

FINANCIAL SUPPLEMENT

GAAP SEMI-ANNUAL REPORT (SELECT HIGHLIGHTS)

Pacific Mutual Holding Company

June 30, 2025



Table of Contents

Important Notes to the Financial Supplement	Page
• Important Notices Regarding Basis of Presentation	<u>3</u>
Credit Ratings	
• Financial Strength and Credit Ratings	<u>5</u>
Investment Portfolio	
• Investments Portfolio Highlights	<u>7</u>
• Fixed Income Securities by NAIC Ratings and Industry	<u>8</u>
• Mortgage Loan Portfolio Highlights	<u>10</u>
• Mortgage Loan Portfolio by Rating and Geographic Region	<u>11</u>

Important Notice Regarding Basis of Presentation

BASIS OF PRESENTATION: This presentation is based on information generally believed to be reliable and is presented without any liability whatsoever to Pacific Mutual Holding Company or any of its subsidiaries, affiliates or related entities (collectively, the "Company"), or their respective directors or officers, and is not intended to constitute legal, tax, investment or accounting advice or opinion. The Company makes no representation or warranty, expressed or implied, as to the accuracy, completeness or thoroughness of the contents of the information, and the Company disclaims any responsibility for any errors or omissions in such information, including any financial calculations, projections and forecasts. If any information contained in these slides has been obtained or compiled from outside sources, such information has not been independently verified by the Company. This presentation has been prepared solely for informational purposes, and is not an offer or a solicitation to buy, sell, or transact in any investment including any products or services; or an invitation, offer or solicitation to engage in any investment activity. It may not serve as the basis for any investment decision made by you or on your behalf. It is strongly recommended that you seek professional investment advice before making any investment decision.

As a non-public company, we will not be including a statement of financial condition or statement of operations within our semi-annual update for this period. Instead, we will present our next set of financial statements under the Financial Accounting Standards Board's Long-Duration Targeted Improvements (LDTI) guidance in connection with our full-year adoption at year-end. This approach aligns with the LDTI effective date framework for entities classified as "all other entities" (non-SEC filers). LDTI is effective for fiscal years beginning after December 15, 2024, with interim-period reporting required for fiscal years after December 15, 2025. Deferring a mid-year update avoids presenting results on a mixed or transitional basis and allows us to deliver one coherent set of financial statements under the new LDTI accounting standard at year-end.

The year-end financial statements will incorporate all required LDTI updates, including required measurement updates and presentation changes (e.g., liability for future policy benefits, market risk benefits, deferred acquisition costs). This timing best serves users of our semi-annual update by ensuring clarity, comparability, and completeness once the new standard is fully in effect.

Credit Ratings

Financial Strength and Credit Ratings



A+

Superior
(Stable)

FitchRatings

AA-

Very Strong
(Stable)

MOODY'S

Aa3

Excellent
(Stable)

S&P Global

AA-

Very Strong
(Stable)



