

Q1 2025 Financial Supplement

Report released on May 15, 2025

Table of Contents

Legal Notice	3
Financial Results	
Financial Summary	4
GAAP Consolidated Statement of Income (Loss)	5
Pre-Tax Operating Earnings	6
Investment Spread	7
Rollforward of Assets Under Management (AUM)	8
Condensed GAAP Consolidated Balance Sheets	9
Assets	
Invested Assets	11
Credit Quality of Investments	12
Mortgage Loans, Office Exposure, and Agency Ratings	15

Legal Notice

This document has been prepared solely for the information of investors. This document does not purport to provide complete and current information about Sammons Financial Group, Inc. ("SFG") or a complete description of SFG and the risks of investing in SFG (including risks described in offering documents previously provided to investors). Under no circumstances is this presentation or the information contained herein to be construed as a prospectus, offering memorandum or advertisement, and no part of this written or oral presentation or any information or statement contained herein shall form the basis of or be relied upon in connection with any contract or commitment whatsoever. By reading or reviewing this document, you agree to be bound by the following limitations.

You should not rely on this document as the basis on which to make any investment decision. Neither this document nor any part of it may be reproduced or redistributed, passed on, or the contents otherwise divulged, directly or indirectly, to any other person (excluding the recipient's professional advisers) or published in whole or in part for any purpose without the prior written consent of SFG.

This communication does not constitute an offer to sell or the solicitation of an offer to buy any securities in any jurisdiction.

The Company adopted the US GAAP accounting standard related to Long Duration Targeted Improvements (LDTI) as of January 1, 2025 with a transition date of January 1, 2024. As a result, the 2024 financial information in this supplement has been updated to reflect the adoption of this standard.

The summary descriptions and other information included in this presentation are intended only for informational purposes and convenient reference. The information contained in this presentation is not intended to provide, and should not be relied upon for, accounting, legal or tax advice or investment recommendations.

This presentation and any oral statements accompanying this presentation may include or be based upon forward-looking statements that are intended to enhance your ability to assess SFG's future financial and business performance. These statements appear in a number of places throughout this presentation and include statements regarding SFG's intentions, beliefs, assumptions or current expectations concerning, among other things, financial position, results of operations, cash flows, prospects, growth strategies or expectations, customer retention, the outcome (by judgement or settlement) and costs of legal, administrative or regulatory proceeding, investigations or inspections, including collective, representative or class action litigation, and the impact of prevailing economic conditions. Forward-looking statements are based on the beliefs and assumptions of SFG's management and are subject to risk and uncertainties. Generally, statements that are not about historical facts, including statements concerning SFG's possible or assumed future actions or results of operations, are forward-looking statements. Forward-looking statements include, but are not limited to, statements that represent SFG's beliefs concerning future operations, strategies, financial results or other developments, and contain words and phrases such as "may," "believes," "intends," "anticipates," "plans," "estimates," "expects," "will," "could," "should," or similar expressions. These statements are not guarantees of future performance, condition or results and involve a number of risks and uncertainties. Actual results may differ materially from those in the forward looking statements as a result of a number of factors (including those described in offering documents previously provided to investors). SFG undertakes no duty to update any forward-looking statements made in this presentation.

Past performance is not indicative of future results.

The statements contained in this presentation are made as of the date of the release of this report, unless another time is specified in relation to them, and access to this presentation at any given time shall not give rise to any implication that there has been a change in the facts set forth in this presentation since that date. Certain information set forth in this presentation has been developed internally or obtained from sources believed by SFG to be reliable; however, SFG does not give any representation or warranty (express or implied) as to the accuracy, adequacy, timeliness or completeness of such information, and assumes no responsibility for independent verification of such information.

