

Financial Supplement

First Quarter 2025

Recast for long-duration targeted improvements (LDTI) accounting guidance

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Financial Highlights

(in millions USD, unless otherwise indicated, unaudited)

	For the Three Months Ended or As of					Change	Year-to-Date Period Ended		Change
	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	Y/Y	3/31/2024	3/31/2025	Y/Y
ASSETS & RESERVES									
Average Net Invested Assets, at carrying value ¹	76,196	74,570	75,604	75,202	75,523	(1)%	76,196	75,523	(1)%
Average Separate Account Assets ²	21,973	21,872	21,747	21,370	20,368	(7)%	21,973	20,368	(7)%
Total Average Invested and Managed Assets	98,169	96,442	97,351	96,572	95,892	(2)%	98,169	95,892	(2)%
PERFORMANCE & PROFITABILITY MEASURES									
Core Operating Earnings	204	200	203	193	217	6 %	204	217	6 %
Net Investment Spread (%)	1.58 %	1.70 %	1.61 %	1.11 %	1.51 %	(7) bps	1.58 %	1.51 %	(7) bps
Policy and Other Operating Expense ratio	(0.43)%	(0.40)%	(0.44)%	(0.41)%	(0.41)%	(2) bps	(0.43)%	(0.41)%	(2) bps
Core Return on Assets (ROA) (%)	1.07 %	1.07 %	1.07 %	1.03 %	1.15 %	8 bps	1.07 %	1.15 %	8 bps
							Year Ended		Change
							2023	2024	Y/Y
CAPITAL INFORMATION (YEAR-END ONLY)									
US CAL RBC ratio (%)							868 %	590 %	(278)%
FRL Economic Capital ratio (%)							219 %	206 %	(13)%
FIRL Economic Capital ratio (%)							165 %	338 %	173 %
Bermuda Solvency Capital Requirement ratio (%)							n.a.	183 %	— %
Financial Leverage (%)							21.5 %	22.8 %	1.2 %

1. Excludes separate accounts

2. Includes only Retained separate accounts

Note: Please refer to "Notes to the Financial Statement" section for more information on non-GAAP measures.

Consolidated Statements of Income (GAAP View)

(in millions USD, unless otherwise indicated, unaudited)

	For the Three Months Ended or As of					Change	Year-to-Date Period Ended		Change
	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	Y/Y	3/31/2024	3/31/2025	Y/Y
REVENUES:									
Premiums	64	60	58	61	57	(11)%	64	57	(11)%
Policy charges and fee income	331	347	351	329	313	(6)%	331	313	(6)%
Net investment income	1,047	1,011	1,021	1,064	979	(7)%	1,047	979	(7)%
Change in fair value of funds withheld - directly managed	(548)	(554)	1,843	(1,969)	505	(192)%	(548)	505	192%
Investment gains (losses)	(562)	(381)	642	(1,167)	152	(127)%	(562)	152	127%
Foreign exchange gains (losses)	2	(11)	(73)	(100)	(54)	n.m.	2	(54)	n.m.
Asset management and service fees	23	23	24	23	22	(5)%	23	22	(5)%
Other income	22	21	22	21	20	(10)%	22	20	(10)%
Total Revenues	379	516	3,888	(1,738)	1,994	n.m.	379	1,994	n.m.
BENEFITS AND EXPENSES:									
Policyholder benefits and changes in fair value of insurance liabilities	217	576	1,512	31	1,070	n.m.	217	1,070	n.m.
Policyholder liability remeasurement (gain) loss	29	3	(18)	78	3	(88)%	29	3	(88)%
Interest credited to policyholder account balances	239	223	220	241	197	(18)%	239	197	(18)%
General operating and other expenses	176	163	186	173	175	— %	176	175	— %
Goodwill impairment	—	—	—	—	—	— %	—	—	— %
Interest expense	36	26	34	30	28	(21)%	36	28	(21)%
Total Benefits and Expenses	697	991	1,934	553	1,473	111 %	697	1,473	111 %
Income (loss) before income tax expense (benefit)	(318)	(475)	1,954	(2,291)	521	n.m.	(318)	521	n.m.
Income tax expense (benefit)	(52)	(143)	390	(468)	94	n.m.	(52)	94	n.m.
Net Income (Loss)	(266)	(332)	1,564	(1,823)	427	n.m.	(266)	427	n.m.