**Favorable
Business Profile**



**Strong Market
Positions**



**Diversified
Earnings**



**Very Strong
Capitalization**



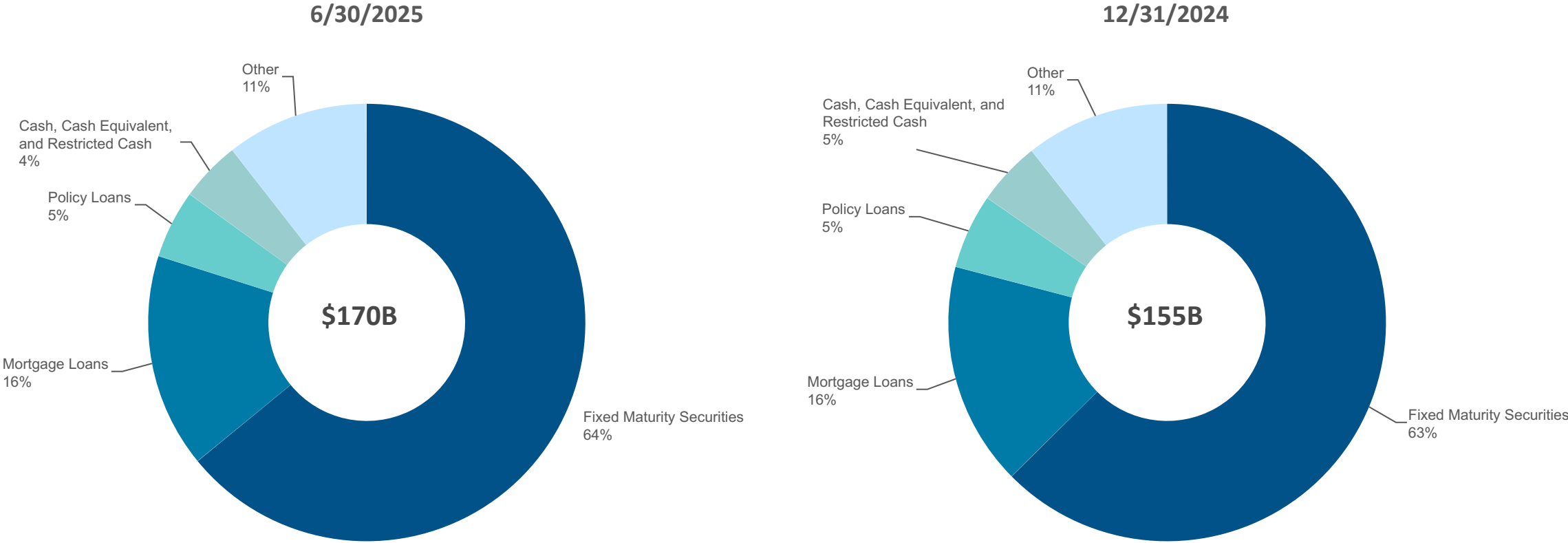
**Excellent
Liquidity**

Ratings as of August 2025

Investment Portfolio

Investments Portfolio Highlights

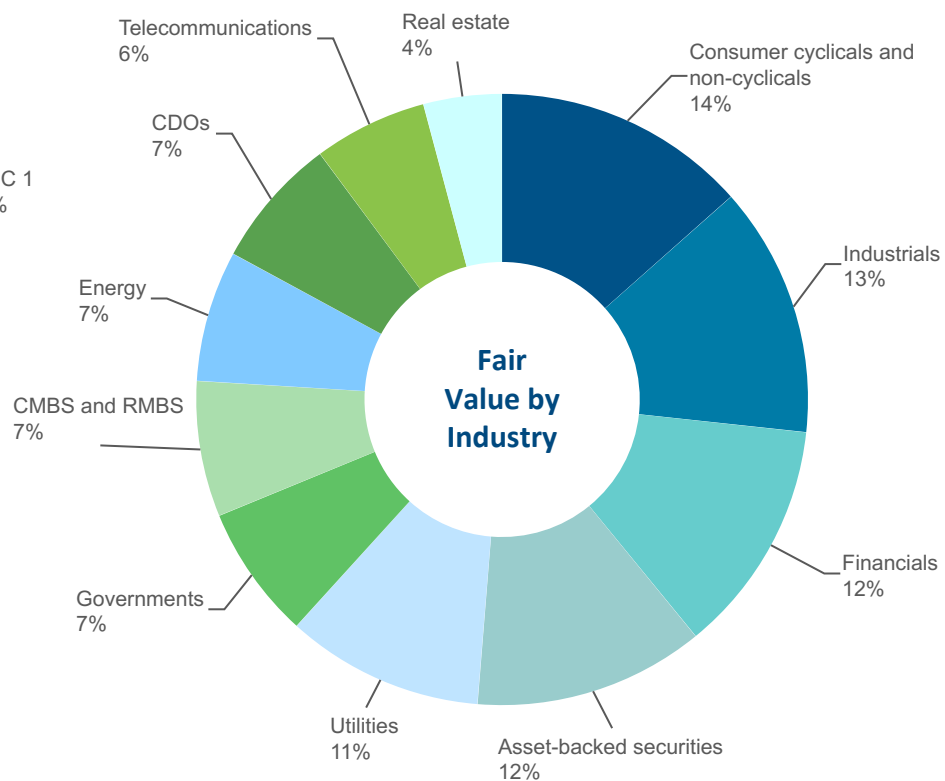
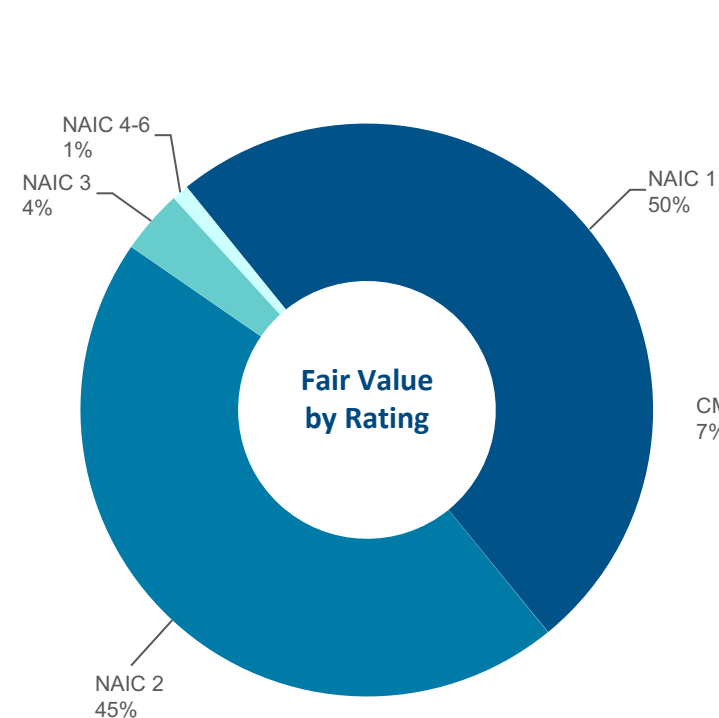
Investment Portfolio¹