Financial Summary

Unaudited (In millions, except for percentages)	Historical Data					Percentage Change		Year-to-Date		Percentage Change
	1Q25	4Q24	3Q24	2Q24	1Q24	QoQ	YoY	2025	2024	YTD
Income:										
GAAP net income	\$ (79)	\$ (182)	\$ 86	\$ 351	\$ 754	57 %	NM	\$ (79)	\$ 754	NM
Pre-tax operating earnings ¹	236	328	351	360	328	(28)%	(28)%	236	328	(28)%
After-tax operating return on equity (ROE) ²	7.21 %	9.68 %	10.93 %	11.43 %	9.38 %			7.21 %	9.98 %	
Investment Spread										
Total core net investment spread (%) ³	2.29 %	2.12 %	2.21 %	2.35 %	2.31 %			2.29 %	2.31 %	
Balance Sheet:										
Total assets	\$ 136,016	\$ 132,204	\$ 133,754	\$ 126,493	\$ 125,061	3%	9%	\$ 136,016	\$ 125,061	9 %
Debt ⁵	2,781	2,781	2,780	2,779	2,780	—%	1%	2,804	2,780	1 %
Total liabilities & redeemable noncontrolling interest	132,080	129,020	127,998	123,215	121,504	2%	9%	132,080	121,504	9 %
Total stockholder's equity	3,930	3,177	5,749	3,271	3,551	24%	11%	3,930	3,551	11 %
Less: accumulated other comprehensive income (AOCI)	(6,984)	(7,903)	(5,609)	(8,097)	(7,547)	12%	7%	(6,984)	(7,547)	7 %
Total stockholder's equity excluding AOCI ⁴	10,914	11,080	11,358	11,368	11,098	(1)%	(2)%	10,914	11,098	(2)%
Debt to capital ratio (excluding AOCI)	20.44 %	20.23 %	19.66 %	19.64 %	20.03 %			20.44 %	20.03 %	

1 Represents a non-GAAP measure of operations utilized primarily to evaluate financial performance excluding market volatility

2 Represents a non-GAAP measure of operations (ROE based on adjusted after-tax operating earnings divided by average stockholder's equity excluding AOCI)

3 Represents a non-GAAP measure of performance measured as earnings on core net invested assets divided by core net invested assets

4 Represents a non-GAAP measure which removes AOCI from GAAP equity

5 Excludes outstanding loans of a consolidated variable interest entity

GAAP Consolidated Statement of Income

Unaudited (In millions, except for percentages)

	Historical Data					Percentage Change		Year-to-Date		Percentage Change
	1Q25	4Q24	3Q24	2Q24	1Q24	QoQ	YoY	2025	2024	YTD
Revenues										
Premiums	\$ 393	\$ 293	\$ 438	\$ 284	\$ 515	34 %	(24)%	\$ 393	\$ 515	(24)%
Charges on interest-sensitive and investment-type products	308	288	338	328	307	7 %	— %	308	307	— %
Net investment income	1,325	1,687	1,406	1,424	1,278	(21)%	4 %	1,325	1,278	4 %
Net gains (losses) on derivatives and derivative instruments	(75)	(508)	69	72	322	85 %	NM	(75)	322	NM
Net realized investment gains (losses)	39	(470)	(33)	(37)	44	NM	(11)%	39	44	(11)%
Other income	50	47	53	51	51	6 %	(2)%	50	51	(2)%
Total revenue	2,040	1,337	2,271	2,122	2,517	53 %	(19)%	2,040	2,517	(19)%
Benefits and Expenses										
Index credits and interest credited to policyholder account balances	780	1,016	830	695	637	(23)%	22 %	780	637	22 %
Benefits incurred	474	358	333	367	577	32 %	(18)%	474	577	(18)%
Market risk benefit remeasurement (gains) losses	396	(298)	550	194	(42)			396	(42)	
Amortization of deferred sales inducements	52	51	49	39	36	2 %	44 %	52	36	44 %
Total benefits	1,702	1,127	1,762	1,295	1,208	51 %	41 %	1,702	1,208	41 %
Operating expenses, net of commissions and other expenses deferred	301	299	283	264	257	1 %	17 %	301	257	17 %
Amortization of deferred policy acquisition costs	167	170	176	145	140	(2)%	19 %	167	140	19 %
Total benefits and expenses	2,170	1,596	2,221	1,704	1,605	36 %	35 %	2,170	1,605	35 %
Income before income taxes	(130)	(259)	50	418	912	(50)%	(114)%	(130)	912	(114)%
Income tax provision	(50)	(78)	(34)	67	159	36 %	NM	(50)	159	NM
Net income	(80)	(181)	84	351	753	56 %	NM	(80)	753	NM
Net (gain) loss attributable to noncontrolling interest	1	(1)	2	—	1	NM	— %	1	1	— %
Net income attributable to Sammons Financial Group	\$ (79)	\$ (182)	\$ 86	\$ 351	\$ 754	57 %	NM	\$ (79)	\$ 754	NM

