

Balance Sheet

Sammons Financial Group, Inc. and Subsidiaries

Condensed Consolidated Balance Sheets (*Unaudited*)

(\$ millions)

| As of | June 30, 2025 | Dec. 31, 2024 |
|---|-------------------|-------------------|
| ASSETS | | |
| Investments | | |
| Fixed maturities available-for-sale, at fair value (net of allowance for credit losses of \$199 and \$138, respectively); amortized cost; \$99,416 and \$96,764, respectively, (portion under fair value option: \$366 and \$495, respectively) | \$ 90,694 | \$ 86,699 |
| Fixed maturities, trading, at fair value | 332 | 463 |
| Equity securities, at fair value | 938 | 917 |
| Mortgage loans (net of allowance for credit losses of \$117 and \$108, respectively; includes \$9 and \$9, respectively, under the fair value option) | 9,388 | 8,507 |
| Policy loans | 891 | 841 |
| Short-term investments | 3,965 | 4,103 |
| Derivative instruments | 3,393 | 3,304 |
| Other invested assets (net of allowance for credit losses of \$1 and \$4, respectively; portion at fair value under fair value option; \$393 and \$321, respectively) | 8,191 | 7,732 |
| Total investments | 117,792 | 112,566 |
| Cash | 1,632 | 1,562 |
| Accrued investment income | 1,026 | 912 |
| Deferred acquisition costs and sales inducements | 9,071 | 8,448 |
| Market risk benefit asset | 178 | 181 |
| Other assets | 1,413 | 1,408 |
| Reinsurance receivables (net of allowance for credit losses of \$9 and \$9, respectively) | 3,083 | 2,064 |
| Deferred tax asset | 1,684 | 1,887 |
| Separate account assets | 3,302 | 3,184 |
| Total assets | \$ 139,181 | \$ 132,212 |
| LIABILITIES | | |
| Policyholder account balances and benefit reserves | \$ 111,637 | \$ 106,027 |
| Notes and loans payable | 2,846 | 2,810 |
| Repurchase agreements, other borrowings & collateral on derivatives instruments | 12,408 | 12,649 |
| Derivative instruments | 1,305 | 1,316 |
| Other liabilities | 3,239 | 2,887 |
| Separate account liabilities | 3,302 | 3,184 |
| Total liabilities | 134,737 | 128,873 |
| Redeemable noncontrolling interests | 143 | 143 |
| STOCKHOLDER'S EQUITY | | |
| Common stock and additional paid-in capital | 1,838 | 1,829 |
| Retained earnings | 9,342 | 9,230 |
| Accumulated other comprehensive income | (6,884) | (7,870) |
| Total stockholder's equity | 4,296 | 3,189 |
| Noncontrolling interest | 5 | 7 |
| Total liabilities and stockholder's equity | \$ 139,181 | \$ 132,212 |

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. In the 2nd quarter of 2025, the Company made immaterial adjustments to its restatement of 2024 financial information and therefore some 2024 balances will differ from those provided with the Company's 1st quarter 2025 financial statements.

Income Statement

Sammons Financial Group, Inc. and Subsidiaries

Condensed Consolidated Statements of Income (Unaudited)

(\$ millions)

| | For the 3 Months Ended June 30 | | For the 6 Months Ended June 30 | |
|---|--------------------------------------|--------|--------------------------------------|----------|
| | 2025 | 2024 | 2025 | 2024 |
| REVENUES | | | | |
| Premiums and policy charges | \$ 603 | \$ 612 | \$ 1,304 | \$ 1,434 |
| Net investment income | 1,339 | 1,424 | 2,664 | 2,702 |
| Net gains (losses) on derivatives | 147 | 72 | 72 | 394 |
| Net realized investment gains (losses) | (60) | (37) | (21) | 7 |
| Other income | 49 | 51 | 99 | 102 |
| Total revenue | 2,078 | 2,122 | 4,118 | 4,639 |
| BENEFITS AND EXPENSES | | | | |
| Policyholder benefits | 1,171 | 1,295 | 2,873 | 2,503 |
| Amortization of deferred acquisition costs | 170 | 145 | 337 | 285 |
| General and administrative expenses | 279 | 264 | 580 | 521 |
| Total benefits and expenses | 1,620 | 1,704 | 3,790 | 3,309 |
| Income before income taxes | 458 | 418 | 328 | 1,330 |
| Income taxes | 80 | 67 | 30 | 226 |
| Net income | 378 | 351 | 298 | 1,104 |
| Net (gain) loss attributable to noncontrolling interest | — | — | 1 | 1 |
| Net income attributable to Sammons Financial Group | \$ 378 | \$ 351 | \$ 299 | \$ 1,105 |

These financial statements are furnished pursuant to the Available Information sections of the Offering Memorandum dated October 22, 2013 for \$200 million of 7.00% Senior Notes due 2043, the Offering Memorandum dated May 9, 2017 for \$500 million of 4.45% Senior Notes due 2027, the Offering Memorandum dated April 13, 2021 for \$850 million of 3.35% Senior Notes due 2031, the Offering Memorandum dated April 8, 2022 for \$500 million of 4.75% Senior Notes due 2032 and the Offering Memorandum dated March 28, 2024 for \$750 million of 6.875% Senior Notes due 2034- all issued by Sammons Financial Group, Inc.

