



APPLIED COMMERCIAL INDEX™

The Canadian insurance industry's premium rate index

Q4 2025



Executive Summary

Overall, the magnitude of rate increases was down across all lines relative to average premium renewals in the same quarter last year with 2.23% in Q4 2025 down from 5.02% in Q4 2024. To that end, rate increases across all lines of business were down compared to the same quarter last year.

Quarter over quarter, Q4 2025 results showed average renewal rate increases were down across all lines of the most commonly placed Commercial Lines categories, including Real Estate Property, Business and Professional Services, Construction, Hospitality Services, and Retail Services.

Significant Findings

Business and Professional Services

Q4 2025 premium renewal rate change average was 1.83%, down from the Q3 2025 average of 2.72%.

Construction, Erection and Installation Services

Q4 2025 premium renewal rate change average was 2.52% for the quarter, down from the Q3 2025 average of 2.81%.

Hospitality Services

Q4 2025 premium renewal rate change average was 0.96%, down from the Q3 2025 average of 2.33%.

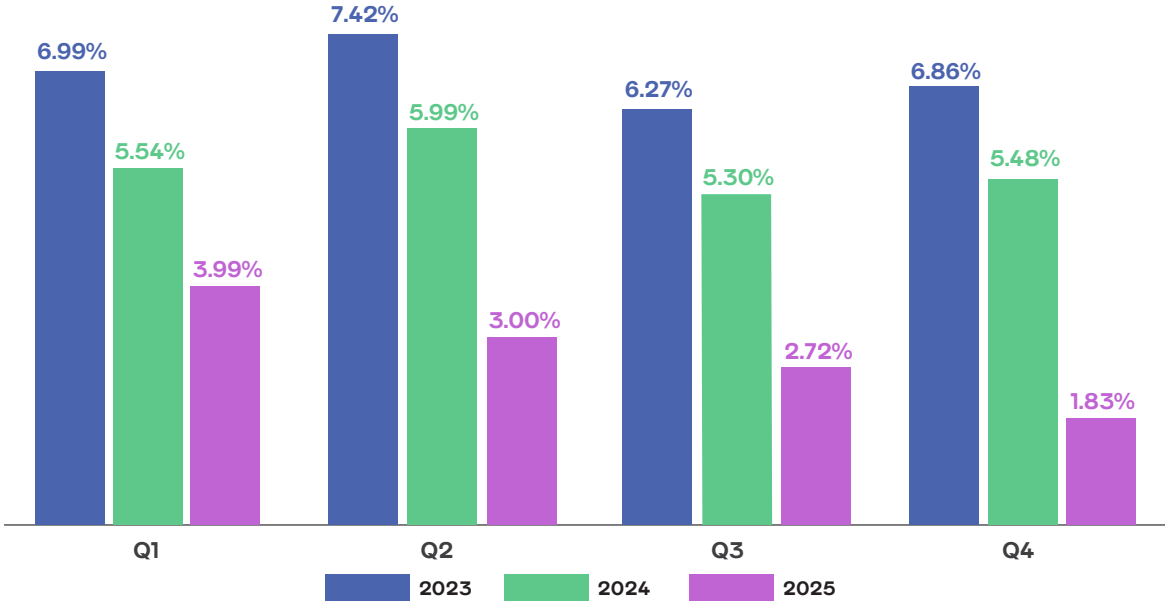
Real Estate Property

Q4 2025 premium renewal rate change average was 1.68% for the quarter, down from the Q3 2025 average of 2.41%.

