MOODY'S
RATINGS

Rating Action: Moody's Ratings affirms Pacific Life's ratings; stable outlook

18 Aug 2026

New York , August 18, 2026 - Moody's Ratings (Moody's) has affirmed the A3 senior unsecured debt ratings of Pacific LifeCorp (Pacific Life), a subsidiary of Pacific Mutual Holding Company, and the Aa3 insurance financial strength (IFS) ratings of its insurance subsidiaries. The outlook on the ratings of Pacific Life and its insurance subsidiaries remains stable. Please see the complete list of ratings at the end of this press release.

RATINGS RATIONALE

The affirmation of the rating and stable outlook reflects Pacific Life's strong market position, robust capital levels, effective risk management, and diversified product and earnings base across both US and international markets. Domestically, Pacific Life holds a leading position in life insurance, annuities, and structured settlements businesses. Internationally, the company through its reinsurance segment has built a presence in key markets such as the UK, Ireland, and Australia, while expanding its footprint in Asia.

These strengths are partially offset by risks associated with businesses sensitive to capital market volatility, such as variable annuities (VA). Additionally, while the investment portfolio is broadly diversified and of generally high quality, Pacific Life could experience elevated losses under stress scenarios due to its above-industry concentration in lower quality investment-grade fixed income securities (with Baa-rated bonds representing 46% of total bonds at year-end 2025).

FACTORS THAT COULD LEAD TO AN UPGRADE OR DOWNGRADE OF THE RATINGS

The following could result in an upgrade of the ratings of Pacific Life and its insurance subsidiaries: 1) Reduced capital and earnings sensitivity to capital market movements; 2) GAAP return on capital consistently greater than 8%; 3) financial leverage below 15% (excluding AOCI); and 4) earnings coverage consistently above 8x.

The following could result in a downgrade of the company's ratings: 1) CAL RBC ratio falls below 400% (adjusting for captives) and/or lack of organic statutory capital generation; 2) GAAP return on capital less than 6%; 3) financial leverage greater than 25% (excluding AOCI); or 4) earnings coverage below 6x.

LIST OF AFFECTED RATINGS

Issuer: Pacific LifeCorp

Affirmation:

.. Senior Unsecured, Affirmed A3

Outlook Action:

.. Outlook, Remains Stable

Issuer: Pacific Life Insurance Company

Affirmations:

.. Insurance Financial Strength, Affirmed Aa3

.. ST Insurance Financial Strength, Affirmed P-1

.. Commercial Paper, Affirmed P-1

.. Surplus Notes, Affirmed A2 (hyb)

Outlook Action:

.. Outlook, Remains Stable

Issuer: Pacific Life & Annuity Company

Affirmation:

.. Insurance Financial Strength, Affirmed Aa3

Outlook Action:

.. Outlook, Remains Stable

Issuer: Pacific Life Global Funding II

Affirmations:

.. Senior Secured, Affirmed Aa3

.. Senior Secured MTN, Affirmed (P)Aa3

Outlook Action:

.. Outlook, Remains Stable

Issuer: Pacific Life Short Term Funding, LLC

Affirmation:

.. Commercial Paper, Affirmed P-1

The principal methodology used in these ratings was Life Insurers published in June 2026 and available at https://ratings.moodys.com/rmc-documents/468190 . Alternatively, please see the Rating Methodologies page on https://ratings.moodys.com for a copy of this methodology.

Pacific Life's "Standalone Scorecard-indicated Outcome" of Aa3 is set three notches above the "Preliminary Standalone Outcome" of A3 to reflect its strong business profile (market position and distribution) and financial profile (asset quality and capital adequacy).

Pacific Mutual Holding Company, the ultimate holding company of Pacific Life, is headquartered in Newport Beach, California and reported total GAAP consolidated assets of $275 billion and total equity (including AOCI) of $14.5 billion, as of December 31, 2025.

REGULATORY DISCLOSURES

For further specification of Moody's key rating assumptions and sensitivity analysis, see the sections Methodology Assumptions and Sensitivity to Assumptions in the disclosure form. Moody's Rating Symbols and Definitions can be found on https://ratings.moodys.com/rating-definitions .

For any affected securities or rated entities receiving direct credit support/credit substitution from another entity or entities subject to a credit rating action (the supporting entity), and whose ratings may change as a result of a credit rating action as to the supporting entity, the associated regulatory disclosures will relate to the supporting entity. Exceptions to this approach may be applicable in certain jurisdictions.

For ratings issued on a program, series, category/class of debt or security, certain regulatory disclosures applicable to each rating of a subsequently issued bond or note of the same series, category/class of debt, or security, or pursuant to a program for which the ratings are derived exclusively from existing ratings, in accordance with Moody's rating practices, can be found in the most recent Credit Rating Announcement related to the same class of Credit Rating.

For provisional ratings, the Credit Rating Announcement provides certain regulatory disclosures in relation to the provisional rating assigned, and in relation to a definitive rating that may be assigned subsequent to the final issuance of the debt, in each case where the transaction structure and terms have not changed prior to the assignment of the definitive rating in a manner that would have affected the rating.

Moody's does not always publish a separate Credit Rating Announcement for each Credit Rating assigned in the Anticipated Ratings Process or Subsequent Ratings Process.

These ratings are solicited. Please refer to Moody's Policy for Designating and Assigning Unsolicited Credit Ratings available on its website https://ratings.moodys.com .

Regulatory disclosures contained in this press release apply to the credit rating and, if applicable, the related rating outlook or rating review.

The Global Scale Credit Rating(s) discussed in this Credit Rating Announcement was(were) issued by one of Moody's affiliates outside the EU and UK and is(are) endorsed for use in the EU and UK in accordance with the EU and UK CRA Regulation.

Please see https://ratings.moodys.com for any updates on changes to the lead rating analyst and to the Moody's legal entity that has issued the rating.

Please see the issuer/deal page on https://ratings.moodys.com for additional regulatory disclosures for each credit rating.

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