
**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 07, 2024

GLOBAL INDEMNITY GROUP, LLC

(Exact name of Registrant as Specified in Its Charter)

| | | |
|----------------------------------------------------------------------------------------------------------------------------|----------------------------------------------|-----------------------------------------------------------|
| Delaware (State or Other Jurisdiction of Incorporation) | 001-34809 (Commission File Number) | 85-2619578 (IRS Employer Identification No.) |
| 112 S. French Street Suite 105 Wilmington, Delaware (Address of Principal Executive Offices) | | 19801 (Zip Code) |

Registrant's Telephone Number, Including Area Code: 302 691-6276

Not Applicable

(Former Name or Former Address, if Changed Since Last Report)

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:

- 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 |
|-------------------------------------|----------------------|-------------------------------------------|
| Class A Common Shares, no par value | GBLI | The 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.

Item 2.02 Results of Operations and Financial Condition.

On August 7, 2024, Global Indemnity Group, LLC (the "Company") issued a press release announcing the Company's financial results for the second quarter ended June 30, 2024.

The information in this Current Report on Form 8-K and the Exhibit attached hereto shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 (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 or the Exchange Act, regardless of any general incorporation language in such filing.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits

99.1 [Press Release dated August 7, 2024.](#)

104 Cover Page Interactive Data File (embedded within the 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.

Global Indemnity Group, LLC

August 7, 2024

By: /s/ Brian J. Riley

Name: Brian J. Riley

Title: Chief Financial Officer



For release: August 7, 2024

Global Indemnity Group, LLC Reports Second Quarter 2024 Results and AM Best Affirmation of A (Excellent) Rating

Wilmington, Del., (August 7, 2024) – Global Indemnity Group, LLC (NYSE:GBLI) (the “Company”) today reported an increase of 83% in net income available to shareholders to \$21.2 million or \$1.55 per share for the six months ended June 30, 2024 compared to \$11.6 million or \$0.84 per share for the same period in 2023.

On August 1, 2024, AM Best affirmed Global Indemnity Group, LLC’s A (Excellent) rating for its U.S. insurance subsidiaries and released:

- “AM Best has affirmed the Financial Strength Rating (FSR) of A (Excellent) and the Long-Term Issue Credit Ratings (Long-Term ICR) of “a” (Excellent) of the U.S. operating subsidiaries of Global Indemnity Group, LLC (Global Indemnity) (Delaware) [NYSE: GBLI].”
- “The balance sheet strength assessment reflects Global Indemnity’s risk-adjusted capitalization being at the strongest level, as measured by Best’s Capital Adequacy Ratio (BCAR), supported by a conservative investment portfolio, generally conservative reserving practices, as well as the added financial flexibility through its parent’s access to capital markets.”
- “Penn-America, the group’s core commercial specialty segment, which focuses on small-to middle-market customers, has been consistently profitable.”
- “Global Indemnity is composed of several long-standing and well-recognized franchises that provide a diverse mix of business through multiple distribution channels.”

Highlights for the Six Months Ended June 30, 2024

- Net income available to shareholders increased 83% to \$21.2 million or \$1.55 per share in 2024 compared to \$11.6 million or \$0.84 per share in 2023.
- Operating income increased 51% to \$20.6 million in 2024 compared to \$13.7 million in 2023.
- Book value per share increased to \$48.56 at June 30, 2024 from \$47.53 at December 31, 2023; increased 3.6% including dividends paid of \$0.70 per share in 2024.
- Investment income increased 18% to \$29.8 million in 2024 compared to \$25.2 million in 2023 due to an increase in book yield on the Company’s bond portfolio from 3.8% at June 30, 2023 to 4.5% at June 30, 2024.
- Annualized investment return was 5.2% for 2024 for the first six months of 2024.
- GBLI’s current accident year underwriting income increased to \$8.7 million for 2024 compared with \$3.2 million in 2023 driven by:
 - The Company’s Penn-America segment that posted \$9.9 million of underwriting income (combined ratio of 94.8%), higher than 2023 underwriting income of \$6.3 (combined ratio of 96.8%) driven by improved non-catastrophe and catastrophe property results.
 - GBLI’s catastrophe losses declined 36%; \$6.8 million in 2024 from \$10.6 million in 2023.
- Penn-America gross written premiums, excluding programs terminated in 2023 increased 7% to \$194.6 million compared to \$182.3 million in 2023.
 - InsurTech grew 18% to \$26.3 million in 2024 compared with \$22.3 million in 2023 from organic agency growth, new agency appointments and new products.
 - Wholesale Commercial’s policy premiums, excluding audit premiums, is higher by 12% in 2024 driven by aggregate premium rate increase of 9%.
 - Assumed Re increased from \$4.2 million in 2023 to \$9.4 million in 2024 due to new treaties commencing in both 2023 and 2024.
- Prior accident year loss development was slightly favorable at \$0.1 million for the first six months of 2024.