Pre-Tax Operating Earnings

Unaudited (In millions, except for percentages)

	Historical Data					Percentage Change		Year-to-Date		Percentage Change
	1Q25	4Q24	3Q24	2Q24	1Q24	QoQ	YoY	2025	2024	YTD
Income before income taxes	\$ (130)	\$ (259)	\$ 50	\$ 418	\$ 912			\$ (130)	\$ 912	
Net (gain) loss attributable to noncontrolling interest	1	(1)	2	—	1			1	1	
Pre-tax income attributable to Sammons Financial Group	(129)	(260)	52	418	913	50 %	NM	(129)	913	(114)%
Adjustments to income before income taxes to arrive at adjusted pre-tax operating earnings:										
Tax credits on qualified tax credit bonds included in operating income	14	14	15	16	19	— %	(26)%	14	19	(26)%
Realized investment losses, net of offsets	18	420	90	15	16	(96)%	13 %	18	16	13 %
Non-operating market risk benefit change	215	(401)	311	25	(205)	NM	NM	215	(205)	NM
Unrealized (gains) losses on derivatives, trading securities, equity securities, and fair value option investments, net of offsets	108	543	(118)	(112)	(429)	(80)%	NM	108	(429)	NM
Other non-operating expenses	10	12	1	(2)	14	(17)%	(29)%	10	14	(29)%
Adjusted pre-tax operating earnings ¹	\$ 236	\$ 328	\$ 351	\$ 360	\$ 328	(28)%	(28)%	\$ 236	\$ 328	(28)%

¹ Income before taxes is determined in accordance with GAAP. Adjusted pre-tax operating earnings is a non-GAAP measure of operations and is determined by adjusting income before income taxes (as determined in accordance with GAAP) to recognize the impact of certain tax credits as income and eliminate (a) net realized gains and losses on investments including allowances for credit losses, (b) unrealized gains and losses including fair value changes in derivatives, trading securities, equity securities with an investment objective to realize economic value through dividends and investments where the fair value option has been elected, (c) offsets to certain policy reserve balances related to realized gains and losses on investments and derivatives, (d) changes in contingent earn out liabilities related to acquisitions that management views as adjustments to purchase price, (e) certain ESOP incentive compensation expense related to a program launched in 2024 by the Company's parent company, Sammons Enterprises and (f) changes in market risk benefit reserves which are volatile including impacts from changes in interest rates and equity returns. These current period changes are deferred and then amortized back into income over the life of the market risk benefit. These items are not considered as core to our operations and management considers adjusted pre-tax operating earnings as a more accurate measure of performance. Adjusted pre-tax operating earnings is a non-GAAP measure and should not be considered as a replacement to income before income taxes and other earnings measures presented in accordance with GAAP.

**Note that the Company is still evaluating the amount of 2024 adjusted pre-tax operating earnings that were due to unlocking of actuarial balances. Therefore, the Company is not presenting adjusted pre-tax operating earnings excluding notable item for this quarter.