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. In the 2nd quarter of 2025, the Company made immaterial adjustments to its restatement of 2024 financial information and therefore some 2024 balances will differ from those provided with the Company's 1st quarter 2025 financial statements.

Adjusted Pre-tax Operating Earnings

Sammons Financial Group, Inc. and Subsidiaries

Reconciliation to Operating Income (Unaudited)

(\$ millions)

| | For the 3 Months Ended June 30 | | For the 6 Months Ended June 30 | |
|--|--------------------------------------|--------|--------------------------------------|----------|
| | 2025 | 2024 | 2025 | 2024 |
| Income before income taxes | \$ 458 | \$ 418 | \$ 328 | \$ 1,330 |
| Net (gain) loss attributable to noncontrolling interest | — | — | 1 | 1 |
| Pre-tax income attributable to Sammons Financial Group | 458 | 418 | 329 | 1,331 |
| 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 | 13 | 16 | 27 | 35 |
| Realized investment losses, net of offsets | 54 | 15 | 72 | 31 |
| Non-operating market risk benefit change | (74) | 25 | 141 | (180) |
| Unrealized (gains) losses on derivatives, trading securities, equity securities, and fair value option investments, net of offsets | (106) | (112) | 2 | (541) |
| Other non-operating expense | 1 | (2) | 11 | 12 |
| Adjusted pre-tax operating earnings | \$ 346 | \$ 360 | \$ 582 | \$ 688 |

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 incentive compensation expenses sponsored 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.

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. In the 2nd quarter of 2025, the Company made immaterial adjustments to its restatement of 2024 financial information and therefore some 2024 balances will differ from those provided with the Company's 1st quarter 2025 financial statements.

Statutory Information

Midland National Life and North American Company

Combined Statutory Financial Highlights (*Unaudited*)

(\$ millions)

| As of | June 30, 2025 | Dec. 31, 2024 |
|---|-------------------|-------------------|
| NET ADMITTED ASSETS | | |
| Invested assets | \$ 118,286 | \$ 115,064 |
| Separate account assets | 8,080 | 7,566 |
| Other assets | 4,619 | 4,521 |
| Total net admitted assets | \$ 130,985 | \$ 127,151 |
| LIABILITIES, CAPITAL & SURPLUS | | |
| Insurance reserves/liabilities | \$ 74,684 | \$ 73,016 |
| Separate account liabilities | 7,590 | 7,110 |
| Asset valuation reserve | 1,465 | 1,390 |
| Other liabilities | 40,069 | 38,162 |
| Total liabilities | 123,808 | 119,678 |
| Total capital and surplus | 7,177 | 7,473 |
| Total liabilities, capital and surplus | \$ 130,985 | \$ 127,151 |
| RISK BASED CAPITAL RATIO (TAC/CAL) | N/A | 386% |
| TOTAL GROSS PREMIUMS WRITTEN | | |
| Life | \$ 1,197 | \$ 2,189 |
| Annuity | \$ 7,048 | \$ 15,366 |

Invested Assets Supplement

Sammons Financial Group, Inc. and Subsidiaries (SFG)

Total Invested Assets Unrealized Gain/(Loss) (Unaudited)

(\$ millions)

| As of | June 30, 2025 | | | December 31, 2024 | | |
|--|---------------|------------|------------------------|-------------------|------------|------------------------|
| | Market Value | Book Value | Unrealized Gain/(Loss) | Market Value | Book Value | Unrealized Gain/(Loss) |
| INVESTED ASSETS | | | | | | |
| U.S. government and agencies | \$ 10,743 | \$ 11,741 | \$ (998) | \$ 9,740 | \$ 10,982 | \$ (1,242) |
| Municipal securities | 7,413 | 8,619 | (1,206) | 7,349 | 8,550 | (1,201) |
| Corporate securities | 46,024 | 51,437 | (5,413) | 44,410 | 50,604 | (6,194) |
| Residential mortgage-backed securities | 5,952 | 6,522 | (570) | 5,819 | 6,527 | (708) |
| Commercial mortgage-backed securities | 1,642 | 1,866 | (224) | 1,697 | 1,950 | (253) |
| Asset backed securities | 18,384 | 18,633 | (249) | 17,171 | 17,570 | (399) |
| Other debt obligations | 536 | 598 | (62) | 513 | 581 | (68) |
| Total Fixed maturities, available-for-sale | \$ 90,694 | \$ 99,416 | \$ (8,722) | \$ 86,699 | \$ 96,764 | \$ (10,065) |