WORLD BANK GROUP

Guarantees | MIGA

Condensed
Quarterly Financial Statements

UNAUDITED

December 31, 2025

CONTENTS

Condensed Balance Sheets

Expressed in thousands of US dollars (*unless otherwise stated*)

	December 31, 2025	June 30, 2025
Assets		
Cash	$ 6,654	$ 18,128
Investments - Trading - Notes B and K	2,616,522	2,490,560
Derivative assets, net - Notes C and K	337	626
Non-negotiable, non interest - bearing demand obligations - Note D	108,439	108,893
Reinsurance recoverable, net - Note F	438,168	418,486
Prepaid premium ceded to reinsurers - Note E	553,872	545,257
Other assets - Notes G and I	182,292	148,733
TOTAL ASSETS	$ 3,906,284	$ 3,730,683
Liabilities and Shareholders' Equity		
LIABILITIES		
Reserve for claims, gross - Note F		
Specific reserves for claims	$ 7,229	$ 6,097
Insurance portfolio reserve	654,681	629,115
Reserve for claims - gross	661,910	635,212
Unearned premiums and commissions - Note E	875,011	864,631
Derivative liabilities, net - Notes C and K	3,493	10,214
Liabilities for pension and other post-retirement benefits - Note G	34,157	33,235
Other liabilities - Notes H and I	139,816	85,886
TOTAL LIABILITIES	1,714,387	1,629,178
CONTINGENT LIABILITIES - Note E		
SHAREHOLDERS' EQUITY		
Capital stock - Note D		
Authorized capital (186,665 shares - December 31, 2025 and June 30, 2025)		
Subscribed capital (177,409 shares - December 31, 2025 and June 30, 2025)	1,919,565	1,919,565
Less uncalled portion of subscriptions	1,553,274	1,553,274
	366,291	366,291
Retained earnings	1,752,784	1,660,837
Accumulated other comprehensive income - Note J	72,822	74,377
TOTAL SHAREHOLDERS' EQUITY	2,191,897	2,101,505
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	$ 3,906,284	$ 3,730,683

Condensed Statements of Income

Expressed in thousands of US dollars

	Three Months Ended December 31,		Six Months Ended December 31,	
	2025	2024	2025	2024
INCOME				
Net premium income - Note E	$ 37,053	$ 36,043	$ 74,492	$ 72,221
Income from investments - Note B	29,850	3,342	63,971	37,604
Miscellaneous income	1,787	1,719	3,613	3,432
Total income	68,690	41,104	142,076	113,257
EXPENSES				
(Decrease) increase in reserve for claims, net - Note F				
(Decrease) increase in reserves, excluding translation losses	(944)	5,272	5,630	15,454
Translation (gains) losses	—	(5,949)	160	(2,232)
(Decrease) increase in reserve for claims, net	(944)	(677)	5,790	13,222
Increase in allowance for credit losses - Note F	12	18	5	77
Administrative expenses (including Pension service cost) - Notes G and I	25,000	24,265	47,612	44,714
Pension credit (excluding Pension service cost) - Note G	(1,617)	(931)	(3,235)	(1,863)
Translation losses (gains) - Investments and other assets	285	7,483	(43)	2,406
(Decrease) increase in reserves and total expenses	22,736	30,158	50,129	58,556
NET INCOME	$ 45,954	$ 10,946	$ 91,947	$ 54,701

Condensed Statements of Comprehensive Income

Expressed in thousands of US dollars

	Three Months Ended December 31,		Six Months Ended December 31,	
	2025	2024	2025	2024
NET INCOME	$ 45,954	$ 10,946	$ 91,947	$ 54,701
OTHER COMPREHENSIVE LOSS - Note J				
Amortization of unrecognized net actuarial gains on pension plans	(786)	(180)	(1,571)	(360)
Amortization of unrecognized prior service costs on pension plans	8	22	16	45
Total other comprehensive loss	(778)	(158)	(1,555)	(315)
COMPREHENSIVE INCOME	$ 45,176	$ 10,788	$ 90,392	$ 54,386

Condensed Statements of Changes in Shareholders' Equity

Expressed in thousands of US dollars

	Six Months Ended December 31,	
	2025	2024
CAPITAL STOCK		
Balance at beginning of the fiscal year	$ 366,291	$ 366,291
Paid-in subscriptions	-	-
Ending Balance	366,291	366,291
RETAINED EARNINGS		
Balance at beginning of the fiscal year	1,660,837	1,492,869
Net income	91,947	54,701
Ending Balance	1,752,784	1,547,570
ACCUMULATED OTHER COMPREHENSIVE INCOME		
Balance at beginning of the fiscal year	74,377	32,586
Other comprehensive loss	(1,555)	(315)
Ending Balance	72,822	32,271
TOTAL SHAREHOLDERS' EQUITY	$ 2,191,897	$ 1,946,132

Condensed Statements of Cash Flows

Expressed in thousands of US dollars

	Six Months Ended December 31, 2025	Six Months Ended December 31, 2024
CASH FLOW FROM OPERATING ACTIVITIES		
Net income…………………………………………………………………………..	$ 91,947	$ 54,701
Adjustments to reconcile net income to net cash used in operating activities:		
Increase in reserve for claims, net of reinsurance recoverables and claims paid - Note F	5,790	13,222
Increase in allowance for credit losses - Note F…………………….........................	5	77
Translation (gains) losses - Investments and other assets….......................................	(43)	2,406
Net change in:		
Net investment portfolio…………………………………………………....	(103,750)	(156,944)
Prepaid premiums ceded to reinsurers………………………………….......	(8,321)	(119,191)
Other assets & liabilities..	(7,112)	23,402
Unearned premiums and commissions………………………………........	10,001	178,427
Net cash used in operating activities	(11,483)	(3,900)
EFFECT OF EXCHANGE RATE CHANGES ON CASH……………………………….	9	(386)
Net decrease in cash…………………………………………………............................	(11,474)	(4,286)
Cash at beginning of the fiscal year…………………………………………….............	18,128	18,265
CASH AT END OF THE PERIOD…………………………………………......................	$ 6,654	$ 13,979

Supplemental disclosure

	2025	2024
Increase/(decrease) in ending balances resulting from exchange rate fluctuations		
Net investment portfolio...	$ 452	$ (8,085)
Prepaid premium ceded to reinsurers...	294	(9,124)
Unearned premium and commission...	(379)	13,637

Notes to Condensed Quarterly Financial Statements

Note A: Summary of Significant Accounting and Related Policies

Basis of Preparation

These unaudited condensed quarterly financial statements should be read in conjunction with the audited financial statements for the fiscal year ended June 30, 2025 and notes included therein. The condensed comparative information that has been derived from the June 30, 2025 audited financial statements has not been audited.

Multilateral Investment Guarantee Agency's (MIGA or the Agency) condensed quarterly financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP). Accounting policies used in the presentation of the interim statements are consistent with the accounting policies used in the financial statements for the fiscal year ended June 30, 2025.

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements. Due to the inherent uncertainty involved in making these estimates, actual results could differ from those estimates. Significant judgments have been made in areas which management views as most critical with respect to the establishment of the reserve for claims, and the related reinsurance recoverable.

On [February 12, 2026], the Managing Director and Vice President & Chief Financial Officer, authorized the condensed quarterly financial statements for issuance, which was also the date through which MIGA's management evaluated subsequent events.

Accounting and Reporting Developments

Accounting standards under Evaluation:

In December 2025, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2025-11, *Interim Reporting (Topic 270): Narrow-Scope Improvements*, which is intended to make the guidance in Accounting Standards Codification (ASC) 270 easier to follow and clarify when it applies. For MIGA, the ASU will be effective from the quarter ending September 30, 2029. MIGA is currently evaluating the impact of ASU on its financial statements.