Investment Spread

Unaudited (In millions, except for percentages)

	Historical Data					Percentage Change		Year-to-Date		Percentage Change
	1Q25	4Q24	3Q24	2Q24	1Q24	QoQ	YoY	2025	2024	YTD
Net investment income (core) ¹	\$ 1,227	\$ 1,158	\$ 1,127	\$ 1,120	\$ 1,079	6 %	14 %	\$ 1,227	\$ 1,079	14 %
Net investment income (alternatives) ²	106	179	87	175	119	(41)%	(11)%	106	119	(11)%
Total net investment income	1,333	1,337	1,215	1,295	1,198	— %	11 %	1,333	1,198	11 %
Cost of money ³	(713)	(694)	(661)	(632)	(610)	3 %	17 %	(713)	(610)	17 %
Total net investment spread	\$ 620	\$ 642	\$ 554	\$ 663	\$ 588	(4)%	6 %	\$ 620	\$ 588	6 %
Yield (core) ¹	4.95 %	4.77 %	4.80 %	4.88 %	4.82 %			4.95%	4.82%	
Yield (alternatives) ²	5.27 %	9.38 %	4.46 %	8.80 %	6.12 %			5.27%	6.12%	
Total yield on net invested assets ¹	4.98 %	5.11 %	4.76 %	5.20 %	4.92 %			5.38%	5.35%	
Aggregate cost of money ³	(2.66)%	(2.65)%	(2.59)%	(2.54)%	(2.51)%			(2.66)%	(2.51)%	
Total net investment spread	2.31 %	2.46 %	2.17 %	2.66 %	2.41 %			2.50%	2.62%	
Average invested assets (core) ¹	\$ 99,070	\$ 96,995	\$ 94,145	\$ 91,765	\$ 89,563	2 %	11 %	\$ 99,070	\$ 89,563	11 %
Average invested assets (alternatives) ²	8,086	7,630	7,846	7,936	7,779	6 %	4 %	8,086	7,779	4 %
Total average invested assets	\$ 107,157	\$ 104,626	\$ 101,992	\$ 99,701	\$ 97,342	2 %	10 %	\$ 107,157	\$ 97,342	10 %

¹ Net investment income (core), a non-GAAP measure, is defined as net investment income excluding income on derivatives and alternative investments and including tax credits. The yield (core), a non-GAAP measure, is calculated by dividing the net investment income (core) by the average invested assets excluding alternative investments (based on GAAP book value of investments, net of securities lending, FHLB borrowings and modified coinsurance and funds withheld liabilities).

² Net investment income (alternatives), a non-GAAP measure, represent earnings on investments deemed to have more volatility but have higher yields over the long-term than core investments. These investments include limited partnerships, residual tranches of debt securities, securities with returns linked to an underlying index and investments in company owned life insurance. The yield (alternatives), non-GAAP measure, is calculated by dividing alternative investment income by the average book value of alternative investments.

³ Cost of Money, a non-GAAP measure, represents interest credited on fixed annuity and investment-type life insurance products and cost of hedging for indexed annuities and indexed universal life products. Aggregate cost of money, a non-GAAP measure, is calculated by dividing the cost of money by average invested assets (based on GAAP book value of investments, net of securities lending, FHLB borrowing and modified coinsurance and funds withheld liabilities).

