

GamaLife announces half year net profits of €18.5m and a pro forma solvency ratio of 287%

Lisbon, 18 September 2025

GamaLife closed the first half of 2025 with unaudited IFRS net profits of 18.5 million euros, compared with 21.7 million euros in the previous year.

The Company's pre-tax result was 30.8 million euros for H1 2025, compared with 28.5 million euros for H1 2024.

Shareholders equity totalled 241 million euros, a decrease of 40 million euros since December, reflecting the profit for the period offset by the previously announced dividend payment of 60 million euros.

The Company reported total production of 234 million euros for the first six months of the year reflecting a 1.7% increase over the same period of last year.

Unrestricted Tier 1 capital increased by 12 million euros to 582 million euros in the six months to 30 June 2025, with the capital generation of the business partially offset by the 14 million amortisation of transitional measures, which currently total 96 million euros.

Recent Developments

In June 2025, GamaLife redeemed in full its legacy Restricted Tier 1 subordinated debt of 45 million euros resulting in a Solvency Capital Requirement Coverage Ratio of 237% at 30 June 2024.

In early July 2025, the Company issued 125 million euros of Tier 2 subordinated reset notes with maturity in 2035¹. Accounting for the issue of the T2 notes, the pro forma Coverage Ratio at 30 June 2025 was 287%.

During July, GamaLife also completed the IT migration of the acquired business unit in Italy, thereby completing the creation of independent operations for the branch.

Production

In Portugal, total production in the first half of 2025 was in line with the previous half year, with the volume of Life Risk insurance premiums and Savings premiums remaining stable. The business mix of Savings products showed a strong performance of unit-linked sales offsetting a decline in profit-sharing traditional products.

In Italy total production increased by around 5 million to 56 million euros as of 30 June 2025. This increase was driven by new business, which more than offset the decline in regular premiums and top-ups from the portfolio.

¹ Issued notes have a 10.25-year maturity and an initial fixed interest rate of 5.25%, resetting in 2030, and are listed on the Global Exchange Market ("GEM") of Euronext Dublin.

	(EUR thousands)		
	6 months to		
	30 June 2025		
	Portugal	Italy	Total
Total Production			
Insurance Contracts			
Life Annuities	51	4,617	4,668
Other Risk Products	28,397	-	28,397
Other Traditional Products	-	26,637	26,637
Capitalisation Products	2,086	1,780	3,866
Retirement Savings Plans	30,632	-	30,632
Retirement Products	-	22,484	22,484
Sub Total	61,166	55,517	116,684
Investment contracts			
Capitalisation Products	54,104	-	54,104
Retirement Savings Plans	63,118	-	63,118
Sub Total	117,222	-	117,222
Total	178,388	55,517	233,906

Results

The company's unaudited pre-tax profit was 30.8 million euros (18.5 million euros after tax) in the six months to 30 June 2025, compared with 28.6 million euros (21.7 million euros after tax) in 1H 2024.

The insurance result in Portugal reduced marginally by 0.8 million euros to 8.2 million euros in 1H 2025. The insurance result in Italy, however, increased by 3.4 million euros to a total of 15.0 million euros in 1H 2025.

The investment result reduced 2 million to 13.0 million euros in 1H2025 due to lower capital gains in Portugal.

Other income improved by 2 million driven by lower costs in Italy as the business trends towards its new lean operating model.

	(EUR millions)		
	6 months to		
	30 June 2025		
	Portugal	Italy	Total
Income Statement			
Income from insurance contracts	34.1	35.1	69.2
Release of Contractual Services Margin	16.5	15.6	32.1
Release of Risk Adjustment	2.9	1.2	4.1
Expected claims & modelled attributable expenses	14.7	18.3	33.0
Insurance contract expenses	(16.1)	(20.1)	(36.2)
Revenues/expenses from reinsurance contracts	(9.8)	-	(9.8)
Insurance Result	8.2	15.0	23.1
Net income/gains on financial assets and liabilities	24.0	90.4	114.4
Result of the financial component of insurance contracts	(12.0)	(89.3)	(101.4)
Investment Result	12.0	1.1	13.0
Other Gains/Expenses *	(2.7)	(2.6)	(5.3)
Pre-Tax Result	17.4	13.4	30.8
Taxes for the period	(8.4)	(3.9)	(12.3)
Post-Tax Result	9.0	9.5	18.5

*Other Gains/Expenses includes commission income from Unit Linked products and general expenses not attributable under IFRS17

Results & Principal Indicators

	(EUR millions)		
	6 months to		
	30 June 2025		
Balance Sheet	Portugal	Italy	Total
Total Assets	3,286.8	4,158.8	7,445.6
of which: Unit Linked	1,370.7	511.7	1,882.4
Total Liabilities	3,118.4	4,086.6	7,205.1
of which: Insurance Contract Liabilities ^{††}	1,235.4	4,032.4	5,267.8
of which: Investment Contract Liabilities ^{††}	1,776.2	-	1,776.2
Shareholders Equity	-	-	240.6
Contratual Service Margin * (CSM)	125.0	229.6	354.6
Risk Adjustment * (RA)	24.7	16.7	41.3
Net Tax Assets	-	-	66.5
Income Statement	Portugal	Italy	Total
Gross Written Premiums	178.4	55.5	233.9
Insurance Result *	8.2	15.0	23.1
of which: CSM release	8.5	15.6	24.1
of which: RA release	1.2	1.2	2.4
of which: Loss Component movement	0.3	-	0.3
of which: Actual vs Expected	(1.9)	(1.8)	(3.7)
Investment Result [†]	12.0	1.1	13.0
Other Income/Expense ^{††}	(2.7)	(2.6)	(5.3)
Result (Pre-Tax)	17.4	13.4	30.8
Total Costs [‡]	(21.4)	(17.3)	(38.8)

	6 months to		
	30 June 2025		
	Portugal	Italy	Total
Ratios	Portugal	Italy	Total
Debt/Debt & Equity (Leverage Ratio)	-	-	13.9%
Debt Cost Ratio	-	-	7.5%
CSM Release/Total CSM (CSM Release ratio) ^{**}	12.8%	12.7%	10.3%
Eligible Own Funds	-	-	673.5
Solvency ratio	-	-	255%

^{††} Portugal's Unit Linked contracts classified as investment contracts; Italy's Unit Linked component of hybrid products classified as insurance contracts

* Net of reinsurance

[†] Includes returns from free assets and spread business

^{††} Includes non-attributable expenses and, for Portugal, the margin from Unit Linked products

[‡] Includes interest expenses, financial and distribution commissions

^{**} Net of reinsurance based on end of period CSM before release

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