

SBLH CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SBL Holdings, Inc. and Subsidiaries

Period Ended March 31, 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 three months ended March 31, 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: May 23, 2025

SBL Holdings, Inc. and Subsidiaries
Condensed Consolidated Balance Sheets

| | As of March 31, 2025 <i>(unaudited)</i> | As of December 31, 2024 <i>(audited)</i> |
|--|---|--|
| | <i>(dollars in thousands)</i> | |
| Assets | | |
| Investments: | | |
| Fixed maturities, available for sale | \$ 38,160,369 | \$ 37,807,643 |
| Fixed maturities, trading | 376,247 | 376,922 |
| Equity securities | 1,170,470 | 993,616 |
| Notes receivable from related parties | 1,819,894 | 2,079,394 |
| Mortgage loans | 2,521,798 | 2,745,425 |
| Policy loans | 69,031 | 70,373 |
| Cash and cash equivalents | 4,962,271 | 3,905,070 |
| Short-term investments | 203,500 | 91,020 |
| Call options | 768,911 | 1,020,039 |
| Other invested assets | 2,014,961 | 2,131,919 |
| Total investments | <u>52,067,452</u> | <u>51,221,421</u> |
| Accrued investment income | 729,983 | 684,931 |
| Reinsurance recoverable | 11,390,529 | 10,979,006 |
| Deferred income tax asset | 183,191 | 174,847 |
| Deferred policy acquisition costs, deferred sales inducement costs and value of business acquired | 2,851,180 | 2,777,732 |
| Other assets | 901,889 | 728,269 |
| Separate account assets | 6,413,769 | 6,579,840 |
| Total assets | <u>\$ 74,537,993</u> | <u>\$ 73,146,046</u> |
| Liabilities and stockholders' equity | | |
| Liabilities: | | |
| Policy reserves and annuity account values | \$ 46,528,631 | \$ 45,375,066 |
| Funds withheld and held liability | 10,019,734 | 9,514,659 |
| Senior notes | 1,579,130 | 1,577,830 |
| Revolving credit facility (\$1.0 billion of capacity) | — | — |
| Delayed draw term loan | 1,872 | 2,883 |
| Surplus notes | 112,879 | 113,170 |
| Debt from consolidated variable interest entities | — | 47,255 |
| Derivative collateral | 581,522 | 894,549 |
| Repurchase agreements | 343,374 | 328,443 |
| Other liabilities | 1,649,513 | 1,197,073 |
| Separate account liabilities | 6,413,769 | 6,579,840 |
| Total liabilities | <u>67,230,424</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) | (115,549) | (128,964) |
| Retained earnings | 4,167,319 | 4,394,102 |
| Total SBL Holdings, Inc. stockholders' equity | <u>7,161,856</u> | <u>7,375,224</u> |
| Noncontrolling interest | 145,713 | 140,054 |
| Total stockholders' equity | <u>7,307,569</u> | <u>7,515,278</u> |
| Total liabilities and stockholders' equity | <u>\$ 74,537,993</u> | <u>\$ 73,146,046</u> |

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

| | For the | |
|--|-------------------------------------|-------------------|
| | Three Months Ended March 31, | |
| | 2025 | 2024 |
| | <i>(unaudited)</i> | |
| | <i>(dollars in thousands)</i> | |
| Revenues: | | |
| Net investment income | \$ 689,381 | \$ 821,412 |
| Asset-based and administrative fees | 37,391 | 34,594 |
| Other product charges | 60,321 | 68,911 |
| Change in fair value of options, futures and swaps | (171,221) | 295,133 |
| Investment-related gains (losses) | 4,956 | (75,726) |
| Other revenues | 49,509 | 29,882 |
| Total revenues | <u>670,337</u> | <u>1,174,206</u> |
| Benefits and expenses: | | |
| Index credits and interest credited to account balances | 326,514 | 272,348 |
| Change in fixed index annuity embedded derivative and related benefits | (154,112) | 45,166 |
| Other benefits | 59,192 | 167,762 |
| Total benefits | <u>231,594</u> | <u>485,276</u> |
| Other operating expenses | 126,457 | 115,373 |
| Amortization of deferred policy acquisition costs, deferred sales inducement costs, and value of business acquired | 128,419 | 153,805 |
| Interest expense | 54,861 | 80,249 |
| Total benefits and expenses | <u>541,331</u> | <u>834,703</u> |
| Income before income tax expense | 129,006 | 339,503 |
| Income tax expense | 25,130 | 71,670 |
| Net income | <u>103,876</u> | <u>267,833</u> |
| Less: Net income attributable to noncontrolling interest | 5,659 | 10,783 |
| Net income attributable to SBL Holdings, Inc. | <u>\$ 98,217</u> | <u>\$ 257,050</u> |

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 | — | — | — | — | 98,217 | 5,659 | 103,876 |
| Other comprehensive income, net | — | — | — | 13,415 | — | — | 13,415 |
| Dividends to parent | — | — | — | — | (325,000) | — | (325,000) |
| Balance at March 31, 2025 | \$ — | \$ 770,491 | \$ 2,339,595 | \$ (115,549) | \$ 4,167,319 | \$ 145,713 | \$7,307,569 |

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.