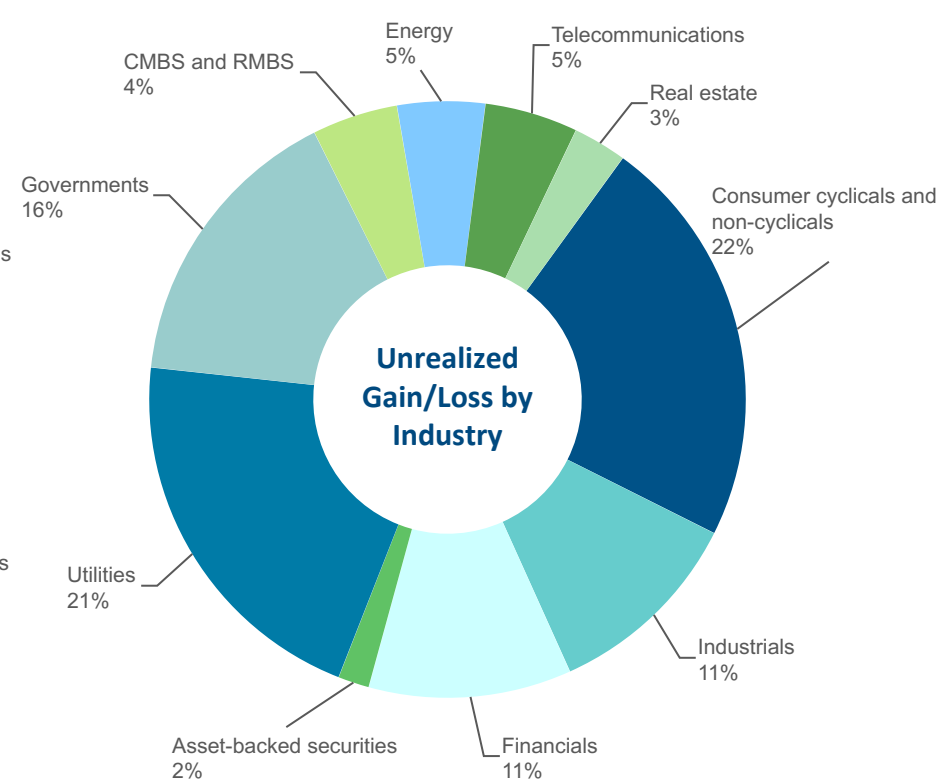
¹ Other includes private equity, real estate, working capital finance investments, derivatives, common stock, fair value option securities, and trading securities