Adjusted Income/ Return on Assets (Management View)

(in millions USD, unless otherwise indicated, unaudited)

	For the Three Months Ended or As of					Change	Year-to-Date Period Ended		Change
	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	Y/Y	3/31/2024	3/31/2025	Y/Y
<i>Fixed income and other net investment income</i>	945	914	904	944	907	(4)%	945	907	(4)%
<i>Alternative net investment income</i>	88	81	101	104	56	(36)%	88	56	(36)%
Net investment earnings	1,033	994	1,005	1,048	963	(7)%	1,033	963	(7)%
Cost of insurance	(732)	(677)	(700)	(839)	(677)	8%	(732)	(677)	8%
Net Investment Spread	301	318	305	208	286	(5)%	301	286	(5)%
Policy and other operating expenses	(82)	(75)	(83)	(77)	(77)	(6)%	(82)	(77)	(6)%
Interest and other financing costs	(37)	(27)	(32)	(30)	(28)	(24)%	(37)	(28)	(24)%
Income tax (expense) benefit	(18)	(21)	(18)	(10)	(17)	(6)%	(18)	(17)	(6)%
Adjusted Net Income	165	195	171	91	164	(1)%	165	164	(1)%
Less: Non-operating items	(39)	(5)	(32)	(102)	(53)	36 %	(39)	(53)	36 %
Core Operating Earnings	204	200	203	193	217	6 %	204	217	6 %
<i>Fixed income and other net investment income</i>	5.29 %	5.24 %	5.12 %	5.37 %	5.14 %	(15) bps	5.29 %	5.14 %	(15) bps
<i>Alternative net investment income</i>	7.50 %	6.74 %	8.17 %	8.41 %	4.59 %	(291) bps	7.50 %	4.59 %	(291) bps
Net investment return ratio	5.42 %	5.33 %	5.32 %	5.57 %	5.10 %	(32) bps	5.42 %	5.10 %	(32) bps
Net cost of insurance ratio	(3.84)%	(3.63)%	(3.70)%	(4.47)%	(3.59)%	25 bps	(3.84)%	(3.59)%	25 bps
Net Investment Spread	1.58 %	1.70 %	1.61 %	1.11 %	1.51 %	(7) bps	1.58 %	1.51 %	(7) bps
Policy and other operating expense ratio	(0.43)%	(0.40)%	(0.44)%	(0.41)%	(0.41)%	(2) bps	(0.43)%	(0.41)%	(2) bps
Interest expense ratio	(0.19)%	(0.14)%	(0.17)%	(0.16)%	(0.15)%	(4) bps	(0.19)%	(0.15)%	(4) bps
Income tax expense ratio	(0.09)%	(0.11)%	(0.10)%	(0.05)%	(0.09)%	n.m.	(0.09)%	(0.09)%	n.m.
Return on Assets	0.86 %	1.04 %	0.90 %	0.49 %	0.87 %	1 bps	0.86 %	0.87 %	1 bps
Less: Non-operating items	(0.20)%	(0.03)%	(0.17)%	(0.54)%	(0.28)%	8 bps	(0.20)%	(0.28)%	8 bps
Core Return on Assets	1.07 %	1.07 %	1.07 %	1.03 %	1.15 %	8 bps	1.07 %	1.15 %	8 bps
Avg Net Invested Assets, at carrying value	76,196	74,570	75,604	75,202	75,523	(1)%	76,196	75,523	(1)%

Note: Please refer to "Notes to the Financial Statement" section for more information on non-GAAP measures.