In September 2025, the FASB issued ASU 2025-06, *Intangibles—Goodwill and Other— Internal-Use Software (Subtopic 350-40): Targeted Improvements to the Accounting for Internal-Use Software*, which removes all references to software development stages. The ASU requires that an entity capitalize software costs when both management has authorized and committed to funding the software project and it is probable that the project will be completed, and the software will be used to perform the function intended (referred to as the "probable-to-complete recognition threshold"). For MIGA, the ASU will be effective beginning July 1, 2028 (fiscal year 2029). MIGA is currently evaluating the impact of the ASU on its financial statements.

Note B: Investments

The investment securities held by MIGA are carried and reported at fair value. As of December 31, 2025, the majority of the Investments – Trading is comprised of Government, agency and corporate obligations and Asset-backed securities (63.5% and 20.7%, respectively), with all instruments being classified as Level 1 and Level 2 within the fair value hierarchy.

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Notes to Condensed Quarterly Financial Statements

A summary of MIGA's Investments - Trading as of December 31, 2025 and June 30, 2025 is as follows:

In thousands of US dollars

	Fair Value	
	December 31, 2025	June 30, 2025
Government, agency and corporate obligations	$ 1,661,928	$ 1,550,051
Asset-backed securities (ABS)	541,656	574,175
Time deposits[a]	412,938	366,334
Total investments - Trading	$ 2,616,522	$ 2,490,560

[a] *Time deposits include certificates of deposit and money market instruments.*

MIGA manages its investments on a net portfolio basis, which also considers cash held in the portfolio, the impact of related derivatives, as well as the investments-related receivables and payables.

The following table summarizes the currency composition of MIGA's net investment portfolio as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	December 31, 2025		June 30, 2025	
	Carrying Value	%	Carrying Value	%
US Dollars	$ 2,318,250	89.9	$ 2,208,744	89.1
Euro	260,998	10.1	266,120	10.7
Other	(748)	0.0	2,814	0.1
	$ 2,578,500	100.0	$ 2,477,678	100.0

MIGA classifies all investment securities as trading. Investments classified as trading securities are reported at fair value with unrealized gains or losses included in Income from investments on the Condensed Statements of Income.

The following table summarizes MIGA's Income from investments during the three and six months ended December 31, 2025 and December 31, 2024:

In thousands of US dollars

	Three Months Ended		Six Months Ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Interest income	$ 22,493	$ 24,060	$ 44,508	$ 49,192
Realized gains (losses)	5,331	(8,739)	8,257	6,845
Unrealized gains (losses)	2,026	(11,979)	11,206	(18,433)
	$ 29,850	$ 3,342	$ 63,971	$ 37,604

(Continued)

Notes to Condensed Quarterly Financial Statements

Securities Lending, Borrowing and Repurchases:
MIGA may engage in securities lending and repurchases against adequate collateral, as well as secured borrowing and reverse repurchases (resale) of government and agency obligations and ABS. These transactions are conducted under legally enforceable master netting arrangements, which allow MIGA to reduce its gross credit exposure related to these transactions. For Balance Sheet presentation purposes, MIGA presents its securities lending and repurchases, as well as re-sales, on a gross basis. As of December 31, 2025 and June 30, 2025, there were no amounts which could potentially be offset as a result of legally enforceable master netting arrangements.

Transfers of securities by MIGA to counterparties are not accounted for as sales as the accounting criteria for the treatment as sale have not been met. Counterparties are permitted to re-pledge these securities until the repurchase date.

Securities lending and repurchase agreements expose MIGA to several risks, including counterparty risk, reinvestment risk, and risk of a collateral gap (increase or decrease in the fair value of collateral pledged). MIGA has procedures in place to ensure that all repurchase agreement trading activity and balances are always below predefined counterparty and maturity limits, and to actively monitor all net counterparty exposure, after collateral, through daily mark-to-market. Whenever the collateral pledged by MIGA related to its borrowings under repurchase agreements and securities lending agreements declines in value, the transaction is re-priced as appropriate by pledging additional collateral. As of December 31, 2025 and June 30, 2025, there were no repurchase agreements that were accounted for as secured borrowings.

In the case of resale agreements, MIGA receives collateral in the form of liquid securities and is permitted to re-pledge these securities. While these transactions are legally considered to be true purchases and sales, the securities received are not recorded as Investments on MIGA's Condensed Balance Sheets as the accounting criteria for treatment as a sale have not been met. As of December 31, 2025 and June 30, 2025, MIGA had not received securities under resale agreements.

Credit Exposure:
The maximum credit exposure of investments closely approximates the fair values of the financial instruments.

ABS holdings are investment grade, and therefore, do not pose a significant concentration risk or credit risk to MIGA as of December 31, 2025. However, market deterioration could cause this to change in future periods.

Note C: Derivative Instruments

MIGA uses currency forward contracts, currency swaps, options, futures contracts and To-Be-Announced (TBA) securities to enhance the returns from and manage the currency risk in its investment portfolio.

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Notes to Condensed Quarterly Financial Statements

The following table summarizes MIGA's income from derivative instruments, reported as part of Income from investments, which mainly relates to interest rate futures, interest rate swaps, options, covered forwards and currency swaps for the three and six months ended December 31, 2025 and December 31, 2024:

In thousands of US dollars

	Three Months Ended		Six Months Ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Interest Income	$ 2,311	$ 4,056	$ 4,612	$ 5,867
Realized gains (losses)	1,874	(2,229)	(327)	1,457
Unrealized (losses) gains	(1,854)	3,794	628	(13,174)
	$ 2,331	$ 5,621	$ 4,913	$ (5,850)

Notional Amounts and Credit Exposures of the Derivative Instruments

The following table provides information on the credit exposure and notional amounts of the derivative instruments as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

Type of contracts	December 31, 2025	June 30, 2025
Interest rate swaps		
Notional principal	$ 275,425	$ 308,625
Credit exposure	3,620	3,692
Currency forward contracts and currency swaps		
Notional principal	291,895	375,719
Credit exposure	6,020	4,675
Exchange traded options and futures[a]		
Notional long position	27,600	74,600
Notional short position	7,300	37,081
Others[b]		
Notional long position	86,600	105,600
Notional short position	41,500	58,030
Credit exposure	156	1,055

[a] Exchange traded instruments are generally subject to daily margin requirements and deemed to have no material credit risk. All options and futures contracts are interest rate contracts.
[b] These relate to TBA securities.

Offsetting Assets and Liabilities

MIGA enters into International Swaps and Derivatives Association, Inc. (ISDA) master netting agreements with substantially all of its derivative counterparties. These legally enforceable master netting agreements give MIGA the right to liquidate securities held as collateral and to offset receivables and payables with the same counterparty, in the event of default by the counterparty.

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Notes to Condensed Quarterly Financial Statements

The following tables summarize information on derivative assets and liabilities (before and after netting adjustments) that are reflected on MIGA's Condensed Balance Sheets as of December 31, 2025 and June 30, 2025. The effects of legally enforceable master netting agreements are applied on an aggregate basis to the total derivative asset and liability position. The net derivative asset positions have been further reduced by the cash collateral received.

In thousands of US dollars

	December 31, 2025					
	Derivative Assets			Derivative Liabilities		
	Gross Amounts Recognized	Gross Amounts Offset	Net Amounts Presented	Gross Amounts Recognized	Gross Amounts Offset	Net Amounts Presented
Interest rate swaps	$ 12,383	$ (8,763)	$ 3,620	$ 12,957	$ (11,660)	$ 1,297
Currency forward contracts	49,382	(48,888)	494	3,009	(2,924)	85
Currency swaps	71,896	(66,370)	5,526	185,643	(176,770)	8,873
Others[b]	174	-	174	41	-	41
	$ 133,835	$ (124,021)	$ 9,813	$ 201,650	$ (191,354)	$ 10,297
Less:						
Amounts subject to legally enforceable master netting agreement			6,804			6,804
Cash collateral received[c]			2,672			-
Net derivative positions on the Balance Sheet[a]			$ 337			$ 3,493
Net derivative exposure after collateral			$ 337			

a. May differ from the sum of individual figures shown because of rounding.

b. These relate to To-Be-Announced (TBA) securities, swaptions, exchange traded options and futures contracts.

c. Does not include excess cash collateral received ($228 thousand).