Fixed Income Securities

6/30/25 Fair Value = \$109B



6/30/25 Unrealized Loss = (\$5.4)B



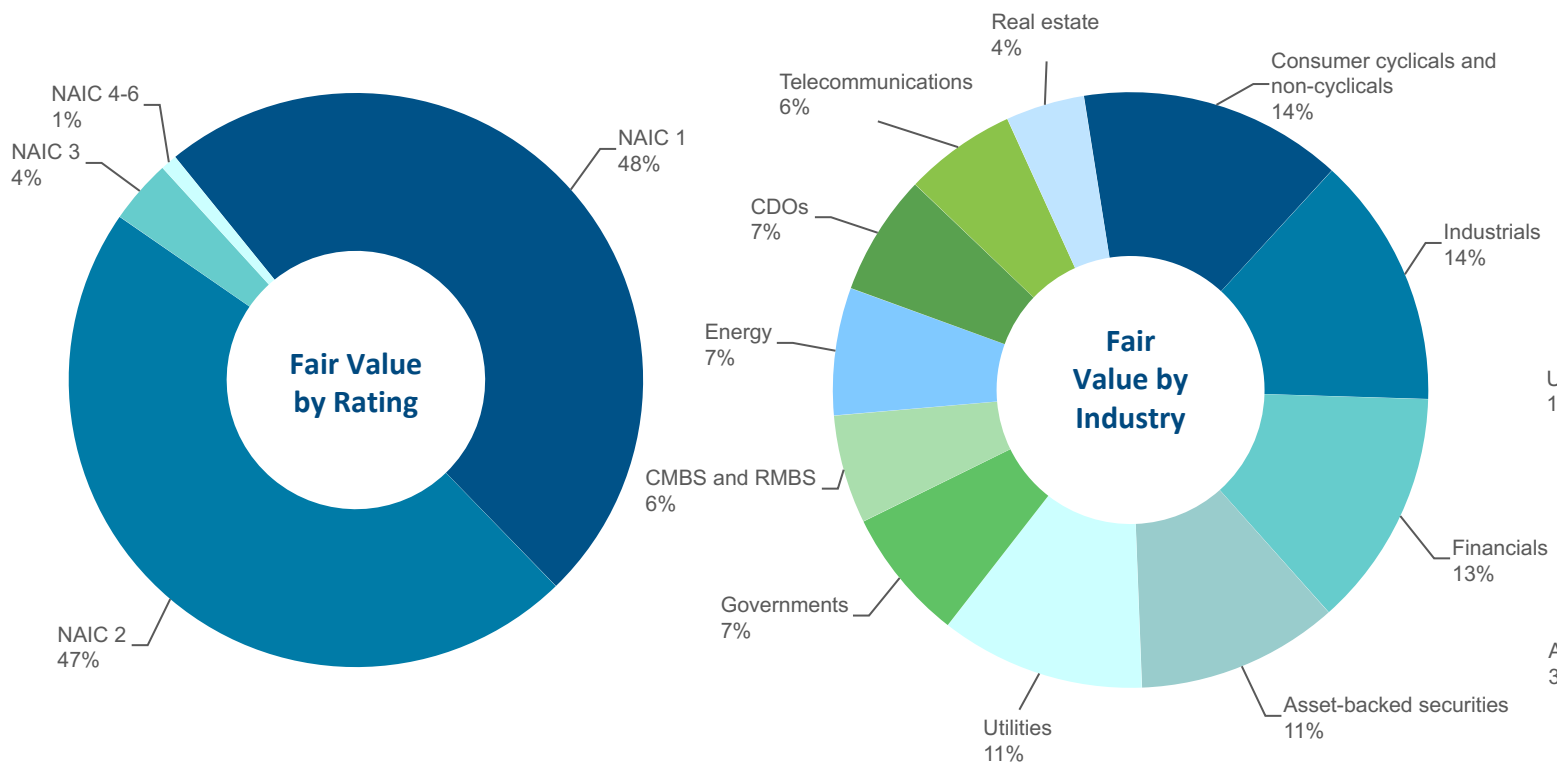
Fixed Income Profile

- As of June 30, 2025 and December 31, 2024, 95% of our fixed maturity securities were rated as investment-grade. We have not experienced any material changes in the credit quality of our portfolio since December 31, 2021
- Fixed income portfolio performance continues to be strong with minimal write-downs
- The overall year to date change in allowance for credit losses was a \$61 million increase

