

**Security Benefit Life Insurance Company**  
**Statutory Financial Highlights**

The following tables set forth our selected financial information as of December 31, 2023 and December 31, 2022 and for the twelve months ended December 31, 2023 and 2022. The information as of and for the year ended December 31, 2022 was derived from our Audited Statutory Financial Statements. The information as of December 31, 2023 and for the twelve months ended December 31, 2023 was derived from our Unaudited Statutory Financial Statements and includes, in the opinion of management, all normal and recurring adjustments necessary to present fairly the information for such period.

	Twelve Months Ended	
	December 31, 2023	December 31, 2022
	(unaudited)	(audited)
	(dollars in thousands)	
Statements of operations data:		
Revenues:		
Direct annuity considerations and deposits .....	\$ 6,739,280	\$ 4,758,305
Assumed annuity considerations and deposits .....	14,751	20,534
Ceded annuity considerations and deposits .....	(2,516,937)	(1,317,185)
Net annuity considerations and deposits .....	4,237,094	3,461,654
Net investment income.....	2,651,187	1,944,830
Fixed index annuity rider fee income.....	204,105	214,607
Commissions and expense allowance on .....		
reinsurance ceded .....	212,152	118,637
Asset-based fees .....	56,770	60,259
Other income.....	210,846	95,360
Total revenues .....	7,572,154	5,895,347
Benefits and expenses:		
Increase (decrease) in reserves and funds for .....		
all policies .....	710,154	1,129,805
Surrender benefits .....	3,961,725	2,782,574
Annuity benefits .....	472,779	442,923
Other benefits .....	84,616	49,088
Commissions .....	551,533	472,230
Call option amortization .....	87,084	100,199
Other insurance operating expenses .....	262,540	238,362
Total benefits and expenses.....	6,130,431	5,215,181
Income from operations before federal income taxes .....	1,441,723	680,166
Federal income tax expense.....	285,320	249,994
Income from operations before net realized gains .....	1,156,403	430,172
Net realized gains (losses), net of capital gains tax .....	46,048	(72,170)
Net income .....	\$ 1,202,451	\$ 358,002

**Subject to Legal Notice in Cover Letter**

**Security Benefit Life Insurance Company**  
**Statutory Financial Highlights (continued)**

	<b>As of</b>	
	<b>December 31, 2023</b>	<b>December 31, 2022</b>
	<i>(unaudited)</i>	<i>(audited)</i>
	<i>(dollars in thousands)</i>	
<b>Net Admitted Assets</b>		
Cash and invested assets	\$ 46,186,266	\$ 42,187,223
Separate account assets	5,988,726	5,518,807
Other assets	1,415,949	1,784,986
Total net admitted assets	<u>\$ 53,590,941</u>	<u>\$ 49,491,016</u>
<b>Liabilities, Capital and Surplus</b>		
Policy and contract liabilities	\$ 30,474,320	\$ 29,630,685
Separate account liabilities	5,988,726	5,518,807
Funds withheld and held liabilities	8,010,638	6,168,316
Asset valuation reserve	944,907	1,076,719
Derivative collateral	647,922	512,640
Repurchase agreements	1,012,497	900,379
Other liabilities	582,508	537,333
Total liabilities	<u>47,661,518</u>	<u>44,344,879</u>
Total capital and surplus	<u>5,929,423</u>	<u>5,146,137</u>
Total liabilities, capital and surplus	<u>\$ 53,590,941</u>	<u>\$ 49,491,016</u>

	<b>As of or for the</b>	
	<b>Twelve Months Ended</b>	
	<b>December 31, 2023</b>	<b>December 31, 2022</b>
	<i>(unaudited)</i>	
	<i>(dollars in thousands)</i>	
<b>Other data:</b>		
Total adjusted capital <sup>(a)</sup>	\$ 6,874,330	\$ 6,222,856
Average total adjusted capital <sup>(b)</sup>	\$ 6,513,343	\$ 5,840,901
Average capital and surplus <sup>(b)</sup>	\$ 5,439,399	\$ 4,700,303
Statutory comprehensive income <sup>(c)</sup>	\$ 1,001,467	\$ 330,155
Statutory return on equity <sup>(d)</sup>	18.4 %	7.0 %
Capital contributions	\$ —	\$ 435,000
Capital distributions	\$ —	\$ —
Dividends	\$ 350,000	\$ 100,000

<sup>(a)</sup> Calculated as the sum of total capital and surplus plus the asset valuation reserve as of the end of the period.

<sup>(b)</sup> Calculated by averaging total adjusted capital and total capital and surplus as of the end of each quarter in the trailing five quarter period.

<sup>(c)</sup> Statutory comprehensive income is the change in total adjusted capital for the period excluding capital contributions and dividends.

<sup>(d)</sup> Calculated by dividing annualized statutory comprehensive income for the period noted by average capital and surplus.

**Security Benefit Life Insurance Company**  
**Statutory Financial Highlights (continued)**

The following table presents a reconciliation of certain financial measures to their closest statutory inputs.

	As of or for the Year Ended	
	December 31, 2023	December 31, 2022
	(unaudited)	
	(Dollars in thousands)	
Financial measures:		
Net investment income	\$ 2,651,187	\$ 1,944,830
Investment expenses	257,399	214,236
Interest expense on operating leverage <sup>(a)</sup>	(53,181)	(36,842)
Call option realized (gains) and losses	26,076	39,735
Adjusted investment income <sup>(b)</sup>	\$ 2,881,481	\$ 2,161,958
Average spread-based AUM <sup>(c)</sup>	\$ 36,939,003	\$ 33,970,108
Average spread-based AUM excluding surplus assets	\$ 30,671,054	\$ 28,445,907
Investment operating earned rate <sup>(d)</sup>	7.80 %	6.36 %
Interest credited to account balances	\$ 363,677	\$ 231,902
Pro rata amortization of call option costs	353,727	254,980
Cost of crediting <sup>(e)</sup>	\$ 717,404	\$ 486,882
Cost of crediting rate <sup>(f)</sup>	2.34 %	1.71 %
Net investment spread <sup>(g)</sup>	5.46 %	4.65 %

<sup>(a)</sup> Interest expense on operating leverage includes interest expense on repurchase agreements and miscellaneous interest expense.

<sup>(b)</sup> Adjusted investment income is calculated as reported net investment income adjusted to add back amortization of IMR, investment expenses, and adjusted to eliminate the impact of interest expense on operating leverage and call option realized gains (losses).

<sup>(c)</sup> Spread-based assets under management (“AUM”) is primarily statutory cash, invested assets, accrued investment income and excludes derivatives and unrealized gains (losses) on investments carried at fair value, with adjustments for investment payable for securities and funds withheld liabilities related to business exited through reinsurance agreements.

<sup>(d)</sup> Calculated by dividing adjusted investment income by average spread based AUM.

<sup>(e)</sup> Cost of crediting is calculated as reported interest credited to account balances adjusted for the pro rata amortization of FIA option costs.

<sup>(f)</sup> Calculated by dividing cost of crediting by average spread-based AUM, excluding surplus assets.

<sup>(g)</sup> Calculated by subtracting cost of crediting from investment operating earned rate.