NOTICE OF MATERIAL CHANGE

On September 7, 2018 the Government of Barbados (GoB) entered into a Staff-Level Agreement with the International Monetary Fund (IMF) to provide financial and technical assistance. As part of the programme, the GoB launched a Debt Exchange Offer for GoB Domestic Barbados dollar debt holders on September 7, 2018. The GoB announced on October 15, 2018 that its Exchange Offer received unanimous support from the domestic creditors. A restructuring plan has not yet been announced for the External US dollar denominated debt.

The Sagicor Group holds approximately US $333 million in GoB debt, of which US $297 million is domestic Barbados-dollar denominated debt.

The Sagicor Group has estimated the net impact of the credit events on GoB debt to shareholders at approximately US $30 million, as at June 30, 2018 based on information available at that time. We are in the process of revising our estimates based on the completed Exchange Offer and the revised impact will be reflected in our Q3, 2018 results, due to be published on November 14, 2018.

The Sagicor Group’s capital adequacy ratio after the completed Exchange Offer is expected to be in the region of 230% after any additional provision in Q3, 2018 results. The capital adequacy ratio remains above the Group’s target ratio of 175%.

About Sagicor Financial Corporation Limited

Sagicor is the leading financial services provider in the Caribbean, operating in 23 countries including the USA and Latin America, dating back to 1840. With total assets of US $6.8 billion, and US $932 million in capital as at December, 2017, Sagicor Financial offers a wide range of products and services, including life, health, and general insurance, banking, pensions, annuities and real estate, and has an insured base of approximately two (2) million. A widely-held publicly-traded company, with approximately 37,000 Shareholders, Sagicor is listed on the stock exchanges of Barbados, Trinidad & Tobago and London.