 second quarter of 2022 and the availability of the Investor Supplement on the Company’s website. The press release was issued on August 3, 2022. 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.

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 August 3, 2022, reporting American Financial Group Inc. results for the quarter ended June 30, 2022.
99.2	Investor Supplement – Second Quarter 2022
104	Cover page Interactive Date 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: August 4, 2022

By: /s/ Mark A. Weiss

Mark A. Weiss
Vice President

Press Release

For Immediate Release



American Financial Group, Inc. Announces Second Quarter Results

- Net earnings per share of \$1.96; includes (\$0.89) per share in after-tax non-core items
- Second quarter core net operating earnings of \$2.85 per share, a 19% increase from the prior year period
- Second quarter annualized ROE of 14.3%; core operating ROE of 20.7%
- Parent company cash and investments of approximately \$750 million; excess capital of \$1.1 billion at June 30, 2022
- Full year 2022 core net operating earnings guidance increased to \$10.75—\$11.75 per share, from previous guidance of \$10.50—\$11.50 per share

CINCINNATI – August 3, 2022 – American Financial Group, Inc. (NYSE: AFG) today reported 2022 second quarter net earnings attributable to shareholders of \$167 million (\$1.96 per share) compared to \$1.0 billion (\$11.70 per share) in the 2021 second quarter. Net earnings for the 2022 second quarter included after-tax non-core realized losses on securities of \$73 million (\$0.86 per share loss), and other net after-tax non-core charges of \$3 million (\$0.03 per share loss). By comparison, net earnings in the 2021 second quarter included net favorable after-tax non-core items aggregating \$797 million (\$9.31 per share), primarily the gain on sale and earnings from AFG’s discontinued Annuity operations, which were sold in May 2021. Other details may be found in the table on the following page. Annualized return on equity was 14.3% and 72.0% for the second quarters of 2022 and 2021, respectively.

Core net operating earnings were \$243 million (\$2.85 per share) for the 2022 second quarter, compared to \$205 million (\$2.39 per share) in the 2021 second quarter. The year-over-year increase was primarily the result of significantly higher Specialty Property and Casualty (“P&C”) underwriting profit. Additional details for the 2022 and 2021 second quarters may be found in the table below. Core net operating earnings for the second quarters of 2022 and 2021 generated annualized returns on equity of 20.7% and 14.7%, respectively.

	Three Months Ended June 30,					
	2022	2021	2022	2021	2022	2021
Components of Pretax Core Operating Earnings	<i>In millions, except per share amounts</i>					
	Before Impact of Alternative Investments		Alternative Investments		Core Net Operating Earnings, as reported	
P&C Pretax Core Operating Earnings	\$ 283	\$ 225	\$ 62	\$ 63	\$ 345	\$ 288
Real estate entities and other acquired from Annuity operations	—	2	—	20	—	22
Other expenses	(14)	(35)	—	—	(14)	(35)
Holding company interest expense	(23)	(23)	—	—	(23)	(23)
Pretax Core Operating Earnings	246	169	62	83	308	252
Related provision for income taxes	52	30	13	17	65	47
Core Net Operating Earnings	\$ 194	\$ 139	\$ 49	\$ 66	\$ 243	\$ 205
Core Operating Earnings Per Share	\$ 2.28	\$ 1.62	\$0.57	\$0.77	\$ 2.85	\$ 2.39
Weighted Avg Diluted Shares Outstanding	85.3	85.6	85.3	85.6	85.3	85.6

AFG’s book value per share was \$47.76 at June 30, 2022. AFG paid cash dividends of \$8.56 per share during the second quarter, which included an \$8.00 per share special dividend. For the three months ended June 30, 2022, AFG’s growth in book value per share plus dividends was (0.9%) and year to date, growth in book value per share plus dividends was (0.2%), reflecting the increased unrealized loss on fixed maturities from the impact of rising interest rates and widening credit spreads.

Book value per share, excluding unrealized gains (losses) related to fixed maturities, was \$51.68 at June 30, 2022. For the three months ended June 30, 2022, AFG's growth in adjusted book value per share plus dividends was 3.6%. Year to date, growth in adjusted book value per share plus dividends was 9.4%

AFG's net earnings attributable to shareholders, 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 attributable to shareholders 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 discontinued operations, 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 June 30,		Six months ended June 30,	
	2022	2021	2022	2021
Components of net earnings:				
Core operating earnings before income taxes	\$ 308	\$ 252	\$ 686	\$ 510
Pretax non-core items:				
Realized gains (losses) on securities	(93)	43	(108)	120
Loss on retirement of debt	(9)	—	(11)	—
Other	—	(7)	—	(7)
Earnings before income taxes	206	288	567	623
Provision (credit) for income taxes:				
Core operating earnings	65	47	140	99
Non-core items	(26)	1	(30)	17
Total provision for income taxes	39	48	110	116
Net earnings from continuing operations	167	240	457	507
Net earnings from discontinued annuity operations	—	762	—	914
Net earnings	\$ 167	\$1,002	\$ 457	\$1,421
Net earnings:				
Core net operating earnings ^(a)	\$ 243	\$ 205	\$ 546	\$ 411
Non-core items:				
Realized gains (losses) on securities	(73)	34	(85)	95
Loss on retirement of debt	(7)	—	(8)	—
Other	4	1	4	1
Net earnings from continuing operations	167	240	457	507
Net earnings from discontinued annuity operations	—	762	—	914
Net earnings	\$ 167	\$1,002	\$ 457	\$1,421
Components of earnings per share:				
Core net operating earnings ^(a)	\$ 2.85	\$ 2.39	\$ 6.41	\$ 4.78
Non-core Items:				
Realized gains (losses) on securities	(0.86)	0.40	(1.00)	1.10
Loss on retirement of debt	(0.08)	—	(0.10)	—
Other	0.05	0.02	0.05	0.02
Diluted net earnings per share from continuing operations	\$ 1.96	\$ 2.81	\$ 5.36	\$ 5.90
Net earnings from discontinued annuity operations	—	8.89	—	10.61
Diluted net earnings per share	\$ 1.96	\$11.70	\$ 5.36	\$16.51

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: "AFG's second quarter results were outstanding. We are pleased to report an annualized core operating return of nearly 21% in the quarter, including record second quarter underwriting profit alongside double-digit premium growth. Strategic positioning of our investment portfolio enabled us to invest opportunistically, and the returns in our alternative investment portfolio continued to exceed our expectations. Our entrepreneurial, opportunistic culture and disciplined operating philosophy serve us well in this increasing interest rate environment and favorable P&C market.

"AFG had approximately \$1.1 billion of excess capital (including parent company cash and investments of approximately \$750 million) at June 30, 2022. 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 excess 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."

Messrs. Lindner continued, "Based on the results reported in the first half of the year and expectations for the remainder of the year, we now expect AFG's core net operating earnings in 2022 to be in the range of \$10.75 to \$11.75 per share, an increase from our previous range of \$10.50 to \$11.50 per share, reflecting higher expected underwriting profit in our Specialty Casualty and Specialty Financial Groups. In addition, our guidance contemplates the impact of the current interest rate environment on investment income and assumes an overall annual yield of 10%-12% on alternative investments for the full year, based on the strong performance of this portfolio in the first half of 2022. Our guidance reflects minimal income from alternative investments in the second half of 2022 as management assumes that continued strong performance of multi-family housing investments will offset weaker performance of traditional private equity investments. Furthermore, our guidance continues to reflect an average crop year."

AFG's core earnings per share guidance excludes non-core items such as realized gains and losses and other significant items that are not able to be estimated with reasonable precision, or that may not be indicative of ongoing operations.

Specialty Property and Casualty Insurance Operations

The Specialty P&C insurance operations reported a record second quarter underwriting profit of \$197 million in the 2022 second quarter, compared to \$153 million in the 2021 second quarter, a 29% increase. Higher year-over-year underwriting profit in our Specialty Casualty and Specialty Financial Groups was partially offset by lower underwriting profit in our Property and Transportation Group.

The second quarter 2022 combined ratio was a very strong 85.8%, improving 2.1 points from the prior year period. Second quarter 2022 results include \$86 million (6.3 points) of favorable prior year reserve development, compared to \$68 million (5.4 points) in the comparable prior year period. Catastrophe losses added 1.6 points to the combined ratio in the second quarter of 2022, compared to 0.9 point in the prior year period.

Second quarter 2022 gross and net written premiums were up 10% and 11%, respectively, when compared to the second quarter of 2021. 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. Average renewal pricing across our P&C Group, excluding workers' compensation, was up approximately 6% for the quarter, and up approximately 4% overall. With the exception of workers' compensation, we are continuing to achieve renewal rate increases at or in excess of prospective loss ratio trends in the majority of our businesses.

Further details about AFG's Specialty P&C operations may be found in the accompanying schedules.

The **Property and Transportation Group** reported an underwriting profit of \$39 million in the second quarter of 2022, compared to \$62 million in the second quarter of 2021, reflecting large loss activity and higher catastrophe losses in our property & inland marine business and lower levels of favorable prior period reserve development when compared to an elevated level of favorable development in the first half of 2021. Catastrophe losses in this group, net of reinsurance and inclusive of reinstatement premiums, were \$19 million in the second quarter of 2022, compared to \$7 million in the comparable 2021 period. Overall, the businesses in the Property and Transportation Group achieved a 92.4% calendar year combined ratio in the second quarter, 5.8 points higher than the comparable period in 2021.

Second quarter 2022 gross and net written premiums in this group were 13% and 12% higher, respectively, than the comparable prior year period. The year-over-year growth was primarily attributed to increased exposures and higher rates in our transportation businesses and growth in our crop insurance business. All of the businesses in this group reported growth in gross written premium during the quarter. Overall renewal rates in this group increased 5% on average in the second quarter of 2022.

The **Specialty Casualty Group** reported an underwriting profit of \$130 million in the second quarter of 2022, compared to \$71 million in the second quarter of 2021, primarily the result of higher profitability in our workers' compensation, excess and surplus lines, and executive liability businesses. Underwriting profitability in our workers' compensation businesses overall continues to be excellent. The businesses in the Specialty Casualty Group achieved an exceptionally strong 80.1% calendar year combined ratio overall in the second quarter, an improvement of 7.8 points from the comparable period in 2021.