Consolidated Balance Sheet (GAAP View)

(in millions USD, unless otherwise indicated, unaudited)

	Balances as of					Change
	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	Y/Y
ASSETS						
Funds withheld by ceding companies, at fair value	40,738	39,705	41,389	38,649	38,438	(6)%
Fixed maturities available for sale, at fair value	19,756	18,499	18,872	17,842	18,026	(9)%
Fixed maturity securities, at fair value	10,846	10,412	11,148	10,587	13,869	28 %
Mortgage loans, at fair value	1,447	2,658	3,279	3,626	3,747	159 %
Other invested assets, at fair value	2,044	2,217	2,138	1,986	1,882	(8)%
Short term investments	138	84	187	178	1,064	n.m.
Total Investments	74,969	73,575	77,013	72,868	77,026	3 %
Cash and cash equivalents	1,945	2,033	2,114	1,997	2,692	38 %
Deferred income taxes	1,573	1,672	1,464	1,754	1,721	9 %
Deferred cost of reinsurance contracts	3,782	3,731	3,670	3,620	3,567	(6)%
Other assets	1,735	1,686	1,760	1,597	2,417	39 %
Separate account assets, at fair value	24,262	23,675	24,010	22,857	21,818	(10)%
Total Assets	108,266	106,372	110,031	104,693	109,241	1 %
Average Total Investments	75,319	74,272	75,294	74,941	74,947	— %
Average Net Invested Assets, at carrying value	76,196	74,570	75,604	75,202	75,523	(1)%

*Quarterly averages are calculated by averaging the current and immediately preceding quarter. For year-to-date periods, calculated by averaging as of the end of each quarter in the applicable trailing period.

Consolidated Balance Sheet (GAAP View) – continued

(in millions USD, unless otherwise indicated, unaudited)

	Balances as of					Change
	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	Y/Y
LIABILITIES						
Future policy benefits	37,841	37,076	39,215	37,115	37,378	(1)%
Policyholder contract deposits	27,419	26,862	27,069	26,168	25,966	(5)%
Insurance liabilities, at fair value	4,545	4,386	4,754	4,380	9,012	98 %
Liability for unpaid losses and loss adjustment expenses	3,088	2,993	2,700	2,639	2,574	(17)%
Value of business acquired	3,573	3,531	3,476	3,434	3,324	(7)%
Debt	1,492	1,492	1,493	1,494	1,638	10 %
Deferred gain from reinsurance contracts	697	697	695	685	672	(4)%
Loaned securities and repurchase agreements	1,121	1,123	1,249	1,449	1,256	12 %
Other liabilities	1,632	1,995	1,791	2,155	2,938	80 %
Separate account liabilities, at fair value	24,262	23,675	24,010	22,857	21,818	(10)%
Total Liabilities	105,670	103,830	106,452	102,376	106,576	1 %
EQUITY						
Owners' equity	5,295	5,298	5,301	5,305	5,309	— %
Retained earnings (deficit)	(5,607)	(5,939)	(4,375)	(6,398)	(5,971)	(6)%
Accumulated other comprehensive income (loss)	2,908	3,183	2,653	3,410	3,327	14 %
Total Equity (deficit)	2,596	2,542	3,579	2,317	2,665	3 %
Total Liabilities and Equity	108,266	106,372	110,031	104,693	109,241	1 %
Memo: Non-Economic Items Included in Total Equity (deficit)						
Accumulated other comprehensive income (loss), net of tax	2,908	3,183	2,653	3,410	3,327	14 %
Cumulative change in fair value of funds withheld, net of tax	(5,459)	(5,897)	(4,441)	(5,997)	(5,598)	(3)%
Cumulative income statement impact of unrealized investment (gains) losses on AIL, net of tax*	(348)	(214)	(501)	(166)	(199)	43 %
Total Non-Economic Items Included in Total Equity (deficit)	(2,899)	(2,928)	(2,289)	(2,753)	(2,470)	15 %

*AIL refers to Additional Insurance Liabilities. Cumulative change in AIL results from market-driven unrealized gains and losses recorded within the funds withheld portfolio and partially reflected within the AIL reserve balance. Since these market movements do not reflect underlying business performance, the impact is considered a non-economic component of GAAP equity and excluded from adjusted equity.