Selected Operating and Balance Sheet Information

(Dollars in millions, except per share data)

| | For the Three Months Ended June 30, | | For the Six Months Ended June 30, | |
|-------------------------------------------------------------------|----------------------------------------|---------------------------------|--------------------------------------|----------|
| | 2024 | 2023 | 2024 | 2023 |
| Consolidated: | | | | |
| Net income available to shareholders | \$ 10.0 | \$ 9.2 | \$ 21.2 | \$ 11.6 |
| Net income available to shareholders per share | \$ 0.73 | \$ 0.67 | \$ 1.55 | \$ 0.84 |
| Operating income | \$ 9.9 | \$ 10.0 | \$ 20.6 | \$ 13.7 |
| Operating income per share | \$ 0.72 | \$ 0.72 | \$ 1.49 | \$ 0.98 |
| Underwriting income, current accident year | \$ 3.5 | \$ 3.7 | \$ 8.7 | \$ 3.2 |
| Underwriting income | \$ 3.5 | \$ 4.3 | \$ 8.8 | \$ 3.2 |
| Gross written premiums | \$ 100.7 | \$ 110.1 | \$ 194.2 | \$ 233.1 |
| Investment income | \$ 15.3 | \$ 13.2 | \$ 29.8 | \$ 25.2 |
| Annualized investment return | 5.0% | 2.8% | 5.2% | 4.5% |
| Combined ratio analysis: | | | | |
| Loss ratio | 57.8% | 60.5% | 56.5% | 61.7% |
| Expense ratio | 38.8% | 36.4% | 39.2% | 37.3% |
| Combined ratio | 96.6% | 96.9% | 95.7% | 99.0% |
| Combined ratio, current accident year | 96.7% | 97.3% | 95.8% | 99.1% |
| Penn-America Segment: | | | | |
| Underwriting income, current accident year | \$ 4.2 | \$ 7.1 | \$ 9.9 | \$ 6.3 |
| Underwriting income | \$ 4.7 | \$ 6.1 | \$ 10.3 | \$ 3.0 |
| Penn-America gross written premiums ⁽¹⁾ | \$ 100.6 | \$ 91.5 | \$ 194.6 | \$ 182.3 |
| Combined ratio analysis: | | | | |
| Loss ratio | 57.2% | 56.6% | 56.0% | 60.9% |
| Expense ratio | 38.0% | 37.1% | 38.6% | 37.7% |
| Combined ratio | 95.2% | 93.7% | 94.6% | 98.6% |
| Combined ratio, current accident year | 95.7% | 92.6% | 94.8% | 96.8% |
| | As of June 30, 2024 | As of March 31, 2024 | As of December 31, 2023 | |
| Consolidated: | | | | |
| Book value per share | \$ 48.56 | \$ 48.18 | \$ 47.53 | |
| Book value per share plus cumulative dividends and excluding AOCI | \$ 56.58 | \$ 56.00 | \$ 55.22 | |
| Shareholders' equity | \$ 667.5 | \$ 659.5 | \$ 648.8 | |
| Cash and invested assets | \$ 1,435.2 | \$ 1,417.3 | \$ 1,390.4 | |
| Shares Outstanding (in millions) | 13.7 | 13.6 | 13.6 | |

(1) Excludes \$3.6 million and \$8.2 million of gross written premiums in 2023 terminated programs for the three and six months ended June 30, 2023, respectively.

GLOBAL INDEMNITY GROUP, LLC
CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

(Dollars and shares in thousands, except per share data)