Second quarter 2022 gross and net written premiums increased 6% and 9%, respectively, when compared to the same prior year period. Excluding workers' compensation, gross and net written premiums grew 6% and 11%, respectively. Factors contributing to year-over-year premium growth included increased exposures in our excess and surplus lines business, rate increases and new business opportunities in several of our targeted market businesses, and payroll growth in our workers' compensation business. This growth was partially offset by lower year-over-year premiums in our mergers & acquisitions liability business. The majority of the businesses in this group achieved good renewal pricing and reported premium growth during the second quarter. Excluding workers' compensation, renewal pricing for this group was up 7% in the second quarter and was up 4% overall.

The **Specialty Financial Group** reported an underwriting profit of \$37 million in the second quarter of 2022, compared to \$21 million in the second quarter of 2021. Improved results in our trade credit and fidelity / crime businesses were the primary contributors to the higher year-over-year underwriting profitability. This group continued to achieve excellent underwriting margins and reported an exceptionally strong 78.4% combined ratio for the second quarter of 2022, an improvement of 8.0 points from the comparable period in 2021. Catastrophe losses for this group, net of reinsurance and inclusive of reinstatement premiums, were \$3 million in the second quarter of 2022, compared to \$2 million in the prior year quarter.

Second quarter 2022 gross and net written premiums in this group were up 13% and 11%, respectively, when compared to the prior year period. New business opportunities within our lender services business, and exposure growth and new business opportunities in our trade credit and surety businesses contributed to the increase in the quarter. Renewal pricing in this group was up approximately 2% for the quarter.

Carl Lindner III stated, "Operating earnings in our P&C Segment established a new second quarter record for AFG, and I'm pleased to report double-digit growth in gross and net written premiums during the quarter. Underwriting margins across our portfolio of businesses were excellent, with each P&C Group reporting a combined ratio in the 80's through the first half of 2022. Our ability to achieve rate increases significantly above prospective loss ratio trends over the last few years has contributed to virtually all of our businesses meeting or exceeding ROE targets."

Mr. Lindner added, “Based on results through the first six months, we continue to expect an overall 2022 calendar year combined ratio in the range of 85% to 87%, and we now expect net written premiums to be 9% to 13% higher than the \$5.6 billion reported in 2021, an increase from our previous guidance of growth in the range of 8% to 12%. We expect the market to remain firm throughout 2022, allowing us to act on business opportunities and achieve adequate renewal rate increases.”

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 June 30, 2022, net investment income was slightly higher than the comparable 2021 period. Both periods included strong earnings from alternative investments, with an annualized return of approximately 12.4% for the 2022 quarter and 21.1% for the 2021 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. The average annual return on alternative investments over the five calendar years ended December 31, 2021 was approximately 13%.

The \$62 million in pretax earnings from alternative investments in the second quarter of 2022 included \$38 million in earnings from the sale of certain multi-family housing investments in a very favorable market. Excluding the impact of alternative investments, net investment income in our property and casualty insurance operations for the three months ended June 30, 2022 increased 18% year-over-year as a result of the impact of rising interest rates and higher balances of invested assets.

Non-Core Net Realized Gains (Losses) – AFG recorded second quarter 2022 net realized losses on securities of \$73 million (\$0.86 per share loss) after tax, which included \$65 million (\$0.76 per share loss) in after-tax net losses to adjust equity securities that the Company continued to own at June 30, 2022, to fair value. By comparison, AFG recorded net realized gains on securities of \$34 million (\$0.40 per share) in the comparable 2021 period.

After-tax unrealized losses on fixed maturities were \$326 million at June 30, 2022. Our portfolio continues to be high quality, with 91% of our fixed maturity portfolio rated investment grade and 98% 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.

Discontinued Annuity Operations

In May 2021, AFG completed the sale of its Annuity business to Mass Mutual for cash proceeds of \$3.57 billion. AFG recognized an after-tax non-core gain on the sale of \$656 million (\$7.62 per AFG share) in the first half of 2021. The sale continues to be subject to tax-related post-closing adjustments, which are not expected to be material and are expected to be settled in 2022.

Redemption of 3.500% Senior Notes due 2026

On June 3, 2022, the Company redeemed all of its approximately \$375 million in outstanding 3.500% Senior Notes due 2026 under a make-whole call. The redemption price was 101.757% of the principal amount of the Notes redeemed plus accrued and unpaid interest to the Redemption Date. The early redemption of the Notes resulted in an after-tax non-core loss of approximately \$7 million (\$0.08 per share loss) during the second quarter of 2022.

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 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; 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: 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; the effects of the COVID-19 pandemic; 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 other factors identified in AFG's filings with the Securities and Exchange Commission.

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 2022 second quarter results at 11:30 a.m. (ET) tomorrow, Thursday, August 4, 2022. New, simplified event registration and access provides 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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Vice President – Investor & Media Relations
513-369-5713

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.

AFG2022-15

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

	Three months ended		Six months ended	
	June 30,	2021	June 30,	2021
	2022		2022	
Revenues				
P&C insurance net earned premiums	\$1,393	\$ 1,250	\$2,695	\$2,423
Net investment income	168	164	398	352
Realized gains (losses) on:				
Securities	(93)	43	(108)	120
Subsidiaries	—	4	—	4
Income of managed investment entities:				
Investment income	54	44	100	90
Gain (loss) on change in fair value of assets/liabilities	(15)	6	(20)	8
Other income	32	20	62	43
Total revenues	<u>1,539</u>	<u>1,531</u>	<u>3,127</u>	<u>3,040</u>
Costs and expenses				
P&C insurance losses & expenses	1,206	1,104	2,313	2,151
Interest charges on borrowed money	23	23	46	47
Expenses of managed investment entities	47	39	86	78
Other expenses	57	77	115	141
Total costs and expenses	<u>1,333</u>	<u>1,243</u>	<u>2,560</u>	<u>2,417</u>
Earnings from continuing operations before income taxes	206	288	567	623
Provision for income taxes	39	48	110	116
Net earnings from continuing operations	167	240	457	507
Net earnings from discontinued operations	—	762	—	914
Net earnings	<u>\$ 167</u>	<u>\$ 1,002</u>	<u>\$ 457</u>	<u>\$ 1,421</u>
Earnings per diluted common share:				
Continuing operations	\$ 1.96	\$ 2.81	\$ 5.36	\$ 5.90
Discontinued operations	—	8.89	—	10.61
Diluted earnings	<u>\$ 1.96</u>	<u>\$ 11.70</u>	<u>\$ 5.36</u>	<u>\$ 16.51</u>
Average number of diluted shares	85.3	85.6	85.3	86.1

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

	June 30, 2022	December 31, 2021
Selected Balance Sheet Data:		
Total cash and investments	\$14,268	\$ 15,745
Long-term debt	\$ 1,542	\$ 1,964
Shareholders' equity ^(b)	\$ 4,067	\$ 5,012
Shareholders' equity (excluding unrealized gains/losses related to fixed maturities)	\$ 4,401	\$ 4,876
Book value per share ^(b)	\$ 47.76	\$ 59.02
Book value per share (excluding unrealized gains/losses related to fixed maturities)	\$ 51.68	\$ 57.42
Common Shares Outstanding	85.2	84.9

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

SPECIALTY P&C OPERATIONS
(Dollars in Millions)

	Three months ended June 30,		Pct. Change	Six months ended June 30,		Pct. Change									
	2022	2021		2022	2021										
Gross written premiums	<u>\$2,123</u>	<u>\$1,937</u>	10%	<u>\$4,059</u>	<u>\$3,553</u>	14%									
Net written premiums	<u>\$1,516</u>	<u>\$1,369</u>	11%	<u>\$2,884</u>	<u>\$2,574</u>	12%									
Ratios (GAAP):															
Loss & LAE ratio	55.4%	57.2%		54.3%	57.0%										
Underwriting expense ratio	30.4%	30.7%		30.6%	31.2%										
Specialty Combined Ratio	85.8%	87.9%		84.9%	88.2%										
Combined Ratio – P&C Segment	86.0%	87.9%		85.0%	88.2%										
Supplemental Information:^(c)															
Gross Written Premiums:															
Property & Transportation	\$ 962	\$ 851	13%	\$1,722	\$1,371	26%									
Specialty Casualty	948	897	6%	1,924	1,801	7%									
Specialty Financial	213	189	13%	413	381	8%									
	<u>\$2,123</u>	<u>\$1,937</u>	10%	<u>\$4,059</u>	<u>\$3,553</u>	14%									
Net Written Premiums:															
Property & Transportation	\$ 632	\$ 564	12%	\$1,133	\$ 967	17%									
Specialty Casualty	646	592	9%	1,296	1,180	10%									
Specialty Financial	177	159	11%	336	320	5%									
Other	61	54	13%	119	107	11%									
	<u>\$1,516</u>	<u>\$1,369</u>	11%	<u>\$2,884</u>	<u>\$2,574</u>	12%									
Combined Ratio (GAAP):															
Property & Transportation	92.4%	86.6%		89.3%	86.1%										
Specialty Casualty	80.1%	87.9%		80.4%	89.0%										
Specialty Financial	78.4%	86.4%		80.1%	85.4%										
Aggregate Specialty Group	85.8%	87.9%		84.9%	88.2%										
<table border="1" style="margin-left: auto;"> <thead> <tr> <th rowspan="2"></th> <th colspan="2" style="text-align: center;">Three months ended June 30,</th> <th colspan="2" style="text-align: center;">Six months ended June 30,</th> </tr> <tr> <th style="text-align: center;">2022</th> <th style="text-align: center;">2021</th> <th style="text-align: center;">2022</th> <th style="text-align: center;">2021</th> </tr> </thead> </table>								Three months ended June 30,		Six months ended June 30,		2022	2021	2022	2021
	Three months ended June 30,		Six months ended June 30,												
	2022	2021	2022	2021											
Reserve Development (Favorable)/Adverse:															
Property & Transportation				\$ (30)	\$ (40)	\$ (64)	\$ (83)								
Specialty Casualty				(49)	(20)	(98)	(29)								
Specialty Financial				(15)	(12)	(28)	(20)								
Other Specialty				8	4	15	5								
Specialty Group				(86)	(68)	(175)	(127)								
Other				1	1	2	1								
Total Reserve Development				<u>\$ (85)</u>	<u>\$ (67)</u>	<u>\$ (173)</u>	<u>\$ (126)</u>								
Points on Combined Ratio:															
Property & Transportation				(6.0)	(8.8)	(6.8)	(9.8)								
Specialty Casualty				(7.5)	(3.4)	(7.6)	(2.5)								
Specialty Financial				(8.8)	(7.3)	(8.5)	(6.3)								
Aggregate Specialty Group				(6.3)	(5.4)	(6.5)	(5.3)								
Total P&C Segment				(6.1)	(5.4)	(6.4)	(5.3)								