GAAP Reserves Summary by Product

(in millions USD, unless otherwise indicated, unaudited)

	3/31/2024		6/30/2024		9/30/2024		12/31/2024		3/31/2025		Change
	Carrying Value	% of Total	Carrying Value	% of Total	Carrying Value	% of Total	Carrying Value	% of Total	Carrying Value	% of Total	Y/Y
NET RESERVE LIABILITIES											
Traditional Whole Life	4,126	6 %	3,949	6 %	4,100	6 %	3,871	6 %	3,873	5 %	(6)%
Term Life	1,643	2 %	1,626	2 %	1,742	2 %	1,635	2 %	1,679	2 %	2 %
Universal Life	11,073	16 %	11,002	16 %	11,512	16 %	11,184	16 %	11,362	16 %	3 %
Universal Life with Secondary Guarantees	12,170	17 %	12,147	18 %	12,423	17 %	12,300	18 %	12,396	17 %	2 %
Total Life Insurance	29,012	41 %	28,724	42 %	29,777	42 %	28,990	43 %	29,310	40 %	1 %
<i>Fixed Payments</i>	<i>10,399</i>	<i>15 %</i>	<i>9,952</i>	<i>14 %</i>	<i>10,298</i>	<i>14 %</i>	<i>9,447</i>	<i>14 %</i>	<i>10,513</i>	<i>14 %</i>	<i>1 %</i>
<i>Life Contingent Payments</i>	<i>14,254</i>	<i>20 %</i>	<i>13,808</i>	<i>20 %</i>	<i>14,510</i>	<i>20 %</i>	<i>13,525</i>	<i>20 %</i>	<i>12,199</i>	<i>17 %</i>	<i>(14)%</i>
Payout Annuities	24,653	35 %	23,760	34 %	24,808	35 %	22,972	34 %	22,712	31 %	(8)%
Fixed Deferred Annuities (including equity-indexed)	11,104	16 %	10,980	16 %	11,213	16 %	10,842	16 %	15,229	21 %	37 %
Variable Annuities (general account)	2,064	3 %	1,954	3 %	2,223	3 %	1,910	3 %	2,190	3 %	6 %
Total Annuities	37,821	54 %	36,694	53 %	38,244	54 %	35,724	53 %	40,131	55 %	6 %
Health	672	1 %	657	1 %	682	1 %	671	1 %	679	1 %	1 %
P&C	3,087	4 %	2,993	4 %	2,699	4 %	2,639	4 %	2,574	4 %	(17)%
Other	3,759	5 %	3,650	5 %	3,381	5 %	3,310	5 %	3,253	4 %	(13)%
Total GAAP Reserves and Insurance Liabilities, net of reinsurance	70,592	100 %	69,069	100 %	71,404	100 %	68,025	100 %	72,695	100 %	3 %
Ceded Reinsurance	2,301		2,248		2,335		2,277		2,235		
Total GAAP Reserves and Insurance Liabilities, gross of reinsurance	72,893		71,317		73,739		70,302		74,930		
Separate Account Reserves	24,262		23,675		24,010		22,857		21,818		
Total Gross GAAP Reserves	97,155		94,992		97,749		93,159		96,748		

Invested Assets by Asset Class

(in millions USD, unless otherwise indicated, unaudited)

	December 31, 2024		March 31, 2025	
	Fair Value	FV % of Total	Fair Value	FV % of Total
Credit	45,584	63 %	47,865	62 %
RMBS	1,720	3 %	1,770	2 %
CMBS	1,574	2 %	1,419	2 %
CLO/ABS	10,348	14 %	11,116	14 %
Structured products	13,642	19 %	14,305	18 %
Commercial	3,361	5 %	3,348	4 %
Residential	3,524	5 %	3,639	5 %
Loans and income-generating assets	6,885	10 %	6,987	9 %
Private equity funds	4,836	6 %	4,762	6 %
Derivatives and other	1,274	1 %	1,558	2 %
Other invested assets	6,110	7 %	6,320	8 %
Short-term investments	647	1 %	1,549	2 %
Total Investments	72,868	100 %	77,026	100 %
Cash and cash equivalents	1,997		2,692	
Ceded investments (including cash)	(1,792)		(1,746)	
Net Invested Assets, at carrying value	73,073		77,973	

Credit Quality of Securities – Credit

(in millions USD, unless otherwise indicated, unaudited)