In thousands of US dollars

	June 30, 2025					
	Derivative Assets			Derivative Liabilities		
	Gross Amounts Recognized	Gross Amounts Offset	Net Amounts Presented[c]	Gross Amounts Recognized	Gross Amounts Offset	Net Amounts Presented
Interest rate swaps	$ 12,262	$ (8,570)	$ 3,692	$ 16,768	$ (15,049)	$ 1,719
Currency forward contracts	37,693	(36,613)	1,080	86,543	(84,801)	1,742
Currency swaps	49,777	(46,182)	3,595	224,242	(210,313)	13,930
Others[a]	1,289	-	1,289	518	-	518
	$ 101,021	$ (91,365)	$ 9,657	$ 328,071	$ (310,162)	$ 17,909
Less:						
Amounts subject to legally enforceable master netting agreement			7,695			7,695
Cash collateral received[b]			1,336			-
Net derivative positions on the Balance Sheet[c]			$ 626			$ 10,214
Net derivative exposure after collateral[c]			$ 626			

a. These relate to To-Be-Announced (TBA) securities, swaptions, exchange traded options and futures contracts.

b. Does not include excess collateral received ($1,525 thousand).

c. May differ from the sum of individual figures shown because of rounding.

(Continued)

Notes to Condensed Quarterly Financial Statements

Note D: Capital Stock

At December 31, 2025, MIGA's authorized capital stock comprised 186,665 (186,665 – June 30, 2025) shares, of which 177,409 (177,409 – June 30, 2025) shares had been subscribed. Each share has a par value of $10,820. Of the subscribed capital as of December 31, 2025, $366,291,000 ($366,291,000 – June 30, 2025) has been paid in; and the remaining $1,553,274,000 ($1,553,274,000 - June 30, 2025) is subject to call.

At December 31, 2025, MIGA had $108,439,000 ($108,893,000– June 30, 2025) in the form of non-negotiable, non-interest bearing demand obligations (promissory notes), relating to the initial capital subscriptions.

A summary of the changes in MIGA's authorized, subscribed and paid-in capital during the six months ended December 31, 2025 and fiscal year ended June 30, 2025 is as follows:

	Initial Capital		Capital Increase		Total	
	Shares	(US$000)	Shares	(US$000)	Shares	(US$000)
At December 31, 2025 and June 30, 2025						
Authorized:						
At beginning of fiscal year	108,106	$ 1,169,707	78,559	$ 850,008	186,665	$ 2,019,715
New membership	-	-	-	-	-	-
At end of period	108,106	$ 1,169,707	78,559	$ 850,008	186,665	$ 2,019,715
Subscribed:						
At beginning of fiscal year	108,106	$ 1,169,707	69,303	$ 749,858	177,409	$ 1,919,565
New membership	-	-	-	-	-	-
At end of period	108,106	$ 1,169,707	69,303	$ 749,858	177,409	$ 1,919,565
Uncalled portion of the Subscription		(935,766)		(617,508)		(1,553,274)
Paid-in Capital		$ 233,941		$ 132,350		$ 366,291

Note E: Guarantees

Political Risk Insurance (PRI), Non-Honoring (NH) of Financial Obligations and Trade Finance Program (TFP)

MIGA offers guarantees or insurance against loss caused by non-commercial risks to eligible investors and lenders on qualified investments in developing member countries. MIGA insures investments for up to 20 years against four different categories of PRI risk: currency in-convertibility and transfer restriction, expropriation, war and civil disturbance, and breach of contract; and two different categories of NH risk: non-honoring of a sovereign financial obligation, and non-honoring of a financial obligation by a state-owned enterprise.

MIGA also has a TFP, under which it provides protection against the risk of non-honoring of a financial obligation by sovereigns, sub-sovereigns and state-owned banks on trade finance guarantees related to short-term trade loans and standby letters of credit.

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Notes to Condensed Quarterly Financial Statements

MIGA considers the guarantee contracts it issues to be short-duration contracts, with the guarantees structured as short contract periods (quarterly, semi-annual and annual), and the guarantee holders generally having the ability to elect and modify or cancel contract terms and coverages at the end of each period. Short-duration contracts are contracts for which the issuer recognizes premiums received as revenue over the period of the contract in proportion to the amount of insurance coverage provided.

Premium rates applicable are set forth in the contracts. Payments against all claims under a guarantee may not exceed the maximum amount of coverage issued under the guarantee. Under breach of contract coverage, payments against claims may not exceed the lesser of the amount of guarantee and the arbitration award.

Contingent Liability

A contract of guarantee issued by MIGA may permit the guarantee holder, at the start of each contract period, to elect coverage and place amounts on current, standby and future interest. At any given point in time, MIGA is at risk for amounts placed on current. The maximum amount of contingent liability (gross exposure), representing MIGA's exposure to insurance claims (current), as well as standby and future interest coverage for which MIGA is committed but not currently at risk, totaled $39,100,094,000 as of December 31, 2025 ($36,804,014,000 – June 30, 2025).

The composition of MIGA's gross exposure as of December 31, 2025 and June 30, 2025 was as follows:

In thousands of US dollars

	December 31, 2025	June 30, 2025
Gross exposure (Maximum amount of contingent liability)	$ 39,100,094	$ 36,804,014
Of which:		
Current amounts*	33,068,459	31,548,504
Standby amounts*	2,358,553	1,940,589
Future interest amounts*	3,673,082	3,314,922

** Amounts represent maximum contingent liability under each category and are not necessarily additive.*

Reinsurance and Other Ceded Exposures

MIGA obtains treaty and facultative reinsurance (both public and private) to augment its underwriting capacity and to mitigate its risk by protecting portions of its insurance portfolio, and not for speculative reasons. All reinsurance contracts are ceded on a proportionate basis. However, MIGA is exposed to reinsurance non-performance risk in the event that reinsurers fail to pay their proportionate share of the loss in case of a claim. MIGA manages this risk by requiring that private sector reinsurers be rated by at least two of the four major rating agencies (Standard & Poor's, A.M. Best, Moody's and Fitch). The minimum rating required for private reinsurers is A by S&P or Fitch, A2 by Moody's and A- by A.M. Best. In addition, MIGA may also place reinsurance with public insurers of member countries that operate under and benefit from the full faith and credit of their governments and with multilateral agencies that represent an acceptable counterparty risk. MIGA has established limits, at both the project and portfolio levels, which restrict the amount of reinsurance that may be ceded. As of December 31, 2025, the project limit states that MIGA may cede no more than 90 percent of any individual project. Similarly, the portfolio limit states that MIGA may not reinsure more than 80 percent of its aggregate gross exposure.

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Notes to Condensed Quarterly Financial Statements

Donor funded Trust Funds

MIGA administers three donor funded trust funds that utilize a reinsurance structure under which MIGA issues guarantees towards eligible projects and cedes exposure under first and second loss layers in the case of Conflict-Affected and Fragile Economies Facility (CAFEF) and under a first loss layer in the case of Renewable Energy Catalyst Trust Fund (RECTF) and Support for Ukraine's Reconstruction and Economy Trust Fund (SURETF).

The following is a summary of the exposures under these arrangements as of December 31, 2025 and June 30, 2025.

In thousands of US dollars

	December 31, 2025	June 30, 2025
CAFEF		
MIGA's gross exposure	$ 454,231	$ 399,806
Of which: Amount ceded to the Trust Fund (First and second loss layer)	38,600	39,404
RECTF		
MIGA's gross exposure	$ 152,111	$ 135,525
Of which: Amount ceded to the Trust Fund (First loss layer)	27,044	21,739
SURETF		
MIGA's gross exposure	$ 363,048	$ 306,608
Of which: Amount ceded to the Trust Fund (First loss layer)	85,915	80,226

IDA-18 IFC-MIGA Private Sector Window (IDA PSW)

MIGA cedes exposure to the International Development Association (IDA) under the MIGA Guarantee Facility (IDA PSW-MGF), one of the four facilities set up under the IDA PSW to promote investment in IDA-only countries and Fragile and Conflict-Affected Situations (FCS). Under this facility, MIGA issues guarantees and cedes exposures to IDA through a risk sharing arrangement on a first loss basis or risk participation akin to reinsurance, for eligible projects.