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 (in millions):

	Three months ended June 30,		Six months ended June 30,	
	2022	2021	2022	2021
<u>Core Operating Earnings before Income Taxes:</u>				
P&C insurance segment	\$ 345	\$ 288	\$ 767	\$ 576
Real estate entities and other acquired from Annuity operations*	—	22	—	50
Interest and other corporate expenses	(37)	(58)	(81)	(116)
Core operating earnings before income taxes	308	252	686	510
Related income taxes	65	47	140	99
Core net operating earnings	<u>\$ 243</u>	<u>\$ 205</u>	<u>\$ 546</u>	<u>\$ 411</u>

* Income from real estate entities acquired from AFG's Annuity operations through May 31, 2021 (the effective date of the sale of the Annuity business).

b) Shareholders' Equity at June 30, 2022 includes \$334 million (\$3.92 per share) in unrealized after-tax losses related to fixed maturities compared to \$136 million (\$1.60 per share) in unrealized after-tax gains related to fixed maturities at December 31, 2021.

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 - Second Quarter 2022

August 3, 2022

American Financial Group, Inc.
Corporate Headquarters
Great American Insurance Group Tower
301 E Fourth Street
Cincinnati, OH 45202
513 579 6739

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American Financial Group, Inc.

Financial Highlights

(in millions, except per share information)

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Highlights							
Net earnings	\$ 167	\$ 290	\$ 355	\$ 219	\$ 1,002	\$ 457	\$ 1,421
Net earnings from continuing operations	167	290	355	219	240	457	507
Core net operating earnings	243	303	351	231	205	546	411
Total assets	28,084	28,762	28,931	29,942	28,780	28,084	28,780
Adjusted shareholders' equity (a)	4,401	4,948	4,876	5,062	5,396	4,401	5,396
Property and Casualty net written premiums	1,516	1,368	1,270	1,729	1,369	2,884	2,574
Per share data							
Diluted earnings per share	\$ 1.96	\$ 3.40	\$ 4.18	\$ 2.56	\$ 11.70	\$ 5.36	\$ 16.51
Diluted earnings per share from continuing operations	1.96	3.40	4.18	2.56	2.81	5.36	5.90
Core net operating earnings per share	2.85	3.56	4.12	2.71	2.39	6.41	4.78
Adjusted book value per share (a)	51.68	58.14	57.42	59.70	63.70	51.68	63.70
Dividends per common share	8.5600	2.5600	6.5600	6.5000	14.5000	11.1200	15.0000
Financial ratios							
Annualized return on equity (b)	14.3%	23.5%	28.5%	16.6%	72.0%	19.2%	51.2%
Annualized core operating return on equity (b)	20.7%	24.6%	28.1%	17.6%	14.7%	23.0%	14.8%
Property and Casualty combined ratio - Specialty:							
Loss & LAE ratio	55.4%	53.1%	56.5%	62.4%	57.2%	54.3%	57.0%
Underwriting expense ratio	30.4%	30.9%	24.2%	26.6%	30.7%	30.6%	31.2%
Combined ratio - Specialty	85.8%	84.0%	80.7%	89.0%	87.9%	84.9%	88.2%

(a) Excludes unrealized gains (losses) related to fixed maturity investments, a reconciliation to the GAAP measure is on page 14.

(b) Excludes accumulated other comprehensive income.



American Financial Group, Inc.
Summary of Earnings

(\$ in millions)

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Property and Casualty Insurance							
Underwriting profit	\$ 196	\$ 207	\$ 279	\$ 168	\$ 152	\$ 403	\$ 286
Net investment income	156	223	196	165	143	379	302
Other expense	(7)	(8)	10	(4)	(7)	(15)	(12)
Property and Casualty Insurance operating earnings	345	422	485	329	288	767	576
Real estate entities and other acquired from Annuity	-	-	-	-	22	-	50
Interest expense of parent holding companies	(23)	(23)	(23)	(24)	(23)	(46)	(47)
Other expense	(14)	(21)	(24)	(21)	(35)	(35)	(69)
Pretax core operating earnings	308	378	438	284	252	686	510
Income tax expense	65	75	87	53	47	140	99
Core net operating earnings	243	303	351	231	205	546	411
Non-core items, net of tax:							
Realized gains (losses) on securities	(73)	(12)	4	(12)	34	(85)	95
Special A&E charges:	-	-	-	-	-	-	-
Property and Casualty Insurance run-off operations	-	-	-	-	-	-	-
Former Railroad and Manufacturing operations	-	-	-	-	-	-	-
Neon exited lines	-	-	-	-	3	-	3
Other non-core items	(3)	(1)	-	-	(2)	(4)	(2)
Net earnings from continuing operations	\$ 167	\$ 290	\$ 355	\$ 219	\$ 240	\$ 457	\$ 507
Discontinued Annuity operations	-	-	-	-	762	-	914
Net earnings	\$ 167	\$ 290	\$ 355	\$ 219	\$ 1,002	\$ 457	\$ 1,421



American Financial Group, Inc.
Earnings Per Share Summary

(in millions, except per share information)

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Core net operating earnings	\$ 243	\$ 303	\$ 351	\$ 231	\$ 205	\$ 546	\$ 411
Net earnings from continuing operations	\$ 167	\$ 290	\$ 355	\$ 219	\$ 240	\$ 457	\$ 507
Net earnings	\$ 167	\$ 290	\$ 355	\$ 219	\$ 1,002	\$ 457	\$ 1,421
Average number of diluted shares - core	85.339	85.240	85.162	85.171	85.618	85.290	86.096
Average number of diluted shares - net	85.339	85.240	85.162	85.171	85.618	85.290	86.096
<u>Diluted earnings per share:</u>							
Core net operating earnings per share	\$ 2.85	\$ 3.56	\$ 4.12	\$ 2.71	\$ 2.39	\$ 6.41	\$ 4.78
Realized gains (losses) on securities	(0.86)	(0.14)	0.06	(0.15)	0.40	(1.00)	1.10
Special A&E charges:							
Property and Casualty Insurance run-off operations	-	-	-	-	-	-	-
Former Railroad and Manufacturing operations	-	-	-	-	-	-	-
Neon exited lines	-	-	-	-	0.04	-	0.04
Other non-core items	(0.03)	(0.02)	-	-	(0.02)	(0.05)	(0.02)
Diluted earnings per share, continuing operations	\$ 1.96	\$ 3.40	\$ 4.18	\$ 2.56	\$ 2.81	\$ 5.36	\$ 5.90
Discontinued Annuity operations	-	-	-	-	8.89	-	10.61
Diluted earnings per share	\$ 1.96	\$ 3.40	\$ 4.18	\$ 2.56	\$ 11.70	\$ 5.36	\$ 16.51



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

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Property and Transportation	\$ 39	\$ 62	\$ 116	\$ 45	\$ 62	\$ 101	\$ 118
Specialty Casualty	130	124	140	110	71	254	127
Specialty Financial	37	29	24	26	21	66	46
Other Specialty	(9)	(7)	1	(12)	(1)	(16)	(4)
Underwriting profit - Specialty	197	208	281	169	153	405	287
Other core charges, included in loss and LAE	(1)	(1)	(2)	(1)	(1)	(2)	(1)
Underwriting profit - Core	196	207	279	168	152	403	286
Special A&E charges, included in loss and LAE	-	-	-	-	-	-	-
Neon exited lines	-	-	-	-	-	-	-
Underwriting profit - Property and Casualty Insurance	\$ 196	\$ 207	\$ 279	\$ 168	\$ 152	\$ 403	\$ 286
Included in results above:							
Current accident year COVID-19 related losses	\$ -	\$ -	\$ 2	\$ 3	\$ 2	\$ -	\$ 11
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ 12
Catastrophe loss	22	9	25	31	10	31	30
Total current accident year catastrophe losses	\$ 22	\$ 9	\$ 25	\$ 31	\$ 11	\$ 31	\$ 42
Prior year loss reserve development (favorable) / adverse	\$ (85)	\$ (88)	\$ (71)	\$ (82)	\$ (67)	\$ (173)	\$ (126)
Combined ratio:							
Property and Transportation	92.4%	85.8%	80.5%	93.5%	86.6%	89.3%	86.1%
Specialty Casualty	80.1%	80.6%	78.0%	82.0%	87.9%	80.4%	89.0%
Specialty Financial	78.4%	82.0%	85.5%	84.2%	86.4%	80.1%	85.4%
Other Specialty	114.6%	112.9%	98.0%	122.5%	103.2%	113.8%	103.9%
Combined ratio - Specialty	85.8%	84.0%	80.7%	89.0%	87.9%	84.9%	88.2%
Other core charges	0.2%	0.1%	0.1%	0.0%	0.0%	0.1%	0.0%
Neon exited lines charge	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Special A&E charges	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Combined ratio	86.0%	84.1%	80.8%	89.0%	87.9%	85.0%	88.2%
P&C combined ratio excl. COVID-19 related losses, catastrophe losses, and prior year loss reserve development	90.5%	90.1%	83.8%	92.3%	92.2%	90.2%	91.7%
Loss and LAE components - property and casualty insurance							
Current accident year, excluding COVID-19 related and catastrophe losses	60.1%	59.2%	59.6%	65.7%	61.5%	59.6%	60.5%
COVID-19 related losses	0.0%	0.0%	0.2%	0.1%	0.2%	0.0%	0.5%
Current accident year catastrophe losses	1.6%	0.7%	1.8%	2.0%	0.9%	1.2%	1.3%
Prior accident year loss reserve development	(6.1%)	(6.7%)	(5.0%)	(5.4%)	(5.4%)	(6.4%)	(5.3%)
Loss and LAE ratio	55.6%	53.2%	56.6%	62.4%	57.2%	54.4%	57.0%