Retail Services

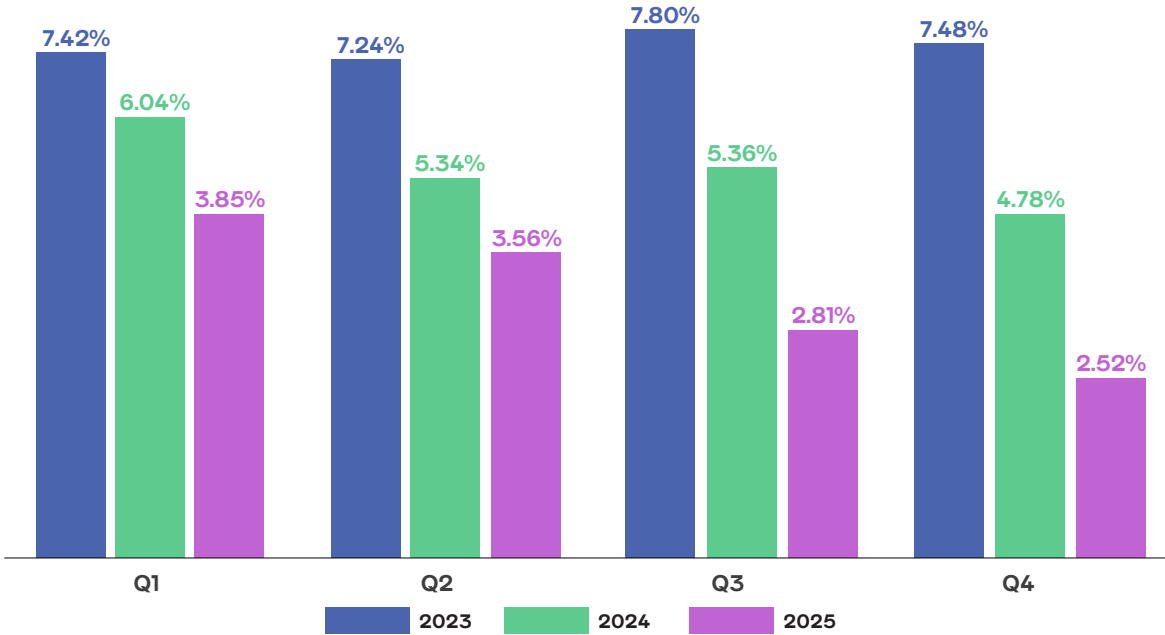
Q4 2025 Premium renewal rate change averaged 3.12%, down relative to the Q3 2025 average of 3.90%.

Business and Professional Services



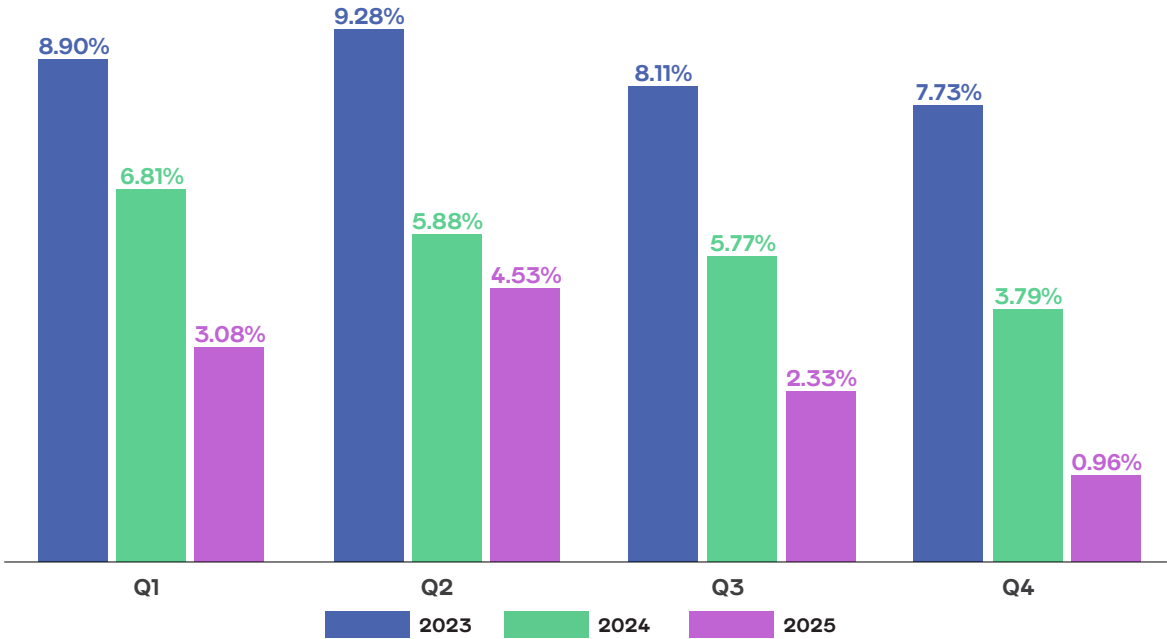
Premium renewal rate change for Business and Professional Services averaged 1.83% in Q4 2025. Quarter over quarter, average premium renewal rate change was down as compared to 2.72% in Q3 2025. The Q4 2025 average premium renewal rate change was lower than the same quarter last year, which was 5.48%.