The following is a summary of the exposures under this risk sharing arrangement as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	December 31, 2025	June 30, 2025
MIGA's gross exposure on projects utilizing IDA PSW-MGF	$ 2,443,383	$ 2,507,577
Of which: Amount ceded to IDA	503,140	516,641

(Continued)

Notes to Condensed Quarterly Financial Statements

Gross and Net Guarantee Exposures

The table below provides a reconciliation between MIGA's gross guarantee exposure and net exposure as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	December 31, 2025	June 30, 2025
Gross guarantee exposure	$ 39,100,094	$ 36,804,014
Less: Ceded exposures		
Facultative and Treaty reinsurers	(26,931,313)	(24,929,924)
CAFEF	(38,600)	(39,404)
IDA PSW - MGF (Note I)	(503,140)	(516,641)
Renewable Energy Catalyst Trust Fund (RECTF)	(27,044)	(21,739)
Support for Ukraine Trust Fund (SURETF)	(85,915)	(80,226)
Total ceded exposure	(27,586,012)	(25,587,934)
Net guarantee exposure	$ 11,514,082	$ 11,216,080

MIGA can also provide both public (official) and private insurers with facultative reinsurance. As of December 31, 2025 and June 30, 2025, no insurance exposure was assumed by MIGA.

Guarantee Activities' Administrative Arrangements

During the three months ended December 31, 2025, MIGA acting as administrator, issued the first liquidity support guarantee under the IDA PSW Risk Mitigation Facility (RMF). As an administrator, MIGA is not liable on its own account for payment of any claims under contracts of guarantees issued by the Agency under this facility. Guarantees issued by MIGA on behalf of IDA under the RMF had a total outstanding gross exposure of $16,000,000 as of December 31, 2025 ($NIL – June 30, 2025).

MIGA also acts as administrator of some investment guarantee trust funds. MIGA, on behalf of the trust funds, issues guarantees against losses caused by non-commercial risks to eligible investors on qualified investments in the countries specified in the trust fund agreements. Under the trust fund agreements, MIGA, as administrator of the trust funds, is not liable on its own account for payment of any claims under contracts of guarantees issued by MIGA on behalf of such trust funds. Guarantees issued by MIGA on behalf of trust funds had a total outstanding gross exposure of $16,605,000 as of December 31, 2025 ($16,605,000 – June 30, 2025).

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Notes to Condensed Quarterly Financial Statements

Premiums, Fees and Commission

Premiums, fees and commission relating to direct, assumed, and ceded contracts for the three and six months ended December 31, 2025 and December 31, 2024 were as follows:

In thousands of US dollars

	Three Months Ended		Six Months Ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Premiums written				
Direct	$ 117,215	$ 108,541	$ 162,115	$ 293,274
Upfront premium contracts[a]	53,971	55,577	53,971	191,515
Regular guarantee contracts[b]	63,244	52,964	108,144	101,759
Assumed	—	—	—	165
Ceded	(90,264)	(76,914)	(120,461)	(224,112)
Upfront premium contracts[a]	(46,916)	(44,391)	(46,916)	(158,492)
Regular guarantee contracts[b]	(43,348)	(32,523)	(73,545)	(65,620)
	$ 26,951	$ 31,627	$ 41,654	$ 69,327
Gross premium income				
Direct	$ 79,202	$ 76,676	$ 158,299	$ 151,585
Assumed	—	151	—	316
	79,202	76,827	158,299	151,901
Premium ceded	(56,794)	(54,559)	(112,731)	(106,816)
Net Premium earned	22,408	22,268	45,568	45,085
Ceding commission and other fees	15,472	14,460	30,863	28,589
Brokerage and other charges	(827)	(685)	(1,939)	(1,453)
Net Premium Income	$ 37,053	$ 36,043	$ 74,492	$ 72,221

a. Relating to single pay contracts for which premiums are received in full for the tenor of the contracts.
b. Premium receipts are attributable to each contract period which are typically quarterly, semi-annual or annual.

Prepaid Premium Ceded to Reinsurers

The following table summarizes the composition of Prepaid premium ceded to reinsurers and other entities as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	December 31, 2025	June 30, 2025
Upfront premium contracts[a]	$ 533,930	$ 535,929
Regular guarantee contracts[b]	19,942	9,328
	$ 553,872	$ 545,257

a. Relating to single pay contracts for which premiums are received in full for the tenor of the contracts.
b. Premium receipts are attributable to each contract period which are typically quarterly, semi-annual or annual.

(Continued)

Notes to Condensed Quarterly Financial Statements

Unearned Premiums and Commission Fees

The following table summarizes the composition of Unearned premiums and commissions as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	December 31, 2025	June 30, 2025
Upfront premium contracts[a]	$ 798,361	$ 803,818
Regular guarantee contracts[b]	76,650	60,812
Total[c]	$ 875,011	$ 864,631

a. Relating to single pay contracts for which premiums are received in full for the tenor of the contracts.
b. Premium receipts are attributable to each contract period which are typically quarterly, semi-annual or annual.
c. May differ from the sum of individual figures shown because of rounding.

Portfolio Risk Management

Controlled acceptance of non-commercial risk in developing countries is MIGA’s core business. The underwriting of such risk requires a comprehensive risk management framework to analyze, measure, mitigate and control risk exposures.

Claims risk, the largest risk for MIGA, is the risk of incurring a financial loss as a result of a claimable non-commercial risk event in developing countries. Non-commercial risk assessment forms an integral part of MIGA's underwriting process and includes the analysis of both country-related and project-related risks.

Country risk assessment is a combination of quantitative and qualitative analysis. Ratings are assigned individually to each risk for which MIGA provides insurance coverage in a country. Country ratings are reviewed and updated every quarter. Country risk assessment forms the basis of the underwriting of insurance contracts, setting of premium levels, capital adequacy assessment and reserve for claims.

Project-specific risk assessment is performed by a cross-functional team. Based on the analysis of project-specific risk factors within the country context, the final project risk ratings can be higher or lower than the country ratings of a specific coverage. The decision to issue an insurance contract is subject to approval by MIGA’s senior management and concurrence or approval by the Board of Directors. For insurance contracts that are issued under the Small Investment Program (SIP), the Board has delegated approval to MIGA’s senior management. In order to avoid excessive risk concentration, MIGA sets exposure limits per country and per project. As of December 31, 2025, the maximum net exposure which may be assumed by MIGA is $1,200 million ($1,200 million – June 30, 2025) in each host country and $360 million ($360 million – June 30, 2025) for each project.

As approved by the Board of Directors and the Council of Governors, the maximum aggregate amount of contingent liabilities that may be assumed by MIGA is 500 percent (500 percent – June 30, 2025) of the sum of MIGA's unimpaired subscribed capital, retained earnings, accumulated other comprehensive income (loss) and net insurance portfolio reserve plus 100 percent of gross exposure ceded by MIGA through contracts of reinsurance. Accordingly, at December 31, 2025, the maximum level of guarantees outstanding (including reinsurance) may not exceed $46,775,789,000 ($44,292,331,000 – June 30, 2025).

(Continued)

Notes to Condensed Quarterly Financial Statements

Portfolio Diversification

MIGA aims to diversify its guarantee portfolio so as to limit the concentration of exposure to loss in a host country, region, or sector. The portfolio shares of the top five and top ten largest exposure countries provide an indicator of concentration risk. The gross and net exposures of the top five and top ten countries at December 31, 2025 and June 30, 2025 are as follows:

In thousands of US dollars

	December 31, 2025		June 30, 2025	
	Exposure in Top Five Countries	Exposure in Top Ten Countries	Exposure in Top Five Countries	Exposure in Top Ten Countries
Gross Exposure	$ 12,519,566	$ 19,393,766	$ 11,403,051	$ 17,096,148
% of Total Gross Exposure	32.0	49.6	31.0	46.5
Net Exposure	$ 2,759,531	$ 4,389,814	$ 2,544,230	$ 4,193,381
% of Total Net Exposure	24.0	38.1	22.7	37.4

A regionally diversified portfolio is desirable for MIGA as an insurer, because correlations of claims occurrences are typically higher within a region than between regions. When a correlation is higher, the probability of simultaneous occurrences of claims will be higher.