	December 31, 2024		March 31, 2025	
	Fair Value	FV % of Total	Fair Value	FV % of Total
AAA/AA/A	20,020	44 %	20,267	42 %
BBB	18,729	41 %	19,563	41 %
BIG	906	2 %	1,021	2 %
Non-rated investment grade	79	— %	274	1 %
Total Corporate Debt	39,734	87 %	41,125	86 %
AAA/AA/A	2,296	5 %	2,210	5 %
BBB	38	— %	38	— %
BIG	7	— %	5	— %
Non-rated investment grade	4	— %	5	— %
Total Obligations of states, municipalities and political subdivisions	2,345	5 %	2,258	5 %
AAA/AA/A	1,099	2 %	1,970	4 %
BBB	243	1 %	308	1 %
BIG	50	— %	51	— %
Non-rated investment grade	—	— %	—	— %
Total Non-U.S. governments	1,392	3 %	2,329	5 %
AAA/AA/A	2,113	5 %	2,153	4 %
BBB	—	— %	—	— %
BIG	—	— %	—	— %
Non-rated investment grade	—	— %	—	— %
Total U.S. government and government sponsored entities	2,113	5 %	2,153	4 %
Total Credit	45,584	100 %	47,865	100 %

Credit Quality of Securities – Structured Products

(in millions USD, unless otherwise indicated, unaudited)

	December 31, 2024		March 31, 2025	
	Fair Value	FV % of Total	Fair Value	FV % of Total
NAIC designation				
1	9,042	66 %	9,690	68 %
2	3,711	27 %	3,698	26 %
Total investment grade	12,753	93 %	13,388	94 %
3	387	3 %	500	3 %
4	142	1 %	144	1 %
5	18	— %	26	— %
6	342	3 %	247	2 %
Total below investment grade	889	7 %	917	6 %
Total Structured Products	13,642	100 %	14,305	100 %
NRSRO rating agency designation				
AAA/AA/A	9,073	67 %	9,694	68 %
BBB	3,736	27 %	3,687	26 %
Total investment grade	12,809	94 %	13,381	94 %
BB	390	3 %	499	3 %
B	149	1 %	144	1 %
CCC	7	— %	26	— %
CC and lower	287	2 %	255	2 %
Total below investment grade	833	6 %	924	6 %
Total Structured Products	13,642	100 %	14,305	100 %

Credit Quality of Securities – Commercial Mortgage Loans

(in millions USD, unless otherwise indicated, unaudited)

	December 31, 2024		March 31, 2025	
	Fair Value	FV % of Total	Fair Value	FV % of Total
CM Rating				
CM1	1,062	32 %	1,067	32 %
CM2	1,884	56 %	1,893	57 %
CM3	330	10 %	258	8 %
CM4	69	2 %	105	3 %
CM5	—	— %	—	— %
CM6	16	— %	25	1 %
Total Commercial Mortgage Loans	3,361	100 %	3,348	100 %

KEY OPERATING AND NON-GAAP MEASURES

In addition to presenting results and key metrics determined in accordance with US GAAP, we believe that using certain non-GAAP measures provide investors with an increased understanding of our results of operations, financial condition, and underlying profitability drivers of the business. Management believes that adjusted net income and core operating earnings provide valuable measures of the ongoing profitability and underlying trends of the Company's ongoing operations.

Key Operating or non-GAAP measure	Comparable GAAP measure
Adjusted Net Income	Net Income
Core operating earnings	Net Income
Core Return on Assets	Return On Assets
Net Invested Assets, at carrying value	Total Investments
Net Investment Spread	Investment Yield
Net Reserves	Total Liabilities
Adjusted Equity	Equity

ADJUSTED NET INCOME AND CORE OPERATING EARNINGS

In addition to presenting net income (loss) determined in accordance with US GAAP, the company uses non-GAAP measures called Adjusted Net Income and Core Operating Earnings. Management believes that adjusted net income and core operating earnings provide valuable measures of the ongoing profitability and underlying trends of the Company's ongoing operations. Adjusted net income excludes change in fair value of funds withheld, net investment gains and losses and the associated impact of unrealized investment gains and losses on our additional insurance liabilities, certain variable annuity product features, foreign exchange gains and losses, long term incentive plan expenses, and goodwill impairment. Core Operating Earnings further adjusts the performance of our alternative investment portfolio based on its long-term return target and excludes certain actuarial experience and model update gains and losses, management fees and operational adjustments, and the impact of realized investment gains and losses on our additional insurance liabilities.