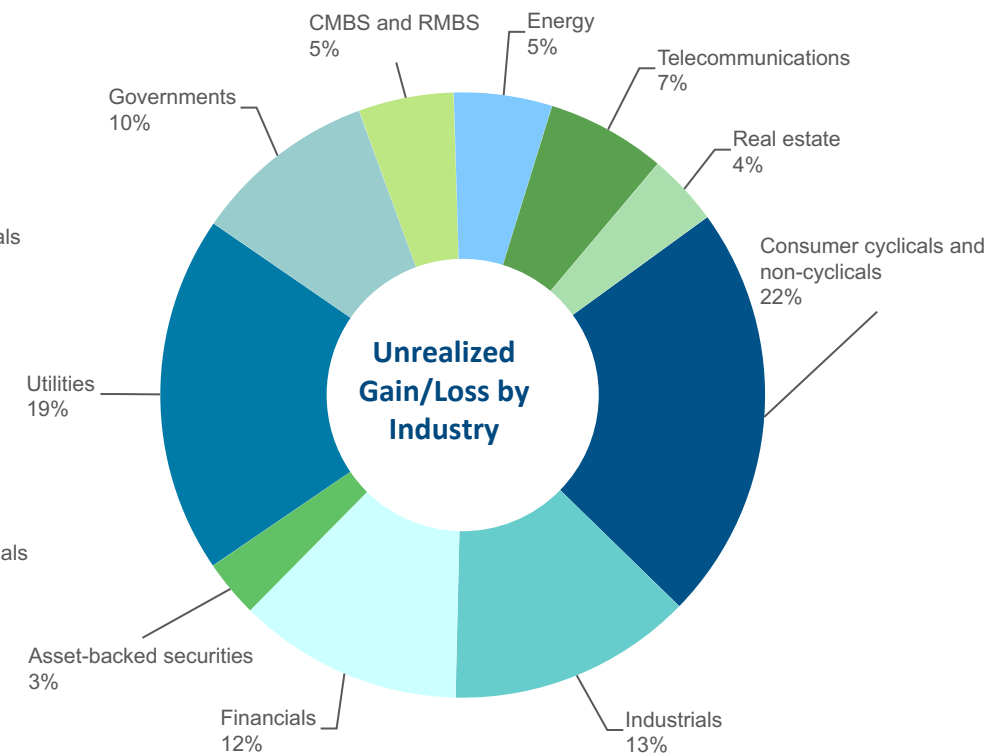
The abbreviations CMBS and RMBS mean commercial mortgage-backed securities and residential mortgage-backed securities