The regional distribution of MIGA's portfolio at December 31, 2025 and June 30, 2025 are shown in the following table:

In thousands of US dollars

	December 31, 2025			June 30, 2025		
	Gross Exposure	Net Exposure	% of Total Net Exposure	Gross Exposure	Net Exposure	% of Total Net Exposure
East Asia & Pacific	$ 1,636,516	$ 459,322	4.0	$ 1,840,820	$ 496,902	4.4
Europe & Central Asia	9,501,902	2,529,648	22.0	9,389,157	2,603,078	23.2
Latin America & Caribbean	10,875,615	2,325,565	20.1	9,472,133	2,169,004	19.3
Middle East & North Africa	5,047,405	1,320,913	11.5	4,161,626	1,068,359	9.5
South Asia	1,708,575	678,126	5.9	1,575,895	623,866	5.6
Sub-Saharan Africa	9,048,018	3,932,600	34.2	8,995,660	3,969,497	35.4
Regional Development Bank (RDB)	1,282,063	267,908	2.3	1,368,723	285,375	2.6
Total[a]	$39,100,094	$11,514,082	100.0	$36,804,014	$11,216,080	100.0

a.May differ from the sum of individual figures shown because of rounding.

(Continued)

Notes to Condensed Quarterly Financial Statements

The sectoral distribution of MIGA's portfolio at December 31, 2025 and June 30, 2025 are shown in the following table:

In thousands of US dollars

	December 31, 2025			June 30, 2025		
Sector	Gross Exposure	Net Exposure	% of Total Net Exposure	Gross Exposure	Net Exposure	% of Total Net Exposure
Agribusiness	$ 16,931	$ 16,052	0.1	$ 7,930	$ 7,050	0.1
Construction	930,313	164,054	1.4	938,123	165,391	1.5
Financial	18,047,467	5,095,417	44.3	16,407,876	4,873,410	43.5
Infrastructure	15,051,968	4,382,639	38.1	14,729,994	4,349,577	38.8
Manufacturing	690,460	341,548	3.0	733,236	366,160	3.2
Mining	1,052,214	236,023	2.0	1,141,086	269,795	2.4
Services	1,470,744	488,246	4.2	1,076,435	365,976	3.2
Tourism	233,595	233,595	2.0	233,349	233,349	2.1
Trade Finance	1,606,402	556,507	4.8	1,535,985	585,373	5.2
Total[a]	$39,100,094	$ 11,514,082	100.0	$36,804,014	$11,216,080	100.0

a.May differ from the sum of individual figures shown because of rounding.

Note F: Reserve for Claims and other Exposures

MIGA's reserve for claims and other exposures primarily comprise Insurance Portfolio Reserve (IPR) and Specific Reserve for Claims.

The following table provides an analysis of reserve for claims as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	December 31, 2025			June 30, 2025		
	IPR	Specific Reserve for Claims	Total	IPR	Specific Reserve for Claims	Total
Gross Reserve for Claims	$ 654,681	$ 7,229	$ 661,910	$ 629,115	$ 6,097	$ 635,212
Less: Reinsurance recoverable[a,b,c]	(430,957)	(3,207)	(434,164)	(411,414)	(1,847)	(413,261)
Net Reserve for Claims[c]	$ 223,724	$ 4,022	$ 227,746	$ 217,701	$ 4,250	$ 221,951

a.As of December 31, 2025, excludes $4,004 thousand (June 30, 2025 - $5,225 thousand) reinsurance recoverable, net of allowance for credit losses of $3 thousand (June 30, 2025 - $3 thousand) associated with retroactive reinsurance contracts, which is included in the Reinsurance recoverable, net on the Condensed Balance Sheets.

b.Includes allowance for credit losses of $454 thousand (June 30, 2025 - $449 thousand), associated with prospective reinsurance.

c. May differ from the sum of individual figures shown because of rounding.

(Continued)

Notes to Condensed Quarterly Financial Statements

The following table provides the composition of reinsurance recoverables at December 31, 2025 and June 30, 2025:

In thousands of US dollars

		December 31, 2025		June 30, 2025	
Prospective reinsurance[ac]	IPR	$	430,957	$	411,414
	Specific Reserve for Claims		3,207		1,847
			434,164		413,261
Retroactive reinsurance[b]	IPR		4,004		5,225
Reinsurance recoverable, net[c]		$	438,168	$	418,486

a. Includes allowance for credit losses of $454 thousand (June 30, 2025-$449 thousand).

b. Includes allowance for credit losses of $3 thousand (June 30, 2025-$3 thousand).

c. May differ from the sum of individual figures shown because of rounding.

The net (decrease) increase in reserves for claims reflected in the Condensed Statements of Income for the three and six months ended December 31, 2025 and December 31, 2024 comprised changes in the Insurance Portfolio Reserve and Specific Reserve for claims as follows:

In thousands of US dollars

	Three Months Ended				Six Months Ended			
	December 31, 2025		December 31, 2024		December 31, 2025		December 31, 2024	
Change in Net Reserves:								
Insurance Portfolio Reserve	$	1,188	$	2,134	$	5,862	$	9,566
Specific Reserve for Claims		(2,132)		3,138		(232)		5,888
(Decrease) increase in reserves, before translation adjustment[a]		(944)		5,272		5,630		15,454
Foreign currency translation (gains) losses		—		(5,949)		160		(2,232)
(Decrease) Increase in reserves, net	$	(944)	$	(677)	$	5,790	$	13,222

a. May differ from the sum of individual figures shown because of rounding.

For the three and six months ended December 31, 2025 and December 31, 2024, MIGA's claims reserving methodology and the related key assumptions remained unchanged.

The foreign currency translation adjustment reflects the impact on MIGA's Insurance Portfolio Reserve revaluation of guarantee contracts denominated in currencies other than US dollar and managed by holding equivalent amounts in the same currency to the extent possible in the Investment portfolio. The amount by which the reserve (decreases) increases as a result of translation adjustment is offset by the translation losses (gains) on MIGA's investment portfolio and other assets, reported on the Condensed Statements of Income.

(Continued)

Notes to Condensed Quarterly Financial Statements

The change in Insurance Portfolio Reserve before translation adjustments for the three and six months ended December 31, 2025 and December 31, 2024, were attributable to the following factors:

In thousands of US dollars

	Three Months Ended		Six Months Ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Changes in portfolio size and risk profile, net	$ 1,101	$ 3,102	$ 4,642	$ 11,804
Changes in host country risk ratings, net	$ 227	$ (1,252)	1,563	(2,990)
Changes in discount rate	(140)	343	(304)	811
Others	—	(59)	(39)	(59)
Net increase in Insurance Portfolio Reserve	$ 1,188	$ 2,134	$ 5,862	$ 9,566

[a] *May differ from the sum of individual figures shown because of rounding.*

Insurance Portfolio Reserve (IPR)

The IPR reflects provisions set aside for losses and is calculated based on the long-term historical experiences of the non-commercial political risk insurance industry, historical default experience of the Trade Finance industry and the default history of the sovereigns and sub-sovereigns, adjusted for MIGA's claims history.