Rollforward of Assets Under Management (AUM)

Unaudited (In millions, except for percentages)

	Historical Data					Percentage Change		Year-to-Date		Percentage Change
	1Q25	4Q24	3Q24	2Q24	1Q24	QoQ	YoY	2025	2024	YTD
Spread Based Products										
Beginning AUM ²	\$ 100,530	\$ 97,452	\$ 94,226	\$ 91,991	\$ 90,109	3 %	12 %	\$ 100,530	\$ 90,109	12 %
Premiums and deposits	4,418	5,275	5,505	4,625	4,006	(16)%	10 %	4,418	4,006	10 %
Benefits and outflows - MYGA ¹	(147)	(308)	(343)	(505)	(441)	(52)%	(67)%	(147)	(441)	(67)%
Benefits and outflows - CM ¹	(424)	(677)	(459)	(276)	(250)	(37)%	70 %	(424)	(250)	70 %
Benefits and outflows - other ¹	(2,090)	(2,231)	(2,311)	(2,402)	(2,252)	(6)%	(7)%	(2,090)	(2,252)	(7)%
Interest credited / index credits	773	1,013	828	693	636	(24)%	22 %	773	636	22 %
Other ³	817	6	6	100	183	NM	NM	817	183	NM
Ending AUM ²	<u>\$ 103,877</u>	<u>\$ 100,530</u>	<u>\$ 97,452</u>	<u>\$ 94,226</u>	<u>\$ 91,991</u>	3 %	13 %	<u>\$ 103,877</u>	<u>\$ 91,991</u>	13 %
Fee Based Products										
Beginning AUM ²	\$ 19,313	\$ 19,564	\$ 18,713	\$ 18,763	\$ 17,606	(1)%	10 %	\$ 19,313	\$ 17,606	10 %
Inflows	679	501	468	520	969	36 %	(30)%	679	969	(30)%
Outflows	(524)	(642)	(617)	(864)	(865)	(18)%	(39)%	(524)	(865)	(39)%
Market performance	(159)	(110)	1,000	294	1,053	NM	NM	(159)	1,053	NM
Ending AUM ²	<u>\$ 19,309</u>	<u>\$ 19,313</u>	<u>\$ 19,564</u>	<u>\$ 18,713</u>	<u>\$ 18,763</u>	— %	3 %	<u>\$ 19,309</u>	<u>\$ 18,763</u>	3 %

¹ Benefits and outflows consists of claims, surrenders, withdrawals, and COI charges.

² AUM includes account values of life, fixed annuity, variable annuity and mutual funds products in our four primary business units plus assets under management at Beacon Capital Management, LLC and NorthRock Partners HoldCo, LLC. FAS 133 reserves have been excluded from the roll forward to show cash flows, liquidity and growth in core business

³ Other includes changes in benefit reserves, the PRT reserve increase in excess of premiums and implementation of LDTI impact.

GAAP Consolidated Balance Sheets

Unaudited (In millions, except for percentages)

	March 31, 2025	December 31, 2024	Percentage Change
Assets			
Investments			
Fixed maturities, available-for-sale, at fair value	\$ 88,496	\$ 86,699	2 %
Fixed maturities, trading, at fair value	331	463	(29)%
Equity securities, at fair value	947	917	3 %
Mortgage loans	8,867	8,507	4 %
Policy loans	875	841	4 %
Short-term investments	5,772	4,103	41 %
Derivative instruments	2,058	3,304	(38)%
Other invested assets	7,990	7,732	3 %
Total investments	115,336	112,566	2 %
Cash	1,926	1,562	23 %
Accrued investment income	984	912	8 %
Deferred policy acquisition costs	6,921	6,767	2 %
Deferred sales inducements	1,839	1,685	9 %
Market risk benefit asset	184	199	(8)%
Other assets	1,257	1,408	(11)%
Reinsurance receivables	2,752	2,029	36 %
Deferred income tax asset	1,759	1,892	(7)%
Separate account assets	3,058	3,184	(4)%
Total assets	\$ 136,016	\$ 132,204	3 %

GAAP Consolidated Balance Sheets, cont.