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

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Gross written premiums	\$ 2,123	\$ 1,936	\$ 1,737	\$ 2,656	\$ 1,937	\$ 4,059	\$ 3,553
Ceded reinsurance premiums	(607)	(568)	(467)	(927)	(568)	(1,175)	(979)
Net written premiums	1,516	1,368	1,270	1,729	1,369	2,884	2,574
Change in unearned premiums	(123)	(66)	182	(200)	(119)	(189)	(151)
Net earned premiums	1,393	1,302	1,452	1,529	1,250	2,695	2,423
Loss and LAE	773	692	820	953	713	1,465	1,380
Underwriting expense	423	402	351	407	384	825	756
Underwriting profit	\$ 197	\$ 208	\$ 281	\$ 169	\$ 153	\$ 405	\$ 287
Included in results above:							
Current accident year COVID-19 related losses	\$ -	\$ -	\$ 2	\$ 3	\$ 2	\$ -	\$ 11
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ 12
Catastrophe loss	22	9	25	31	10	31	30
Total current accident year catastrophe losses	\$ 22	\$ 9	\$ 25	\$ 31	\$ 11	\$ 31	\$ 42
Prior year loss reserve development (favorable) / adverse	\$ (86)	\$ (89)	\$ (73)	\$ (83)	\$ (68)	\$ (175)	\$ (127)
Combined ratio:							
Loss and LAE ratio	55.4%	53.1%	56.5%	62.4%	57.2%	54.3%	57.0%
Underwriting expense ratio	30.4%	30.9%	24.2%	26.6%	30.7%	30.6%	31.2%
Combined ratio	85.8%	84.0%	80.7%	89.0%	87.9%	84.9%	88.2%
Specialty combined ratio excl. COVID-19 related losses, catastrophe losses, and prior year loss reserve development	90.5%	90.1%	83.7%	92.3%	92.2%	90.2%	91.7%
Loss and LAE components:							
Current accident year, excluding COVID-19 related and catastrophe losses	60.1%	59.2%	59.5%	65.7%	61.5%	59.6%	60.5%
COVID-19 related losses	0.0%	0.0%	0.2%	0.1%	0.2%	0.0%	0.5%
Current accident year catastrophe losses	1.6%	0.7%	1.8%	2.0%	0.9%	1.2%	1.3%
Prior accident year loss reserve development	(6.3%)	(6.8%)	(5.0%)	(5.4%)	(5.4%)	(6.5%)	(5.3%)
Loss and LAE ratio	55.4%	53.1%	56.5%	62.4%	57.2%	54.3%	57.0%



American Financial Group, Inc.
Property and Transportation - Underwriting Results (GAAP)

(\$ in millions)

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Gross written premiums	\$ 962	\$ 760	\$ 558	\$ 1,334	\$ 851	\$ 1,722	\$ 1,371
Ceded reinsurance premiums	(330)	(259)	(141)	(561)	(287)	(589)	(404)
Net written premiums	632	501	417	773	564	1,133	967
Change in unearned premiums	(127)	(58)	180	(73)	(111)	(185)	(120)
Net earned premiums	505	443	597	700	453	948	847
Loss and LAE	327	256	394	516	263	583	484
Underwriting expense	139	125	87	139	128	264	245
Underwriting profit	\$ 39	\$ 62	\$ 116	\$ 45	\$ 62	\$ 101	\$ 118
Included in results above:							
Current accident year COVID-19 related losses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ 9
Catastrophe loss	19	6	15	14	6	25	20
Total current accident year catastrophe losses	\$ 19	\$ 6	\$ 15	\$ 14	\$ 7	\$ 25	\$ 29
Prior year loss reserve development (favorable) / adverse	\$ (30)	\$ (34)	\$ (2)	\$ (18)	\$ (40)	\$ (64)	\$ (83)
Combined ratio:							
Loss and LAE ratio	64.7%	57.7%	66.0%	73.7%	58.2%	61.4%	57.1%
Underwriting expense ratio	27.7%	28.1%	14.5%	19.8%	28.4%	27.9%	29.0%
Combined ratio	92.4%	85.8%	80.5%	93.5%	86.6%	89.3%	86.1%
Combined ratio excl. COVID-19 related losses, catastrophe losses, and prior year loss reserve development	94.6%	92.1%	78.4%	94.0%	94.0%	93.4%	93.5%
Loss and LAE components:							
Current accident year, excluding COVID-19 related and catastrophe losses	66.9%	64.0%	63.9%	74.2%	65.6%	65.5%	64.5%
COVID-19 related losses	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Current accident year catastrophe losses	3.8%	1.5%	2.5%	2.0%	1.4%	2.7%	2.4%
Prior accident year loss reserve development	(6.0%)	(7.8%)	(0.4%)	(2.5%)	(8.8%)	(6.8%)	(9.8%)
Loss and LAE ratio	64.7%	57.7%	66.0%	73.7%	58.2%	61.4%	57.1%



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

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Gross written premiums	\$ 948	\$ 976	\$ 968	\$ 1,121	\$ 897	\$ 1,924	\$ 1,801
Ceded reinsurance premiums	(302)	(326)	(340)	(389)	(305)	(628)	(621)
Net written premiums	646	650	628	732	592	1,296	1,180
Change in unearned premiums	11	(11)	8	(119)	(4)	-	(21)
Net earned premiums	657	639	636	613	588	1,296	1,159
Loss and LAE	354	344	340	335	363	698	724
Underwriting expense	173	171	156	168	154	344	308
Underwriting profit	\$ 130	\$ 124	\$ 140	\$ 110	\$ 71	\$ 254	\$ 127
Included in results above:							
Current accident year COVID-19 related losses	-	-	1	1	-	\$ -	\$ 7
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1
Catastrophe loss	-	1	3	3	2	1	3
Total current accident year catastrophe losses	\$ -	\$ 1	\$ 3	\$ 3	\$ 2	\$ 1	\$ 4
Prior year loss reserve development (favorable) / adverse	\$ (49)	\$ (49)	\$ (55)	\$ (56)	\$ (20)	\$ (98)	\$ (29)
Combined ratio:							
Loss and LAE ratio	53.9%	53.8%	53.5%	54.6%	61.9%	53.9%	62.5%
Underwriting expense ratio	26.2%	26.8%	24.5%	27.4%	26.0%	26.5%	26.5%
Combined ratio	80.1%	80.6%	78.0%	82.0%	87.9%	80.4%	89.0%
Combined ratio excl. COVID-19 related losses, catastrophe losses, and prior year loss reserve development	87.5%	88.1%	85.8%	90.6%	90.9%	87.9%	90.6%
Loss and LAE components:							
Current accident year, excluding COVID-19 related and catastrophe losses	61.3%	61.3%	61.3%	63.2%	64.9%	61.4%	64.1%
COVID-19 related losses	0.0%	0.0%	0.2%	0.1%	0.1%	0.0%	0.6%
Current accident year catastrophe losses	0.1%	0.1%	0.6%	0.4%	0.3%	0.1%	0.3%
Prior accident year loss reserve development	(7.5%)	(7.6%)	(8.6%)	(9.1%)	(3.4%)	(7.6%)	(2.5%)
Loss and LAE ratio	53.9%	53.8%	53.5%	54.6%	61.9%	53.9%	62.5%



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

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Gross written premiums	\$ 213	\$ 200	\$ 211	\$ 201	\$ 189	\$ 413	\$ 381
Ceded reinsurance premiums	(36)	(41)	(38)	(36)	(30)	(77)	(61)
Net written premiums	177	159	173	165	159	336	320
Change in unearned premiums	(6)	4	(8)	(2)	(2)	(2)	(6)
Net earned premiums	171	163	165	163	157	334	314
Loss and LAE	44	48	52	56	52	92	105
Underwriting expense	90	86	89	81	84	176	163
Underwriting profit	\$ 37	\$ 29	\$ 24	\$ 26	\$ 21	\$ 66	\$ 46
Included in results above:							
Current accident year COVID-19 related losses	\$ -	\$ -	\$ 1	\$ 2	\$ 2	\$ -	\$ 4
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2
Catastrophe loss	3	2	6	14	2	5	6
Total current accident year catastrophe losses	\$ 3	\$ 2	\$ 6	\$ 14	\$ 2	\$ 5	\$ 8
Prior year loss reserve development (favorable) / adverse	\$ (15)	\$ (13)	\$ (13)	\$ (18)	\$ (12)	\$ (28)	\$ (20)
Combined ratio:							
Loss and LAE ratio	25.7%	29.4%	31.7%	34.2%	33.0%	27.5%	33.5%
Underwriting expense ratio	52.7%	52.6%	53.8%	50.0%	53.4%	52.6%	51.9%
Combined ratio	78.4%	82.0%	85.5%	84.2%	86.4%	80.1%	85.4%
Combined ratio excl. COVID-19 related losses, catastrophe losses, and prior year loss reserve development	85.7%	88.9%	89.3%	86.3%	90.6%	87.2%	88.3%
Loss and LAE components:							
Current accident year, excluding COVID-19 related and catastrophe losses	33.0%	36.3%	35.5%	36.3%	37.2%	34.6%	36.4%
COVID-19 related losses	0.0%	0.0%	0.7%	0.9%	1.3%	0.0%	1.4%
Current accident year catastrophe losses	1.5%	1.2%	3.7%	8.2%	1.8%	1.4%	2.0%
Prior accident year loss reserve development	(8.8%)	(8.1%)	(8.2%)	(11.2%)	(7.3%)	(8.5%)	(6.3%)
Loss and LAE ratio	25.7%	29.4%	31.7%	34.2%	33.0%	27.5%	33.5%