The following table provides an analysis of the changes in the gross IPR for the six months ended December 31, 2025 and fiscal year ended June 30, 2025:

In thousands of US dollars

	Six Months Ended	Fiscal Year Ended
	December 31, 2025	June 30, 2025
Gross IPR, beginning balance	$ 629,115	$ 575,813
Less: Reinsurance recoverables, net[a]	(411,414)	(364,296)
Net IPR, beginning balance	217,701	211,517
Increase (decrease) in reserves before translation adjustments	5,862	(1,798)
Foreign currency translation losses	160	7,957
Increase in reserves, net of reinsurance[d]	6,022	6,159
Increase in allowance for credit losses	—	26
Net IPR, ending balance[bd]	223,724	217,701
Add: Reinsurance recoverables, net[a]	430,957	411,414
Gross IPR, ending balance[c]	$ 654,681	$ 629,115

a. . As of December 31, 2025, excludes $4,004 thousand (June 30, 2025- $5,225 thousand) reinsurance recoverables associated with retroactive reinsurance contracts which is included in the Reinsurance recoverables, net on the Condensed Balance Sheets.

b. As of December 31, 2025 represents 1.9% of Total Net Exposure (June 30, 2025 - 1.9%).
c. As of December 31, 2025 represents 1.7% of Total Gross Exposure (June 30, 2025 - 1.7%).

d.May differ from the sum of individual figures shown because of rounding.

(Continued)

Notes to Condensed Quarterly Financial Statements

Specific Reserve for Claims

The Specific Reserve for Claims is composed of: (i) reserves for pending claims and (ii) reserves for contracts where a claimable event, or events that may give rise to a claimable event, may have occurred, and a claim payment is probable, but in relation to which no claim has been filed. The parameters used in calculating the specific reserves (i.e., claims probability, severity and expected recovery) are assessed on a quarterly basis for each contract for which a reserve is created or maintained. MIGA's Legal Affairs and Claims Group reviews any pre-claim situations and claims filed and, together with MIGA's Finance and Risk Management Group, recommends provisioning parameters for MIGA Management to approve on a quarterly basis. MIGA's Guidelines and Procedures for Assigning Provisioning Parameters to MIGA's Specific Reserve specify the basis on which such parameters are determined.

Claims probability: For a contract where a claim payout is deemed probable (i.e., more likely than not), the claims probability is normally set at 75%.

Severity: This parameter reflects the expected quantum of MIGA's claims payment. For a contract in the claims reserve, this is typically the amount of the claim filed, whereas for an equity contract in the probable loss reserve this parameter will normally be set at 100 percent, unless there is more specific information. For contracts covering debt and loans, the parameter will be set at the percentage of the maximum aggregate liability equaling the scheduled payments in default and future payments for which a claim payment is probable.

Expected recovery: This parameter is expressed as a percentage of the contract's maximum aggregate liability and is based on an internal assessment of the host country's creditworthiness. For this purpose, each host country is assigned to one of four risk groups, where each group has a defined standard expected recovery level. Depending on the host country category, standard expected recovery periods are applied. Because the parameters applied in determining the Specific Reserve are based on the facts and circumstances at the time of the initial determination, subsequent quarterly re-assessment of the parameters occasionally results in an increase or decrease to the previously assessed estimates. Changes in the estimates of the Specific Reserve reflect the effect of actual payments or evaluation of the information since the prior reporting date.

(Continued)

Notes to Condensed Quarterly Financial Statements

The following table provides an analysis of the changes in the gross specific reserve for claims for the six months ended December 31, 2025 and fiscal year ended June 30, 2025:

In thousands of US dollars

	Six Months Ended December 31, 2025	Fiscal Year Ended June 30, 2025
Gross specific reserve for claims, beginning balance	$ 6,097	$ 121,740
Less: Reinsurance recoverables, net	(1,847)	(85,804)
Net specific reserve for claims, beginning balance	4,250	35,936
(Decrease) Increase in specific reserve for claims, before translation adjustments		
- Current year	2,858	4,250
- Prior years	(3,090)	(4,186)
(Decrease) increase in specific reserve for claims, net of reinsurance	(232)	64
Less: Claims paid including claims related expenses, net of reinsurance		
- Current year	-	-
- Prior years	-	31,702
Total Claims Payable, net of reinsurance[b]	-	31,702
Increase (decrease) in allowance for credit losses	5	(48)
Net specific reserve for claims, ending balance[a]	4,022	4,250
Add: Reinsurance recoverables, net	3,207	1,847
Gross specific reserve for claims, ending balance	$ 7,229	$ 6,097

a.May differ from the sum of individual figures shown because of rounding.
b. The amount is included under Other liabilities in the Condensed Balance Sheets.

The gross Specific Reserve for Claims as of December 31, 2025 and June 30, 2025 comprises:

In thousands of US dollars

	December 31, 2025	June 30, 2025
Reserve for pending claims	$ 119	$ 1,345
Probable loss reserve	7,109	4,752
Gross Specific reserve[a]	$ 7,229	$ 6,097

a.May differ from the sum of individual figures shown because of rounding.

Current Expected Credit Loss (CECL)

MIGA follows the CECL accounting guidance that requires the application of a single allowance model for all financial assets measured at amortized cost. The income statement effect of all changes in the allowance for credit losses is recognized in 'Increase/(decrease) in allowance for credit losses' line on the Condensed Statements of Income.

Determining Allowance for Credit Losses

Determining the appropriateness of the allowance for credit losses requires management's judgment about the effect of matters that are inherently uncertain. Subsequent credit exposure evaluations consider macroeconomic conditions, forecasts and other factors.

(Continued)

Notes to Condensed Quarterly Financial Statements

MIGA computes a CECL allowance on the reinsurance recoverable assets in respect of the (i) IPR, (ii) retroactive reinsurance contracts and (iii) assets that relate to contracts under the Specific Reserve.

Reinsurance recoverable relating to IPR, Retroactive Reinsurance contracts and Specific Reserve

CECL allowance computation is based on the modeled net expected loss on MIGA's guarantee portfolio and contracts in specific reserve, which is the Agency's expected loss on the net exposure retained after ceding to reinsurance counterparties. The estimated credit losses for reinsurance recoverable are computed at the individual reinsurer counterparty level, with the related credit ratings reviewed quarterly.

Presentation of Allowance for Credit Losses

The table below summarizes the line item presentation on both the Condensed Balance Sheets as well as the Condensed Statements of Income in relation to the presentation requirement under CECL:

	Condensed Balance Sheets		Condensed Statements of Income
Asset Type	**Asset Balance**	**Allowance for Credit Losses**	
Reinsurance Recoverable	At cost	Embedded in Reinsurance recoverable, net	Presented as allowance for credit losses

Credit Quality of Reinsurance recoverable

Management monitors the credit quality of reinsurer counterparties through the review of applicable credit ratings on a quarterly basis as an input in the credit loss assessment. The following table presents the Agency's credit loss allowance on the reinsurance recoverables based on internally determined credit ratings as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

Reinsurer Risk Rating	**Allowance for Credit Losses**	
	December 31, 2025	June 30, 2025
AAA	$ 3	$ 3
AA	93	74
AA-	199	187
A+	125	153
A	34	34
A-	1	1
Total[a]	$ 456	$ 452

a.May differ from the sum of individual figures shown because of rounding.

(Continued)

Notes to Condensed Quarterly Financial Statements

Accumulated Allowance for Credit Losses

The following table provides an analysis of the changes in the allowance for credit losses during the six months ended December 31, 2025 and fiscal year ended June 30, 2025:

In thousands of US dollars

		Six Months Ended December 31, 2025	Fiscal Year Ended June 30, 2025
Accumulated allowance, beginning of the fiscal year[a]		$ 452	$ 475
Increase (decrease) in allowance	Prospective reinsurance	5	(22)
	Retroactive reinsurance	(1)	—
		4	(22)
Accumulated allowance, end of the period[b]		$ 456	$ 452
Attributable to:			
Prospective Reinsurance		$ 454	$ 449
Retroactive Reinsurance		3	3

[a] *These amounts are embedded in the Reinsurance recoverable, net.*
[b] *May differ from the sum of individual figures shown because of rounding.*

Note G: Pension and Other Post-retirement Benefits

International Bank for Reconstruction and Development (IBRD) is the plan sponsor and MIGA, IBRD and International Finance Corporation (IFC) participate in a defined benefit Staff Retirement Plan (SRP), a Retired Staff Benefits Plan and Trust (RSBP) and a Post-Employment Benefits Plan (PEBP) that cover substantially all of their staff members, retirees and beneficiaries.