Notes to the Financial Statement (2/3)

NET INVESTED ASSETS, AT CARRYING VALUE

The Company evaluates its invested asset position using net invested assets, at carrying value which includes cash and cash equivalents and excludes ceded investments and cash and cash equivalents. Management believes this is a more useful measure of invested assets as it removes the impact of the ceded investments and cash and cash equivalents as the full economics are ceded back to counterparties. Average net invested assets, at carrying value, is a trailing five quarter average for the year ending period.

NET RESERVES

Net Reserves is defined as total liabilities per US GAAP less separate account liabilities, value of business acquired, deferred gain from reinsurance contracts, loaned securities and repurchase agreements, debt, and other non-reserve-type liabilities. Net Reserves also excludes liabilities of fully ceded business units. Average net reserves is a trailing five quarter average for the year ending period.

ADJUSTED EQUITY

The Company evaluates its equity position using adjusted equity, which excludes the net of tax impact of accumulated other comprehensive (loss) income, the net of tax impact of cumulative change in the fair value of the funds withheld, and the net of tax impact of cumulative investment (gains) losses on additional insurance liabilities. Management believes this is a more useful measure of equity as it is unaffected by changes in interest rates and credit spreads that can fluctuate significantly from period to period.

NET INVESTMENT RETURN RATIO

The net investment return ratio is calculated as the annualized earned net invested income per US GAAP after deducting certain adjustments related to ceded investments divided by average net invested assets, at carrying value.

NET COST OF INSURANCE RATIO

The net cost of insurance ratio is calculated as total benefits and expenses per US GAAP after deducting certain adjustments unrelated to actuarial benefit expenses and including certain actuarial income items divided by average net invested assets, at carrying value.

POLICY AND OTHER OPERATING EXPENSE RATIO

The policy and other operating expense ratio is calculated as total general operating expenses per US GAAP after deducting certain adjustments unrelated to core expenses required to run the business divided by average net invested assets, at carrying value.

NON-OPERATING ITEMS

Non-operating items include certain impacts determined by the Company to be unusual or one-time items that are adjusted in order to provide insight into the core earnings potential of the business.

Notes to the Financial Statement (3/3)

ALTERNATIVE INVESTMENTS ADJUSTMENT FOR LONG-TERM RETURN EXPECTATIONS

Represents the difference between actual returns on alternative investments and an assumed 12% long term return expectation. This adjustment normalizes investment performance by excluding short-term volatility and aligning results with long-term expected returns.

ACTUARIAL ADJUSTMENTS / MODEL UPDATES

Adjustments related to differences between actual and expected actuarial experience, as well as updates to actuarial assumptions or methodologies and realized investment gain or loss impacts on our AIL. These adjustments include impacts relating to prior year development ("PYD") on the property and casualty line of business. These changes may arise from policyholder behavior, mortality, longevity, or other assumptions and are excluded to provide a clearer view of underlying business trends and performance. Also includes gains or losses recognized in connection with the novation of reinsurance agreements as these are typically infrequent in nature and do not reflect ongoing business operations.

MANAGEMENT FEES AND OPERATIONAL ADJUSTMENTS

Represents management fees under our investment management agreement and strategic advisory services agreement. Also includes other operational adjustments which are typically infrequent in nature and do not reflect ongoing business operations.

REALIZED GAIN OR LOSS IMPACTS ON AIL

Realized gains and losses are reflected within the benefit ratio and in the historical cumulative assessments used in the calculation of the AIL. This results in market-driven realized gains and losses being partially reflected within the movement in the AIL through the Income Statement. Since these market movements do not necessarily reflect underlying business performance, the impact of realized gains and losses impacts on the AIL are also excluded from core operating earnings.

INCOME TAX EXPENSE OR BENEFIT ON ADJUSTMENTS

The adjustments to arrive at adjusted net income and core operating earnings are tax effected by applying the appropriate jurisdiction's tax rate to all adjustments subject to income tax.