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

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Gross written premiums	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ceded reinsurance premiums	61	58	52	59	54	119	107
Net written premiums	61	58	52	59	54	119	107
Change in unearned premiums	(1)	(1)	2	(6)	(2)	(2)	(4)
Net earned premiums	60	57	54	53	52	117	103
Loss and LAE	48	44	34	46	35	92	67
Underwriting expense	21	20	19	19	18	41	40
Underwriting profit (loss)	\$ (9)	\$ (7)	\$ 1	\$ (12)	\$ (1)	\$ (16)	\$ (4)
Included in results above:							
Current accident year COVID-19 related losses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Current accident year catastrophe losses:							
Catastrophe reinstatement premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Catastrophe loss	-	-	1	-	-	-	1
Total current accident year catastrophe losses	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ -	\$ 1
Prior year loss reserve development (favorable) / adverse	\$ 8	\$ 7	\$ (3)	\$ 9	\$ 4	\$ 15	\$ 5
Combined ratio:							
Loss and LAE ratio	79.6%	77.1%	61.7%	87.8%	67.5%	78.4%	64.9%
Underwriting expense ratio	35.0%	35.8%	36.3%	34.7%	35.7%	35.4%	39.0%
Combined ratio	114.6%	112.9%	98.0%	122.5%	103.2%	113.8%	103.9%
Combined ratio excl. COVID-19 related losses, catastrophe losses, and prior year loss reserve development	101.5%	99.9%	100.4%	105.4%	96.7%	100.7%	98.5%



American Financial Group, Inc.
Discontinued Annuity Operations
(\$ in millions)

	Three Months Ended (a)					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Pretax Annuity historically reported as core operating (a)	\$ -	\$ -	\$ -	\$ -	\$ 129	\$ -	\$ 295
Impact of fair value, reinsurance accounting & unlocking	-	-	-	-	(55)	-	(33)
Realized gains (losses) of Annuity subs	-	-	-	-	31	-	112
Run-off life and long-term care	-	-	-	-	-	-	-
Pretax earnings of businesses sold to Mass Mutual	\$ -	\$ -	\$ -	\$ -	\$ 105	\$ -	\$ 374
Less amounts included in continuing operations	-	-	-	-	(22)	-	(50)
Pretax results from discontinued operations, excluding the gain on sale of discontinued operations	\$ -	\$ -	\$ -	\$ -	\$ 83	\$ -	\$ 324
Taxes	-	-	-	-	(18)	-	(66)
Net earnings from discontinued operations, excluding the gain on sale of discontinued operations	\$ -	\$ -	\$ -	\$ -	\$ 65	\$ -	\$ 258
Gain on sale of annuity business	-	-	-	-	697	-	656
Net earnings (loss) from discontinued operations	\$ -	\$ -	\$ -	\$ -	\$ 762	\$ -	\$ 914

(a) AFG completed the sale of its Annuity businesses on May 28, 2021. The amounts for three months ended 6/30/21 and six months ended 6/30/21 only include earnings through the sale date.

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



	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	3/31/21
Assets:						
Total cash and investments	\$ 14,268	\$ 15,601	\$ 15,745	\$ 16,387	\$ 16,125	\$ 13,900
Recoverables from reinsurers	3,567	3,478	3,519	3,523	3,330	3,231
Prepaid reinsurance premiums	1,006	933	834	1,028	865	755
Agents' balances and premiums receivable	1,623	1,391	1,265	1,492	1,423	1,209
Deferred policy acquisition costs	293	271	267	262	258	244
Assets of managed investment entities	5,218	5,231	5,296	5,130	5,086	5,102
Other receivables	740	645	857	1,097	682	576
Assets of discontinued annuity operations	-	-	-	-	-	48,139
Other assets	1,123	966	902	847	835	865
Goodwill	246	246	246	176	176	176
Total assets	\$ 28,084	\$ 28,762	\$ 28,931	\$ 29,942	\$ 28,780	\$ 74,197
Liabilities and Equity:						
Unpaid losses and loss adjustment expenses	\$ 11,201	\$ 10,986	\$ 11,074	\$ 10,991	\$ 10,498	\$ 10,384
Unearned premiums	3,397	3,206	3,041	3,415	3,054	2,821
Payable to reinsurers	971	910	920	1,146	829	753
Liabilities of managed investment entities	5,133	5,112	5,220	5,034	5,029	5,045
Long-term debt	1,542	1,917	1,964	1,964	1,963	1,963
Other liabilities	1,773	1,796	1,700	2,152	1,806	1,653
Liabilities of discontinued annuity operations	-	-	-	-	-	44,893
Total liabilities	\$ 24,017	\$ 23,927	\$ 23,919	\$ 24,702	\$ 23,179	\$ 67,512
Shareholders' equity:						
Common stock	\$ 85	\$ 85	\$ 85	\$ 85	\$ 85	\$ 85
Capital surplus	1,351	1,340	1,330	1,315	1,303	1,279
Retained earnings	2,979	3,541	3,478	3,680	4,023	4,354
Unrealized gains - fixed maturities	(326)	(109)	136	178	205	963
Unrealized gains (losses) - fixed maturity-related cash flow hedges	(8)	(4)	-	-	-	27
Other comprehensive income, net of tax	(14)	(18)	(17)	(18)	(15)	(23)
Total shareholders' equity	4,067	4,835	5,012	5,240	5,601	6,685
Total liabilities and equity	\$ 28,084	\$ 28,762	\$ 28,931	\$ 29,942	\$ 28,780	\$ 74,197

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



	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	3/31/21
Shareholders' equity	\$ 4,067	\$ 4,835	\$ 5,012	\$ 5,240	\$ 5,601	\$ 6,685
Unrealized (gains) losses related to fixed maturities	334	113	(136)	(178)	(205)	(990)
Adjusted shareholders' equity	4,401	4,948	4,876	5,062	5,396	5,695
Goodwill from continuing and discontinued operations	(246)	(246)	(246)	(176)	(176)	(207)
Intangibles	(101)	(104)	(106)	(29)	(30)	(31)
Tangible adjusted shareholders' equity	\$ 4,054	\$ 4,598	\$ 4,524	\$ 4,857	\$ 5,190	\$ 5,457
Common shares outstanding	85.154	85.103	84.921	84.795	84.714	85.126
Book value per share:						
Book value per share	\$ 47.76	\$ 56.81	\$ 59.02	\$ 61.80	\$ 66.12	\$ 78.53
Adjusted (a)	51.68	58.14	57.42	59.70	63.70	66.89
Tangible, adjusted (b)	47.60	54.02	53.26	57.28	61.27	64.10
Market capitalization						
AFG's closing common share price	\$ 138.81	\$ 145.62	\$ 137.32	\$ 125.83	\$ 124.72	\$ 114.10
Market capitalization	\$ 11,820	\$ 12,393	\$ 11,661	\$ 10,670	\$ 10,566	\$ 9,713
Price / Adjusted book value ratio	2.69	2.50	2.39	2.11	1.96	1.71

(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)



	<u>6/30/22</u>	<u>3/31/22</u>	<u>12/31/21</u>	<u>9/30/21</u>	<u>6/30/21</u>	<u>3/31/21</u>
AFG senior obligations	\$ 893	\$ 1,270	\$ 1,318	\$ 1,318	\$ 1,318	\$ 1,318
Borrowings drawn under credit facility	-	-	-	-	-	-
Debt excluding subordinated debt	\$ 893	\$ 1,270	\$ 1,318	\$ 1,318	\$ 1,318	\$ 1,318
AFG subordinated debentures	675	675	675	675	675	675
Total principal amount of long-term debt	\$ 1,568	\$ 1,945	\$ 1,993	\$ 1,993	\$ 1,993	\$ 1,993
Shareholders' equity	4,067	4,835	5,012	5,240	5,601	6,685
Less:						
Unrealized (gains) losses related to fixed maturity investments	334	113	(136)	(178)	(205)	(990)
Total adjusted capital	\$ 5,969	\$ 6,893	\$ 6,869	\$ 7,055	\$ 7,389	\$ 7,688
Ratio of debt to total adjusted capital:						
Including subordinated debt	26.3%	28.2%	29.0%	28.2%	27.0%	25.9%
Excluding subordinated debt	15.0%	18.4%	19.2%	18.7%	17.8%	17.1%



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

	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
<u>Property and Casualty Insurance</u>							
Paid Losses (GAAP)	\$ 678	\$ 714	\$ 758	\$ 678	\$ 667	\$ 1,392	\$ 1,341
<hr/>							
<u>GAAP Equity (excluding AOCI)</u>							
Property and Casualty Insurance	\$ 5,399	\$ 5,375	\$ 5,228	\$ 4,934	\$ 4,779	\$ 4,571	\$ 4,571
Annuity	-	-	-	-	-	3,012	3,012
Parent and other subsidiaries	(984)	(409)	(335)	146	632	(1,865)	(1,865)
AFG GAAP Equity (excluding AOCI)	\$ 4,415	\$ 4,966	\$ 4,893	\$ 5,080	\$ 5,411	\$ 5,718	\$ 5,718
<u>Allowable dividends without regulatory approval</u>							
Property and Casualty Insurance	\$ 843	\$ 843	\$ 843	\$ 416	\$ 416	\$ 416	\$ 416
Annuity and Run-off	-	-	-	-	-	289	289
Total	\$ 843	\$ 843	\$ 843	\$ 416	\$ 416	\$ 705	\$ 705

American Financial Group, Inc.
Total Cash and Investments

(\$ in millions)



Carrying Value - June 30, 2022

	Property and Casualty Insurance	Parent & Other	Consolidate CLOs	Total AFG Consolidated	% of Investment Portfolio
Total cash and investments:					
Cash and cash equivalents	\$ 744	\$ 223	\$ -	\$ 967	7%
Fixed maturities - Available for sale	9,308	485	-	9,793	69%
Fixed maturities - Trading	29	-	-	29	0%
Equity securities - common stocks	527	42	-	569	4%
Equity securities - perpetual preferred	460	-	-	460	3%
Investments accounted for using the equity method	1,626	-	-	1,626	11%
Mortgage loans	692	-	-	692	5%
Real estate and other investments	124	93	(85)	132	1%
Total cash and investments	\$ 13,510	\$ 843	\$ (85)	\$ 14,268	100%