The SRP provides pension benefits and includes a cash balance plan. The RSBP provides certain health and life insurance benefits to eligible retirees. The PEBP provides certain pension benefits administered outside the SRP.

MIGA uses a June 30 measurement date for its pension and other postretirement benefit plans.

All costs, assets and liabilities associated with these pension plans are allocated between MIGA, IBRD, and IFC based upon their employees' respective participation in the plans. MIGA and IFC reimburse IBRD for their proportionate share of any contributions made to these plans by IBRD. Contributions to these plans are calculated as a percentage of salary.

(Continued)

Notes to Condensed Quarterly Financial Statements

The following table summarizes MIGA's respective share of the costs associated with the SRP, RSBP, and PEBP for the three and six months ended December 31, 2025 and December 31, 2024:

In thousands of US dollars

	Three Months Ended December 31, 2025				Six Months Ended December 31, 2025			
Benefit Cost	SRP	RSBP	PEBP	Total	SRP	RSBP	PEBP	Total
Interest cost	$ 3,842	$ 458	$ 450	$ 4,750	$ 7,685	$ 915	$ 900	$ 9,500
Expected return on plan assets	(4,788)	(801)	-	(5,589)	(9,577)	(1,603)	-	(11,180)
Amortization of unrecognized prior service cost[a]	-	6	2	8	-	12	4	16
Amortization of unrecognized net actuarial gains[a]	(395)	(389)	(2)	(786)	(790)	(778)	(3)	(1,571)
Net periodic pension (credit) cost, excluding service cost	$ (1,341)	$ (726)	$ 450	$ (1,617)	$ (2,682)	$ (1,454)	$ 901	$ (3,235)
Service cost[b]	1,972	364	367	2,703	3,943	728	734	5,405
Net Periodic Pension Cost[c]	$ 631	$ (362)	$ 817	$ 1,086	$ 1,261	$ (726)	$ 1,635	$ 2,170

[a] Amounts reclassified into net income (See Note J - Accumulated Other Comprehensive Loss).

[b] Included in Administrative Expenses on the Condensed Statement of Income.
c. May differ from the sum of individual figures shown because of rounding.

In thousands of US dollars

	Three Months Ended December 31, 2024				Six Months Ended December 31, 2024			
Benefit Cost	SRP	RSBP	PEBP	Total	SRP	RSBP	PEBP	Total
Interest cost	$ 3,616	$ 504	$ 400	$ 4,520	$ 7,231	$ 1,008	$ 800	$ 9,039
Expected return on plan assets	(4,556)	(737)	—	(5,293)	(9,112)	(1,475)	—	(10,587)
Amortization of unrecognized prior service cost[a]	11	6	5	22	23	12	10	45
Amortization of unrecognized net actuarial losses[a]	—	(180)	—	(180)	—	(360)	—	(360)
Net periodic pension (credit) cost, excluding service cost	$ (929)	$ (407)	$ 405	$ (931)	$ (1,858)	$ (815)	$ 810	$(1,863)
Service cost[b]	1,822	423	333	2,578	3,643	846	665	5,154
Net periodic pension cost[c]	$ 893	$ 16	$ 738	$ 1,647	$ 1,785	$ 31	$ 1,475	$ 3,291

[a] Amounts reclassified into net income (See Note J - Accumulated Other Comprehensive Loss).

[b] Included in Administrative Expenses on the Condensed Statement of Income.
c. May differ from the sum of individual figures shown because of rounding.

(Continued)

Notes to Condensed Quarterly Financial Statements

Note H: Other Liabilities

The following table provides the composition of other liabilities as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	December 31, 2025	June 30, 2025
Payable for investment securities purchased	$ 40,965	$ 17,722
Payable to affiliated organizations - Administrative and other services (Note I)	20,301	19,595
Payable to reinsurers and brokers	51,361	17,561
Accrued benefit reserves	10,298	10,998
Liabilities for application and processing fees	10,642	10,343
Premium receipt (future contract periods) and others	6,249	9,667
Other liabilities	$ 139,816	$ 85,886

Note I: Transactions with Affiliated Organizations

MIGA transacts with affiliated organizations by entering into shared service agreements relating to administrative and shared services such as, office occupancy costs, computing services, and communication charges, among others. Transactions with IBRD and IFC include marketing fees paid for referral and due diligence services on jointly-developed guarantee projects. Transactions with IDA include premiums ceded and ceding commissions earned in relation to guarantee projects written under the IDA PSW - MGF.

Total fees and premiums paid by MIGA reflected under Net premium income and Administrative expenses in the Condensed Statements of Income for the three and six months ended December 31, 2025 and December 31, 2024 are as follows:

In thousands of US dollars

	Three Months Ended		Six Months Ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Fees charged/premium ceded - IBRD/IDA				
Administrative expenses to IBRD	$ 3,867	$ 3,684	$ 7,390	$ 7,213
Premium ceded to IDA	1,048	1,126	2,098	2,256
Fees charged - IFC				
Administrative expenses	$ 341	$ 215	$ 682	$ 539
Brokerage fees	660	497	1,571	1,114

(Continued)

Notes to Condensed Quarterly Financial Statements

Total fees and commissions received by MIGA from IBRD/IDA and IFC for guarantee-related services reflected under Miscellaneous income and Net premium income respectively, in the Condensed Statements of Income for the three and six months ended December 31, 2025 and December 31, 2024 are as follows:

In thousands of US dollars

	Three Months Ended		Six Months Ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Fees for guarantee related services- IBRD	$ 1,762	$ 1,713	$ 3,525	$ 3,426
Ceding Commission - IDA	157	168	315	338
Premium - IFC	18	—	32	—

At December 31, 2025 and June 30, 2025, MIGA had the following (payables to) receivables from its affiliated organizations with regard to administrative and other services, claim recoveries and pension and other postretirement benefits:

In thousands of US dollars

	December 31, 2025			June 30, 2025		
	Administrative & Other Services[a]	Pension and Other Postretirement Benefits[b]	Total	Administrative & Other Services[a]	Pension and Other Postretirement Benefits[b]	Total
IBRD	$ (15,295)	$ 36,861	$ 21,566	$ (16,778)	$ 34,142	$ 17,364
IDA	(1,523)	—	(1,523)	(501)	—	(501)
IFC[c]	(3,472)	—	(3,472)	(2,316)	—	(2,316)
	$ (20,290)	$ 36,861	$ 16,571	$ (19,595)	$ 34,142	$ 14,547

a. This amount includes guarantee related services and is included in Other liabilities on the Condensed Balance Sheets.

b. This amount is included in Other assets on the Condensed Balance Sheets.

c. This includes $11 thousand receivable from IFC relating to guarantee premium.

IDA IFC-MIGA Private Sector Window (IDA PSW)

As of December 31, 2025, the amounts ceded to IDA under a first loss layer and risk participation basis totaled $503,140,000 ($516,641,000 – June 30, 2025).

(Continued)

Notes to Condensed Quarterly Financial Statements

Note J: Accumulated Other Comprehensive Income

The following tables present the changes in Accumulated Other Comprehensive Income (AOCI) for the six months ended December 31, 2025 and December 31, 2024:

In thousands of US dollars

	Six Months Ended December 31, 2025			
	Cumulative Translation Adjustment[a]	Unrecognized Net Actuarial Gains on Benefit Plans	Unrecognized Prior Service Costs on Benefit Plans	Total Accumulated Other Comprehensive Income
Balance, beginning of fiscal year	$ 3,435	$ 71,035	$ (93)	$ 74,377
Changes during the period:				
Amounts reclassified into net income[b]	—	(1,571)	16	(1,555)
Net change during the period	—	(1,571)	16	(1,555)
Balance, end of period	$ 3,435	$ 69,464	$ (77)	$ 72,822

a. Until June 30, 2006, all the currencies of transactions were deemed functional and the related currency transaction adjustments were reflected in Equity through Other Comprehensive Income.
b. See Note G, Pension and Other Post Retirement Benefits.