Unaudited (In millions, except for percentages)

	March 31, 2025	December 31, 2024	Percentage Change
Liabilities			
Policyholder account balances	\$ 97,000	\$ 94,587	3 %
Policy benefit reserves	8,287	7,916	5 %
Market risk benefit liability	3,242	2,896	12 %
Policy claims and benefits payable	715	631	13 %
Notes and loans payable	2,804	2,810	— %
Repurchase agreements, other borrowings and collateral on derivative instruments	12,543	12,649	(1)%
Derivative instruments	456	1,316	(65)%
Other liabilities	3,832	2,888	33 %
Separate account liabilities	3,058	3,184	(4)%
Total liabilities	131,937	128,877	2 %
Redeemable noncontrolling interest	143	143	— %
Stockholder's Equity			
Common stock, \$1 par value, 1,000 shares authorized, issued and outstanding	—	—	— %
Additional paid-in capital	1,829	1,829	— %
Retained earnings	9,085	9,251	(2)%
Accumulated other comprehensive income	(6,984)	(7,903)	12 %
Total SFG stockholder's equity	3,930	3,177	24 %
Noncontrolling interest	6	7	(14)%
Total stockholder's equity	3,936	3,184	24 %
Total liabilities and stockholder's equity	\$ 136,016	\$ 132,204	3 %

Invested Assets

Unaudited (In millions)

	March 31, 2025				December 31, 2024			
	GAAP Carrying Value ²	Book Value	Unrealized Gain/(Loss)	% of GAAP Carrying Value	GAAP Carrying Value ²	Book Value	Unrealized Gain/(Loss)	% of GAAP Carrying Value
Invested Assets								
U.S. government and agencies	\$ 9,537	\$ 10,535	\$ (998)	8.3 %	\$ 9,740	\$ 10,982	\$ (1,242)	8.7 %
Municipal securities	7,296	8,425	(1,129)	6.3 %	7,349	8,550	(1,201)	6.5 %
Corporate securities	45,715	51,291	(5,576)	39.6 %	44,410	50,604	(6,194)	39.5 %
RMBS	5,913	6,474	(561)	5.1 %	5,819	6,527	(708)	5.2 %
CMBS	1,675	1,898	(223)	1.5 %	1,697	1,950	(253)	1.5 %
ABS	17,817	18,135	(318)	15.4 %	17,171	17,570	(399)	15.3 %
Other debt obligations	543	606	(63)	0.5 %	513	581	(68)	0.5 %
Total fixed maturities- available-for-sale	88,496	97,364	(8,868)	76.7 %	86,699	96,764	(10,065)	77.0 %
Common & preferred stock- financial services	912	1,013	(101)	0.8 %	882	1,032	(150)	0.8 %
Common & preferred stock- other	35	48	(13)	— %	35	48	(13)	— %
Total equity securities	947	1,061	(114)	0.8 %	917	1,080	(163)	0.8 %
Municipal securities	6	6	—	— %	2	2	—	— %
Corporate securities	213	226	(13)	0.2 %	378	435	(57)	0.3 %
RMBS	5	5	—	— %	17	18	(1)	— %
CMBS	36	40	(4)	— %	16	21	(5)	— %
ABS	71	73	(2)	0.1 %	50	52	(2)	— %
Total trading securities	331	350	(19)	0.2 %	463	528	(65)	0.4 %
Mortgage loans ¹	8,867	8,867	—	7.7 %	8,507	8,507	—	7.6 %
Policy loans	875	875	—	0.8 %	841	841	—	0.7 %
Short-term investments	5,772	5,772	—	5.0 %	4,103	4,103	—	3.6 %
Derivative instruments	2,058	2,058	—	1.8 %	3,304	3,304	—	2.9 %
Other invested assets	7,990	7,971	19	6.9 %	7,732	7,718	14	6.9 %
Total investments	\$ 115,336	\$ 124,318	\$ (8,982)		\$ 112,566	\$ 122,845	\$ (10,279)	

¹ Total is net of mortgage loan loss allowance

² GAAP carrying value is market value for investments required to be held at market value such as fixed maturities, equity securities, trading securities and derivative instruments. For investments such as mortgages and policy loans, carrying value is equal to amortized cost