| | For the Three Months Ended June 30, | | For the Six Months Ended June 30, | |
|---------------------------------------------------|------------------------------------------------|-----------------|----------------------------------------------|------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Gross written premiums | \$ 100,706 | \$ 110,100 | \$ 194,194 | \$ 233,085 |
| Net written premiums | \$ 97,751 | \$ 105,996 | \$ 189,836 | \$ 221,857 |
| Net earned premiums | \$ 92,814 | \$ 129,156 | \$ 189,393 | \$ 269,228 |
| Net investment income | 15,311 | 13,216 | 29,831 | 25,224 |
| Net realized investment gains (losses) | 205 | (761) | 1,052 | (2,281) |
| Other income | 357 | 282 | 702 | 636 |
| Total revenues | <u>108,687</u> | <u>141,893</u> | <u>220,978</u> | <u>292,807</u> |
| Net losses and loss adjustment expenses | 53,662 | 78,082 | 107,046 | 166,083 |
| Acquisition costs and other underwriting expenses | 35,968 | 47,101 | 74,237 | 100,579 |
| Corporate and other operating expenses | 6,366 | 4,990 | 12,739 | 11,358 |
| Interest expense | <u>17</u> | <u>12</u> | <u>17</u> | <u>12</u> |
| Income before income taxes | 12,674 | 11,708 | 26,939 | 14,775 |
| Income tax expense | <u>2,581</u> | <u>2,371</u> | <u>5,480</u> | <u>2,944</u> |
| Net income | <u>10,093</u> | <u>9,337</u> | <u>21,459</u> | <u>11,831</u> |
| Less: Preferred stock distributions | <u>110</u> | <u>110</u> | <u>220</u> | <u>220</u> |
| Net income available to common shareholders | <u>\$ 9,983</u> | <u>\$ 9,227</u> | <u>\$ 21,239</u> | <u>\$ 11,611</u> |
| Per share data: | | | | |
| Net income available to common shareholders | | | | |
| Basic | \$ 0.73 | \$ 0.68 | \$ 1.56 | \$ 0.86 |
| Diluted | \$ 0.73 | \$ 0.67 | \$ 1.55 | \$ 0.84 |
| Weighted-average number of shares outstanding | | | | |
| Basic | 13,610 | 13,478 | 13,594 | 13,574 |
| Diluted | 13,678 | 13,708 | 13,659 | 13,794 |
| Cash distributions declared per common share | \$ 0.35 | \$ 0.25 | \$ 0.70 | \$ 0.50 |
| Combined ratio analysis: | | | | |
| Loss ratio | 57.8% | 60.5% | 56.5% | 61.7% |
| Expense ratio | <u>38.8%</u> | <u>36.4%</u> | <u>39.2%</u> | <u>37.3%</u> |
| Combined ratio | <u>96.6%</u> | <u>96.9%</u> | <u>95.7%</u> | <u>99.0%</u> |

GLOBAL INDEMNITY GROUP, LLC
CONSOLIDATED BALANCE SHEETS

(Dollars in thousands)

| | (Unaudited) June 30, 2024 | December 31, 2023 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|------------------------------------|
| ASSETS | | |
| Fixed maturities: | | |
| Available for sale, at fair value (amortized cost: \$1,362,384 and \$1,322,092; net of allowance for expected credit losses of \$0 at June 30, 2024 and December 31, 2023) | \$ 1,340,046 | \$ 1,293,793 |
| Equity securities, at fair value | 14,657 | 16,508 |
| Other invested assets | 33,710 | 38,236 |
| Total investments | 1,388,413 | 1,348,537 |
| Cash and cash equivalents | 46,731 | 38,037 |
| Premium receivables, net of allowance for expected credit losses of \$4,043 at June 30, 2024 and \$4,796 at December 31, 2023 | 80,587 | 102,158 |
| Reinsurance receivables, net of allowance for expected credit losses of \$8,992 at June 30, 2024 and December 31, 2023 | 75,643 | 80,439 |
| Funds held by ceding insurers | 27,114 | 16,989 |
| Deferred federal income taxes | 30,201 | 36,802 |
| Deferred acquisition costs | 41,109 | 42,445 |
| Intangible assets | 14,280 | 14,456 |
| Goodwill | 4,820 | 4,820 |
| Prepaid reinsurance premiums | 3,498 | 4,958 |
| Receivable for securities | 65 | 3,858 |
| Federal income tax receivable | 899 | — |
| Lease right of use assets | 8,978 | 9,715 |
| Other assets | 16,211 | 26,362 |
| Total assets | \$ 1,738,549 | \$ 1,729,576 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Liabilities: | | |
| Unpaid losses and loss adjustment expenses | \$ 844,206 | \$ 850,599 |
| Unearned premiums | 181,834 | 182,852 |
| Ceded balances payable | 948 | 2,642 |
| Federal income tax payable | — | 1,595 |
| Contingent commissions | 3,599 | 5,632 |
| Lease liabilities | 11,448 | 12,733 |
| Other liabilities | 29,024 | 24,770 |
| Total liabilities | \$ 1,071,059 | \$ 1,080,823 |
| Shareholders' equity: | | |
| Series A cumulative fixed rate preferred shares, \$1,000 par value; 100,000,000 shares authorized, shares issued and outstanding: 4,000 and 4,000 shares, respectively, liquidation preference: \$1,000 per share and \$1,000 per share, respectively | 4,000 | 4,000 |
| Common shares: no par value; 900,000,000 common shares authorized; class A common shares issued: 11,158,442 and 11,042,670, respectively; class A common shares outstanding: 9,870,674 and 9,771,429, respectively; class B common shares issued and outstanding: 3,793,612 and 3,793,612, respectively | — | — |
| Additional paid-in capital ⁽¹⁾ | 457,550 | 454,791 |
| Accumulated other comprehensive income (loss), net of tax | (18,051) | (22,863) |
| Retained earnings ⁽¹⁾ | 256,683 | 244,988 |
| Class A common shares in treasury, at cost: 1,287,768 and 1,271,241 shares, respectively | (32,692) | (32,163) |
| Total shareholders' equity | 667,490 | 648,753 |
| Total liabilities and shareholders' equity | \$ 1,738,549 | \$ 1,729,576 |