Carrying Value - December 31, 2021

	Property and Casualty Insurance	Parent & Other	Consolidate CLOs	Total AFG Consolidated	% of Investment Portfolio
Total cash and investments:					
Cash and cash equivalents	\$ 1,529	\$ 602	\$ -	\$ 2,131	13%
Fixed maturities - Available for sale	9,163	1,194	-	10,357	66%
Fixed maturities - Trading	28	-	-	28	0%
Equity securities - common stocks	500	86	-	586	4%
Equity securities - perpetual preferred	456	-	-	456	3%
Investments accounted for using the equity method	1,517	-	-	1,517	10%
Mortgage loans	520	-	-	520	3%
Real estate and other investments	123	103	(76)	150	1%
Total cash and investments	\$ 13,836	\$ 1,985	\$ (76)	\$ 15,745	100%

American Financial Group, Inc.
Net Investment Income From Continuing Operations

(\$ in millions)



	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Property and Casualty Insurance:							
Gross Investment Income							
Fixed maturities - Available for sale	\$ 81	\$ 76	\$ 68	\$ 70	\$ 70	\$ 157	\$ 142
Fixed maturities - Trading	1	-	-	1	-	1	-
Equity securities - dividends	7	7	8	6	6	14	14
Equity securities - MTM	(2)	8	14	6	5	6	28
Equity in investees	76	133	99	73	51	209	100
AFG managed CLOs	(12)	(2)	3	5	7	(14)	12
Other investments (a)	9	5	8	8	6	14	10
Gross investment income	160	227	200	169	145	387	306
Investment expenses	(4)	(4)	(4)	(4)	(2)	(8)	(4)
Total net investment income	\$ 156	\$ 223	\$ 196	\$ 165	\$ 143	\$ 379	\$ 302
Average cash and investments (b)	\$ 13,983	\$ 13,858	\$ 13,552	\$ 13,194	\$ 12,630	\$ 13,878	\$ 12,539
Average yield (c)	4.46%	6.44%	5.79%	5.00%	4.53%	5.46%	4.82%
AFG consolidated net investment income:							
Property & Casualty core	\$ 156	\$ 223	\$ 196	\$ 165	\$ 143	\$ 379	\$ 302
Neon exited lines non-core	-	-	-	-	-	-	-
Equity in Investees (d)	-	-	-	-	20	-	49
Other Investments (d)	-	-	-	-	2	-	2
Parent & other	-	5	16	9	6	5	11
Consolidate CLOs	12	2	(3)	(5)	(7)	14	(12)
Total net investment income	\$ 168	\$ 230	\$ 209	\$ 169	\$ 164	\$ 398	\$ 352

(a) Includes income from mortgage loans, real estate, short-term investments, and cash equivalents.

(b) Average cash and investments is the average of the beginning and ending quarter balances, or the average of the five quarters balances.

(c) Average yield is calculated by dividing investment income for the quarter by the average cash and investment balance over the quarter.

(d) Investment income on real estate-related assets retained by AFG from the sale of the annuity business.

American Financial Group, Inc.
Alternative Investments - Continuing Operations

(\$ in millions)



	Three Months Ended					Six Months Ended	
	6/30/22	3/31/22	12/31/21	9/30/21	6/30/21	6/30/22	6/30/21
Property and Casualty Insurance:							
Net Investment Income							
Equity securities MTM through investment income (a)	\$ (2)	\$ 8	\$ 14	\$ 6	\$ 5	\$ 6	\$ 28
Investments accounted for using the equity method (b)	76	133	99	73	51	209	100
AFG managed CLOs (eliminated in consolidation)	(12)	(2)	3	5	7	(14)	12
Total Property & Casualty	\$ 62	\$ 139	\$ 116	\$ 84	\$ 63	\$ 201	\$ 140
Investments							
Equity securities MTM through investment income (a)	\$ 276	\$ 261	\$ 234	\$ 195	\$ 172	\$ 276	\$ 172
Investments accounted for using the equity method (b)	1,626	1,619	1,517	1,407	1,378	1,626	1,378
AFG managed CLOs (eliminated in consolidation)	85	119	76	96	57	85	57
Total Property & Casualty	\$ 1,987	\$ 1,999	\$ 1,827	\$ 1,698	\$ 1,607	\$ 1,987	\$ 1,607
Annualized Return - Property & Casualty	12.4%	29.1%	26.3%	20.3%	22.9%	20.7%	26.3%
Continuing Operations:							
Net Investment Income							
Equity securities MTM through investment income (a)	\$ (2)	\$ 8	\$ 14	\$ 6	\$ 5	\$ 6	\$ 28
Investments accounted for using the equity method (b)(c)	76	133	99	73	71	209	149
AFG managed CLOs (eliminated in consolidation)	(12)	(2)	3	5	7	(14)	12
Total Continuing operations	\$ 62	\$ 139	\$ 116	\$ 84	\$ 83	\$ 201	\$ 189
Investments							
Equity securities MTM through investment income (a)	\$ 276	\$ 261	\$ 234	\$ 195	\$ 172	\$ 276	\$ 172
Investments accounted for using the equity method (b)	1,626	1,619	1,517	1,407	1,378	1,626	1,378
AFG managed CLOs (eliminated in consolidation)	85	119	76	96	57	85	57
Total Continuing operations	\$ 1,987	\$ 1,999	\$ 1,827	\$ 1,698	\$ 1,607	\$ 1,987	\$ 1,607
Annualized Return - Continuing operations	12.4%	29.1%	26.3%	20.3%	21.1%	20.7%	24.8%

(a) AFG carries the small portion of its equity securities previously classified as "trading" and investments in limited partnerships and similar investments that aren't accounted for using the equity method at 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.

(c) Includes investment income on real estate-related partnerships retained by AFG from the sale of the annuity business.

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

June 30, 2022	Book Value (c)	Fair Value	Unrealized Gain (Loss)	% of Fair Value	% of Investment Portfolio
US Government and government agencies	\$ 226	\$ 216	\$ (10)	2%	2%
States, municipalities and political subdivisions	1,440	1,402	(38)	14%	9%
Foreign government	283	272	(11)	3%	2%
Residential mortgage-backed securities	1,645	1,555	(90)	16%	11%
Commercial mortgage-backed securities	94	92	(2)	1%	1%
Collateralized loan obligations	1,648	1,607	(41)	16%	11%
Other asset-backed securities	2,377	2,258	(119)	23%	16%
Corporate and other bonds	2,522	2,420	(102)	25%	17%
Total AFG consolidated	\$ 10,235	\$ 9,822	\$ (413)	100%	69%

Annualized yield on available for sale fixed maturities:

Excluding investment expense (a)	3.14%
Net of investment expense (a)	2.99%
Tax equivalent, net of investment expense (b)	3.10%

Approximate average life and duration:

Approximate average life	4.0 years
Approximate duration	3.0 years

December 31, 2021	Book Value (c)	Fair Value	Unrealized Gain (Loss)	% of Fair Value	% of Investment Portfolio
US Government and government agencies	\$ 216	\$ 216	\$ -	2%	1%
States, municipalities and political subdivisions	1,758	1,832	74	18%	12%
Foreign government	273	271	(2)	2%	2%
Residential mortgage-backed securities	915	960	45	9%	6%
Commercial mortgage-backed securities	102	104	2	1%	1%
Collateralized loan obligations	1,642	1,643	1	16%	10%
Other asset-backed securities	2,670	2,676	6	26%	17%
Corporate and other bonds	2,636	2,683	47	26%	17%
Total AFG consolidated	\$ 10,212	\$ 10,385	\$ 173	100%	66%

Annualized yield on available for sale fixed maturities:

Excluding investment expense (a)	2.84%
Net of investment expense (a)	2.74%
Tax equivalent, net of investment expense (b)	2.86%

Approximate average life and duration:

Approximate average life	3.5 years
Approximate duration	2 years

(a) Annualized yield is calculated by dividing investment income for the quarter by the average cost over the quarter.

Average cost is the average of the beginning and ending quarter asset balances.

(b) Adjusts the yield on tax-exempt bonds to the fully taxable equivalent yield.

(c) 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
6/30/2022
(\$ in millions)

By Credit Rating (a)	Fair Value by Type								Total	% Total
	US Gov	Munis	Frgn Gov	RMBS	CMBS	CLOs	ABS	Corp/Oth		
Investment grade										
AAA	\$ 216	\$ 543	\$ 238	\$ 1,258	\$ 63	\$ 1,413	\$ 919	\$ 39	\$ 4,689	48%
AA	-	795	10	6	17	134	373	156	1,491	15%
A	-	52	5	64	6	49	443	550	1,169	12%
BBB	-	8	9	2	3	8	396	1,150	1,576	16%
Subtotal - Investment grade	216	1,398	262	1,330	89	1,604	2,131	1,895	8,925	91%
BB	-	-	-	9	3	-	7	169	188	2%
B	-	-	-	8	-	-	4	31	43	1%
CCC, CC, C	-	-	-	117	-	-	2	3	122	1%
D	-	-	-	15	-	-	-	-	15	0%
Subtotal - Non-Investment grade	-	-	-	149	3	-	13	203	368	4%
Not Rated (b)	-	4	10	76	-	3	114	322	529	5%
Total	\$ 216	\$ 1,402	\$ 272	\$ 1,555	\$ 92	\$ 1,607	\$ 2,258	\$ 2,420	\$ 9,822	100%

NAIC designation	Fair Value by type								Total	% Total
	US Gov	Munis	Frgn gov	RMBS	CMBS	CLOs	ABS	Corp/Oth		
1	\$ 216	\$ 1,394	\$ 230	\$ 1,473	\$ 89	\$ 1,353	\$ 1,730	\$ 931	\$ 7,416	81%
2	-	8	-	1	-	-	396	1,180	1,585	17%
Subtotal	216	1,402	230	1,474	89	1,353	2,126	2,111	9,001	98%
3	-	-	-	1	3	-	7	183	194	2%
4	-	-	-	2	-	-	5	17	24	0%
5	-	-	-	4	-	-	7	23	34	0%
6	-	-	-	1	-	-	-	-	1	0%
Subtotal	-	-	-	8	3	-	19	223	253	2%
Total insurance companies	\$ 216	\$ 1,402	\$ 230	\$ 1,482	\$ 92	\$ 1,353	\$ 2,145	\$ 2,334	\$ 9,254	100%
Total non-insurance (c)	-	-	42	73	-	254	113	86	568	
Total	\$ 216	\$ 1,402	\$ 272	\$ 1,555	\$ 92	\$ 1,607	\$ 2,258	\$ 2,420	\$ 9,822	

(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 0% are held by non-insurance companies.