Credit Quality of Investments

Unaudited (In millions, except for percentages)

	March 31, 2025		December 31, 2024	
	GAAP Carrying Value	% of GAAP Carrying Value	GAAP Carrying Value	% of GAAP Carrying Value
Assets with NAIC Designation				
Fixed maturities, available-for-sale, at fair value				
1	\$ 53,183	46.1 %	\$ 52,093	45.8 %
2	32,019	27.8 %	31,125	27.4 %
3	1,921	1.7 %	2,010	1.8 %
4	873	0.8 %	901	0.8 %
5	200	0.2 %	240	0.2 %
6	300	0.3 %	330	0.3 %
Total fixed maturities, available-for-sale ¹	88,496	76.7 %	86,699	76.3 %
Assets without NAIC Designation				
Fixed maturities, trading, at fair value	331	0.3 %	463	0.4 %
Equity securities, at fair value	947	0.8 %	917	0.8 %
Mortgage loans	8,867	7.7 %	8,507	7.8 %
Policy loans	875	0.8 %	841	0.8 %
Short-term investments	5,772	5.0 %	4,103	5.1 %
Derivative instruments	2,058	1.8 %	3,304	1.8 %
Other invested assets	7,990	6.9 %	7,732	7.0 %
Total investments	<u>\$ 115,336</u>		<u>\$ 112,566</u>	

¹ See breakout of fixed maturities, available-for-sale on the next two pages

Credit Quality of Investments (Fixed Maturities, Available-for-Sale)

Unaudited (In millions, except for percentages)

	March 31, 2025		December 31, 2024	
	GAAP Carrying Value	% of GAAP Carrying Value	GAAP Carrying Value	% of GAAP Carrying Value
Available-for-sale				
U.S. Government and agencies	\$ 9,537	10.8 %	\$ 9,740	11.2 %
Municipal securities	7,296	8.2 %	7,349	8.5 %
Corporate securities	45,715	51.7 %	44,410	51.2 %
RMBS	5,913	6.7 %	5,819	6.7 %
CMBS	1,675	1.9 %	1,697	2.0 %
ABS	17,817	20.1 %	17,171	19.8 %
Other Debt Obligations	543	0.6 %	513	0.6 %
Total Fixed Maturities, Available-for-Sale	\$ 88,496	100.0 %	\$ 86,699	100.0 %

		March 31, 2025		December 31, 2024				March 31, 2025		December 31, 2024					
		GAAP Carrying Value	% of GAAP Carrying Value	GAAP Carrying Value	% of GAAP Carrying Value			GAAP Carrying Value	% of GAAP Carrying Value	GAAP Carrying Value	% of GAAP Carrying Value				
Municipal Securities						Corporate Securities									
NAIC Designation						NAIC Designation									
1	\$	7,211	98.8 %	\$	7,269	98.8 %	1	\$	16,931	36.9 %	\$	16,207	36.4 %		
2		75	1.0 %		70	1.0 %	2		26,449	57.9 %		25,740	58.0 %		
3		5	0.1 %		6	0.1 %	3		1,459	3.2 %		1,563	3.5 %		
4		5	0.1 %		4	0.1 %	4		670	1.5 %		651	1.5 %		
5		—	— %		—	— %	5		182	0.4 %		222	0.5 %		
6		—	— %		—	— %	6		24	0.1 %		27	0.1 %		
Total Municipal Securities		\$	7,296	100.0 %	\$	7,349	100.0 %	Total Corporate Securities		\$	45,715	100.0 %	\$	44,410	100.0 %

Credit Quality of Investments (Fixed Maturities, Available-for-Sale, cont.)