(1) Since the Company's initial public offering in 2003, the Company has returned \$619 million to shareholders, including \$522 million in share repurchases and \$97 million in dividends/distributions.

Segment Data for the Six Months Ended June 30, 2024 and 2023

(Dollars in millions)

Underwriting Income for the Six Months Ended June 30,

| | Penn-America | | Non-Core Operations | | Consolidated | |
|---------------------------------------------------|---------------------|-------------|----------------------------|-------------|---------------------|-------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Revenues: | | | | | | |
| Gross written premiums | \$ 194.6 | \$ 190.4 | \$ (0.4) | \$ 42.7 | \$ 194.2 | \$ 233.1 |
| Net written premiums | \$ 190.2 | \$ 182.8 | \$ (0.4) | \$ 39.1 | \$ 189.8 | \$ 221.9 |
| Net earned premiums | \$ 178.5 | \$ 183.3 | \$ 10.9 | \$ 85.9 | \$ 189.4 | \$ 269.2 |
| Underwriting income (loss), current accident year | \$ 9.9 | \$ 6.3 | \$ (1.2) | \$ (3.1) | \$ 8.7 | \$ 3.2 |
| Underwriting income (loss) | \$ 10.3 | \$ 3.0 | \$ (1.5) | \$ 0.2 | \$ 8.8 | \$ 3.2 |

Combined ratio analysis:

| | | | | | | |
|---------------------------------------|--------|-------|--------|--------|--------|-------|
| Loss ratio | | | | | | |
| Current accident year | 56.3% | 59.3% | 61.1% | 66.8% | 56.6% | 61.7% |
| Prior accident year | (0.3%) | 1.6% | 3.2% | (3.5%) | (0.1%) | 0.0% |
| Calendar year loss ratio | 56.0% | 60.9% | 64.3% | 63.3% | 56.5% | 61.7% |
| Expense ratio | 38.6% | 37.7% | 49.6% | 36.6% | 39.2% | 37.3% |
| Combined ratio | 94.6% | 98.6% | 113.9% | 99.9% | 95.7% | 99.0% |
| Combined ratio, current accident year | 94.8% | 96.8% | 110.7% | 103.8% | 95.8% | 99.1% |

Gross Written Premiums for the Six Months Ended June 30,

| | 2024 | 2023 | % Change |
|----------------------|-------------|-------------|-----------------|
| Penn-America: | | | |
| Wholesale Commercial | \$ 124.9 | \$ 121.0 | 3% |
| InsurTech | 26.3 | 22.3 | 18% |
| Assumed Reinsurance | 9.4 | 4.2 | 123% |
| | 160.6 | 147.5 | 9% |
| Programs | 34.0 | 42.9 | (21%) |
| Penn-America | 194.6 | 190.4 | 2% |
| Non-Core Operations | (0.4) | 42.7 | (101%) |
| Total | \$ 194.2 | \$ 233.1 | (17%) |