Reconciliation of Non-GAAP Measures (1/2)

(in millions USD, unless otherwise indicated, unaudited)

	For the Three Months Ended or As of					Year-to-Date Period Ended		Change
	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	3/31/2024	3/31/2025	Y/Y
RECONCILIATION OF TOTAL ASSETS TO NET INVESTED ASSETS								
GAAP Total Investments	74,969	73,575	77,013	72,868	77,026	74,969	77,026	3 %
Ceded investments and cash	(1,651)	(1,730)	(1,796)	(1,792)	(1,746)	(1,651)	(1,746)	6 %
Cash and cash equivalents	1,945	2,033	2,114	1,997	2,692	1,945	2,692	38 %
Net Invested Assets, at carrying value	75,263	73,878	77,331	73,073	77,973	75,263	77,973	4 %
RECONCILIATION OF TOTAL LIABILITIES TO NET RESERVES								
GAAP Liabilities	105,670	103,830	106,452	102,376	106,576	105,670	106,576	1 %
Separate account liabilities	(24,262)	(23,675)	(24,010)	(22,857)	(21,818)	(24,262)	(21,818)	(10)%
Value of business acquired	(3,573)	(3,531)	(3,476)	(3,434)	(3,324)	(3,573)	(3,324)	(7)%
Ceded reserves	(2,301)	(2,248)	(2,335)	(2,277)	(2,235)	(2,301)	(2,235)	(3)%
Deferred gain from reinsurance contracts	(697)	(697)	(695)	(685)	(672)	(697)	(672)	(4)%
Loaned securities and repurchase agreements	(1,121)	(1,123)	(1,249)	(1,449)	(1,256)	(1,121)	(1,256)	12 %
Debt	(1,492)	(1,492)	(1,493)	(1,494)	(1,638)	(1,492)	(1,638)	10 %
Other liabilities	(1,632)	(1,995)	(1,791)	(2,155)	(2,938)	(1,632)	(2,938)	80 %
Net Reserves	70,592	69,069	71,404	68,025	72,695	70,592	72,695	3 %

Note: Please refer to "Notes to the Financial Statement" section for more information on non-GAAP measures

Reconciliation of Non-GAAP Measures (2/2)

(in millions USD, unless otherwise indicated, unaudited)

	For the Three Months Ended or As of					Change	Year-to-Date Period Ended		Change
	3/31/2024	6/30/2024	9/30/2024	12/31/2024	3/31/2025	Y/Y	3/31/2024	3/31/2025	Y/Y
NET INCOME TO CORE EARNINGS									
Net Income (Loss)	(266)	(332)	1,564	(1,823)	427	n.m.	(266)	427	n.m.
Change in fair value of funds withheld - directly managed	548	554	(1,843)	1,969	(505)	n.m.	548	(505)	n.m.
Net investment losses	241	233	(408)	714	20	(92)%	241	20	(92)%
Unrealized investment (gains) loss impacts on AIL	(142)	(169)	363	(423)	42	n.m.	(142)	42	n.m.
Variable annuity product features	(149)	58	45	25	47	n.m.	(149)	47	n.m.
Foreign exchange (gains) losses	(2)	11	73	100	54	n.m.	(2)	54	n.m.
Long-term incentive plan expenses	3	4	3	4	4	33 %	3	4	33 %
Goodwill impairment	—	—	—	—	—	—	—	—	—
Income tax (expense) benefit related to above adjustments	(68)	(164)	374	(475)	75	n.m.	(68)	75	n.m.
Adjusted net income	165	195	171	91	164	(1)%	165	164	(1)%
Alternative investments adj. for long-term return expectations	39	58	43	38	77	97 %	39	77	97 %
Actuarial experience / model updates	(18)	(92)	(69)	47	(38)	111 %	(18)	(38)	111 %
Management fees and operational adjustments	19	19	34	25	19	— %	19	19	— %
Realized (gains) loss impacts on AIL	10	26	38	18	8	(20)%	10	8	(20)%
Income tax (expense) benefit related to above adjustments	(11)	(6)	(14)	(26)	(13)	18 %	(11)	(13)	18 %
Core Operating Earnings	204	200	203	193	217	6 %	204	217	6 %

Note: Please refer to "Notes to the Financial Statement" section for more information on non-GAAP measures