For Corp/Oth, 58% are NAIC 1, 9% NAIC 2 and 26% are held by non-insurance companies.

For Total, 70% are NAIC 1, 5% NAIC 2 and 17% are held by non-insurance companies.

(c) 76% are investment grade rated.

Appendix B
American Financial Group, Inc.
Fixed Maturities by Credit Rating & NAIC Designation by Type
12/31/2021
(\$ in millions)

By Credit Rating (a)	Fair Value by Type								Total	% Total
	US Gov	Munis	Frgn Gov	RMBS	CMBS	CLOs	ABS	Corp/Oth		
Investment grade										
AAA	\$ 216	\$ 745	\$ 260	\$ 654	\$ 73	\$ 1,428	\$ 1,330	\$ 50	\$ 4,756	46%
AA	-	1,010	-	7	15	149	420	179	1,780	17%
A	-	60	-	19	1	56	416	675	1,227	12%
BBB	-	9	1	4	12	9	274	1,062	1,371	13%
Subtotal - Investment grade	216	1,824	261	684	101	1,642	2,440	1,966	9,134	88%
BB	-	-	-	11	3	-	4	144	162	2%
B	-	-	-	14	-	-	9	14	37	0%
CCC, CC, C	-	-	-	138	-	-	-	7	145	1%
D	-	-	-	19	-	-	-	-	19	0%
Subtotal - Non-Investment grade	-	-	-	182	3	-	13	165	363	3%
Not Rated (b)	-	8	10	94	-	1	223	552	888	9%
Total	\$ 216	\$ 1,832	\$ 271	\$ 960	\$ 104	\$ 1,643	\$ 2,676	\$ 2,683	\$ 10,385	100%

NAIC designation	Fair Value by type								Total	% Total
	US Gov	Munis	Frgn gov	RMBS	CMBS	CLOs	ABS	Corp/Oth		
1	\$ 216	\$ 1,822	\$ 246	\$ 892	\$ 101	\$ 1,172	\$ 1,935	\$ 1,157	\$ 7,541	83%
2	-	9	-	3	-	9	274	1,082	1,377	15%
Subtotal	216	1,831	246	895	101	1,181	2,209	2,239	8,918	98%
3	-	-	-	3	3	-	4	146	156	2%
4	-	-	-	1	-	-	9	20	30	0%
5	-	-	-	8	-	1	2	29	40	0%
6	-	-	-	1	-	-	-	-	1	0%
Subtotal	-	-	-	13	3	1	15	195	227	2%
Total insurance companies	\$ 216	\$ 1,831	\$ 246	\$ 908	\$ 104	\$ 1,182	\$ 2,224	\$ 2,434	\$ 9,145	100%
Total non-insurance (c)	-	1	25	52	-	461	452	249	1,240	
Total	\$ 216	\$ 1,832	\$ 271	\$ 960	\$ 104	\$ 1,643	\$ 2,676	\$ 2,683	\$ 10,385	

(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 12% are held by non-insurance companies.

For Corp/Oth, 47% are NAIC 1, 4% NAIC 2 and 44% are held by non-insurance companies.

For Total, 61% are NAIC 1, 3% NAIC 2 and 31% are held by non-insurance companies.

(c) 75% are investment grade rated.

Appendix C
 American Financial Group, Inc.
 Corporate Securities by Credit Rating & NAIC Designation by Industry
 6/30/2022
 (\$ in millions)

Credit Rating (a)	Fair Value By Industry													Total	% Total		
	Asset Managers	Other Financials	Banking	Technology	Consumer	Insurance	REITs	Autos	Capital Goods	Energy	Healthcare	Communications	Other				
Investment Grade																	
AAA	\$ -	\$ -	\$ -	\$ 21	\$ 8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9	\$ 1	\$ 39	2%		
AA	-	12	-	32	48	31	-	-	-	20	11	-	2	156	6%		
A	46	80	35	49	26	87	53	41	49	15	14	12	43	550	23%		
BBB	377	100	213	92	54	29	70	23	18	11	10	25	128	1,150	48%		
Subtotal	423	192	248	194	136	147	123	64	67	46	35	46	174	1,895	79%		
BB	13	1	-	16	39	4	2	11	2	7	3	-	71	169	7%		
B	-	1	-	11	5	1	-	4	-	-	3	-	6	31	1%		
CCC, CC, C	-	-	-	-	2	-	-	-	-	-	1	-	-	3	0%		
D	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%		
Subtotal	13	2	-	27	46	5	2	15	2	7	7	-	77	203	8%		
Not Rated (b)	14	241	-	9	15	8	7	-	2	-	5	-	21	322	13%		
Total	\$ 450	\$ 435	\$ 248	\$ 230	\$ 197	\$ 160	\$ 132	\$ 79	\$ 71	\$ 53	\$ 47	\$ 46	\$ 272	\$ 2,420	100%		

NAIC designation	Fair Value By Industry													Total	% Total
	Asset Managers	Other Financials	Banking	Technology	Consumer	Insurance	REITs	Autos	Capital Goods	Energy	Healthcare	Communications	Other		
1	\$ 51	\$ 257	\$ 35	\$ 102	\$ 86	\$ 118	\$ 53	\$ 41	\$ 49	\$ 35	\$ 26	\$ 21	\$ 57	\$ 931	40%
2	386	101	213	92	60	30	77	23	20	11	10	25	132	1,180	51%
Subtotal	437	358	248	194	146	148	130	64	69	46	36	46	189	2,111	91%
3	13	2	-	29	40	3	2	11	2	7	4	-	70	163	7%
4	-	-	-	4	4	1	-	4	-	-	3	-	1	17	1%
5	-	-	-	3	7	-	-	-	-	-	4	-	9	23	1%
6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%
Subtotal	13	2	-	36	51	4	2	15	2	7	11	-	80	223	9%
Total insurance companies	\$ 450	\$ 360	\$ 248	\$ 230	\$ 197	\$ 162	\$ 132	\$ 79	\$ 71	\$ 53	\$ 47	\$ 46	\$ 269	\$ 2,334	100%
Total non-insurance	-	75	-	-	-	8	-	-	-	-	-	-	3	86	
Total	\$ 450	\$ 435	\$ 248	\$ 230	\$ 197	\$ 160	\$ 132	\$ 79	\$ 71	\$ 53	\$ 47	\$ 46	\$ 272	\$ 2,420	

(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, 69% are NAIC 1 and 31% are held by non-insurance companies.
 For the Total, 58% are NAIC 1, 9% NAIC 2 and 26% are held by non-insurance companies.

Appendix D
 American Financial Group, Inc.
 Corporate Securities by Credit Rating & NAIC Designation by Industry
 12/31/2021
 (\$ in millions)

Credit Rating (a)	Fair Value By Industry													Total	% Total		
	Other Financials	Asset Managers	Banking	Technology	Insurance	Autos	Consumer	REITs	Energy	Healthcare	Communications	Capital Goods	Other				
Investment Grade																	
AAA	\$ -	\$ -	\$ -	\$ 16	\$ -	\$ -	\$ 9	\$ -	\$ -	\$ 10	\$ 13	\$ -	\$ 2	\$ 50	2%		
AA	13	-	27	47	35	-	17	-	35	2	-	-	3	179	7%		
A	104	37	90	26	116	55	44	57	21	22	23	46	34	675	25%		
BBB	102	319	204	75	17	88	22	63	30	39	32	12	59	1,062	39%		
Subtotal	219	356	321	164	168	143	92	120	86	73	68	58	98	1,966	73%		
BB	4	5	-	35	3	11	44	-	9	9	-	2	22	144	5%		
B	-	-	-	3	-	4	5	-	-	2	-	-	-	14	1%		
CCC, CC, C	-	-	-	-	-	-	2	-	-	-	-	-	5	7	0%		
D	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%		
Subtotal	4	5	-	38	3	15	51	-	9	11	-	2	27	165	6%		
Not Rated (b)	483	10	-	-	10	-	15	6	-	6	-	2	20	552	21%		
Total	\$ 706	\$ 371	\$ 321	\$ 202	\$ 181	\$ 158	\$ 158	\$ 126	\$ 95	\$ 90	\$ 68	\$ 62	\$ 145	\$ 2,683	100%		

NAIC designation	Fair Value By Industry													Total	% Total
	Other Financials	Asset Managers	Banking	Technology	Insurance	Autos	Consumer	REITs	Energy	Healthcare	Communications	Capital Goods	Other		
1	\$ 356	\$ 37	\$ 118	\$ 88	\$ 151	\$ 55	\$ 73	\$ 57	\$ 56	\$ 35	\$ 36	\$ 46	\$ 49	\$ 1,157	48%
2	103	329	203	75	17	88	27	63	30	39	32	14	62	1,082	44%
Subtotal	459	366	321	163	168	143	100	120	86	74	68	60	111	2,239	92%
3	4	5	-	33	3	11	44	6	9	8	-	2	21	146	6%
4	4	-	-	3	1	4	5	-	-	3	-	-	-	20	1%
5	3	-	-	3	-	-	9	-	-	5	-	-	9	29	1%
6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%
Subtotal	11	5	-	39	4	15	58	6	9	16	-	2	30	195	8%
Total insurance companies	\$ 470	\$ 371	\$ 321	\$ 202	\$ 172	\$ 158	\$ 158	\$ 126	\$ 95	\$ 90	\$ 68	\$ 62	\$ 141	\$ 2,434	100%
Total non-insurance	236	-	-	-	9	-	-	-	-	-	-	-	4	249	
Total	\$ 706	\$ 371	\$ 321	\$ 202	\$ 181	\$ 158	\$ 158	\$ 126	\$ 95	\$ 90	\$ 68	\$ 62	\$ 145	\$ 2,683	

(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, 50% are NAIC 1 and 49% are held by non-insurance companies.
 For the Total, 47% are NAIC 1, 4% NAIC 2, and 44% are held by non-insurance companies.

