

SBLH CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SBL Holdings, Inc. and Subsidiaries

Period Ended June 30, 2025

Unaudited

Subject to Notice to Investors

Chief Financial Officer Certification

Reference is made to the following:

- Indenture dated November 13, 2019 between SBL Holdings, Inc. (the “Company”) and UMB Bank, N.A., as Trustee, in respect of the Company's 5.125% Senior Notes due 2026.
- Indenture dated February 16, 2021 between the Company and UMB Bank, N.A., as Trustee, in respect of the Company's 5.000% Senior Notes due 2031.
- Indenture dated October 30, 2024 between the Company and UMB Bank, N.A., as Trustee, in respect of the Company's 7.200% Senior Notes due 2034.
- Certificate of Designations dated February 6, 2020 in respect of the 7.000% Fixed-Rate Reset Non-Cumulative Preferred Stock, Series A of the Company.
- Certificate of Designations dated June 17, 2021 in respect of the 6.500% Fixed-Rate Reset Non-Cumulative Preferred Stock, Series B of the Company.

Each such Indenture is referred to herein as an “Indenture,” and each such Certificate of Designations is referred to herein as a “Certificate of Designations.”

The undersigned hereby certifies, in his capacity as the Chief Financial Officer of the Company, as follows:

Attached is a copy of the unaudited condensed consolidated financial statements for the six months ended June 30, 2025 required by Section 4.02(a)(2) of each Indenture and Section 8(a)(2) of each Certificate of Designations. Such financial statements present fairly in all material aspects the financial condition and results of operations of the Company and its Subsidiaries on a consolidated basis in accordance with GAAP for the periods and as of the dates presented.

Capitalized terms used but not defined herein are used as defined in the relevant Indenture or the relevant Certificate of Designations. In addition, each Certificate of Designations refers to “subsidiaries”; for purposes of this certification relating to such Certificate of Designations, “Subsidiaries” means “subsidiaries” as referred to in such Certificate of Designations.

This certification is provided solely for the purposes of complying with each Indenture and each Certificate of Designations.

Chief Financial Officer Certification

SBL Holdings, Inc.

A handwritten signature in blue ink, appearing to read "B. Beckett", is positioned above a horizontal line.

By: Brian Beckett

Title: Senior Vice President and Chief
Financial Officer

Date: August 27, 2025

SBL Holdings, Inc. and Subsidiaries
Condensed Consolidated Balance Sheets

	As of June 30, 2025 <i>(unaudited)</i>	As of December 31, 2024 <i>(audited)</i>
	<i>(dollars in thousands)</i>	
Assets		
Investments:		
Fixed maturities, available for sale	\$ 38,830,387	\$ 37,807,643
Fixed maturities, trading	370,492	376,922
Equity securities	1,338,038	993,616
Notes receivable from related parties	2,266,000	2,079,394
Mortgage loans	2,648,710	2,745,425
Policy loans	68,967	70,373
Cash and cash equivalents	4,519,296	3,905,070
Short-term investments	1,464,365	91,020
Call options	1,098,857	1,020,039
Other invested assets	1,978,858	2,131,919
Total investments	<u>54,583,970</u>	<u>51,221,421</u>
Accrued investment income	716,662	684,931
Reinsurance recoverable	12,057,244	10,979,006
Deferred income tax asset	170,650	174,847
Deferred policy acquisition costs, deferred sales inducement costs and value of business acquired	2,893,959	2,777,732
Other assets	996,564	728,269
Separate account assets	6,563,112	6,579,840
Total assets	<u>\$ 77,982,161</u>	<u>\$ 73,146,046</u>
Liabilities and stockholders' equity		
Liabilities:		
Policy reserves and annuity account values	\$ 48,675,458	\$ 45,375,066
Funds withheld and held liability	10,607,201	9,514,659
Senior notes	1,679,105	1,577,830
Delayed draw term loan	861	2,883
Surplus notes	112,582	113,170
Debt from consolidated variable interest entities	—	47,255
Derivative collateral	868,872	894,549
Repurchase agreements	343,374	328,443
Other liabilities	1,714,763	1,197,073
Separate account liabilities	6,563,112	6,579,840
Total liabilities	<u>70,565,328</u>	<u>65,630,768</u>
Stockholders' equity:		
Common stock	—	—
Preferred stock	770,491	770,491
Contributed capital	2,339,595	2,339,595
Accumulated other comprehensive income (loss)	(40,809)	(128,964)
Retained earnings	4,228,654	4,394,102
Total SBL Holdings, Inc. stockholders' equity	<u>7,297,931</u>	<u>7,375,224</u>
Noncontrolling interest	118,902	140,054
Total stockholders' equity	<u>7,416,833</u>	<u>7,515,278</u>
Total liabilities and stockholders' equity	<u>\$ 77,982,161</u>	<u>\$ 73,146,046</u>