GLOBAL INDEMNITY GROUP, LLC
SELECTED INVESTMENT DATA
(Dollars in millions)

| | Market Value as of | |
|-------------------------------------------|------------------------------|-------------------|
| | (Unaudited) June 30, 2024 | December 31, 2023 |
| Fixed maturities | \$ 1,340.0 | \$ 1,293.8 |
| Cash and cash equivalents | 46.7 | 38.0 |
| Total bonds and cash and cash equivalents | 1,386.7 | 1,331.8 |
| Equities and other invested assets | 48.4 | 54.7 |
| Total cash and invested assets, gross | 1,435.1 | 1,386.5 |
| Receivable for securities | 0.1 | 3.9 |
| Total cash and invested assets, net | <u>\$ 1,435.2</u> | <u>\$ 1,390.4</u> |

| | Total Pre-Tax Investment Return | | | |
|-----------------------------------------------|-------------------------------------------------------|-------------------|-----------------------------------------------------|-------------------|
| | For the Three Months Ended June 30, (Unaudited) | | For the Six Months Ended June 30, (Unaudited) | |
| | 2024 | 2023 | 2024 | 2023 |
| Net investment income | \$ 15.3 | \$ 13.2 | \$ 29.8 | \$ 25.2 |
| Net realized investment gains (losses) | 0.2 | (0.8) | 1.1 | (2.3) |
| Net unrealized investment gains (losses) | 2.4 | (3.1) | 5.9 | 7.4 |
| Net realized and unrealized investment return | 2.6 | (3.9) | 7.0 | 5.1 |
| Total investment return | <u>\$ 17.9</u> | <u>\$ 9.3</u> | <u>\$ 36.8</u> | <u>\$ 30.3</u> |
| Average total cash and invested assets | <u>\$ 1,426.3</u> | <u>\$ 1,345.2</u> | <u>\$ 1,412.8</u> | <u>\$ 1,343.0</u> |
| Total annualized investment return % | <u>5.0%</u> | <u>2.8%</u> | <u>5.2%</u> | <u>4.5%</u> |

SUMMARY OF OPERATING INCOME

(Dollars and shares in thousands, except per share data)

| | For the Three Months Ended June 30, (Unaudited) | | For the Six Months Ended June 30, (Unaudited) | |
|-----------------------------------------------------|-------------------------------------------------------|-----------------|-----------------------------------------------------|------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Operating income, net of tax ⁽¹⁾ | \$ 9,935 | \$ 9,976 | \$ 20,628 | \$ 13,692 |
| Net realized investment gains (losses) | 158 | (639) | 831 | (1,861) |
| Net income | <u>\$ 10,093</u> | <u>\$ 9,337</u> | <u>\$ 21,459</u> | <u>\$ 11,831</u> |
| Weighted average shares outstanding – diluted | 13,678 | 13,708 | 13,659 | 13,794 |
| Operating income per share – diluted ⁽²⁾ | \$ 0.72 | \$ 0.72 | \$ 1.49 | \$ 0.98 |

(1) Operating income, net of tax, excludes preferred shareholder distributions of \$0.1 million for each of the three months ended June 30, 2024 and 2023 and \$0.2 million for each of the six months ended June 30, 2024 and 2023.

(2) The operating income per share calculation is net of preferred shareholder distributions of \$0.1 million for each of the three months ended June 30, 2024 and 2023 and \$0.2 million for each of the six months ended June 30, 2024 and 2023.

Note Regarding Operating Income

Operating income, a non-GAAP financial measure, is equal to net income excluding after-tax net realized investment gains (losses) and other unique charges not related to operations. Operating income is not a substitute for net income determined in accordance with GAAP, and investors should not place undue reliance on this measure.

About Global Indemnity Group, LLC and its subsidiaries

Global Indemnity Group, LLC (NYSE:GBLI), through its several direct and indirect wholly owned subsidiary insurance companies, provides both admitted and non-admitted specialty property and specialty casualty insurance coverages and individual policyholder coverages in the United States, as well as reinsurance worldwide. The insurance companies manage the distribution of the Company's core product offerings through Penn-America. The Company also has a Non-Core Operations segment that contains lines of business that have been de-emphasized or are no longer being written.

For more information, visit the Company's website at www.gbli.com.

Forward-Looking Information

The forward-looking statements contained in this press release³ do not address a number of risks and uncertainties. Investors are cautioned that Global Indemnity's actual results may be materially different from the estimates expressed in, or implied, or projected by, the forward looking statements. These statements are based on estimates and information available to us at the time of this press release. All forward-looking statements in this press release are based on information available to Global Indemnity as of the date hereof. Please see Global Indemnity's filings with the Securities and Exchange Commission for a discussion of risks and uncertainties which could impact the Company and for a more detailed explication regarding forward-looking statements. Global Indemnity does not assume any obligation to update the forward-looking statements provided to reflect events that occur or circumstances that exist after the date on which they were made.

[3] Disseminated pursuant to the "safe harbor" provisions of Section 21E of the Security Exchange Act of 1934.

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