Fixed Income Securities

12/31/24 Fair Value = \$97B



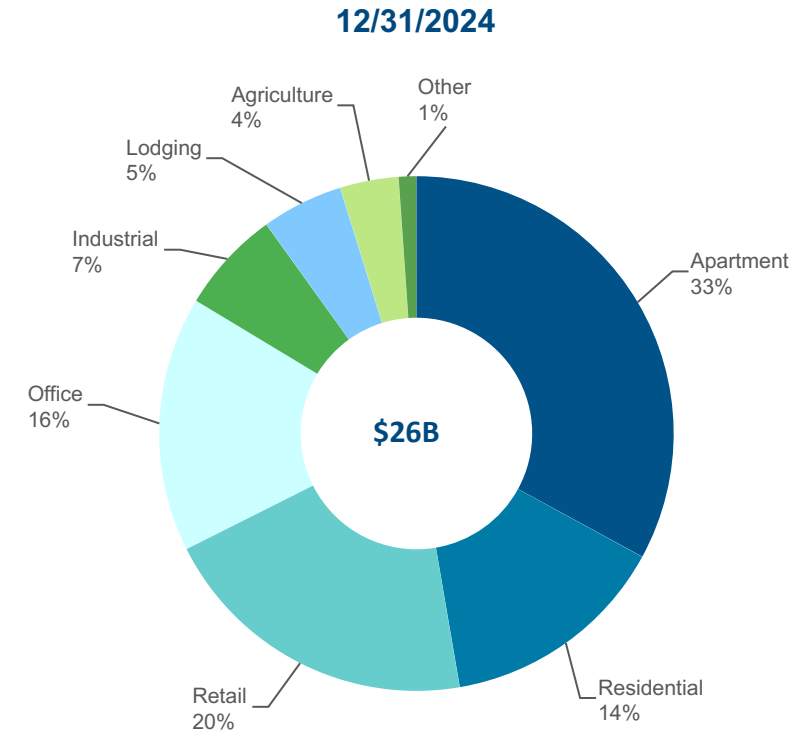
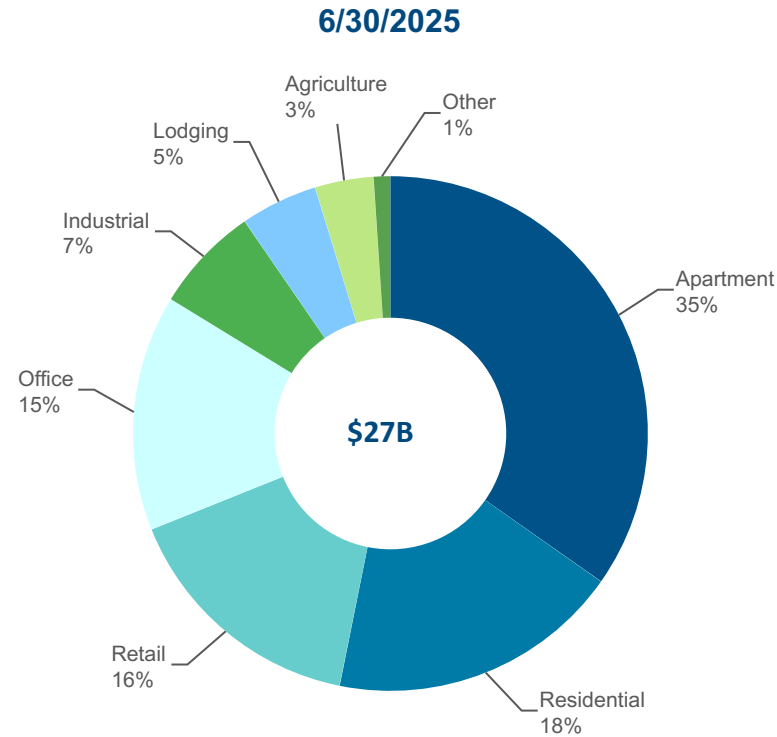
12/31/24 Unrealized Loss = (\$7.1)B



The abbreviations CMBS and RMBS mean commercial mortgage-backed securities and residential mortgage-backed securities