Construction, Erection and Installation Services



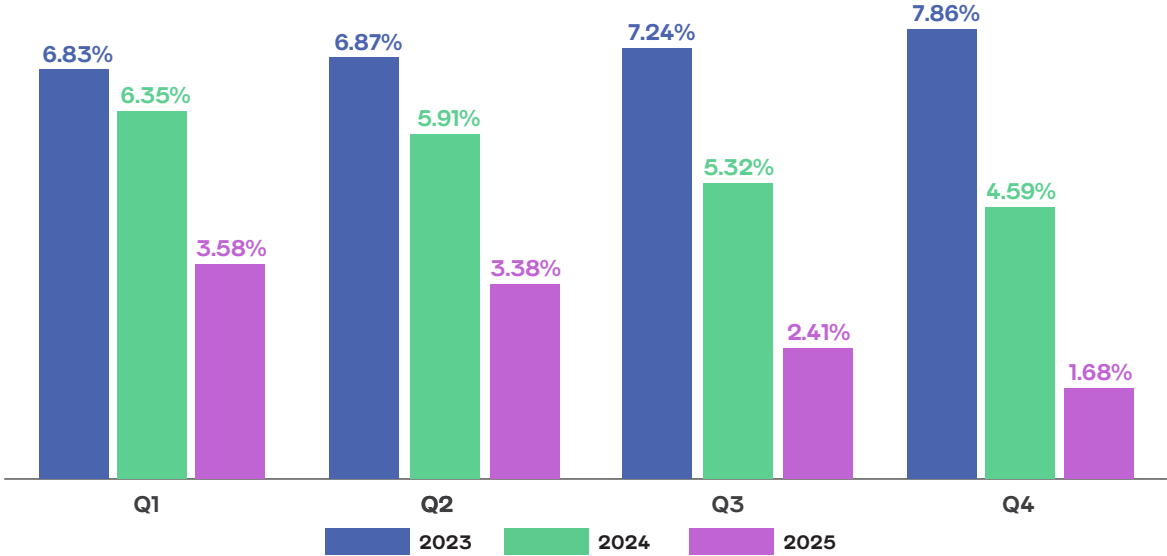
Premium renewal rate change for Construction, Erection and Installation Services averaged 2.52% in Q4 2025. Quarter over quarter, average premium renewal rate change decreased from Q3 2025 at 2.81%. The Q4 2025 average premium renewal rate change was down as compared to the same quarter last year at 4.78%.