In thousands of US dollars

	Six Months Ended December 31, 2024			
	Cumulative Translation Adjustment[a]	Unrecognized Net Actuarial Gains on Benefit Plans	Unrecognized Prior Service Costs on Benefit Plans	Total Accumulated Other Comprehensive Income
Balance, beginning of fiscal year	$ 3,435	$ 29,334	$ (183)	$ 32,586
Changes during the period:				
Amounts reclassified into net income[b]	—	(360)	45	(315)
Net change during the period	—	(360)	45	(315)
Balance, end of period	$ 3,435	$ 28,974	$ (138)	$ 32,271

a. Until June 30, 2006, all the currencies of transactions were deemed functional and the related currency transaction adjustments were reflected in Equity through Other Comprehensive Income.
b. See Note G, Pension and Other Post Retirement Benefits.

(Continued)

Notes to Condensed Quarterly Financial Statements

Note K: Fair Value Disclosures

Valuation Methods and Assumptions

As of December 31, 2025 and June 30, 2025, MIGA had no assets or liabilities measured at fair value on a non-recurring basis.

Due from Banks

The carrying amount of unrestricted currencies is considered a reasonable estimate of the fair value of these positions.

Summarized below are the techniques applied in determining the fair value of MIGA's financial instruments.

Investment securities

Investment securities are classified based on management's intention on the date of purchase, their nature, and MIGA's policies governing the level and use of such investments. As of December 31, 2025, all of the financial instruments in MIGA's investment portfolio were classified as trading. These securities are carried and reported at fair value or at face value, which approximates fair value.

Where available, quoted market prices are used to determine the fair value of trading securities. Examples include most government and agency securities, corporate securities, futures contracts, exchange-traded equity securities, ABS and TBA securities. For instruments for which market quotations are not available, fair values are determined using model-based valuation techniques, whether internally-generated or vendor-supplied, that include the discounted cash flow method using market observable inputs such as yield curves, credit spreads, and constant prepayment rates. Unless quoted prices are available, time deposits are reported at face value, which approximates fair value, as they are short term in nature.

Securities purchased under resale agreements, Securities sold under repurchase agreements, and Securities lent under securities lending agreements

These securities are of a short-term nature and reported at face value, which approximates fair value.

Derivative instruments

Derivative contracts include currency forward contracts, currency swaps, TBAs, swaptions, and exchange-traded options and futures contracts. Currency forward contracts and currency swaps are valued using the discounted cash flow methods using market observable inputs such as yield curves, foreign exchange rates, basis spreads and funding spreads.

(Continued)

Notes to Condensed Quarterly Financial Statements

The following tables present MIGA's fair value hierarchy for assets and liabilities measured at fair value on a recurring basis as of December 31, 2025 and June 30, 2025:

In thousands of US dollars

	Fair Value Measurements on a Recurring Basis As of December 31, 2025			
	Level 1	*Level 2*	*Level 3*	*Total*
ASSETS				
Government, agency and corporate obligations	$ 443,413	$ 1,218,515	$ —	$ 1,661,928
Asset-backed securities	—	541,656	—	541,656
Time deposits[a]	125,313	287,625	—	412,938
Total investments - Trading[c]	$ 568,726	$ 2,047,796	$ —	$ 2,616,522
Derivative Assets				
Currency forward contracts	$ —	$ 494	$ —	$ 494
Currency swaps	—	5,526	—	5,526
Interest rate swaps	—	3,620		3,620
Others[b]	18	156	—	174
	$ 18	$ 9,796	$ —	$ 9,813
Less:				
Amounts subject to legally enforceable master netting agreements				6,804
Cash collateral received[d]				2,672
Derivative Assets, net[c]				$ 337
LIABILITIES				
Derivative Liabilities				
Currency forward contracts	$ —	$ 85	$ —	$ 85
Currency swaps	—	8,873	—	8,873
Interest rate swaps	—	1,297	—	1,297
Others[b]	—	41	—	41
	$ —	$ 10,297	$ —	$ 10,297
Less:				
Amounts subject to legally enforceable master netting agreements				6,804
Derivative Liabilities, net				$ 3,493

a. Time deposit include certificate of deposit and money market instruments.
b. These relate to To-Be-Announced (TBA) securities, swaptions, exchange traded options, and futures contracts.
c. May differ from the sum of individual figures shown because of rounding.
d. Does not include excess cash collateral received ($228 thousand).

(Continued)

Notes to Condensed Quarterly Financial Statements

In thousands of US dollars

	Fair Value Measurements on a Recurring Basis As of June 30, 2025			
	Level 1	*Level 2*	*Level 3*	*Total*
ASSETS				
Government, agency and corporate obligations	$ 545,160	$ 1,004,891	$ —	$ 1,550,051
Asset-backed securities	—	574,175	—	574,175
Time deposits[a]	54,307	312,028	—	366,334
Total investments - Trading[b]	$ 599,466	$ 1,891,094	$ —	$ 2,490,560
Derivative Assets				
Currency forward contracts	$ —	$ 1,080	$ —	$ 1,080
Currency swaps	—	3,595	—	3,595
Interest rate swaps	—	3,692	—	3,692
Others[c]	234	1,055	—	1,289
	$ 234	$ 9,422	$ —	$ 9,657
Less:				
Amounts subject to legally enforceable master netting agreements				7,695
Cash collateral received[d]				1,336
Derivative Assets, net[b]				$ 626
LIABILITIES				
Derivative Liabilities:				
Currency forward contracts	$ —	$ 1,742	$ —	$ 1,742
Currency swaps	—	13,930	—	13,930
Interest rate swaps	—	1,719	—	1,719
Others[a]	—	518	—	518
	$ —	$ 17,909	$ —	$ 17,909
Less:				
Amounts subject to legally enforceable master netting agreements				7,695
Derivative Liabilities, net				$ 10,214

a. Time deposit include certificate of deposit and money market instruments.
b. These relate to swaptions, exchange traded options, and futures contracts.
c. May differ from the sum of individual figures shown because of rounding.
d. Does not include excess cash collateral received ($1,525 *thousand).*

During the three and six months ended December 31, 2025 and fiscal year ended June 30, 2025, there were no transfers within the levels of fair value hierarchy.

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INDEPENDENT AUDITOR'S REVIEW REPORT

President and Board of Directors
Multilateral Investment Guarantee Agency:

Results of Review of Interim Financial Information

We have reviewed the accompanying condensed balance sheet of the Multilateral Investment Guarantee Agency ("MIGA") as of December 31, 2025, and the related condensed statements of income and comprehensive income for the three-month and six-month periods ended December 31, 2025 and 2024, and changes in shareholders' equity and cash flows for the six-month periods ended December 31, 2025, and 2024, and the related notes (collectively referred to as the "interim financial information").

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying interim financial information for it to be in accordance with accounting principles generally accepted in the United States of America.

Basis for Review Results

We conducted our reviews in accordance with auditing standards generally accepted in the United States of America (GAAS) applicable to reviews of interim financial information. A review of interim financial information consists principally of applying analytical procedures and making inquiries of persons responsible for financial and accounting matters. A review of interim financial information is substantially less in scope than an audit conducted in accordance with GAAS, the objective of which is an expression of an opinion regarding the financial information as a whole, and accordingly, we do not express such an opinion. We are required to be independent of MIGA and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our review. We believe that the results of the review procedures provide a reasonable basis for our conclusion.

Responsibilities of Management for the Interim Financial Information

Management is responsible for the preparation and fair presentation of the interim financial information in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of interim financial information that is free from material misstatement, whether due to fraud or error.

Report on Condensed Balance Sheet as of June 30, 2025

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the balance sheet as of June 30, 2025, and the related statements of income, comprehensive income, changes in shareholders' equity, and cash flows for the year then ended (not presented herein); and we expressed an unmodified audit opinion on those audited financial statements in our report dated August 7, 2025. In our opinion, the accompanying condensed balance sheet of MIGA as of June 30, 2025, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Deloitte & Touche LLP

February 12, 2026