Mortgage Loan Portfolio Highlights

Property Type



Portfolio strategy

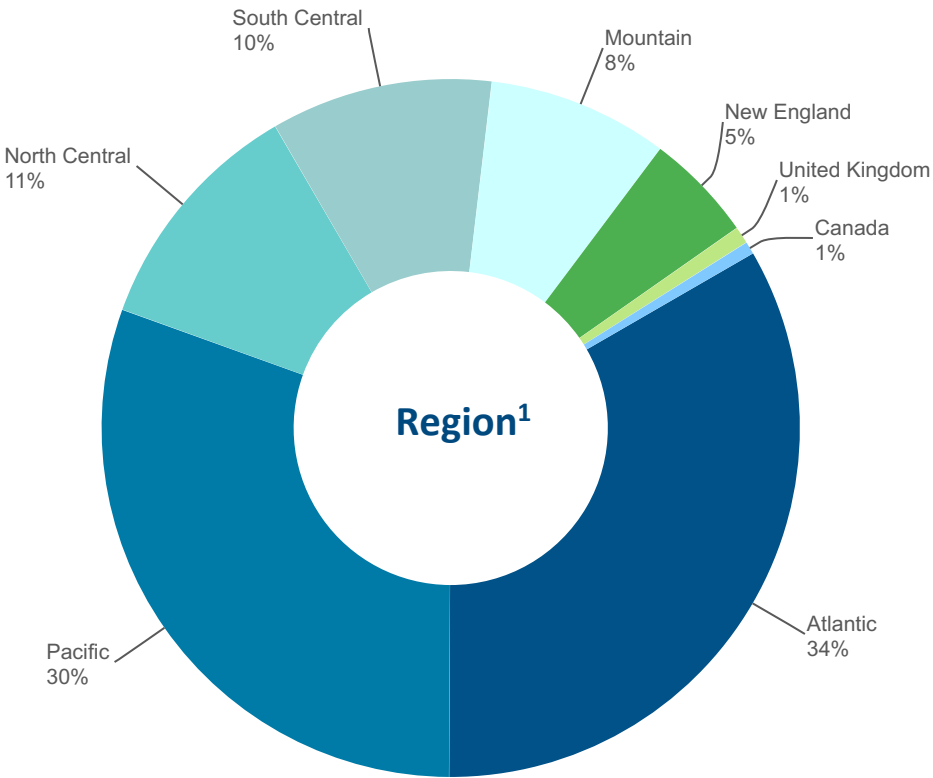
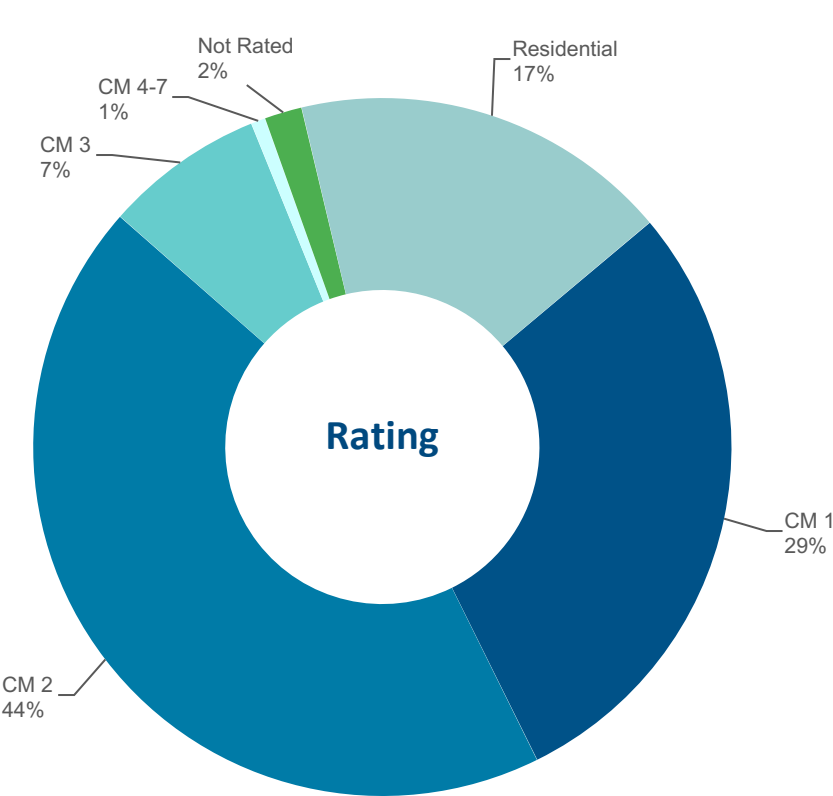
- Mortgage loan emphasis is on properties in high “barrier to entry” locations and regions exhibiting strong demographic and economic trends
- Loan underwriting at origination emphasizes high debt coverage ratio and low loan-to-value

Mortgage loan profile

- As of June 30, 2025, total amortized cost of mortgage loans was \$27 billion and the overall year to date change in allowance for credit losses was a \$15 million increase
- Overall portfolio loan-to-value remains strong at 62%, consistent with prior year
- 4% of the mortgage portfolio loans are engaged in deferral of scheduled principal amortization