Hospitality Services



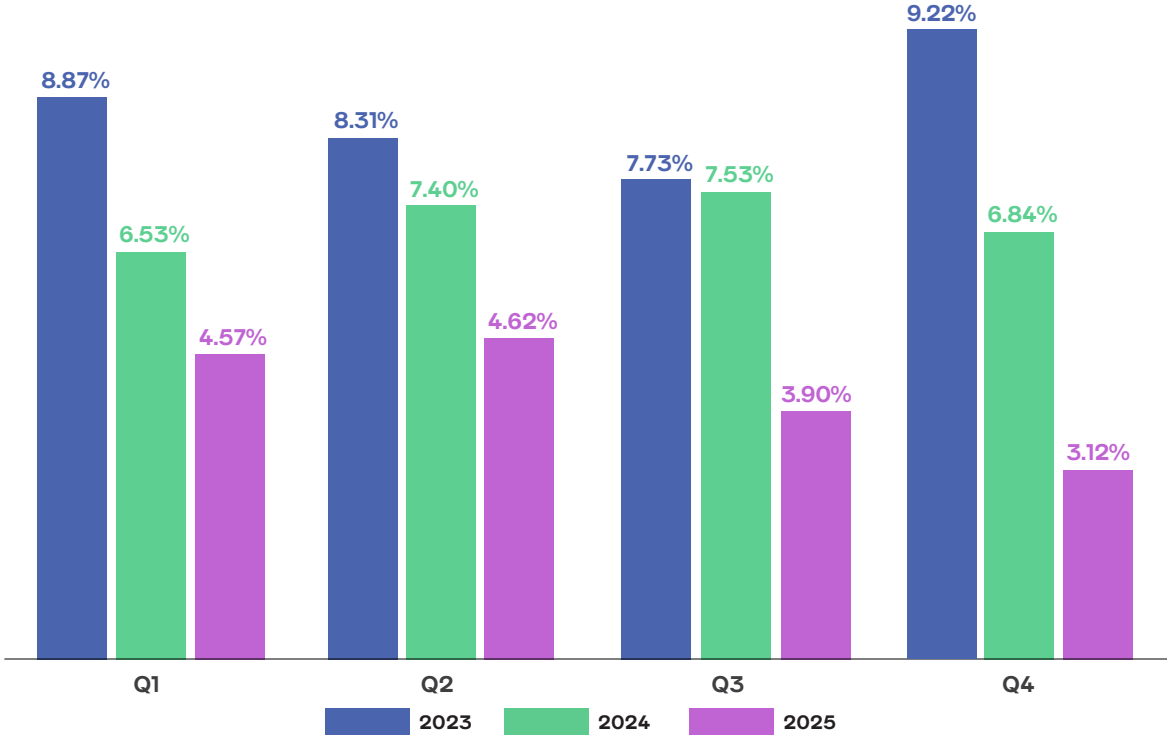
Premium renewal rate change for Hospitality Services averaged 0.96% in Q4 2025. Quarter over quarter, average premium renewal rate change decreased from Q3 2025 at 2.33%. The Q4 2025 average premium renewal rate change was down compared to the same quarter last year, which was 3.79%.

Real Estate Property



Premium renewal rate change for Real Estate Property averaged 1.68% in Q4 2025. Quarter over quarter, average premium renewal rate change was down as compared to 2.41% in Q3 2025. Year over year, the Q4 2024 average premium renewal rate change was down from 4.59%.

Retail Services



Premium renewal rate change for Retail Services averaged 3.12% in Q4 2025. Quarter over quarter, average premium renewal rate change was down as compared to 3.90% in Q3 2025. The Q4 2025 average premium renewal rate change was down from the same quarter last year, which was 6.84%.

About Applied Commercial Index

Applied Commercial Index is a data-driven report of current conditions and trends for premium renewal rate change within some of the most commonly placed commercial lines business in the Canadian market.

Analyzing almost 22,000 data transactions per quarter, the Applied Commercial Index premium renewal rate change measures the premium difference year over year for various lines of business. All data used in the preceding analysis has been anonymized and aggregated, removing all potential identifying characteristics.

About Applied

Applied Systems is the leading global provider of cloud-based software that powers the business of insurance. Recognized as a pioneer in insurance automation and the innovation leader, Applied is the world's largest provider of agency and brokerage management systems, serving customers throughout the United States, Canada, the Republic of Ireland, and the United Kingdom. By automating the insurance lifecycle, Applied's people and products enable millions of people around the world to safeguard and protect what matters most.

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