SBL Holdings, Inc. and Subsidiaries
Condensed Consolidated Statements of Operations

	For the		For the	
	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
	(unaudited)		(unaudited)	
	(dollars in thousands)			
Revenues:				
Net investment income	\$ 765,040	\$ 823,121	\$ 1,454,422	\$ 1,644,533
Asset-based and administrative fees	36,632	36,387	74,023	70,981
Other product charges	69,956	69,475	130,277	138,386
Change in fair value of options, futures and swaps	322,255	(10,720)	151,035	284,413
Investment-related gains (losses)	(192,381)	(20,163)	(187,425)	(95,889)
Other revenues	43,051	26,593	92,558	56,475
Total revenues	1,044,553	924,693	1,714,890	2,098,899
Benefits and expenses:				
Index credits and interest credited to account balances	273,556	254,210	600,070	526,557
Change in fixed index annuity embedded derivative and related benefits	160,106	(24,347)	5,994	20,819
Other benefits	193,744	105,422	252,936	273,185
Total benefits	627,406	335,285	859,000	820,561
Other operating expenses	116,441	127,194	242,898	242,566
Amortization of deferred policy acquisition costs, deferred sales inducement costs, and value of business acquired	181,746	127,439	310,166	281,244
Interest expense	39,183	99,928	94,043	180,177
Total benefits and expenses	964,776	689,846	1,506,107	1,524,548
Income before income tax expense	79,777	234,847	208,783	574,351
Income tax expense	18,316	46,210	43,446	117,881
Net income	61,461	188,637	165,337	456,470
Less: Net income attributable to noncontrolling interest	(26,811)	5,580	(21,152)	16,363
Net income attributable to SBL Holdings, Inc.	\$ 88,272	\$ 183,057	\$ 186,489	\$ 440,107

SBL Holdings, Inc. and Subsidiaries
Condensed Consolidated Statements of Changes in Stockholders' Equity

	<div> <div>Accumulated</div> <div>Other</div> <div>Common Preferred Contributed Comprehensive Retained Noncontrolling</div> <div>Stock Stock Capital Income Earnings Interest Total</div> </div>						
	<i>(In Thousands)</i>						
Balance at January 1, 2024	\$ —	\$ 770,491	\$ 2,339,595	\$ (238,209)	\$ 4,096,922	\$ 5,780	\$6,974,579
Net income	—	—	—	—	851,042	31,118	882,160
Other comprehensive income, net	—	—	—	109,245	—	—	109,245
Preferred stock dividends	—	—	—	—	(53,862)	—	(53,862)
Dividends to parent	—	—	—	—	(500,000)	—	(500,000)
Contribution of noncontrolling interest	—	—	—	—	—	103,156	103,156
Balance at December 31, 2024	—	770,491	2,339,595	(128,964)	4,394,102	140,054	7,515,278
Net income	—	—	—	—	186,489	(21,152)	165,337
Other comprehensive income, net	—	—	—	88,155	—	—	88,155
Preferred stock dividends	—	—	—	—	(26,937)	—	(26,937)
Dividends to parent	—	—	—	—	(325,000)	—	(325,000)
Balance at June 30, 2025	\$ —	\$ 770,491	\$ 2,339,595	\$ (40,809)	\$ 4,228,654	\$ 118,902	\$7,416,833

SBL Holdings, Inc. and Subsidiaries

Condensed Footnotes

Nature of Operations

The operations of SBL Holdings, Inc., together with its subsidiaries (referred to herein, collectively, as the “Company”), consist primarily of marketing and distributing annuities, retirement plans, and other related products throughout the United States. The Company offers a diversified portfolio of products comprised primarily of individual and group annuities, including fixed, fixed index, and variable annuities, and retirement plan products through multiple distribution channels.

Basis of Presentation

The financial statements of the Company are presented in conformity with U.S. generally accepted accounting principles (“GAAP”) on a consolidated basis and include the operations of the Company and its subsidiaries, including Security Benefit Life Insurance Company (“SBLIC”), First Security Benefit Life Insurance and Annuity Company of New York, Everly Holdings, LLC and Security Financial Resources, Inc., and consolidated variable interest entities (“VIEs”). All intercompany accounts and transactions have been eliminated in consolidation.

Use of Estimates

The preparation of the condensed consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect amounts reported. Management believes that the estimates and assumptions used in preparing these condensed consolidated financial statements are reasonable.