Mortgage Loan Portfolio

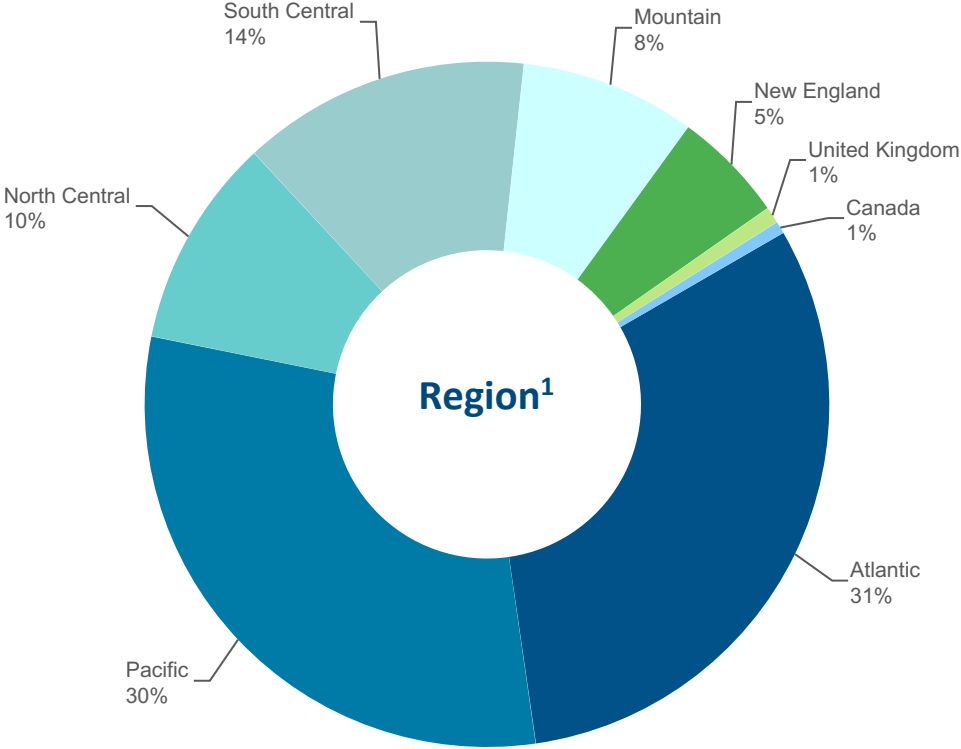
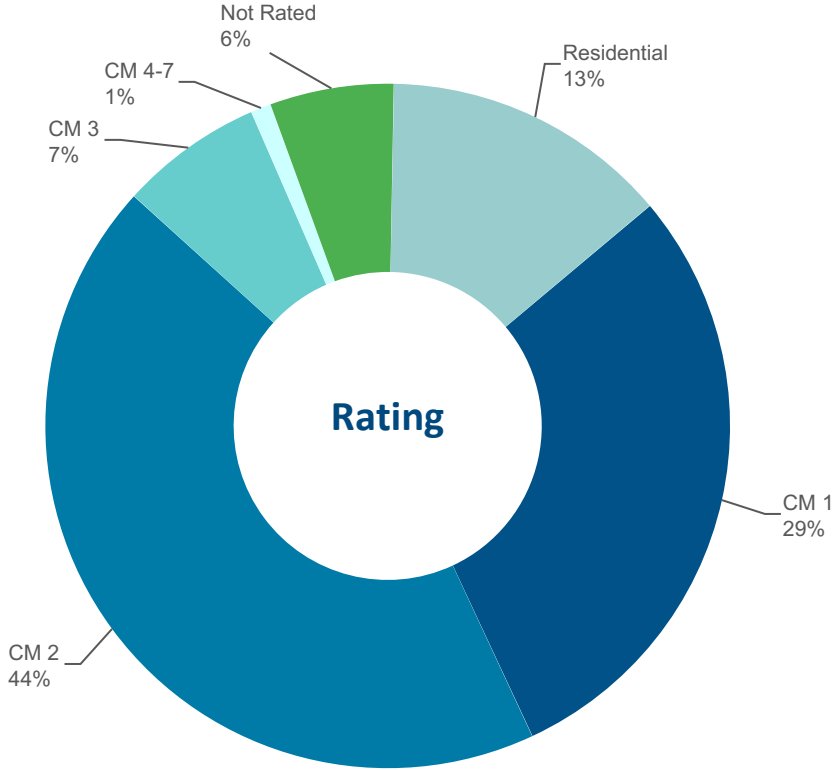
6/30/25 = \$27B



¹ Regions consistent with the American Council of Life Insurers (ACLI) geographic regions

Mortgage Loan Portfolio

12/31/24 = \$26B



¹ Regions consistent with the ACLI geographic regions