Unaudited (In millions, except for percentages)

	March 31, 2025		December 31, 2024	
	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>
RMBS				
NAIC Designation				
1	\$ 5,876	99.4 %	\$ 5,776	99.3 %
2	26	0.4 %	31	0.5 %
3	4	0.1 %	—	— %
4	2	— %	4	0.1 %
5	4	0.1 %	7	0.1 %
6	1	— %	1	— %
Total RMBS	<u>\$ 5,913</u>	<u>100.0 %</u>	<u>\$ 5,819</u>	<u>100.0 %</u>

	March 31, 2025		December 31, 2024	
	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>
CMBS				
NAIC Designation				
1	\$ 1,643	98.0 %	\$ 1,658	97.8 %
2	30	1.8 %	26	1.5 %
3	1	0.1 %	9	0.5 %
4	—	— %	2	0.1 %
5	1	0.1 %	2	0.1 %
6	—	— %	—	— %
Total CMBS	<u>\$ 1,675</u>	<u>100.0 %</u>	<u>\$ 1,697</u>	<u>100.0 %</u>

	March 31, 2025		December 31, 2024	
	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>
ABS				
NAIC Designation				
1	\$ 11,480	64.5 %	\$ 10,947	63.7 %
2	5,420	30.4 %	5,257	30.6 %
3	447	2.5 %	430	2.5 %
4	183	1.0 %	227	1.3 %
5	13	0.1 %	9	0.1 %
6	274	1.5 %	301	1.8 %
Total ABS	<u>\$ 17,817</u>	<u>100.0 %</u>	<u>\$ 17,171</u>	<u>100.0 %</u>

	March 31, 2025		December 31, 2024	
	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>	<u>GAAP Carrying Value</u>	<u>% of GAAP Carrying Value</u>
CLO¹				
NAIC Designation				
1	\$ 4,255	89.6 %	\$ 4,186	89.3 %
2	186	3.9 %	182	3.9 %
3	142	3.0 %	142	3.0 %
4	100	2.1 %	102	2.2 %
5	—	— %	—	— %
6	67	1.4 %	77	1.6 %
Total CLO	<u>\$ 4,750</u>	<u>100.0 %</u>	<u>\$ 4,689</u>	<u>100.0 %</u>

¹ CLO information is a subset of Total ABS and is included in the ABS total.

Mortgage Loans, Office Exposure, and Agency Ratings

Unaudited (In millions, except for percentages)

	March 31, 2025		December 31, 2024	
	GAAP Carrying Value	% of GAAP Carrying Value	GAAP Carrying Value	% of GAAP Carrying Value
Commercial Mortgage Loans				
Office	\$ 1,912	33.4 %	\$ 2,021	34.7 %
Hotel	1,170	20.3 %	1,161	19.8 %
Industrial	1,015	17.6 %	939	16.0 %
Retail	1,001	17.4 %	1,084	18.5 %
Multi-family	375	6.5 %	370	6.3 %
Other	265	4.6 %	265	4.5 %
Medical	14	0.2 %	14	0.2 %
Total Commercial Mortgage Loans	\$ 5,752	100.0 %	\$ 5,854	100.0 %
Non-performing Mortgage Loans ³				
Total non-performing mortgage loans	\$ 42	0.7 %	\$ 71	1.2 %
Office Exposure				
Commercial mortgage loans	\$ 1,912	91.1 %	\$ 2,021	91.5 %
Real estate equity	145	6.9 %	144	6.5 %
Senior mezzanine real-estate fund	22	1.0 %	23	1.0 %
CMBS / CRE-CLO	21	1.0 %	21	1.0 %
Total office exposure	\$ 2,100	100.0 %	\$ 2,209	100.0 %
Agency Ratings	FSR ¹ Rating		Sr Debt ² Rating	
	Outlook			
S&P Global	A+		BBB+	
A.M. Best	A+		N/A	
Fitch Ratings	A+		BBB+	

¹ Financial Strength Ratings are based on the insurance company subsidiaries Midland and North American.

² Senior Unsecured Debt Rating of SFG

³ Non-performing loans defined as loans delinquent over 60 days