Appendix E
 American Financial Group, Inc.
 Asset-Backed Securities by Credit Rating & NAIC Designation by Collateral Type
 6/30/2022
 (\$ in millions)

Fair Value By Collateral Type															
Credit Rating (a)	Commercial	Whole	Secured		Single	Triple	Mortgage			Consumer	Auto		Other	Total	% Total
	Real Estate	Business	TruPS	Financing (c)	Family Rental	Net Lease	Railcar	Aircraft	Receivables	Loans					
Investment Grade															
AAA	\$ 478	\$ -	\$ 44	\$ 25	\$ 149	\$ 134	\$ -	\$ -	\$ 15	\$ 8	\$ 30	\$ 36	\$ -	\$ 919	41%
AA	8	37	181	49	17	21	-	9	-	23	18	10	-	373	16%
A	-	4	8	36	-	9	150	45	-	41	-	150	-	443	20%
BBB	-	264	-	1	-	-	7	34	68	-	-	22	-	396	18%
Subtotal	486	305	233	111	166	164	157	88	83	72	48	218	-	2,131	95%
BB	-	-	-	1	-	-	-	6	-	-	-	-	-	7	0%
B	-	-	-	-	-	-	-	4	-	-	-	-	-	4	0%
CCC, CC, C	-	-	-	-	-	-	-	2	-	-	-	-	-	2	0%
D	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%
Subtotal	-	-	-	1	-	-	-	12	-	-	-	-	-	13	0%
Not Rated (b)	-	-	-	97	-	-	-	4	-	-	-	-	13	114	5%
Total	\$ 486	\$ 305	\$ 233	\$ 209	\$ 166	\$ 164	\$ 157	\$ 104	\$ 83	\$ 72	\$ 48	\$ 231	\$ 2,258	100%	

Fair Value By Collateral Type															
NAIC designation	Commercial	Whole	Secured		Single	Triple	Mortgage			Consumer	Auto		Other	Total	% Total
	Real Estate	Business	TruPS	Financing (c)	Family Rental	Net Lease	Railcar	Aircraft	Receivables	Loans					
1	\$ 380	\$ 41	\$ 233	\$ 207	\$ 166	\$ 164	\$ 150	\$ 53	\$ 15	\$ 72	\$ 41	\$ 208	\$ -	\$ 1,730	81%
2	-	264	-	1	-	-	7	34	68	-	-	22	-	396	18%
Subtotal	380	305	233	208	166	164	157	87	83	72	41	230	-	2,126	99%
3	-	-	-	1	-	-	-	6	-	-	-	-	-	7	1%
4	-	-	-	-	-	-	-	4	-	-	-	1	-	5	0%
5	-	-	-	-	-	-	-	7	-	-	-	-	-	7	0%
6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0%
Subtotal	-	-	-	1	-	-	-	17	-	-	-	1	-	19	1%
Total insurance companies	\$ 380	\$ 305	\$ 233	\$ 209	\$ 166	\$ 164	\$ 157	\$ 104	\$ 83	\$ 72	\$ 41	\$ 231	\$ -	\$ 2,145	100%
Total non-insurance	106	-	-	-	-	-	-	-	-	-	7	-	-	113	
Total	\$ 486	\$ 305	\$ 233	\$ 209	\$ 166	\$ 164	\$ 157	\$ 104	\$ 83	\$ 72	\$ 48	\$ 231	\$ 2,258		

(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) 77% of not rated securities are NAIC 1 and 5% are held by non-insurance companies.
 (c) Secured Financings are privately placed funding agreements secured by assets including Single Family Rental properties, Bank Loans, Bank Trust Preferreds, Commercial and Residential Mortgages.

Appendix F
 American Financial Group, Inc.
 Asset-Backed Securities by Credit Rating & NAIC Designation by Collateral Type
 12/31/2021
 (\$ in millions)

Fair Value By Collateral Type															
Credit Rating (a)	Commercial	Secured	Whole		Single		Triple		Consumer		Mortgage		Other	Total	% Total
	Real Estate	Financing (c)	Auto	Business	TruPS	Family Rental	Railcar	Net Lease	Aircraft	Loans	Receivables	Service			
Investment Grade															
AAA	\$ 690	\$ 25	\$ 181	\$ -	\$ -	\$ 128	\$ -	\$ 89	\$ -	\$ 33	\$ 39	\$ 145		\$ 1,330	50%
AA	8	67	20	40	167	23	-	25	9	46	-	15		420	16%
A	-	44	7	4	20	-	-	11	54	35	-	-		416	16%
BBB	-	1	-	159	-	-	-	-	42	-	62	-		274	10%
Subtotal	698	137	208	203	187	151	132	125	105	114	101	279	2,440	92%	
BB	-	1	-	-	-	-	-	-	3	-	-	-		4	0%
B	-	1	-	-	-	-	-	-	8	-	-	-		9	0%
CCC, CC, C	-	-	-	-	-	-	-	-	-	-	-	-		-	0%
D	-	-	-	-	-	-	-	-	-	-	-	-		-	0%
Subtotal	-	2	-	-	-	-	-	-	11	-	-	-		13	0%
Not Rated (b)	-	157	-	-	-	-	-	-	3	-	-	63		223	8%
Total	\$ 698	\$ 296	\$ 208	\$ 203	\$ 187	\$ 151	\$ 132	\$ 125	\$ 119	\$ 114	\$ 101	\$ 342	\$ 2,676	100%	

Fair Value By Collateral Type															
NAIC designation	Commercial	Secured	Whole		Single		Triple		Consumer		Mortgage		Other	Total	% Total
	Real Estate	Financing (c)	Auto	Business	TruPS	Family Rental	Railcar	Net Lease	Aircraft	Loans	Receivables	Service			
1	\$ 504	\$ 267	\$ 49	\$ 44	\$ 187	\$ 151	\$ 132	\$ 125	\$ 63	\$ 106	\$ 39	\$ 268		\$ 1,935	87%
2	-	1	-	159	-	-	-	-	42	-	62	-		274	12%
Subtotal	504	268	49	203	187	151	132	125	105	106	101	278	2,209	99%	
3	-	1	-	-	-	-	-	-	3	-	-	-		4	0%
4	-	1	-	-	-	-	-	-	8	-	-	-		9	1%
5	-	-	-	-	-	-	-	-	2	-	-	-		2	0%
6	-	-	-	-	-	-	-	-	-	-	-	-		-	0%
Subtotal	-	2	-	-	-	-	-	-	13	-	-	-		15	1%
Total insurance companies	\$ 504	\$ 270	\$ 49	\$ 203	\$ 187	\$ 151	\$ 132	\$ 125	\$ 118	\$ 106	\$ 101	\$ 278	\$ 2,224	100%	
Total non-insurance	194	26	159	-	-	-	-	-	1	8	-	64	452		
Total	\$ 698	\$ 296	\$ 208	\$ 203	\$ 187	\$ 151	\$ 132	\$ 125	\$ 119	\$ 114	\$ 101	\$ 342	\$ 2,676		

(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 12% are held by non-insurance companies.
 (c) Secured Financings are privately placed funding agreements secured by assets including Bank Loans, Single Family Rental properties, and other Commercial Loans and Leases.

Appendix G
American Financial Group, Inc.
Real Estate-Related Investments
6/30/2022
(\$ in millions)

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	\$ 1,091	91%	96%	98%
Fund Investments	50	4%	-	-
QOZ Fund - Development	19	2%	93%	98%
Office	15	1%	-	-
Hospitality	9	1%	81%	100%
Land Development	8	1%	-	-
Student Housing	1	0%	-	-
Total	\$ 1,193	100%		

Real Estate

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Debt</u>
Resort & Marina	\$ 52	51%	\$ -
Marina	38	37%	-
Hotel	-	0%	-
Office Building	10	10%	-
Land	2	2%	-
Total	\$ 102	100%	\$ -

Mortgage Loans

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Loan To Value (d)</u>
Multifamily	489	71%	67%
Hospitality	146	21%	52%
Office	57	8%	73%
Retail	-	0%	-
Total	\$ 692	100%	64%

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

(a) Total investments accounted for using the equity method is \$1.6 billion, the amounts presented in this table only relate to real estate funds/investments.

(b) Occupancy as of 6/30/22

(c) Collections for April - June

(d) Based on most recent property appraisals, the vast majority of which are prior to March 2020.

Appendix H
American Financial Group, Inc.
Real Estate-Related Investments
12/31/2021
(\$ in millions)

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	\$ 1,000	88%	96%	98%
Fund Investments	43	4%	-	-
Student Housing	30	3%	94%	98%
Land - Development	19	2%	-	-
QOZ Fund - Development	15	1%	-	-
Office	15	1%	81%	100%
Hospitality	8	1%	-	-
Total	\$ 1,130	100%		

Real Estate

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Debt</u>
Marina	\$ 53	42%	\$ -
Resort & Marina	38	31%	-
Hotel	21	17%	-
Office Building	11	8%	-
Land	2	2%	-
Total	\$ 125	100%	\$ -

Mortgage Loans

<u>Property Type</u>	<u>Book Value</u>	<u>% of Book Value</u>	<u>Loan To Value (d)</u>
Hospitality	316	61%	67%
Multi-family	146	28%	54%
Office	58	11%	73%
Retail	-	0%	0%
Total	\$ 520	100%	64%

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

(a) Total investments accounted for using the equity method is \$1.5 billion, the amounts presented in this table only relate to real estate funds/investments.

(b) Occupancy as of 12/31/21

(c) Collections for October - December

(d) Based on most recent property appraisals, the vast majority of which are prior to March 2020.